BLAST RESOURCES INC.

Condensed Interim Financial Statements

Six months ended July 31, 2023 and 2022
(Unaudited)

Expressed in Canadian Dollars

BLAST RESOURCES INC.

Unaudited Condensed Interim Financial Statements
For the six months ended July 31, 2023 and 2022

Notice of No Auditor Review of Interim Condensed Financial Statements

The accompanying unaudited condensed interim financial statements have been prepared by management and approved by the Audit Committee.

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

BLAST RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited)

	Note		**July 31, 2023**		January 31, 2023
ASSETS					
Current assets					
Cash		**$**	**267,693**	$	122,693
GST receivable			**6,280**		941
Prepaid			**17,046**		-
			291,019		123,634
Exploration & evaluation assets	3		**-**		-
Total assets		**$**	**291,019**	$	123,634
LIABILITIES					
Current liabilities					
Accounts payable and accrued liabilities	4	**$**	**26,306**	$	68,745
Total liabilities			**26,306**		68,745
SHAREHOLDERS' EQUITY (DEFICIT)					
Share capital	5		**146,150**		146,150
Special warrants subscriptions received	6		**320,926**		-
Deficit			**(202,363)**		(91,261)
Total shareholders' equity (deficit)			**264,713**		54,889
Total liabilities and shareholders' equity		**$**	**291,019**	$	123,634

Nature of operations and continuance of business (Note 1)
Subsequent events (Note 11)

BLAST RESOURCES INC.

CONDENSED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited)

	Note	**Three months ended July 31, 2023**	Three months ended July 31, 2022	**Six months ended July 31, 2023**	Six months ended July 31, 2022
Expenses					
Bank service charges		**$ 67**	$ 45	**$ 307**	$ 135
Consulting fees	4	**-**	9,000	**-**	18,000
Filing fees		**6,028**	-	**6,028**	
General exploration costs		**-**	-	**712**	-
Office and general expenses		**789**	74	**789**	74
Professional fees		**43,068**	2,648	**103,266**	2,648
Total expenses		**49,952**	11,767	**111,102**	20,857
Net loss and comprehensive loss for the year		**$ (49,952)**	$ (11,767)	**$ (111,102)**	$ (20,857)
Loss per common share, basic and diluted		**(0.01)**	(0.01)	**(0.01)**	(0.01)
Weighted average common shares outstanding		**9,925,000**	2,000,001	**9,925,000**	2,000,001

(The accompanying notes are an integral part of these financial statements)

BLAST RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited)

	Share capital		Special warrants subscriptions received	Deficit	Total shareholders' equity (deficit)
	Number of shares	Amount			
Balance, January 31, 2022	1	$ -	$ -	$ (556)	$ (556)
Issuance of shares for cash	2,000,000	10,000	-	-	10,000
Net loss for the period	-	-	-	(20,857)	(20,857)
Balance, July 31, 2022	2,000,001	$ 10,000	$ -	$ (21,413)	$ (11,413)
Balance, January 31, 2023	9,925,000	$ 146,150	$ -	$ (91,261)	$ 54,889
Special warrants (note 6)	-	-	351,186	-	351,186
Special warrants issuance cost	-	-	(30,260)	-	(30,260)
Net loss for the period	-	-	-	(111,102)	(111,102)
Balance, July 31, 2023	9,925,000	$ 146,150	$ 320,926	$ (202,363)	$ 264,713

BLAST RESOURCES INC.

CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(EXPRESSED IN CANADIAN DOLLARS)
(EXPRESSED IN CANADIAN DOLLARS)

	Note	Six months ended July 31 2023	2022
Operating activities			
Net loss for the period		**$ (111,102)**	$ (20,857)
Changes in non-cash operating working capital:			
GST Receivable		**(5,339)**	-
Prepaids		**(17,046)**	-
Accounts payable and accrued liabilities		**(24,364)**	15,649
Related parties	4	**(18,075)**	215
Net cash used in operating activities		**(175,926)**	**(4,993)**
Financing activities			
Share issuance		**-**	10,000
Special warrants subscriptions received	6	**351,186**	-
Special warrants issuance costs	6	**(30,260)**	-
Net cash provided by financing activities		**320,926**	10,000
Change in cash		**145,000**	5,007
Cash, beginning of period		**122,693**	(53)
Cash, end of period		**$ 267,693**	$ 4,954

(The accompanying notes are an integral part of these financial statements)

1. Nature of Operations and Continuance of Business

Blast Resources Inc. (the "Company") was incorporated under the laws of British Columbia, Canada, on June 22, 2021. The Company's head office address is located at Suite 380, 580 Hornby Street, Vancouver, BC, V6C 3B6.

The Company is an exploration stage company and is engaged principally in the acquisition and exploration of mineral properties. The recovery of the Company's investment in its exploration and evaluation assets is dependent upon the future discovery, development, and sale of minerals, ability to raise sufficient capital to finance these activities, and/or upon the sale of these properties.

The Company is listed on the Canadian Securities Exchange ("CSE") under the symbol BLST. Trading of the common shares commenced on September 18, 2023 ("Listing Date").

These condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. During the period ended July 31, 2023, the Company has no revenues and had negative cash flow from operations. As at July 31, 2023, the Company had an accumulated deficit of $202,363. Accordingly, the ability of the Company to realize the carrying value of its assets and continue operations as a going concern is dependent upon its ability to raise additional equity to fund ongoing costs of operations, obtain a joint venture partner, or have sale agreements for one or more properties. There is no assurance that the Company will be able to continue to raise funds, in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the statement of financial position. These financial statements do not include adjustments relating to the recovery of assets and classification of assets and liabilities that may arise should the Company be unable to continue operations as a going concern.

2. Basis of Preparation

(a) Statement of Compliance

These condensed interim financial statements for the six months ended July 31, 2023 have been prepared in accordance with International Financial Reporting Standards 34, "*Interim Financial Reporting"* ("IAS 34") as issued by the International Accounting Standards Board ("IASB") using accounting policies consistent with International Financial Reporting Standards "("IFRS"). Certain information and note disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

The unaudited condensed interim financial statements should be read in conjunction with the audited annual financial statements for the year ended January 31, 2023, using the same accounting policies and methods.

2. **Basis of Preparation** (continued)

(b) Use of Estimates and Judgments

Estimates

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

Significant Judgments

The critical judgments that the Company's management has made in the process of applying the Company's accounting policies that have the most significant effect on the amounts recognized in the Company's financial statements are as follows:

Going concern

The assessment of whether the going concern assumption is appropriate requires management to consider all available information about the future, which is at least, but is not limited to, 12 months from the end of the reporting period. The Company is aware that material uncertainties related to events or conditions may cast significant doubt upon the Company's ability to continue as a going concern.

(c) New Accounting Standards and Interpretations

A number of new standards, and amendments to standards and interpretations, are not yet effective for the period ended July 31, 2023 or subsequent, and have not been early adopted in preparing these condensed interim financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

3. **Exploration and Evaluation Assets**

Although the Company has taken steps to verify title to resource properties in which it has an interest, in accordance with industry norms for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

On December 31, 2022, the Company entered into an option agreement with Western Cobalt LLC ("Western") whereby the Company has the right to acquire a 100% interest in the mineral claims known as the Vernon Hills Project (the "Property"), located in Tooele Country, Utah, USA.

To earn this interest, the Company is to make a cash payment of US$50,000, issue a total of 1,000,000 common shares, and incur exploration expenditures of $100,000 on the Property as follows:

3. Exploration and Evaluation Assets (continued)

Cash consideration to be paid:

- US$50,000 to be paid within 15 business days of the Company becoming listed on the CSE (the "Listing Date").

Common shares to be issued:

- 100,000 shares within 15 business days of the Listing Date;
- a further 400,000 shares on or before the first anniversary of the Listing Date; and
- a further 500,000 shares on or before the second anniversary of the Listing Date.

Exploration expenditures to be incurred:

- $100,000 on or before the first anniversary of the Listing Date.

The Company is also responsible for maintaining the claims comprising the Property in good standing.

4. Related Party Transactions

(a) As at July 31, 2023 the amount of $nil (January 31, 2023 - $22,715) was owed to a former director of the Company which is included in accounts payable and accrued liabilities. During the six months ended July 31, 2023, the Company incurred consulting fees of $nil (2022 - $9,000) to this former director.

(b) As at July 31, 2023, 2023 the amount of $4,762 (January 31, 2023 - $122) was owed to the CFO for advances made on behalf of the Company, which is included in accounts payable and accrued liabilities.

5. Share Capital

Authorized: Unlimited common shares without par value

Share transactions during the period ended July 31, 2023:

The Company issued 3,511,866 common shares to $0.10 each pursuant to the conversion of the Special Warrants. See Note 6.

Share transactions during the year ended January 31, 2023:

(a) On February 18, 2022, the Company issued 2,000,000 common shares at $0.005 per share for proceeds of $10,000.

(b) On September 14, 2022, the Company repurchased 1,150,001 common shares for proceeds of $5,750.

(c) On October 12, 2022, the Company issued 1,150,000 units at $0.005 per share for proceeds of $5,750.

(d) On December 8, 2022, the Company issued 7,925,000 units at $0.02 per unit for proceeds of $158,500. Each unit consisted of one common share and one transferable share purchase warrant exercisable at $0.10 per common share expiring on the earlier of: December 8, 2026 and the third anniversary of the Listing Date. The Company incurred share issuance costs of $22,351 in connection with this private placement. On May 8, 2023, the Company cancelled 50% of the share purchase warrants.

(Expressed in Canadian Dollars)

6. Special Warrants

As at July 31, 2023, the Company has received total proceeds of $351,187, for special warrants issued at $0.10 per warrant. Each special warrant is exercisable into one common share of the Company for no additional consideration. Refer to Note 11. In connection with this private placement, the Company incurred share issuance costs of $30,260.

7. Share Purchase Warrants

The following table summarizes the continuity of share purchase warrants:

	Number of warrants	Weighted average exercise price $
Balance, January 31, 2022	–	–
Issued	7,925,000	0.10
Cancelled	(3,962,500)	0.10
Balance, July 31, 2023	3,962,500	0.10

As at July 31, 2023, the Company had 3,962,500 share purchase warrants exercisable at $0.10 per common share expiring on the earlier of: December 8, 2026 and the third anniversary of the Listing Date.

8. Segmented Information

The Company operates in one industry and geographic segment, the mineral resource industry, with all current exploration activities conducted in the United States.

9. Financial Instruments and Risk Management

Fair Values

Fair value measurements are classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - valuation techniques based on 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 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair values of financial instruments, which includes cash, accounts payable, and accrued liabilities, approximate their carrying values due to the relatively short-term maturity of these instruments.

(Expressed in Canadian Dollars)

9. Financial Instruments and Risk Management (continued)

Credit Risk

Credit risk is the risk of potential loss to the Company if a counter party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits the exposure to credit risk by only investing its cash with high-credit quality financial institutions. The carrying amount of these financial assets represents the maximum credit exposure.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk as it does not have any liabilities with variable rates.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company currently settles its financial obligations out of cash. The ability to do this relies on

the Company raising debt or equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

The following amounts are the contractual maturities of financial liabilities as of July 31, 2023 and January 31, 2023:

July 31, 2023	Total $	Within year $	Within 2-5 years $
Accounts payable and accrued liabilities	26,306	26,306	–

January 31, 2023	Total $	Within 1 year $	Within 2-5 years $
Accounts payable and accrued liabilities	68,745	68,745	–

Foreign Exchange Rate Risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company is not exposed to significant foreign exchange rate risk.

Price Risk

The Company's ability to raise capital to fund exploration activities is subject to risks associated with fluctuations in the market price of mineral resources. The Company closely monitors commodity prices to determine the appropriate course of actions to be taken.

10. Capital Management

The Company considers items included in shareholders' equity as 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 development of its mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages the capital structure and adjusts 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, issue new debt, acquire or dispose of assets or adjust the amount of cash.

To facilitate the management of its capital requirements, the Company prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions.

The Company is not subject to externally imposed capital requirements and the Company's overall strategy with respect to capital risk management remains unchanged from the year ended January 31, 2023.

11. Subsequent Events

(a) On May 5, 2023, the Company issued 3,511,866 special warrants at $0.10 per warrant for gross proceeds of $351,187. Each special warrant was exercisable into one common share of the Company for no additional consideration.

(b) The Company began trading on the CSE on September 18, 2023.