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**YUKON METALS CORP.**  
**(formerly JKS Resources Inc.)**

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE MONTHS ENDED MAY 31, 2024 AND 2023  
(Unaudited - Expressed in Canadian Dollars)

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### **NOTICE OF NO AUDITOR REVIEW**

Under 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 the financial statements have not been reviewed by an auditor.

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

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

**YUKON METALS CORP.**  
**(formerly JKS Resources Inc.)**  
**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
(Unaudited - Expressed in Canadian Dollars)

	Note	May 31, 2024 \$	August 31, 2023 \$
<b>ASSETS</b>			
Current assets			
Cash		12,873,714	214,375
Accounts receivable		51,989	1,187
Prepaid	4	310,831	7,123
		13,236,534	222,685
Reclamation bond		10,267	10,267
Exploration and evaluation asset	5	9,656,351	234,140
		22,903,152	467,092
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable and accrued liabilities	7	1,271,295	18,683
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	6	20,482,964	853,634
Reserves	6	2,671,520	27,526
Deficit		(1,522,627)	(432,751)
		21,631,857	448,409
		22,903,152	467,092

Nature of operations (Note 1)

\_\_\_\_\_  
"Patrick Burke" Director

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"Rory Quinn" Director

# YUKON METALS CORP.

(formerly JKS Resources Inc.)

## CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

For the three and nine months ended May 31, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars)

		Three months ended		Nine months ended	
		May 31,		May 31,	
		2024	2023	2024	2023
Notes		\$	\$	\$	\$
<b>EXPENSES</b>					
Consulting fees	7	76,500	10,500	97,500	22,020
Marketing		12,638	25,000	69,761	36,233
Office expenses		5,406	433	21,407	3,139
Professional fees	7	282,231	8,198	392,515	46,320
Property investigation		246,820	-	246,820	-
Share-based compensation	6, 7	4,074	-	4,074	-
Transfer agent, filing and listing fees		46,882	2,762	62,628	39,484
<b>Loss before other items</b>		(674,551)	(46,893)	(894,705)	(147,196)
<b>Others income items</b>					
Impairment of mineral property	5	(234,140)	-	(234,140)	-
Interest income		38,969	-	38,969	-
<b>NET LOSS AND COMPREHENSIVE LOSS</b>					
<b>FOR THE PERIOD</b>		(869,722)	(46,893)	(1,089,876)	(147,196)
<b>NET LOSS PER SHARE – BASIC AND</b>					
<b>DILUTED</b>		(0.04)	(0.00)	(0.05)	(0.01)
<b>WEIGHTED AVERAGE NUMBER OF</b>					
<b>SHARES OUTSTANDING</b>		22,568,994	21,620,000	23,633,308	19,385,934

**YUKON METALS CORP.**  
**(formerly JKS Resources Inc.)**  
**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
For the nine months ended May 31, 2024 and 2023  
(Unaudited - Expressed in Canadian Dollars)

	Number of Shares #	Share Capital \$	Reserves \$	Deficit \$	Total \$
Balance, August 31, 2022	14,920,000	406,750	-	(192,276)	214,474
Issued during the period:					
For cash, net of issuance costs	6,500,000	650,000	-	-	650,000
Less: share issuance costs	-	(230,116)	27,526	-	(202,590)
For property (Note 5)	200,000	27,000	-	-	27,000
Net loss for the period	-	-	-	(147,196)	(147,196)
Balance, May 31, 2023	21,620,000	853,634	27,526	(339,472)	541,688
Net loss for the period	-	-	-	(93,279)	(93,279)
Balance, August 31, 2023	21,620,000	853,634	27,526	(432,751)	448,409
Issued during the period:					
For cash, net of issuance costs	41,787,155	12,536,146	2,663,211	-	15,199,357
Less: share issuance costs	-	(500,107)	-	-	(500,107)
For property (Note 5)	25,000,000	7,500,000	-	-	7,500,000
Exercise of options	550,000	78,291	(23,291)	-	55,000
Exercise of warrants	150,000	15,000	-	-	15,000
Share-based compensation	-	-	4,074	-	4,074
Net loss for the period	-	-	-	(1,089,876)	(1,089,876)
Balance, May 31, 2024	89,107,155	20,482,964	2,671,520	(1,522,627)	21,631,857

**YUKON METALS CORP.**  
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**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**  
For the nine months ended May 31, 2024 and 2023  
(Unaudited - Expressed in Canadian Dollars)

	2024	2023
	\$	\$
<b>Operating activities:</b>		
Net loss for the period	(1,089,876)	(147,196)
Items non involving cash:		
Impairment of mineral property	234,140	-
Share-based compensation	4,074	-
Changes in non-cash operating working capital items:		
Accounts receivable	(48,843)	(9,954)
Prepaid	(293,208)	(63,767)
Accounts payable and accrued liabilities	1,083,802	(19,010)
<b>Net cash used in operating activities</b>	<b>(109,911)</b>	<b>(239,927)</b>
<b>Investing activities:</b>		
Exploration and evaluation assets acquisition cost	-	(170,236)
Acquisition of Lapie Mining Inc. (Note 5)	(2,000,000)	-
<b>Net cash used in investing activities</b>	<b>(2,000,000)</b>	<b>(170,236)</b>
<b>Financing activities:</b>		
Proceeds from private placement	15,199,357	650,000
Share issue costs	(500,107)	(133,583)
Exercise of options	55,000	-
Exercise of warrants	15,000	-
<b>Net cash provided by financing activities</b>	<b>14,769,250</b>	<b>516,417</b>
Increase in cash during the period	12,659,339	106,254
Cash – beginning of the period	214,375	119,285
Cash – end of the period	12,873,714	225,539

Non-cash transactions (Note 8)

# **YUKON METALS CORP.**

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## **NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the three and nine months ended May 31, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars)

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### **1. NATURE OF OPERATIONS**

Yukon Metals Corp. (“the Company” or “YMC”) (formerly JKS Resources Inc.) was incorporated under the Business Corporations Act of British Columbia on November 9, 2020. The Company is engaged in the exploration and development of mineral properties in Canada. The Company’s head office is located at 1000 - 1055 West Hastings Street, Vancouver, BC, V6E 2E9.

On May 30, 2024, the Company acquired Lapie Mining Inc. (Note 5) from 18526 Yukon inc. for consideration of \$2,000,000 in cash and 25,000,000 common shares in the capital of the Company (the “Transaction”). Pursuant to the Transaction the Company acquired the AZ, Barite Mountain, Birch, Carter Gulch, Clea, Eva, Expo, Faro North, Fox, Gem, Ketza, Nut, Pete, Risby, Talbot claims and the Venus claims and crown grants located in the Yukon for a total land package of approximately 18,000 hectares.

On May 30, 2024, the Company completed a name change from JKS Resources Inc. to Yukon Metals Corp.

On June 3, 2024, the common shares of the Company resumed trading on the Canadian Securities Exchange (the “CSE”) under the symbol “YMC”. On June 19, 2024, the common shares of the Company commenced trading on the Frankfurt Stock Exchange under the symbol “E770”.

### **2. BASIS OF PREPARATION**

The Company’s condensed interim consolidated financial statements have been presented in conformity with International Accounting Standard (“IAS”) 34, Interim Financial Reporting. The condensed interim consolidated financial statements do not include all the information required for complete annual financial statements in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”) and therefore should be read together with the audited financial statements for the year ended August 31, 2023.

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair value. In addition, these condensed interim consolidated financial statements are prepared using the accrual basis of accounting, aside from cash flow information.

These condensed interim consolidated financial statements were approved by the Board of Directors for issue on July 23, 2024.

The Company uses the same accounting policies and methods of computation as detailed in the Company’s audited financial statements for the year ended August 31, 2023. The Company adopted a new accounting policy during the nine months ended May 31, 2024 as follows:

# YUKON METALS CORP.

(formerly JKS Resources Inc.)

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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### Principals of consolidation

The condensed interim consolidated financial statements incorporate the financial statements of the Company and its wholly-owned subsidiary. Subsidiaries are those entities controlled by the Company. Control exists when the Company is exposed to or has rights to the variable returns from the subsidiary and has the ability to affect those returns through its power over the subsidiary. Power is defined as existing rights that give the Company the ability to direct the relevant activities of the subsidiary. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control is transferred to the Company to the date control ceases. All intercompany transactions, balances, income and expenses are eliminated in full upon consolidation.

The following is a list of subsidiaries and their geographical locations as at May 31, 2024 and August 31, 2023:

<b>Subsidiary</b>	<b>Place of Incorporation</b>	<b>Beneficial Interest at May 31, 2024</b>	<b>Beneficial Interest at August 31, 2023</b>
Lapie Mining Inc.	Canada	100%	0%

### 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, revenue and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may materially differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the statement of financial position 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:

#### *Exploration and evaluation assets*

The application of the Company's accounting policy for mineral properties requires judgment in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. If, after expenditures are capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the profit or loss in the period the new information becomes available. Determination of whether an impairment has occurred requires highly subjective assumptions.



# YUKON METALS CORP.

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### *Valuation of shares issued*

The estimated fair value of shares issued to acquire properties is an estimate based on the value of the shares trading on the Canadian Securities Exchange or by reference to the price of a concurrent financing. Estimates and assumptions made may change.

### *Determination of Transaction as asset acquisition vs. business combination*

The assessment of whether an acquisition meets the definition of a business or an asset is an area of key judgment. In the acquisition of Lapie Mining Inc., judgment was required to determine if the acquisition represented a business combination or asset acquisition. More specifically, management concluded that Lapie Mining Inc. did not represent a business as the assets acquired were not an integrated set of activities with inputs, processes and outputs. Since it was concluded that the Transaction represented the acquisition of assets, there was no goodwill recognized and the transaction costs were capitalized to the assets acquired rather than expensed.

## 4. PREPAID

During the year ended August 31, 2023, the Company entered into a twelve-month investor relations agreement with Maynard Communication Inc., an arm's length party, to provide public relations, marketing and corporate and communication services for total fees of \$150,000. As at May 31, 2024, the full payment has been drawn down.

During the three months ended May 31, 2024 the Company entered into a six-month marketing agreement with Market IQ Media Group starting June 1, 2024 for content creation for \$300,000.

## 5. EXPLORATION AND EVALUATION ASSETS

### *Sowchea Property*

On January 8, 2021, as amended February 5, 2021 and November 9, 2021, the Company entered into an option agreement (the "Option Agreement") with Dorval Exploration Inc. ("Dorval"), to acquire a 100% interest in the Sowchea property (the "Sowchea Property"). The Sowchea Property is located in Fort St James in the Omineca Mining Division in the Province of British Columbia.

To fully exercise the option and acquire a 100% right, title and interest in and to the Sowchea Property, the Company was required to:

- Pay \$25,000 in cash within five business days of the execution of the Option Agreement (paid in January 2021);
- Pay \$25,000 and issue 200,000 common shares within five business days of the listing date, November 29, 2022 (paid and issued shares valued at \$27,000 in December 2022);
- Pay \$25,000, issue 500,000 common shares and incur exploration expenditures of \$150,000 on or before May 29, 2024; and
- Issue 750,000 common shares and incur exploration expenditures of \$500,000 on or before May 29, 2025.

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During the nine months ended May 31, 2024, the Company determined not to proceed with the Sowchea Property and accordingly, recorded an impairment expense of \$234,140.

### *Acquisition of Lapie Mining Inc.*

On January 12, 2024, the Company entered into a definitive purchase and sale agreement with 18526 Yukon Inc. (the "Vendor"), which was completed on May 30, 2024, pursuant to which the Company acquired all of the issued and outstanding common shares of Lapie Mining Inc. ("Lapie"), a wholly owned subsidiary of the Vendor, in exchange for \$2,000,000 cash and 25,000,000 common shares of the Company at the fair value of \$7,500,000 by reference to the price of the concurrent private placement financing.

The Vendor would retain a royalty equal to 2.5% of the net smelter returns in respect of each of the properties, subject to a right of repurchase of 0.5% of each royalty at a cost of \$1,000,000 per royalty payable in gold or cash.

Lapie owns the AZ, Barite Mountain, Birch, Carter Gulch, Clea, Eva, Expo, Faro North, Fox, Gem, Ketza, Nut, Pete, Risby and Talbot claims and the Venus claims and crown grants located in the Yukon (the "Properties").

In accordance with IFRS 3, Business Combinations, the Company was identified as the accounting acquirer and Lapie as the acquiree. Lapie was not considered to meet the definition of a business under IFRS 3, and accordingly the transaction has been accounted for as an asset acquisition. The Transaction was accounted for in accordance with IFRS 2, Share-based Payments, whereby equity instruments issued were recognized at fair value and allocated to the fair value of the net assets acquired.

The consideration paid was allocated to the net assets acquired as follows:

<b>Net assets acquired</b>	<b>\$</b>
Assets acquired	
Accounts receivable	1,959
Prepaid	10,500
Exploration and evaluation assets	9,656,351
Liabilities assumed	
Accounts payable and accrued liabilities	(73,455)
Due to related parties	(95,355)
<b>Net assets as at May 30, 2024</b>	<b>9,500,000</b>
<b>Consideration paid</b>	
Cash	2,000,000
Fair value of 25,000,000 common shares issued	7,500,000
<b>Total consideration paid</b>	<b>9,500,000</b>

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Below is a summary of the changes in the exploration and evaluation assets during the nine months ended May 31, 2024:

<b>PROPERTY</b>	<b>Opening Balance \$</b>	<b>Acquisition Costs \$</b>	<b>Impairment Expense \$</b>	<b>Ending Balance \$</b>
Sowchea	234,140	-	(234,140)	-
AZ	-	1,504,118	-	1,504,118
Barite Mountain	-	96,564	-	96,564
Birch	-	772,508	-	772,508
Carter Gulch	-	289,691	-	289,691
Clea	-	168,986	-	168,986
Eva	-	168,986	-	168,986
Expo	-	2,000,000	-	2,000,000
Faro North	-	96,564	-	96,564
Fox	-	168,986	-	168,986
Gem	-	96,564	-	96,564
Ketza ("Star-River" property)	-	2,000,000	-	2,000,000
Nut	-	772,508	-	772,508
Pete	-	289,691	-	289,691
Risby	-	168,986	-	168,986
Talbot	-	772,508	-	772,508
Venus	-	289,691	-	289,691
<b>TOTAL</b>	<b>234,140</b>	<b>9,656,351</b>	<b>(234,140)</b>	<b>9,656,351</b>

#### 6. SHARE CAPITAL

##### a) Authorized

Unlimited common shares without par value.

##### b) Issued and outstanding

As at May 31, 2024, the Company had 89,107,155 (August 31, 2023 – 21,620,000) common shares issued and outstanding.

##### c) Common share transactions

###### During the nine months ended May 31, 2024

- On May 30, 2024, the Company completed a non-brokered private placement by issuing 24,032,417 Subscription Receipts at a price of \$0.30 per Subscription Receipt for gross proceeds of \$7,209,725. Each Subscription Receipt was automatically exercised into one

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## **NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

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common share of the Company upon completion of the Company acquiring all of the issued and outstanding shares of Lapie, which holds certain mineral claims in the Yukon.

On May 30, 2024, the Company completed a non-brokered private placement by issuing 17,754,738 subscription receipts at a price of \$0.45 per subscription receipt for gross proceeds of \$7,989,632. Each unit Subscription Receipt was automatically exercised into one common share and one-half of one common share purchase warrant. Each whole warrant entitles the holder to purchase one common share at an exercise price of \$0.60 up to May 3, 2027. The Company used the residual method and measured the fair value of the common shares first and allocated the residual value to the warrants. The fair value of a share was determined to be \$0.30 and accordingly, \$2,663,211 was allocated to the warrants.

In connection with the private placements, the Company incurred finders fees of \$334,028 and other share issuance costs including legal fees and filing fees of \$166,079.

- On May 30, 2024, the Company issued 25,000,000 common shares at the fair value of \$7,500,000 to acquire Lapie (Note 5). The fair value of the shares was determined by reference to the concurrent non-brokered private placement.
- The Company issued 550,000 common shares pursuant to the exercise of 550,000 options with an exercise price of \$0.10 per share for total gross proceeds of \$55,000. The share price on the date of exercise was \$0.35. A value of \$23,291 was transferred from the reserves to share capital as a result.
- The Company issued 150,000 common shares pursuant to the exercise of 150,000 warrants with an exercise price of \$0.10 per warrant for total proceeds of \$15,000.

### **During the nine months ended May 31, 2023**

- On November 30, 2022, the Company completed its initial public offering (the "IPO") by issuing 6,500,000 common shares at a price of \$0.10 per share for total gross proceeds of \$650,000. In connection with the IPO, the Company agreed to pay the agent a cash commission equal to 10% of the proceeds and granted the agent an option to acquire 650,000 common shares of the Company at a price of \$0.10 per share until November 30, 2024. The agent's options were valued at \$27,526 using the Black-Scholes pricing model, with the following assumptions: risk-free rate of 3.86%, expected life of 2 years, expected volatility of 74.20% and expected dividends of \$nil. Volatility was estimated by using the historical volatility of other companies in the same industry during a similar period. The Company paid \$36,750 to the IPO agent as a corporate finance fee (the "Agent Finance Fee"). Including the Agent Finance Fee, the Company incurred total share issuance cost of \$200,574.

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- On December 1, 2022, the Company issued 200,000 common shares pursuant to the Sowchea Property option agreement (Note 5). The common shares were valued at the date of issuance at \$27,000 based on the trading price of the common shares on the CSE.

### d) Escrowed shares

The Company entered into an escrow agreement, whereby 2,000,000 common shares are held in escrow. The Escrow shares will be released as follows:

<u>Date of Automatic Timed Release</u>	<u>Amount of Escrow Securities Released</u>
On the date that the Company's common shares were listed on the TSX-V, November 30, 2022	10% of the escrow shares (released)
6 months after the listing date (May 29, 2023)	15% of the escrow shares
12 months after the listing date (November 30, 2023)	15% of the escrow shares
18 months after the listing date (May 29, 2024)	15% of the escrow shares
24 months after the listing date (November 30, 2024)	15% of the escrow shares
30 months after the listing date (May 29, 2025)	15% of the escrow shares
36 months after the listing date (November 30, 2025)	The remainder of the escrow shares

In connection with the acquisition of Lapie, the Company entered into another escrow agreement, resulting in 26,980,750 common shares being placed in escrow. The Escrow shares will be released as follows:

<u>Date of Automatic Timed Release</u>	<u>Amount of Escrow Securities Released</u>
On the date that the Company's common shares were listed on the TSX-V, June 3, 2024	10% of the escrow shares (released)
6 months after the listing date (December 3, 2024)	15% of the escrow shares
12 months after the listing date (June 3, 2025)	15% of the escrow shares
18 months after the listing date (December 3, 2025)	15% of the escrow shares
24 months after the listing date (June 3, 2026)	15% of the escrow shares
30 months after the listing date (December 3, 2026)	15% of the escrow shares
36 months after the listing date (June 3, 2027)	The remainder of the escrow shares

As at May 31, 2024, 25,182,675 common shares of the Company were held in escrow.

### e) Options

Pursuant to the Company's equity incentive compensation plan (the "Option Plan"), the Company may grant incentive stock options to directors, officers, employees and consultants of

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the Company or any subsidiary thereof. The total number of shares issuable pursuant to the Option Plan is up to a maximum of 10% of the issued and outstanding common shares of the Company at any given time. The exercise price of each stock option shall not be lower than the market price or such discount from the market price as may be permitted by the stock exchange on which the common shares are listed and provided that no stock option shall have a term exceeding ten years (or such longer period as is permitted by the stock exchange on which the common shares are listed). The Board of Directors determines the vesting terms of the stock options which may vary between grants.

The activity of the stock options during the nine months ended May 31, 2024 and the year ended August 31, 2023 is as follows:

	Number of options	Weighted average exercise price \$
Balance, August 31, 2022	-	-
Issued	650,000	0.10
Balance, August 31, 2023	650,000	0.10
Granted	4,700,000	0.45
Exercised	(550,000)	0.10
<b>Balance, May 31, 2024</b>	<b>4,800,000</b>	<b>0.44</b>
<b>Exercisable, May 31, 2024</b>	<b>100,000</b>	<b>0.10</b>

The weighted average share price of the date of option exercise was \$0.44.

Share-based compensation expense during the nine months ended May 31, 2024 was \$4,074 (2023 - \$nil). The share-based compensation expense of \$27,526 during the nine months ended May 31, 2023 was included in share issuance costs.

The weighted average fair value of stock options granted during the nine months ended May 31, 2024 of \$0.212 (2023 - \$0.042) was estimated using the Black-Scholes option pricing model with the following weighted average assumptions:

	2024	2023
Stock price	\$0.30	\$0.10
Exercise price	\$0.45	\$0.10
Risk-free interest rate	3.76%	3.86%
Expected life	5.0 years	2.0 years
Expected volatility	100%	74%
Expected dividends	Nil	Nil

The 4,700,000 stock options vest as to half six months from the grant date and the remaining after twelve months from the grant date.

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The following options were outstanding as at May 31, 2024:

Outstanding #	Exercisable #	Weighted average exercise price \$	Expiry date	Weighted average remaining life (in years)
100,000	100,000	0.10	November 30, 2024	0.50
4,700,000	-	0.45	May 30, 2029	5.00
<b>4,800,000</b>	<b>100,000</b>	<b>0.10</b>		<b>4.91</b>

#### f) Warrants

The activity of the warrants during the nine months ended May 31, 2024 and the year ended August 31, 2023 is as follows:

	Number of warrants	Weighted average exercise price \$
Balance, August 31, 2022 and 2023	4,650,000	0.10
Issued	8,877,369	0.60
Exercised	(150,000)	0.10
<b>Balance, May 31, 2024</b>	<b>13,377,369</b>	<b>0.43</b>

The following warrants were outstanding as at May 31, 2024:

Outstanding #	Weighted average exercise price \$	Expiry date	Weighted average remaining life (in years)
4,500,000	0.10	June 10, 2025	1.03
8,877,369	0.60	May 3, 2027	2.92
<b>13,377,369</b>	<b>0.43</b>		<b>2.29</b>

## 7. KEY MANAGEMENT COMPENSATION, RELATED PARTY TRANSACTIONS AND BALANCES

Key management personnel include persons having the authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the board of directors and corporate officers. The Company's related parties consist of key management personnel and companies owned directly or indirectly by key management personnel

# YUKON METALS CORP.

(formerly JKS Resources Inc.)

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended May 31, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars)

The Company incurred charges to directors and officers, or to companies associated with these individuals during the three and nine months ended May 31, 2024 and 2023 as follows:

	Three months ended May 31,		Nine months ended May 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Accounting fees	16,468	2,999	24,467	12,150
Consulting fees	3,000	3,000	9,000	9,520
Share-based compensation	2,862	-	2,862	-
	22,330	5,999	36,329	21,670

Accounts payable and accrued liabilities at May 31, 2024 includes \$107,103 (August 31, 2023 - \$781) due to related parties. The balances owing are non-interest bearing and due on demand. Related party transactions are conducted in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the parties.

### 8. NON-CASH TRANSACTIONS

Investing and financing activities that affect recognized assets or liabilities but that do not result in cash receipts or cash payments are excluded from the condensed interim consolidated statements of cash flows. During the nine months ended May 31, 2024, the following transactions were excluded from the condensed interim consolidated statement of cash flows:

- a) The issuance of 25,000,000 common shares at the fair value of \$7,500,000 pursuant to the Transaction (Note 5).

During the nine months ended May 31, 2023, the following transactions were excluded from the condensed interim consolidated statement of cash flows:

- a) The issuance of 200,000 common shares at the fair value of \$27,000 pursuant to a mineral property option agreement (Note 5).

### 9. SEGMENTED INFORMATION

The Company is operating in one segment being the mineral exploration and development activities. All of the Company's assets are located in Canada.