CASCADE COPPER

CASCADE COPPER CORP.

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

Six Months Ended June 30, 2023 and 2022

(Expressed in Canadian Dollars)

CASCADE COPPER CORP.
Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars - Unaudited)

As at		**June 30, 2023**		**December 31, 2022**
Assets				
Current assets				
Cash	$	521,301	$	16,689
GST and other receivables *(Note 5)*		23,789		19,065
Prepaid expenses *(Note 6)*		17,666		–
Advances to related parties *(Note 10)*		10,957		110
		573,713		35,864
Exploration and evaluation assets *(Note 4)*		708,466		593,643
Deferred financing costs *(Notes 1 and 8)*		–		73,375
Total Assets	**$**	1,282,179	$	702,882
Liabilities and Shareholders' Equity				
Current liabilities				
Accounts payable and accrued liabilities *(Note 7)*	$	35,313	$	109,278
Due to related parties *(Note 10)*		14,724		2,100
Flow-through share liability *(Note 9)*		24		1,597
		50,061		112,975
Shareholders' equity				
Share capital *(Note 8)*		1,648,961		897,737
Reserves *(Note 8)*		171,580		103,195
Deficit		(588,423)		(411,025)
Total shareholders' equity		1,232,118		589,907
Total Liabilities and Shareholders' Equity	$	1,282,179	$	702,882

Nature of Operations and Going Concern (Note 1)

On behalf of the Board of Directors:

Director (signed by) "Jeff Ackert"

Director (signed by) "Darcy Christian"

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

CASCADE COPPER CORP.
Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars - Unaudited)

	Three Months ended June 30,		Six Months ended June 30,	
	2023	**2022**	**2023**	**2022**
Expense				
Audit and accounting fees	$ 14,341	$ 13,320	$ 19,696	$ 17,320
Bank charges	67	103	135	121
Consulting fees *(Note 10)*	53,100	3,500	56,100	3,500
Legal fees	3,000	23,654	3,340	23,654
Marketing and investor relations fees *(Note 10)*	47,665	–	50,668	–
Office and administration fees	2,775	1,257	4,320	1,257
Project investigation costs	8,974	–	8,974	15,248
Transfer agent and filing fees	29,007	–	30,787	–
Travel expenses	4,967	–	6,948	–
Operating expenses	(163,896)	(41,834)	(180,968)	(61,100)
Other items				
Interest income	1,997	–	1,997	–
Recovery of flow-through share premium liability *(Note 9)*	1,108	–	1,573	–
Loss and comprehensive loss	$ (160,791)	$ (41,834)	$ (177,398)	$ (61,100)
Loss per common shares – basic and diluted	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.01)
Weighted average number of common shares outstanding – basic and diluted	23,668,244	8,170,862	20,007,264	4,108,052

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

CASCADE COPPER CORP.
Condensed Interim Statement of Changes in Shareholder's Equity
(Expressed in Canadian Dollars - Unaudited)

	Number of Shares	Share Capital	Obligation to Issue Shares	Share Reserve	Accumulated Deficit	Total
Balance at December 31, 2021	**100**	**$ 1**	**$ –**	**$ –**	**$ (168,315)**	**$ (168,314)**
Shares issued for cash	4,618,300	222,330	–	–	–	222,330
Share issuance costs	–	(20,183)	–	–	–	(20,183)
Shares issued for property acquisition	5,000,000	250,000	–	–	–	250,000
Shares issued on settlement of debt	3,988,895	172,445	–	–	–	172,445
Obligation to issue shares	–	–	40,731	–	–	40,731
Net loss for the period	–	–	–	–	(61,100)	(61,100)
Balance at June 30, 2022	13,607,295	$ 624,593	$ 40,731	$ –	$ (229,415)	$ (435,909)
Balance at December 31, 2022	**16,305,607**	**$ 897,737**	**$ –**	**$ 103,195**	**$ (411,025)**	**$ 589,907**
Units issued for cash	10,000,000	1,000,000	–	–	–	1,000,000
Share issuance costs	–	(288,776)	–	68,385	–	(220,391)
Shares issued for property acquisition	400,000	40,000	–	–	–	40,000
Net loss for the period	–	–	–	–	(177,398)	(177,398)
Balance at June 30, 2023	**26,705,607**	**$ 1,648,961**	**$ –**	**$ 171,580**	**$ (588,423)**	**$ 1,232,118**

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

CASCADE COPPER CORP.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars - Unaudited)

		For the Six Months ended June 30,		
		2023		**2022**
Cash flows provided by (used in) operating activities				
Net loss for the period	$	(177,398)	$	(61,100)
Items not involving cash:				
Recovery of flow-through share premium liability		(1,573)		–
Changes in non-cash operating working capital:				
GST and other receivables		(4,724)		(6,731)
Prepaid expenses		(17,666)		–
Advances to related parties		(10,847)		–
Accounts payable and accrued liabilities		(47,394)		70,509
Due to related parties		7,449		–
Net cash provided by (used in) operating activities		**(252,153)**		**2,678**
Cash flows used in investing activities				
Acquisition of exploration and evaluation assets		(56,219)		(139,147)
Net cash used in investing activities		**(56,219)**		**(139,147)**
Cash flows provided by financing activities				
Proceeds from share issuances		812,984		202,147
Subscription to shares		–		40,731
Deferred financing cost		–		(33,375)
Net cash provided by financing activities		**812,984**		**209,503**
Increase in cash during the period		504,612		73,034
Cash, beginning of the period		16,689		–
Cash, end of the period	**$**	**521,301**	**$**	**73,034**
Non-Cash Transactions				
Shares issued for exploration and evaluation assets	$	40,000	$	250,000

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Cascade Copper Corp. ("Cascade" or the "Company") was incorporated under the Business Corporations Act (*Alberta*) on December 1, 2020. On April 25, 2023, the Company's shares started trading on the Canadian Securities Exchange (the "CSE") under the ticker symbol "CASC". The Company's registered and records office is at Suite 1150, 707 – 7th Avenue SW, Calgary, Alberta, T2P 3H6 and operating office is at 820 – 1130 West Pender Street, Vancouver, BC, V6E 4A4.

The Company's principal business activity is the acquisition and exploration of mineral properties in the natural resource sector with the intention, if warranted, of placing them into production. The Company is focused on exploration, development and acquisition of quality exploration properties. More specifically, the Company's objective is to conduct an exploration program on its flagship Rogers Creek Property located in the Coastal Mountain Belt of British Columbia about 90 kilometres northeast of Vancouver, in the Southwest Mining Region. As at June 30, 2023, the Company has not yet achieved profitable operations and has accumulated a deficit of $588,423 (2022 **–** $411,025**)**. For the six months ended June 30, 2023 and 2022, the Company incurred $177,398 and $61,100 in net and comprehensive loss, respectively.

These unaudited condensed interim financial statements have been prepared on the assumption that the Company will continue as a going concern. The proposed business of the Company involves a high degree of risk and there is no assurance that the Company will be successful in acquiring or selling its mineral properties. The Company's ability to continue operations is not assured and is dependent upon the ability of the Company to obtain necessary financing to meet the Company's liabilities and commitments as they become due and the ability to identify and finance additional investments, generate future returns on investments, and achieve future profitable operations or obtain sufficient proceeds from the disposition of its investments. The outcome of these matters cannot be predicted at this time. The financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. These factors together raise significant doubt about the Company's ability to continue as a going concern.

These financial statements were authorized for issue by the Board of Directors of the Company on August 29, 2023.

2. BASIS OF PRESENTATION

These unaudited condensed interim financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS"), as applicable to interim financial reports including International Accounting Standards ("IAS") 34 Interim Financial Reporting.

These unaudited condensed interim financial statements have been prepared using the historical cost basis except for the revaluation of certain financial instruments to fair value. In addition, these financial statements have been prepared using accrual basis of accounting, except for cash flow information.

Furthermore, these financial statements are presented in Canadian dollars, which is the functional currency of the Company and all values are rounded to the nearest dollar.

Reclassification

Certain comparative figures have been reclassified to conform to the current period presentation. These reclassifications had no effect on the reported results of operations.

3. SIGNFICANT ACCOUNTING POLICIES

New and Revised IFRS Issued but Not Effective

The new standards or amendments are either not applicable or not expected to have a significant impact on the Company's financial statements.

4. EXPLORATION AND EVALUATION ASSETS

a) Rogers Creek Property Option Assignment

On April 22, 2022, the Company entered into a non-arm's length assignment and assumption agreement (the "Rogers Creek Agreement") with Tocvan Ventures Corp., an entity organized under the laws of the Province of Alberta ("Tocvan") and C3 Metals Inc., an entity organized under the laws of the Province of Ontario ("C3 Metals"). Based on the original agreement between Tocvan and C3 Metals dated September 29, 2021 ("P&S Agreement"), Tocvan agreed to purchase from C3 Metals 100% of the legal and beneficial ownership of all mineral interest in certain mineral claims, known as the Rogers Creek (the "Rogers Creek Property"), consisting of 23 claims totaling 21,233.88 hectares, located in the Coast Mountain Belt of British Columbia about 90 kilometers northeast of Vancouver, in the Southwest Mining division and registered with the British Columbia Ministry of Energy, Mines and Low Carbon Innovation.

Subject to the conditions and fulfillment of commitments under the Rogers Creek Agreement, Tocvan and C3 Metals agreed to assign and transfer all right, title and interest of Tocvan and C3 Metals on Rogers Creek Property to the Company. On April 30, 2022, the Company issued 5,000,000 common shares of the Company to Tocvan at a deemed issue price of $0.05 per share, for aggregate deemed consideration of $250,000, as fully paid and non-assessable capital of the Assignee. On September 30, 2022, the Company issued an additional 625,000 common shares to C3 Metals, at a deemed price of $0.12 valued at $75,000.

The Rogers Creek Agreement was considered a related party transaction under International Accounting Standard 24 *Related Party Disclosures* given that two of the Company's former directors were directors of Tocvan on the date the Rogers Creek Agreement was executed.

As of January 1, 2023, the Company allowed 13 of the peripheral non-essential and connector claims to forfeit, and during the six-month period ended June 30, 2023, an additional two isolated claims (~2,352 hectares) to the south of the Rogers Creek Property and adjacent to the optioned Fire Mountain Property were incorporated into Fire Mountain Project. As at June 30, 2023, the Rogers Creek Property consists of eight core claim holdings totaling 8,234 hectares.

b) Bendor Property Option Assignment

On May 2, 2022, the Company entered into a non-arm's length assignment and assumption agreement (the "Bendor Property Agreement") with ABC Gold Corp., ("ABC Gold") and Torr Resources Corp., ("Torr Resources"), both entities incorporated under the laws of the Province of Alberta. The Company paid ($1) one dollar to ABC Gold to assume the obligations of the ABC Gold under option agreement (the "Bendor Option Agreement") signed between Torr Resources and ABC Gold on January 8, 2021, and amended on May 2, 2022, subject to the terms and conditions set forth therein, to acquire 100% of the Torr Resources legal and beneficial ownership of all mineral interest in and to certain minerals claims known as the Bendor Property consisting of 4 claims (the "Bendor Claims") totaling 3,063.38 hectares, located in the Lillooet Mining District of southwest British Columbia and registered with the British Columbia Ministry of Energy, Mines and Low Carbon Innovation. The Company paid a total of $8,000 to acquire the Bendor Option Agreement.

Pursuant to the Bendor Property Agreement, for the Bendor Option Agreement to continue in full force, the Company was required to list all or substantially all of its outstanding common shares on a designated stock exchange by December 30, 2022 (the "Liquidity Event"). Therefore on December 15, 2022, the Company signed a second amendment to the Bendor Option Agreements with Torr Resources Corp. (the "Property Owner") to extend the Liquidity Event to May 31, 2023 (Note 8).

The Bendor Property Agreement was considered a related party transaction under International Accounting Standard 24 *Related Party Disclosures* given that a former director and officer of the Company, was also a director and officer of ABC Gold on the date the Bendor Property Agreement was executed.

(Expressed in Canadian Dollars - Unaudited)

In order to maintain the Bendor Option in force, the Company agreed to the following:

	Cash	Exploration Expenditures	Common Share
Upon completion of listing, payment to the Property Owner (1)	$ 10,000	$ –	200,000
Within 15 months of completion of listing	10,000	50,000	200,000
Within 24 months of completion of listing	10,000	50,000	100,000
Within 36 months of completion of listing	20,000	75,000	100,000
Within 48 months of completion of listing	40,000	100,000	250,000
	$ 90,000	$ 275,000	850,000

(1) The Company made an initial Bendor Option payment on April 24, 2023, upon listing of its shares on the CSE.

c) Fire Mountain Property Option Assignment

On May 2, 2022, the Company entered into a non-arm's length assignment and assumption agreement (the "Fire Mountain Agreement") with Pan Pacific Resource Investments Ltd., ("Pan Pacific") and Torr Resources, all entities incorporated under the laws of the Province of Alberta. The Company paid ($1) one dollar to Pan Pacific to assume the obligations of Pan Pacific under option agreement signed between Torr Resources and Pan Pacific (Fire Mountain Option Agreement) dated November 13, 2020, and the first amendment dated May 2, 2022, subject to the terms and conditions set forth therein, to acquire 100% of the Torr Resources' legal and beneficial ownership of all mineral interest in and to certain minerals claims known as the Fire Mountain Property consisting of 3 claims (the "Fire Mountain Claims") totaling 3,769.84 hectares, located in the New Westminster Mining District of southwest British Columbia and registered with the British Columbia Ministry of Energy, Mines and Low Carbon Innovation. The Company paid $20,000 to acquire Fire Mountain Option Agreement.

Pursuant to the Fire Mountain Property Agreement, for the Fire Mountain Option Agreement to continue in full force, the Company was required to list all or substantially all of its outstanding common shares on a designated stock exchange by December 30, 2022 (the "Liquidity Event"). Therefore on December 15, 2022, the Company signed a second amendment to the Fire Mountain Option Agreements with Torr Resources Corp. (the "Property Owner") to extend the Liquidity Event to May 31, 2023 (Note 8).

The Fire Mountain Agreement was considered a related party transaction under International Accounting Standard 24 *Related Party Disclosures* given that a former director and officer of the Company, was also a director and officer of Pan Pacific on the date the Fire Mountain Agreement was executed.

During the six-month period ended June 30, 2023, the Company incorporated two isolated claims (~2,352 hectares) initially located to the south of the Rogers Creek Property and adjacent to the Fire Mountain Property into the Fire Mountain Project. During the same period, the Company acquired through staking an additional three claims totaling 1,791 hectares, which were also added to the Fire Mountain Project. The Company paid $2,985 to acquire these claims.

As at June 30, 2023, Fire Mountain Project is comprised of eight claims totaling 7,913 hectares.

(Expressed in Canadian Dollars - Unaudited)

In order to maintain the Fire Mountain Option in force, the Company agreed to the following:

	Cash	Exploration Expenditures	Common Share
Upon completion of listing, payment to the Property Owner(2)	$ 20,000	$ –	200,000
Within 15 months of completion of listing	20,000	75,000	200,000
Within 24 months of completion of listing	25,000	100,000	100,000
Within 36 months of completion of listing	30,000	100,000	100,000
Within 48 months of completion of listing	40,000	100,000	250,000
	$ 135,000	$ 375,000	850,000

(2) The Company made an initial Fire Mountain Option payment on April 24, 2023, upon listing of its shares on the CSE.

The Company's exploration and evaluation assets consist of the following:

As at June 30, 2023	**Rogers Creek Property**	**Bendor Property**	**Fire Mountain Property**	**Total**
Acquisition costs, December 31, 2022	**$ 325,000**	**$ 8,000**	**$ 20,000**	**$ 353,000**
Additions:				
Shares	–	20,000	20,000	40,000
Cash	–	10,000	22,985	32,985
Acquisition costs, June 30, 2023	**325,000**	**38,000**	**62,985**	**425,985**
Deferred exploration costs, December 31, 2022	**132,798**	**48,558**	**59,287**	**240,643**
Additions:				
Geology management fees	29,510	2,000	7,600	39,110
43-101 report	128	–	–	128
Equipment storage	2,000	–	325	2,325
Travel expenses	110	–	–	110
Other fees	165	–	–	165
Deferred exploration costs, June 30, 2023	**164,711**	**50,558**	**67,212**	**282,481**
Total exploration and evaluation assets, June 30, 2023	**$ 489,711**	**$ 88,558**	**$ 130,197**	**$ 708,466**

(Expressed in Canadian Dollars - Unaudited)

As at December 31, 2022	**Rogers Creek Property**	**Bendor Property**	**Fire Mountain Property**	**Total**
Acquisition costs, December 31, 2021	**$ –**	**$ –**	**$ –**	**$ –**
Additions:				
Shares	325,000	–	–	325,000
Cash	–	8,000	20,000	28,000
Acquisition costs, December 31, 2022	**325,000**	**8,000**	**20,000**	**353,000**
Deferred exploration costs, December 31, 2021				
Lidar mapping	43,940	29,867	40,867	114,674
Geology management fees	36,966	10,400	7,678	55,044
Exploration administration	18,600	–	–	18,600
43-101 report	551	–	–	551
Equipment storage	5,292	866	433	6,591
Travel expenses	13,931	4,465	5,944	24,340
Field work	13,518	–	–	13,518
Other fees	–	2,960	4,365	7,325
Deferred exploration costs, December 31, 2022	**132,798**	**48,558**	**59,287**	**240,643**
Total exploration and evaluation assets, December 31, 2022	**$ 457,798**	**$ 56,558**	**$ 79,287**	**$ 593,643**

No indicators of impairment of the exploration and evaluation assets were identified by management as at June 30, 2023 and December 31, 2022.

5. RECEIVABLES

	June 30, 2023	**December 31, 2022**
GST receivable	$ 21,793	$ 19,065
Interest receivable from GIC	1,996	–
	$ 23,789	**$ 19,065**

6. PREPAID EXPENSES

	June 30, 2023	**December 31, 2022**
Transfer agent and filing fees	$ 2,583	$ –
Marketing and investor relations fees	12,083	–
Audit and accounting fees	3,000	–
	$ 17,666	**$ –**

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	June 30, 2023	**December 31, 2022**
Accounts payable	$ 27,871	$ 49,278
Accrued liabilities	7,442	60,000
	$ 35,313	**$ 109,278**

(Expressed in Canadian Dollars - Unaudited)

8. SHARE CAPITAL

a) Authorized: Unlimited number of common shares with no par value (the "Shares")
Unlimited number of preferred shares

b) Shares issued and outstanding as of June 30, 2023: 26,705,607 Shares valued at $1,648,961 (2022 – 16,305,607 Shares valued at $897,737), no preferred shares.

Shares issued during the six-month period ended June 30, 2023:

On April 24, 2023, the Company completed its Initial Public Offering (the "IPO") of 10,000,000 units at a price of $0.10 per unit. Each unit consisted of one Share and one Share purchase warrant (the "Warrant"). Each Warrant entitles the holder to acquire one Share at an exercise price of $0.15 at any time prior to October 24, 2024. In connection with the IPO, the Company paid $100,000 cash commission, and $120,391 in legal, finance, and regulatory fees, of which $73,375 were paid or accrued for as at December 31, 2022. In addition, the Company issued finders' warrants (the "Finders' Warrants") entitling the holders to acquire up to 1,000,000 Company's Shares at an exercise price of $0.10 per Share any time prior to October 24, 2024. The Finders' Warrants were valued at $68,385 using the Black Scholes Option Pricing Model with the following assumptions:

Exercise term	1.5 years
Expected dividend yield	–
Expected risk-free rate	3.73%
Expected volatility	160.69%

On April 24, 2023, the Company issued 400,000 Shares to Torr Resources Corp., the Property Owner of the Fire Mountain and the Bendor Properties pursuant to the terms of the Fire Mountain and the Bendor Option Agreements (200,000 Shares for each Property). These Shares were valued at $40,000 (Note 4).

Shares issued during the year ended December 31, 2022:

On April 15, 2022, the Company closed a private placement and issued 2,100,000 Shares at a price of $0.005 per Share for gross proceeds of $10,500. On July 19, 2022, 200,000 Shares were returned to treasury and cancelled as consideration for the Shares of $1,000 was not received.

On April 20, 2022, the Company issued 600,000 Shares at a price of $0.005 per Share for a conversion of debt to the Company's legal counsel.

On May 25, 2022, the Company closed a private placement, of which the first tranche was closed on April 25, 2022, and issued a total of 500,000 Shares at a price of $0.02 per Share for total gross proceeds of $10,000 for operating expenses.

On April 30, 2022, the Company issued 5,000,000 Shares with a fair market share price of $0.05 per share, for a total value of $250,000, to acquire Rogers Creek Property (Note 4a).

On May 3, 2022, the Company closed a private placement and issued 2,018,300 Shares at a price of $0.10 per Share for gross proceeds of $201,830. In connection with the offering, the Company paid a 10% cash finder's fee for a total of $20,183. The net proceeds of the private placement, being $181,647, were used for operating expenses.

On June 1, 2022, the Company issued 3,388,895 Shares to settle the $169,445 loan payable owing to its initial parent company, Pan Pacific, at $0.05 per Share. These Shares were then issued to shareholders of Pan Pacific, through a dividend in sum of $84,723, being 50% of the total loan the Company received from Pan Pacific.

(Expressed in Canadian Dollars - Unaudited)

On August 3, 2022, the Company closed a non-brokered private placement consisting of 2,273,312 units ("Units") for gross proceeds of $232,651 (the "Offering"). The Offering consisted of 1,766,000 flow-through units ("Flow-Through Units"), for gross proceeds of $181,920 and 507,312 non-flow-through units, for gross proceeds of $50,731 (the "Non-Flow-Through Units) (Note 6). The units were issued as follows:

1,500,000 Flow-Through Units were priced at $0.10, and comprised of one flow-through Share and one non-flow-through Share purchase warrant at an exercise price of $0.15 for a period of 24 months;

266,000 Flow-Through Units were priced at $0.12, and comprised of one flow-through Share and one non-flow-through Share purchase warrant at an exercise price of $0.15 for a period of 18 months;

507,312 Non-Flow-Through Units were priced at $0.10, and comprised of one non-flow-through Share and one non-flow-through Share purchase warrant at an exercise price of $0.15 for a period of 18 months.

In connection with the Offering, the Company paid 10% cash finders' fees totaling $16,992, and issued 166,600 finders' warrants, which consisted of 150,000 finders' warrants at an exercise price of $0.10 per finders' warrant for a period of 24 months from the closing of the Offering and 16,600 finders' warrants at an exercise price of $0.12 per finders' warrant for a period of 18 months from closing date of the Offering. The fair value of the finders' warrants was estimated to be $11,195 using Black-Scholes Option Pricing Model with following assumptions:

Exercise term	1.5 - 2 years
Expected dividend yield	–
Expected risk-free rate	3.18%
Expected volatility	137.31%-138.43%

On September 30, 2022, pursuant to the terms of the Rogers Creek Agreement, the Company issued 625,000 Shares to C3 Metals with a fair market share price of $0.12 per share, for a total value of $75,000 (Note 4a).

c) Stock options

On August 15, 2022, the Company granted incentive stock options to directors, officers and consultant of the Company to purchase an aggregate of 1,150,000 Shares at an exercise price of $0.10 per Share, pursuant to the Company's Incentive Stock Option Plan (the "Plan") dated December 1, 2020. The options vested immediately and expire on August 15, 2027. The fair value of the options granted was estimated to be $0.08 per Share option at the date of grant using Black-Scholes Option Pricing Model with following assumptions:

Exercise term	5 years
Expected dividend yield	–
Expected risk-free rate	2.75%
Expected volatility	113.65%

During the period ended June 30, 2023, the Company recorded share-based compensation expense of $Nil (June 30, 2022 – $Nil).

The following is a summary of option transactions for the periods ended June 30, 2023, and December 31, 2022:

	Six-month period ended June 30, 2023		**Year ended December 31, 2022**	
	Number of options	**Weighted average exercise price**	**Number of options**	**Weighted average exercise price**
Outstanding, beginning	1,150,000	$0.10	–	n/a
Granted	–	n/a	1,150,000	$0.10
Outstanding and exercisable, ending	1,150,000	$0.10	1,150,000	$0.10

(Expressed in Canadian Dollars - Unaudited)

The following options were outstanding and exercisable as at June 30, 2023:

Expiry date	Exercise Price	Number of options outstanding	Number of options exercisable	Weighted average contractual life (years)
August 15, 2027	$0.10	1,150,000	1,150,000	4.13

d) Warrants

d-1) Subscribers' Warrants

The following is a summary of subscribers' warrant transactions for the periods ended June 30, 2023 and December 31, 2022:

	Six-month period ended June 30, 2023		Year ended December 31, 2022	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
Outstanding, beginning	2,273,312	$0.15	–	n/a
Issued	10,000,000	$0.15	2,273,312	$0.15
Outstanding, ending	12,273,312	$0.15	2,273,312	$0.15

The following subscribers' warrants were outstanding as at June 30, 2023:

Expiry date	Exercise Price	Number of warrants exercisable	Weighted average contractual life (years)
August 3, 2024	$0.15	1,500,000	1.10
February 3, 2024	$0.15	266,000	0.60
February 3, 2024	$0.15	507,312	0.60
October 24, 2024	$0.15	10,000,000	1.32
	$0.15	12,273,312	1.25

d-2) Finders' warrants

The following is a summary of finders' warrant transactions for the periods ended June 30, 2023 and December 31, 2022:

	Six-month period ended June 30, 2023		Year ended December 31, 2022	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
Outstanding, beginning	166,600	$0.10	–	n/a
Issued	1,000,000	$0.10	166,600	$0.10
Outstanding, ending	1,166,600	$0.10	166,600	$0.10

(Expressed in Canadian Dollars - Unaudited)

The following finders' warrants were outstanding and exercisable as at June 30, 2023:

Expiry date	Exercise Price	Number of warrants exercisable	Weighted average contractual life (years)
August 3, 2024	$0.10	150,000	1.10
February 3, 2024	$0.12	16,600	0.60
October 24, 2024	$0.10	1,000,000	1.32
	$0.10	1,166,600	1.28

e) Escrowed shares

On July 21, 2022, the Company entered into an escrow agreement (the "Agreement") between the Company, TSX Trust Company and certain shareholders of the Company. Based on the Agreement, 3,625,528 Shares of the Company were placed in escrow. In the simplest case, where there are no changes to the escrow securities initially deposited and no additional securities placed in escrow, the escrowed securities shall be released in equal tranches of 15% after completion of the initial release of 10% on the date the Company's Shares are listed on a designated stock exchange.

As at June 30,2023, 3,262,975 (December 31, 2022 – 3,625,528) shares were held in escrow.

9. FLOW-THROUGH SHARE PREMIUM LIABILITY

		June 30, 2023		December 31, 2022
Balance, beginning	$	1,597	$	–
Share premium liability on flow-through shares		–		5,320
Reversal recognized upon expenditures being incurred		(1,573)		(3,723)
Balance, ending	**$**	**24**	**$**	**1,597**

On August 3, 2022, the Company closed the Offering consisting of 2,273,312 Units for gross proceeds of $232,651 (Note 8). The Offering included 1,766,000 Flow-Through Units, for gross proceeds of $181,920 of which 1,500,000 Flow-Through Units were priced at $0.10 and comprised of one flow-through Share and one non-flow-through Share purchase warrant, and 266,000 Flow-Through Units priced at $0.12, and comprised of one flow-through Share and one non-flow-through Share purchase warrant at an exercise price of $0.15 for a period of 18 months. The premium received on the Flow-Through Units issued was determined to be $5,320 and was recorded as a share capital reduction. An equivalent premium liability was recorded and is being reduced as and when the qualified exploration expenditures occur. During the six months ended June 30, 2023, the Company recorded $1,573 (June 30, 2022 - $Nil), in income that resulted from the reversal of the flow-through share premium.

10. RELATED PARTY TRANSACTIONS

Key management personnel consist of the officers and directors of the Company and companies owned or controlled by the officers and directors of the Company. During the six months ended June 30, 2023 and 2022, the remuneration of directors and key management personnel was a follows:

Description		June 30, 2023		June 30, 2022
Consulting fees	$	38,100	$	–
Exploration-related expenses		29,600		21,678
Marketing and investor relations		4,000		–
	$	**71,700**	$	**21,678**

During the six months ended June 30, 2023, the Company incurred $12,000 in consulting fees to a company controlled by the CEO (June 30, 2022 – $Nil) and as of June 30, 2023, $3,433 was owed and due to the related party (December

31, 2022 – $Nil). In addition, as of June 30, 2023, $110 was advanced to the CEO for reimbursable expenses (December 31, 2022 – $110).

During the six months ended June 30, 2023, an entity controlled by a director of the Company, charged $29,600 (June 30, 2022 – $21,678) in geo-consulting fees for exploration-related expenditures including project investigation activities and $4,000 in marketing and investor relation fees (June 30, 2022 – $Nil). As of June 30, 2023, an aggregate of $9,944 was owing to the related party (December 31, 2022 – $Nil). In addition, as of June 30, 2023, the Company had advanced $10,847 to the entity controlled by a director of the Company for future exploration and evaluation expenditures (December 31, 2022 – $Nil).

During the six months ended June 30, 2023, the Company incurred $6,000 (June 30, 2022 – $Nil) in consulting fees with its CFO. As of June 30, 2023, an aggregate of $1,347 (December 31, 2022 – $2,100) was due to the CFO.

During the six months ended June 30, 2023, the Company incurred $20,100 (June 30, 2022 – $Nil) in consulting fees to a company controlled by a director. As of June 30, 2023, $Nil was owed to the related party (December 31, 2022 – $Nil).

All related party transactions were entered into in the normal course of business and are recorded at the exchange amount established and agreed to between the related parties. The term of due to related parties, is unsecured, non-interest bearing and due on demand.

11. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral property interests. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company considers capital to consist of shareholder's equity.

The properties in which the Company currently has interest in are in the exploration stage; as such the Company will rely on the equity markets to fund its activities. The Company will continue to assess new properties and seek to acquire interest in additional properties if it feels there is sufficient economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

12. FINANCIAL INSTRUMENTS

There were no changes in the Company's approach to capital management during the six months ended June 30, 2023 and the year ended December 31, 2022.

(a) Fair value

The fair values of the Company's cash, deferred financing costs, due to related parties, and accounts payable and accrued liabilities approximate their carrying values due to their short-term nature.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2 – inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – inputs that are not based on observable market data.

(Expressed in Canadian Dollars - Unaudited)

The Company has classified its cash as measured at fair value in the statement of financial position, using level 1 inputs.

Categories of financial instruments

As at:		**June 30, 2023**		**December 31, 2022**
Financial assets:				
FVTPL				
Cash	$	521,301	$	16,689
Financial liabilities:				
Amortized cost				
Accounts payable and accrued liabilities	$	35,313	$	109,278
Due to related parties	$	14,724	$	2,100

Accounts payable and accrued liabilities as well as due to related parties approximate their fair value due to the short-term nature of these instruments.

The Company is exposed to varying degrees to a variety of financial instrument related risks. The Board approves and monitors the risk management processes, inclusive of counterparty limits, controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

(b) Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at June 30, 2023, the Company had cash of $521,301 (December 31, 2022 – $16,689) and current assets of $573,713 (December 31, 2022 – $35,864) to settle the total current liabilities of $50,061 (December 31, 2022 – $112,975). As at June 30, 2023, the total working capital surplus of the Company was $523,652 (December 31, 2023 – $77,111 deficit).

The Company believes that these sources will not be sufficient to cover the expected short and long-term cash requirements, and therefore will continue to raise additional funding through private placements, and/or through related-party loans and advances.

(c) Credit risk

Credit risk is the risk of a loss if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk is limited to its cash, term deposits, and GST receivable. The Company limits its exposure to credit risk by holding its cash and term deposits with high credit quality Canadian financial institutions.

(d) Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. Management does not believe that the Company is exposed to any material market risk.