Greenridge Exploration Inc.

Financial Statements

For the Year Ended August 31, 2024 and
the Period from the Date of Incorporation on December 19, 2022 to August 31, 2023

(Expressed in Canadian Dollars)

DeVISSER GRAY LLP
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Independent Auditor's Report

To the Shareholders of Greenridge Exploration Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Greenridge Exploration Inc. (the "Company"), which comprise the statement of financial position as at August 31, 2024, and the statements of loss and comprehensive loss, changes in shareholders' equity and cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects the financial position of the Company as at August 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards ("IFRS").

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of the Company for the period ended August 31, 2023 were audited by another auditor who expressed an unqualified opinion on those statements on October 6, 2023.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial statements, which indicates that the Company has not generated any revenues from operations, has incurred losses since inception and has a deficit of $2,864,634 as at August 31, 2024. These matters, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there is the following key audit matter to communicate in our auditor's report:

Key audit matter:	**How our audit addressed the key audit matter:**
Assessment of impairment indicators of Exploration and evaluation assets.	Our approach to addressing the matter included the following procedures, among others:
Refer to note 3 – Significant estimates and judgments, estimates; note 3 – Material accounting policy information: Exploration and evaluation assets; and note 6 – Exploration and evaluation assets Management assesses at each reporting period whether there is an indication that the carrying value of exploration and evaluation assets may not be	Evaluated the reasonableness of management's assessment of impairment indicators, which included the following: • Assessed the Company's market capitalization in comparison to the Company's net assets, which may be an indication of impairment.

recoverable. Management applies significant judgement in assessing whether indicators of impairment exist that necessitate impairment testing. Internal and external factors, such as (i) a significant decline in the market value of the Company’s share price; (ii) changes in the Company’s assessment of whether commercially viable quantities of mineral resources exist within the properties; and (iii) changes in metal prices, capital and operating costs, are evaluated by management in determining whether there are any indicators of impairment. We considered this a key audit matter due to (i) the significance of the exploration and evaluation asset balance and (ii) the significant audit effort and subjectivity in applying audit procedures to assess the factors evaluated by management in its assessment of impairment indicators, which required significant management judgement.	• Assessed the completeness of the factors that could be considered indicators of impairment, including consideration of evidence obtained in other areas of the audit. • Confirmed that the Company’s right to explore the properties had not expired. • Obtained management’s written representations regarding the Company’s future plans for the exploration and evaluation assets. • Assessed the reasonability of the Company’s financial statement disclosure regarding their exploration and evaluation assets.

Other Information

Management is responsible for the other information. The other information comprises the information included in “Management’s Discussion and Analysis”, but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information, and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audits or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company’s financial reporting process.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is William Nichols.

De Visser Gray LLP

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, BC, Canada
December 26, 2024

Greenridge Exploration Inc.
Statements of Financial Position
(Expressed in Canadian Dollars)

	Note	As at August 31, 2024	As at August 31, 2023
		$	$
Assets			
Current assets			
Cash and cash equivalents	4	1,790,055	654,236
Total current assets		**1,790,055**	**654,236**
Deposits	5	5,000	-
Exploration and evaluation assets	6	4,346,514	29,127
Total Assets		**6,141,569**	**683,363**
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		1,095,209	12,368
Due to related parties	8	33,600	11,105
Total liabilities		**1,128,809**	**23,473**
Shareholders' Equity			
Share capital	7	6,796,742	395,165
Reserves	7	1,074,734	-
Shares to be issued	7	5,918	-
Subscriptions received in advance	7	-	279,300
Deficit		(2,864,634)	(14,575)
Total Shareholders' Equity		**5,012,760**	**659,890**
Total Liabilities and Shareholders' Equity		**6,141,569**	**683,363**

Nature of Operations and Going Concern (Note 1)
Subsequent Events (Note 12)

These financial statements were approved and authorized for issuance on behalf of the Board of Directors on December 26, 2024.

"Mike Parmar"
Mike Parmar, Director

"Amanuel Bein"
Amanuel Bein, Director

Greenridge Exploration Inc.
Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars, except number of shares)

	Note	For the year ended August 31, 2024	For the period from the date of incorporation on December 19, 2022 to August 31, 2023
		$	**$**
Operating expenses			
Consulting fees	8	197,925	-
Filing fees		72,946	-
Marketing and promotion		1,471,367	-
Office expenses		905	200
Professional fees	8	317,028	17,368
Share-based compensation	7,8	785,560	-
Transfer agent fees		10,370	-
Total expenses		**2,856,101**	**17,568**
Interest income		14,123	2,993
Exchange loss		(8,081)	-
Net loss and comprehensive loss		**(2,850,059)**	**(14,575)**
Loss per common share – basic and diluted		**(0.12)**	**(0.00)**
Weighted average number of common shares		**23,585,712**	**15,497,736**

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

Greenridge Exploration Inc.
Statements of Changes in Shareholders' Equity
(Expressed in Canadian dollars, except number of shares)

	Share Capital (Note 7)		Reserves (Note 7)				
	Number	**Amount**	**Share-based Compensation Reserve**	**Warrant Reserve**	**Subscriptions Received**	**Deficit**	**Total Shareholders' Equity**
	#	$	$	$	$	$	$
Balance, December 19, 2022 (Date of Incorporation)	1	-	-	-	-	-	**-**
Shares issued for private placement	15,497,735	407,410	-	-	-	-	**407,410**
Shares issuance costs	-	(12,245)	-	-	-	-	**(12,245)**
Subscriptions received for special warrants	-	-	-	-	279,300	-	**279,300**
Net loss for the period	-	-	-	-	-	(14,575)	**(14,575)**
Balance, August 31, 2023	**15,497,736**	**395,165**	**-**	**-**	**279,300**	**(14,575)**	**659,890**
Shares issued for private placement	10,064,904	4,251,168	-	85	-	-	**4,251,253**
Shares issuance costs	-	(538,773)	-	289,089	-	-	**(249,684)**
Shares issued on conversion of special warrants	2,793,005	279,300	-	-	(279,300)	-	**-**
Shares issued for exploration and evaluation assets	2,550,000	1,826,500	-	-	-	-	**1,826,500**
Shares issued on exercise of warrants	1,998,135	469,127	-	-	-	-	**469,127**
Shares issued on exercise of options	162,500	114,255	-	-	-	-	**114,255**
Shares to be issued	-	-	-	-	5,918	-	**5,918**
Share-based compensation	-	-	785,560	-	-	-	**785,560**
Net loss for the year	-	-	-	-	-	(2,850,059)	**(2,850,059)**
Balance, August 31, 2024	**33,066,280**	**6,796,742**	**785,560**	**289,174**	**5,918**	**(2,864,634)**	**5,012,760**

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

Greenridge Exploration Inc.
Statements of Cash Flows
(Expressed in Canadian dollars, except number of shares)

	For the year ended August 31, 2024	For the period from incorporation on December 19, 2022 to August 31, 2023
	$	$
Operating activities		
Net loss for the period	(2,850,059)	(14,575)
Item not involving cash:		
Share-based compensation	785,560	-
Changes in working capital related to operating activities:		
Accounts payable and accrued liabilities	1,082,841	12,368
Due to related parties	22,495	11,105
Deposits	(5,000)	-
Cash used for operating activities	**(964,163)**	**(8,898)**
Investing activity		
Exploration and evaluation expenditures	(2,490,887)	(29,127)
Cash used in investing activity	**(2,490,887)**	**(29,127)**
Financing activities		
Proceeds from private placement	4,251,253	407,410
Share issuance costs	(249,684)	(12,245)
Subscriptions received for special warrants	-	279,300
Proceeds from warrants exercised	469,127	-
Proceeds from options exercised	114,255	-
Proceeds from shares to be issued	5,918	-
Cash provided by financing activities	**4,590,869**	**674,465**
Change in cash	**1,135,819**	**654,236**
Cash and cash equivalents, beginning of year/period	654,236	-
Cash and cash equivalents, end of year/period	**1,790,055**	**654,236**
Supplemental cash flows information:		
Cash received for interest	**14,123**	**1,088**
Exploration and evaluation costs in accounts payable	**978,943**	**-**

1. Nature of Operations and Going Concern

Greenridge Exploration Inc. (the "Company") was incorporated in the Province of British Columbia on December 19, 2022. The Company changed its name from 1392210 B.C. Ltd. to Greenridge Exploration Inc. on April 28, 2023. The Company's principal business activities include the acquisition and exploration of mineral property assets in Canada. The Company's head office is at 250 – 997 Seymour Street, Vancouver, BC and registered & records office is at Suite 6th Floor, 905 West Pender Street, Vancouver, BC.

On October 10, 2023, the Company filed a preliminary prospectus with the securities regulatory authorities in the provinces of Alberta, British Columbia and Ontario, to qualify the distribution of 2,793,005 common shares upon the exercise of 2,793,005 issued and outstanding special warrants, without payment, and list its issued and outstanding common shares on the Canadian Securities Exchange. On December 4, 2023, the Company filed a final prospectus.

On December 11, 2023, the Company's common shares were approved for listing on the Canadian Securities Exchange and began trading on December 13, 2023 under the ticker ("GXP").

On January 12, 2024, the Company's common shares began trading on the Frankfurt Stock Exchange under the ticker ("HW3").

These financial statements have been prepared on the 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. Should the Company be unable to continue as a going concern, it may be unable to realize the carrying value of its assets and to meet its liabilities as they become due. As at August 31, 2024, the Company has not generated any revenues from operations, has incurred losses since inception and has an accumulated deficit of $2,864,634 (August 31, 2023 - $14,575). The Company expects to incur further losses in the development of its business. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The continued operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing. Management is of the opinion that sufficient working capital will be obtained from external financing to meet the Company's liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These financial statements do not reflect any adjustments to the carrying values of assets and liabilities, the reported expenses, and the balance sheet classifications used that may be necessary if the Company is unable to continue as a going concern.

2. Basis of Preparation

(a) Statement of Compliance

The financial statements of the Company have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee effective for the year ended August 31, 2024.

These financial statements were approved by the Board of Directors and authorized for issue on December 26, 2024.

(b) Basis of Preparation

These financial statements have been prepared on a historical cost basis except for those financial instruments which have been classified at fair value through profit or loss ("FVTPL").

2. Basis of Preparation (continued)

(c) Functional and Presentation Currency

The financial statements are presented in Canadian dollars, which is also the functional currency, unless otherwise noted. The functional currency is the currency of the primary economic environment in which an entity operates. The policies set out below were consistently applied to all periods presented unless otherwise noted.

3. Material Accounting Policy Information

(a) Significant Estimates and Judgments

Apart from making estimates and assumptions as described below, the Company's management makes judgments in the process of applying its accounting policies that have a significant effect on the amounts recognized in the Company's financial statements. The significant judgments that the Company's management has made in the process of applying the Company's accounting policies, apart from those involving estimation uncertainties, that have the most significant effect include, but are not limited to:

The indicators of impairment of exploration and evaluation assets

Assets or cash generating units ("CGUs") are evaluated at each reporting date to determine whether there are any indications of impairment. The Company considers both internal and external sources of information when making the assessment of whether there are indications of impairment for the Company's exploration and evaluation assets.

Significant judgment is required when determining whether facts and circumstances suggest that the carrying amount of exploration and evaluation assets may exceed its recoverable amount. The retention of regulatory permits and licenses; the Company's ability to obtain financing for exploration and development activities and its future plans on the exploration and evaluation assets; current and future metal prices; and market sentiment are all factors considered by the Company.

The assessment of the Company's ability to continue as a going concern

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its operating expenditures, meet its liabilities for the subsequent year, and to fund planned contractual exploration programs, involves significant judgement based on historical experiences and other factors including expectation of future events that are believed to be reasonable under the circumstances.

Management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of expenses during the reporting period. Significant areas requiring the use of management estimates include:

The inputs used in the Black-Scholes option pricing model to calculate the fair value of options granted and vested in the period.

While management believes that these estimates are reasonable, actual results could differ from those estimates and could impact future results of operations and cash flows.

3. Material Accounting Policy Information (continued)

(b) Financial Instruments

The following is the Company's accounting policy for financial instruments:

(i) Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

(i) Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of operations and comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of operations and comprehensive loss in the period in which they arise.

Debt investments at FVTOCI

These assets are initially and subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in other comprehensive income ("OCI"). On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Equity investments at FVTOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

3. Material Accounting Policy Information (continued)

(b) Financial Instruments (continued)

(iii) Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the statements of comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

(iv) Derecognition

Financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity.

Financial liabilities

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognizes a financial liability when the terms of the liability are modified such that the terms and / or cash flows of the modified instrument are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

Gains and losses on derecognition are generally recognized in profit or loss.

(c) Exploration and Evaluation Assets

The Company is in the exploration stage with respect to its investment in mineral interests. Accordingly, once a license to explore an area has been secured, the Company follows the practice of capitalizing all costs relating to the acquisition of, exploration for and development of exploration and evaluation assets. Such costs, include, but are not limited to, geological and geophysical studies, exploratory drilling and sampling.

When commercial production commences, these costs will be charged to operations on a unit-of-production method based on proven and probable resources. The aggregate costs, related to abandoned exploration and evaluation assets are charged to operations at the time of any abandonment or when it has been determined that there is evidence of a permanent impairment.

Recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively, the sale of all or a portion of the property interests.

3. Material Accounting Policy Information (continued)

(d) Share Capital

Common shares are classified as equity. Transaction costs directly attributable to the issue of common shares and stock options are recognized as a deduction from equity, net of any tax effects. The proceeds from the issue of units are allocated between common shares and share purchase warrants based on the residual value method. The fair value of common shares is based on the market closing price on the date the units are issued. Equity instruments issued to agents as financing costs are measured at their fair value at the date of grant. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Proceeds from the issuance of units are allocated between common shares, common share purchase warrants and flow through liability based on the residual value method. Under this method, the proceeds are allocated to common shares based on the fair value of a common share at the issuance date of the unit offering then common share purchase warrants and any residual remaining is allocated to flow through premium. Any fair value attributed to the warrants is recorded as reserves.

(e) Share Based Payments

The fair value of stock options is measured on the date of grant, using the Black-Scholes option pricing model, and is recognized over the vesting period. Consideration paid for the shares on the exercise of stock options is credited to share capital.

In situations where equity instruments are issued to non-employees and some or all of the goods or services received by the entity as consideration cannot be specifically identified, they are measured at the fair value of the share-based payment. Otherwise, share-based payments are measured at the fair value of goods or services received.

(f) Income Taxes

Current income tax

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date, in the countries where the Company operates and generates taxable income. Current income tax relating to items recognized directly in other comprehensive income or equity is recognized in other comprehensive income or equity and not in profit or loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred income tax

Deferred income tax is provided using the asset and liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. The carrying amount of deferred income tax assets is reviewed at the end of each reporting period and recognized only to the extent that it is probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred income tax assets and deferred income tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred income taxes relate to the same taxable entity and the same taxation authority.

(Expressed in Canadian dollars, except number of shares)

3. Material Accounting Policy Information (continued)

(g) Loss Per Share

Basic loss per share is computed by dividing net loss attributable to common shareholders by the weighted average number of shares outstanding in the period. Diluted loss per share is calculated by the treasury stock method. Under the treasury stock method, the weighted average number of common shares outstanding for the calculation of diluted loss per share assumes that the proceeds to be received on the exercise of dilutive share options and warrants are used to repurchase common shares at the average market price during the period. The calculation of diluted loss per share excludes the effects of conversion or exercise of options and warrants if they would be anti-dilutive.

(h) Accounting standards issued but not yet effective

New and amended IFRS standards that are effective for the current year/period.

IAS 1 - Presentation of Financial Statements Effective January 1, 2023, the Company adopted Amendments to IAS 1 Presentation of Financial Statements related to the disclosure of accounting policies. These amendments require entities to disclose their material accounting policy information rather than significant accounting policy information. The amendments provide guidance on how an entity can identify material accounting policy information and clarify that information may be material because of its nature, even if the related amounts are immaterial. The adoption of these amendments did not have a significant impact on the disclosure of material accounting policies in these financial statements.

4. Cash and cash equivalents

As at August 31, 2024, the Company had cash of $840,055 (August 31, 2023 - $654,236) and $950,000 in term deposits (August 31, 2023 - $Nil). The term deposits are redeemable on demand, have a maturity date of March 19, 2025, and bear interest of a variable rate equal to the bank's prime rate less a spread of 2.95% per annum. The interest rate as of August 31, 2024 is 3.75% per annum, and interest income is calculated and paid at maturity or withdrawal prior to maturity. Interest income paid on term deposits during the year ended August 31, 2024 was $14,123 (2023 - $Nil).

5. Deposits

A summary of the Company's Deposits is as follows:

Deposits	**August 31, 2024**	**August 31, 2023**
Marketing agency for services	$ 5,000	$ -
Total	**$ 5,000**	**$ -**

6. Exploration and Evaluation Assets

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many exploration and evaluation assets. The Company has investigated title to all of its exploration and evaluation assets, and to the best of its knowledge, all of its properties are in good standing.

6. Exploration and Evaluation Assets (continued)

Weyman Property

On March 23, 2023, the Company entered into a property option agreement ("Weyman Option Agreement") to acquire the right to earn up to 100% interest in and to seven contiguous mineral claims located in British Columbia known as the Weyman Property. Pursuant to the Weyman Option Agreement, the Company must satisfy the following:

(a) Paying an aggregate of $100,000 in cash as follows:

- a. $15,000 on or before April 1, 2023 (paid);
- b. $20,000 on or before December 23, 2023 (paid);
- c. $20,000 on or before May 13, 2024 (paid);
- d. $20,000 on or before December 13, 2024 (paid subsequently); and
- e. $25,000 on or before May 13, 2025

(b) Issuing 200,000 common shares of the Company to the optionor on or before December 23, 2023 (issued);

(c) Incurring a minimum of $200,000 in expenditures on the property on or before December 13, 2025.

The Weyman Property is subject to 2% net smelter returns royalty ("NSR"). At any time, the Company shall have the right to purchase 1% of the NSR for $500,000.

Nut Lake Property

On January 17, 2024, the Company entered into a property option agreement ("Nut Lake Option Agreement") to acquire the right to earn up to 100% interest in and to three mineral licenses located in the territory of Nunavut known as the Nut Lake Property. Pursuant to the Nut Lake Option Agreement, the Company must satisfy the following:

(a) Paying an aggregate of $40,000 in cash as follows:

- a. $15,000 on or before January 22, 2024 (paid); and
- b. $25,000 on or before March 3, 2024 (paid);

(b) Issuing an aggregate of 3,500,000 common shares of the Company to the optionors as follows:

- a. 1,000,000 shares on or before March 3, 2024 (the "Nut Lake First Tranche Shares") (issued);
- b. 1,000,000 shares on or before January 17, 2025 (the "Nut Lake Second Tranche Shares");
- c. 750,000 shares on or before January 17, 2026 (the "Nut Lake Third Tranche Shares"); and
- d. 750,000 shares on or before January 17, 2027;

Pursuant to the Nut Lake Option Agreement, the Nut Lake First Tranche Shares, Nut Lake Second Tranche Shares and Nut Lake Third Tranche Shares will all be subject to escrow, with the Nut Lake First Tranche Shares released over a 36-month period, the Nut Lake Second Tranche Shares released over a 24-month period and the Nut Lake Third Tranche Shares released over a 12-month period. All securities issued in connection with the Nut Lake Option Agreement will be subject to a statutory hold period of four months and one day. The Nut Lake Property is subject to 2% net smelter returns royalty ("NSR").

On May 23, 2024, the Company acquired, through staking, a 100% interest in the Nut Lake uranium south claims located in the Thelon basin, Nunavut Territory. The new Claims cover an area of ~1,818 ha (18km2) making the Nut Lake Project (the "Project") now a total of ~5,854 ha (59km2). These claims are allocated in the Nut Lake Option Agreement's area of interest and are subject to the NSR above.

6. Exploration and Evaluation Assets (continued)

Carpenter Lake Property

On May 29, 2024, the Company entered into a property option agreement ("Carpenter Lake Option Agreement") to acquire a 100% interest in the Carpenter Lake uranium project located in the Athabasca basin in Saskatchewan. The project consists of seven mineral claims covering 13,387 hectares near the Southern margin of the Athabasca basin. Pursuant to the Carpenter Lake Option Agreement, the Company must satisfy the following:

(a) Paying the optionors an aggregate of $200,000 in cash as follows:

a. $100,000 on or before June 12, 2024, or five business days after the date that the company enters into an exploration agreement with the optionors and English River First Nation, and an exploration agreement with the optionors and Kineepik Metis Local Inc., whichever is later (paid); and
b. $100,000 on or before August 23, 2024 (paid)

(b) Issuing to the optionors an aggregate of 1,500,000 common shares at a deemed price of $0.82 per share as follows:

a. 500,000 shares on or before June 12, 2024, or five business days after the date that the company enters into an exploration agreement with the optionors and English River First Nation and an exploration agreement with the optionors and Kineepik Metis Local Inc., whichever is later (the "Carpenter Lake First Tranche Shares") (issued);
b. 500,000 shares on or before May 29, 2025 (the "Carpenter Lake Second Tranche Shares"); and
c. 500,000 shares on or before May 29, 2026 (the "Carpenter Lake Third Tranche Shares")

(c) Incurring a minimum of $1,000,000 in exploration expenditures on the project as follows:

a. $300,000 on or before May 29, 2025;
b. $300,000 on or before May 29, 2026; and
c. $400,000 on or before May 29, 2027

Pursuant to the agreement, the Carpenter Lake First Tranche Shares, Carpenter Lake Second Tranche Shares and Carpenter Lake Third Tranche Shares will all be subject to escrow, with the Carpenter Lake First Tranche Shares released over a 24-month period, the Carpenter Lake Second Tranche Shares released over an 18-month period and the Carpenter Lake Third Tranche Shares released over a 12-month period. All securities issued in connection with the agreement will be subject to a statutory hold period of four months and one day. The project is subject to a 2% net smelter returns royalty. No finders' fees were paid in connection with the Carpenter Lake Option Agreement.

Snook and Ranger Lake Properties

On June 19, 2024, the Company signed an asset transfer agreement ("Snook and Ranger Lake Option Agreement") dated June 19, 2024, with 15952506 Canada Inc. for the sale to the company of all of the vendor's right, title and interest to acquire a 100% interest in the Snook Lake and Ranger Lake uranium projects located 100 kilometres northeast of Sault Ste. Marie in Northwestern Ontario. The Ranger Lake uranium project consists of 942 mineral claims covering 20,782 hectares of uranium-prospective ground that occurs in the uranium mining district in the Elliot Lake region, Ontario. The Snook Lake uranium project consists of 237 mineral claims covering 4,899 hectares and is approximately 75 km north of Kenora in Northwestern Ontario.

In connection with the agreement, the company entered into an assignment and novation agreement with the vendor, Gravel Ridge Resources Ltd., and 1544230 Ontario Inc., whereby the company acquired the vendor's interests under two separate property option agreements with Gravel Ridge Resources Ltd. and 1544230 Ontario Inc. for two separate options to acquire the projects.

6. Exploration and Evaluation Assets (continued)

In connection with the assignment agreement, the company then entered into an amended and restated option agreement with the optionors to novate the original option agreements. Pursuant to the agreement, the company is required to issue to the vendor an aggregate of 1,850,000 common shares at a deemed price of $0.96 per share as follows:

a. 850,000 shares on or before August 1, 2024 (the “Snook and Ranger Lake First Tranche Shares”) (issued); and
b. 1,000,000 shares on or before September 19, 2024 (the “Snook and Ranger Lake Second Tranche Shares”) (issued subsequent to August 31, 2024) (Note 12).

Pursuant to the amended and restated option agreement, the company is required to make aggregate cash payments of $54,000 to the optionors in order to earn a 100% interest in the projects, as follows:

a. $24,000 on or before December 22, 2024; and
b. $30,000 on or before December 22, 2025.

The Snook and Ranger Lake properties are subject to a 1.5% net smelter returns royalty (“NSR”). At any time, the Company shall have the right to purchase 0.5% of the NSR for $500,000.

Pursuant to the agreement, the Snook and Ranger Lake First Tranche Shares and Snook and Ranger Lake Second Tranche Shares will all be subject to escrow, with both tranches released over a 36-month period.

All securities issued in connection with the agreement will be subject to a statutory hold period of four months and one day. No finders' fees were paid on the arm's-length agreement, assignment agreement and amended and restated option agreement. The agreement, the assignment agreement and the amended and restated option agreement are all non-related party transactions.

(Expressed in Canadian dollars, except number of shares)

6. Exploration and Evaluation Assets (continued)

The Company incurred the following exploration and evaluation expenditures:

	Weyman Property $	**Nut Lake Property $**	**Carpenter Lake Property** $	**Snook Lake Property** $	**Ranger Lake Property $**	**Grand Total $**
Incorporation (December 19, 2022)	-	-	-	-	-	**-**
Acquisition costs	15,000	-	-	-	-	**15,000**
Exploration costs	14,127	-	-	-	-	**14,127**
Ending Balance, August 31, 2023	**29,127**	**-**	**-**	**-**	**-**	**29,127**
Acquisition costs	132,000	654,455	585,000	369,750	369,750	**2,110,955**
Exploration costs	194,920	1,428,830	580,641	760	1,281	**2,206,432**
Ending Balance, August 31, 2024	**356,047**	**2,083,285**	**1,165,641**	**370,510**	**371,031**	**4,346,514**

As at August 31, 2023	**Weyman Property $**	**Nut Lake Property $**	**Carpenter Lake Property** $	**Snook Lake Property** $	**Ranger Lake Property $**	**Grand Total $**
Acquisition costs						
Option payments	15,000	-	-	-	-	**15,000**
Total	**15,000**	**-**	**-**	**-**	**-**	**15,000**
Exploration costs						
Reports	14,127		-	-	**-**	**14,127**
Total	**14,127**	**-**	**-**	**-**	**-**	**14,127**
Grand Total	**29,127**	**-**	**-**	**-**	**-**	**29,127**

(Expressed in Canadian dollars, except number of shares)

6. Exploration and Evaluation Assets (continued)

As at August 31, 2024	Weyman Property $	Nut Lake Property $	Carpenter Lake Property $	Snook Lake Property $	Ranger Lake Property $	Grand Total $
Acquisition costs						
Claims	-	4,455	-	-	-	**4,455**
Option Payments	147,000	650,000	585,000	369,750	369,750	**2,121,500**
Total	**147,000**	**654,455**	**585,000**	**369,750**	**369,750**	**2,125,955**
Exploration costs						
Claims maintenance	54,468	803,890	214,687	-	-	**1,073,045**
Field Work	137,948	572,205	359,921	-	-	**1,070,074**
Professional fees	661	47,995	3,513	445	572	**53,186**
Reports	15,970	4,740	2,520	315	709	**24,254**
Total	**209,047**	**1,428,830**	**580,641**	**760**	**1,281**	**2,220,559**
Grand Total	**356,047**	**2,083,285**	**1,165,641**	**370,510**	**371,031**	**4,346,514**

7. Share Capital

Authorized and issued

- The Company has authorized an unlimited number of common shares with no par value.
- As at August 31, 2024, the Company has 33,066,280 common shares issued and outstanding (August 31, 2023 – 15,497,736).

During the period from incorporation on December 19, 2022 to August 31, 2023, the Company issued the following shares:

- 1 common share at $0.01 per share.
- 1,500,000 common shares at $0.005 per share for total proceeds of $7,500.
- 9,999,234 common shares at $0.02 per share for total proceeds of $199,985.
- 3,998,501 common shares at $0.05 per share for total proceeds of $199,925.

During the year ended August 31, 2024, the Company issued the following shares:

- 1,720,135 share purchase warrants were exercised, and 1,720,135 common shares were issued for $0.20 per share for total proceeds of $344,027.
- 278,000 share purchase warrants were exercised, and 278,000 common shares were issued for $0.45 per share for total proceeds of $125,100.
- 99,000 common shares were issued for the exercise of 99,000 share purchase options at $0.75 per share for total proceeds of $74,250.
- 63,500 common shares were issued for the exercise of 63,500 share purchase options at $0.63 per share for total proceeds of $40,005.

7. Share Capital (continued)

- 2,793,005 issued and outstanding special warrants were exercised and converted into one unit. Each unit consists of one common share and one share purchase warrant exercisable at an exercise price of $0.20 for two years from the date the Company's shares commence trading on an exchange.

- 200,000 common shares, with a fair value of $92,000, were issued to the optionor of the Weyman property pursuant to the Weyman Option Agreement.

- 1,000,000 common shares, with a fair value of $610,000, to the optionors of the Nut Lake Property pursuant to the Nut Lake Option Agreement.

- 850,000 common shares, with a fair value of $739,500, to the optionors of the Snook Lake and Ranger Lake Properties.

- 500,000 common shares of the Company, with a fair value of $385,000, to the optionors of the Carpenter Lake Property.

- On March 18, 2024, the Company closed a non-brokered private placement and issued 9,211,724 units at a price of $0.38 per unit for aggregate gross proceeds of $3,500,455. Each unit comprises one common share of the company and one transferable common share purchase warrant, with each warrant entitling the holder to acquire one additional share at an exercise price of $0.45 for a period of 24 months from the closing date. Finders' fees of $233,189 and 613,655 finders' warrants were paid to arm's-length parties in connection with the offering (each finder's warrant exercisable on the same terms as the warrants forming part of the units).

- On August 2, 2024, the Company closed the first tranche of a non-brokered private placement, previously announced on July 2, 2024 and repriced on July 25, 2024, and has issued 853,180 flow-through units at a price of $0.88 per unit for aggregate gross proceeds of $750,798. Each unit comprises one common share of the company and one half transferable common share purchase warrant, with each whole warrant entitling the holder to acquire one additional share at an exercise price of $1.15 for a period of 36 months from the closing date. Finders' fees of $15,048 and 17,100 finders' warrants were paid to arm's-length parties in connection with the offering (each finder's warrant entitles the holder to acquire one common share at a price of $0.88 for a period of 36 months from the closing date). The Company allocated $750,713 to the Company's share capital, $85 to warrants reserve and $nil to flow through premium.

During the year ended August 31, 2024, the Company received $5,918 for the exercise of 13,150 warrants at a price of $0.20 per warrant. These shares were issued subsequent to August 31, 2024 (Note 12).

<u>Special Warrants</u>

During the period from incorporation on December 19, 2022 to August 31, 2023, the Company received a total of $279,300 related to 2,793,005 special warrants of the Company priced at $0.10 per special warrant (the "Offering"). Each special warrant will be converted into one unit of the Company on the date that is the earlier of (i) the third business day after the date on which a receipt for a final prospectus, and (ii) the date that is one year following closing of the Offering. Each unit will consist of one common share of the Company and one share purchase warrant exercisable at an exercise price of $0.20 for two years from the date the Company's shares commence trading on an exchange.

On December 7, 2023, 2,793,005 issued and outstanding special warrants were exercised and converted into one unit of the Company. Each unit consists of one common share of the Company and one share purchase warrant exercisable at an exercise price of $0.20 for two years from the date the Company's shares commence trading on an exchange.

(Expressed in Canadian dollars, except number of shares)

7. Share Capital (continued)

On December 11, 2023, the Company's common shares were approved for listing on the Canadian Securities Exchange and began trading on December 13, 2023.

During the year ended August 31, 2024, the Company incurred $1,447 in costs (August 31, 2023 - $12,245) to a third-party facilitator for their services with issuing special warrants.

Warrants

On March 18, 2024, the Company closed a non-brokered private placement, previously announced on February 5, 2024, and has issued 9,211,724 units at a price of $0.38 per unit for aggregate gross proceeds of $3,500,455. Each unit comprises one common share of the company and one transferable common share purchase warrant, with each warrant entitling the holder to acquire one additional share at an exercise price of $0.45 for a period of 24 months from the closing date. Finders' fees of $233,189 and 613,655 finders' warrants were paid to arm's-length parties in connection with the offering (each finder's warrant exercisable on the same terms as the warrants forming part of the units).

On August 2, 2024, the Company closed the first tranche of a non-brokered private placement, previously announced on July 2, 2024 and repriced on July 25, 2024, and has issued 853,180 flow-through units at a price of $0.88 per unit for aggregate gross proceeds of $750,798. Each unit comprises one common share of the company and one half transferable common share purchase warrant, with each whole warrant entitling the holder to acquire one additional share at an exercise price of $1.15 for a period of 36 months from the closing date. Finders' fees of $15,048 and 17,100 finders' warrants were paid to arm's-length parties in connection with the offering (each finder's warrant entitles the holder to acquire one common share at a price of $0.88 for a period of 36 months from the closing date). A value of $0.0001 was assigned to each half-Warrant comprising each flow-through unit.

A summary of the Company's warrant activity is as follows:

	Number of warrants outstanding	**Weighted average exercise price per share**
Balance, December 19, 2022	-	-
(Incorporation) and August 31, 2023	2,793,005	$0.20
Issued	10,269,069	$0.47
Exercised	(1,998,135)	$0.23
Balance, August 31, 2024	**11,063,939**	**$0.44**

Warrants outstanding as at August 31, 2024:

Expiry Date	**Number of warrants outstanding**	**Weighted Average Exercise Price**	**Weighted Average Remaining Life (years)**
December 13, 2025	1,072,870	$0.20	1.28
March 15, 2026	9,547,379	$0.45	1.54
August 2, 2027	443,690	$0.88	2.92
	11,063,939	**$0.44**	**1.44**

(Expressed in Canadian dollars, except number of shares)

7. Share Capital (continued)

A summary of the Company's assumptions used in the Black-Scholes option pricing model used to determine the fair value of finder's warrants is as follows:

	March 15, 2024	August 2, 2024
Stock price	$0.67	$0.87
Exercise price	$0.45	$0.87
Risk-free interest rate	4.25%	3.08%
Expected life of the option	2 years	3 years
Annualized volatility	114.39%	117.51%
Dividend rate	0.00%	0.00%

During the year ended August 31, 2024, fair value of $289,089 in connection with warrants issued for finder's fees (2023 – $nil) was allocated to reserves. A fair value of $85 (2023 - $nil) in connection with warrants issued as a part of private placements was allocated to reserves.

Options

The Company has a stock option plan, last approved on February 26, 2024, which reserves an aggregate number of securities for issuance up to 10% of the number of the outstanding common shares. Under the stock option plan, stock options can be granted for a maximum term of ten years. Further, the exercise price shall not be less than the price of the Company's common shares on the date of grant.

On March 5, 2024, granted an aggregate of 1,800,000 incentive stock options under the company's stock option plan, each with an exercise price of $0.63, to officers, directors and consultants of the company. These options vest immediately. Each option, upon payment of the exercise price, entitles the holder thereof to receive one share of the company. The options, and any shares issued upon the exercise of, will be subject to a hold period of four months, in accordance with the policies of the Canadian Securities Exchange.

On March 27, 2024, granted 250,000 stock options under the company's stock option plan, each with an exercise price of $0.75, to a consultant. These options vest immediately. Each vested option, upon payment of the exercise price, entitles the holder thereof to receive one common share of the company. The options, and any shares issued upon the exercise of, will be subject to a hold period of four months in accordance with the policies of the Canadian Securities Exchange.

A summary of the Company's option activity is as follows:

	Number of options outstanding	Weighted average exercise price
Balance, December 19, 2022 (Incorporation) and August 31, 2023	-	-
Issued	2,050,000	$0.64
Exercised	(162,500)	$0.70
Balance, August 31, 2024	**1,887,500**	**$0.64**

(Expressed in Canadian dollars, except number of shares)

7. Share Capital (continued)

Options outstanding as at August 31, 2024:

Expiry Date	Number of options outstanding	Number of options exercisable	Weighted Average Exercise Price	Weighted Average Remaining Life (years)
March 5, 2026	1,736,500	1,736,500	$0.63	1.51
March 27, 2026	151,000	151,000	$0.75	1.57
	1,887,500	**1,887,500**	**$0.64**	**1.51**

A summary of the Company's assumptions used in the Black-Scholes option pricing model used to determine the fair value of options is as follows:

	March 5, 2024	March 27, 2024
Stock price	$0.63	$0.75
Exercise price	$0.63	$0.75
Risk-free interest rate	4.04%	4.13%
Expected life of the option	2 years	2 years
Annualized volatility	113.31%	114.38%
Dividend rate	0.00%	0.00%

During the year ended August 31, 2024, the Company incurred share-based compensation related to stock options of $785,560 in connection with options vested (2023 – $nil).

Escrowed Shares

Subject to certain exemptions permitted by the Canadian Securities Exchange, all securities of the Company held by principals of the Company are subject to an Escrow Agreement. Under the Escrow Agreement, 10% of the escrowed common shares will be released from escrow on the Listing Date, and an additional 15% will be released 6 months, 12 months, 18 months, 24 months, 30 months and 36 months, respectively, following the Initial Release.

Pursuant to the Nut Lake Option Agreement, the Nut Lake First Tranche Shares, Nut Lake Second Tranche Shares and Nut Lake Third Tranche Shares will all be subject to escrow, with the Nut Lake First Tranche Shares released over a 36-month period, the Nut Lake Second Tranche Shares released over a 24-month period and the Nut Lake Third Tranche Shares released over a 12-month period.

Pursuant to the Carpenter Lake Option Agreement, the Carpenter Lake First Tranche Shares, Carpenter Lake Second Tranche Shares and Carpenter Lake Third Tranche Shares will all be subject to escrow, with the Carpenter Lake First Tranche Shares released over a 24-month period, the Carpenter Lake Second Tranche Shares released over an 18-month period and the Carpenter Lake Third Tranche Shares released over a 12-month period.

Pursuant to the Snook and Ranger Lake Option Agreement, the Snook and Ranger Lake First Tranche Shares and Snook and Ranger Lake Second Tranche Shares will all be subject to escrow, with both tranches released over a 36-month period.

As of August 31, 2024, 3,562,502 common shares and 113,813 warrants remain in escrow (August 31, 2023 – nil common shares and nil warrants).

8. Related Party Transactions

During the year ended August 31, 2024, the Company incurred $84,000 (2023 - $Nil) in consulting expenses to Ridgeside, a company controlled by the CEO of the Company.

During the year ended August 31, 2024, the Company incurred $67,200 (2023 - $Nil) in consulting expenses to MSP Consulting Inc, a company controlled by a director of the Company.

During the year ended August 31, 2024, the Company incurred $33,600 (2023 - $Nil) in professional fees to Athena Chartered Professional Accountant Ltd., a company controlled by the CFO of the Company.

During the year ended August 31, 2024, the Company incurred $112,227 in share-based compensation expense for the fair value of 300,000 options granted to a director of the Company.

During the year ended August 31, 2024, the Company incurred $130,932 in share-based compensation expense for the fair value of 350,000 options granted to a director of the Company.

During the year ended August 31, 2024, the Company incurred $187,045 in share-based compensation expense for the fair value of 500,000 options granted to the CEO of the Company.

During the year ended August 31, 2024, the Company incurred $102,875 in share-based compensation expense for the fair value of 275,000 options granted to the CFO of the Company.

As of August 31, 2024, $33,600 (August 31, 2023 - $11,105) was owed to related parties. This amount is due on demand and carries no interest.

Certain directors and/or officers participated in various private placements (Note 7).

9. Financial Instruments

(a) Categories of Financial Instruments and Fair Value Measurements

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.

The fair value of the Company’s financial instruments approximates their carrying amount due to their short-term maturities.

The fair value of the Company’s financial instruments has been classified within the fair value hierarchy. As at August 31, 2024, cash and cash equivalents of $1,790,055 (August 31, 2023 - $654,236) has been classified as Level 1.

(b) Management of Financial Risks

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

9. Financial Instruments (continued)

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company had no exposure to credit risk as the Company maintains all of its cash and cash equivalents in a major bank. Accordingly, the Company has assessed credit risk as low.

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's liquidity and operating results may be adversely affected if its access to the capital markets is hindered. The Company has no source of revenue and has obligations to meets its administrative overheads and to settle amounts payable to its creditors. The Company manages liquidity risk by maintaining adequate cash and restricted cash balances. The Company continuously monitors both actual and forecasted cash flows and matches the maturity profile of financial assets and liabilities. As at August 31, 2024, the Company had $1,790,055 in cash and cash equivalents to settle current liabilities of $1,128,809 and, as such, assessed liquidity risk as low.

Foreign Exchange 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 exposed to foreign currency risk to the extent that monetary assets and liabilities held by the Company are not denominated in its functional currency. The majority of monetary assets and liabilities held by the Company are denominated in its functional currency, so the Company has assessed foreign exchange risk as low. Therefore, the Company does not manage currency risk through hedging or other currency management tools.

The effect on net loss and comprehensive loss for the year ended August 31, 2024 of a 10% change in Canadian dollar against the U.S dollar on the above-mentioned net financial liabilities of the Company is estimated to have an increase or decrease in foreign exchange gain or loss of $3,562.

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 exposed to interest rate risk through its term deposit, which carries a variable interest rate. However, this risk is minimal due to the short-term nature.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised of two types of risk: interest rate risk and equity price risk.

10. Capital Management

The Company defines its capital as working capital and shareholders' equity. The Company manages its capital structure and makes adjustments to it based on the funds available to the Company in order to support future business opportunities. 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.

(Expressed in Canadian dollars, except number of shares)

10. Capital Management (continued)

The Company is dependent upon external financing. In order to carry future activities and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements. The Company did not institute any changes to its capital management strategy since inception.

11. Income Taxes

A reconciliation of the expected income tax recovery to the actual income tax recovery is as follows:

	August 31, 2024 $	August 31, 2023 $
Net loss for the year/period	(2,850,059)	(14,575)
Statutory tax rate	27%	27%
Expected income tax recovery at the statutory tax rate	(769,516)	(3,935)
Net effect of deductible and non-deductible amounts	144,655	3,935
Effect of flow-through amounts	495,523	-
Deferred tax assets not recognized	129,338	-
Income tax recovery	-	-

The Company has the following tax effected deduction temporary differences for which no deferred tax asset has been recognized:

	August 31, 2024 $	August 31, 2023 $
Exploration and evaluation assets	(129,338)	-
Non-capital loss carry-forwards	576,180	3,935
Share issuance costs	55,915	-
Unrecognized deferred tax assets	(502,757)	(3,935)
Net deferred tax assets	-	-

The Company has non-capital losses in Canada that expire as follows:

2043	$17,024
2044	$2,116,884
	$2,133,908

12. Subsequent Events

On September 3, 2024, the Company issued 13,150 shares for the exercise of 13,150 warrants.

On September 19, 2024, the Company issued 1,000,000 shares to the optionors of the Snook and Ranger Lake properties.

On October 2, 2024, the Company announced that it has previously closed its first tranche of a non-brokered private placement for aggregate gross proceeds of $750,798 through the issuance of 853,180 FT units. The company intends to use the proceeds from the offering toward exploration on the company's Nut Lake, Carpenter Lake, Snook Lake, Ranger Lake and Weyman properties. Each FT unit will consist of one common share of the company to be issued as a flow-through share within the meaning of the Income Tax Act (Canada) and one-half of one common share purchase warrant. Each warrant will entitle the holder thereof to purchase one common share at a price of $1.15 for a period of 36 months from the date of issuance. The company may pay finders' fees of up to 6 per cent in cash from the sale of FT units to third parties sourced by finders.

12. Subsequent Events (continued)

On October 10, 2024, the Company closed the second tranche of its non-brokered private placement of flow-through (FT) units for aggregate gross proceeds in this second tranche of $1,503,128. The company has issued 1,708,100 FT units at a price of $0.88 per FT unit, with each FT unit comprising one common share of the company issued on a flow-through basis under the *Income Tax Act* (Canada) and one-half of one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the company at a price of $1.15 for a period of 36 months from the date of issuance. The gross proceeds from the sale of the FT shares will be used by the company to incur eligible Canadian exploration expenses that will qualify as flow-through mining expenditures as such terms are defined in the *Income Tax Act* (Canada) related to the company's projects in Canada. All qualifying expenditures will be renounced in favour of the subscribers of the FT units effective December 31, 2024. In connection with the second tranche closing, an aggregate of $45,094 was paid in cash as finders' fees. All securities issued in connection with the offering are subject to a statutory hold period of four months and one day.

On October 11, 2024, the Company and ALX Resources Corp. ("ALX") have signed a binding arrangement agreement dated October 11, 2024, pursuant to which Greenridge will acquire all of the outstanding and issued common shares of ALX. The arrangement agreement follows the non-binding letter of intent announced by the company on September 5, 2024. Under the terms of the arrangement agreement, each common shareholder of ALX will receive 0.045 common shares of Greenridge in exchange for each ALX common share held. Upon completion of the transaction, existing Greenridge and ALX shareholders will own approximately 75.2% and 24.8%, respectively, of the common shares of the combined entity.

On December 19, 2024, the Company closed its non-brokered private placement of flow-through (FT) units for aggregate gross proceeds of $4,947,434 (the "Offering"). The Company has issued 5,622,084 flow-through units at a price of $0.88 per FT unit, with each FT unit comprised of one common share of the Company issued on a flow-through basis under the *Income Tax Act (*Canada) and one half of one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at a price of $1.15 for a period of 36 months from the date of issuance. The gross proceeds from the sale of the FT hares will be used by the Company to incur eligible Canadian exploration expenses that will qualify as flow-through mining expenditures as such terms are defined in the *Income Tax Act* (Canada) related to the Company's projects in Canada. All qualifying expenditures will be renounced in favour of the subscribers of the FT Units effective December 31, 2024. In connection with the closing of the Offering, an aggregate of $167,923 was paid in cash and a total of 210,586 finder's warrants were issued as finder's fees. Each finder's warrant entitles the holder thereof to acquire one common share at a price of $1.15 per finder's warrant for a period of 36 months from the date of issuance.