



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED JUNE 30, 2024 AND 2023
(Expressed in Canadian dollars)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements for Edison Lithium Corp. (the "Company") have been prepared by management in accordance with International Accounting Standards 34 – Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

These unaudited condensed interim consolidated financial statements, which are the responsibility of management, have not been reviewed by the Company's auditors.

Management believes these unaudited condensed interim consolidated financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2024, and the results of its operations and its cash flows for the nine months ended June 30, 2024 and 2023.

EDISON LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

As at	Note	June 30, 2024	September 30, 2023
		\$	\$
Assets			
Current Assets			
Cash and cash equivalents	3	187,258	1,001,647
Short-term investment	4	495,831	496,014
Amount receivables		102,957	30,731
Prepaid expenses		83,799	147,643
		869,845	1,676,035
Non-current Assets			
Exploration and evaluation assets	5	7,817,291	7,481,155
TOTAL ASSETS		8,687,136	9,157,190
Liabilities and Shareholders' Equity			
Liabilities			
Current Liabilities			
Accounts payable and accrued liabilities		126,358	139,070
Due to related parties	7	1,956	30,259
		128,314	169,329
Shareholders' Equity			
Share capital	6	14,426,778	14,009,201
Reserve	6	2,034,497	1,954,412
Deficit		(7,902,453)	(6,975,752)
TOTAL SHAREHOLDERS' EQUITY		8,558,822	8,987,861
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		8,687,136	9,157,190

Nature and continuance of operation – Note 1
Subsequent events – Note 11

Approved on behalf of the Board of Directors

"Nathan Rotstein"

Director

"Jay Richardson"

Director

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

EDISON LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian dollars)

	Note	Three months ended June 30,		Nine months ended June 30,	
		2024	2023	2024	2023
		\$	\$	\$	\$
General and administrative expenses:					
Accounting, audit and legal		70,419	34,599	401,079	116,528
Advertising and promotion		25,477	-	154,448	17,473
Consulting fee		13,954	-	81,010	33,603
Management and directors' fees		78,000	88,760	234,000	266,280
Office and sundry		11,661	3,271	58,543	30,347
Share-based compensation	6	-	-	10,000	-
Transfer agent and filing fees		9,395	331	47,523	30,327
Exploration and project investigation costs	5	800	-	51,055	-
Operating expenses		209,706	126,961	1,037,657	494,558
Other items					
Interest income		(19,247)	(19,634)	(55,338)	(55,428)
Foreign exchange gain		(18,575)	(27,467)	(55,618)	(53,092)
		(37,822)	(47,101)	(110,956)	(108,520)
Loss and comprehensive loss for the period		(171,883)	(79,860)	(926,701)	(386,038)
Loss per share – basic and diluted		(0.01)	(0.01)	(0.05)	(0.03)
Weighted average number of common shares outstanding – basic and diluted		18,828,641	14,397,666	18,469,974	14,397,666

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

EDISON LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in Canadian dollars)

	Common Shares		Reserves	Deficit	Total equity
	Number	\$			
Balance at September 30, 2022	14,397,666	13,981,076	3,138,937	(7,319,560)	9,800,453
Loss for the period				(386,038)	(386,038)
Balance at June 30, 2023	14,397,666	13,981,076	3,138,937	(7,705,599)	9,414,415
Balance at September 30, 2023	14,553,916	14,009,201	1,954,412	(6,975,752)	8,987,861
Issue of shares due to private placement	4,000,000	480,000	-	-	480,000
Issue of shares for property acquisition	416,667	50,000	-	-	50,000
Share issue costs	-	(112,423)	70,085	-	(42,338)
Share based compensation	-	-	10,000	-	10,000
Loss for the period	-	-	-	(926,701)	(926,701)
Balance at June 30, 2024	18,970,583	14,426,778	2,034,497	(7,902,453)	8,558,822

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

EDISON LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)

For the nine months ended June 30,	2024	2023
Cash flows used in operating activities		
Net loss for the period	(926,701)	(386,038)
Non-cash item:		
Share-based compensation	10,000	-
Changes in working capital items:		
Amounts receivable	(72,226)	(40,907)
Prepaid expenses	63,844	(9,221)
Accounts payable and accrued liabilities	(12,712)	(30,182)
Due to related party	(28,303)	478
Net cash used in operating activities	(966,098)	(465,870)
Cash flows used in investing activities		
Acquisition of exploration and evaluation asset	(286,136)	(87,871)
Deposit received on exploration and evaluation assets	-	66,939
Net cash used in investing activities	(286,136)	(20,932)
Cash flows from financing activities		
Proceeds from issuance of shares	480,000	-
Shares issuance costs	(42,338)	-
Net cash from financing activities	437,662	-
Change in cash and cash equivalent during the period	(814,572)	(486,801)
Cash and cash equivalent, beginning of the period	1,001,830	1,168,637
Cash and cash equivalent, end of the period	187,258	681,833

NON CASH TRANSACTIONS

Shares issued for exploration and evaluation assets	50,000	-
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The accompanying notes are an integral part of these condensed interim consolidated financial statements.

EDISON LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and nine months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Operations

Edison Lithium Corp. (the “Company”) was incorporated on November 8, 2009, under the *Business Corporations Act* (British Columbia). The Company’s primary business activity is mineral property exploration and development. The Company’s head office and registered office is located at 214 – 257 12th Street East, North Vancouver, BC, Canada and it maintains a Toronto office at 120 Carlton St., #219, Toronto, Canada.

The Company’s common shares are listed for trading under the trading symbol “EDDY” on the TSX Venture Exchange, under the trading symbol “VV00” on the Frankfurt Stock Exchange and under the symbol “EDDYF” on the U.S. OTCQB Market. On July 29, 2021, the Company changed its name from Edison Cobalt Corp. to Edison Battery Metals Corp. On November 24, 2021, the Company changed its name to Edison Lithium Corp.

Spin-Out of Cobalt Assets

The Company continues to advance the proposed spinout of its cobalt assets in northeastern Ontario referred to as Kittson Cobalt Property (the “Spin-Out”) into a newly incorporated subsidiary Edison Cobalt Corp. (“SpinCo”).

The Spin-Out is being carried out by way of statutory plan of arrangement pursuant to the *Business Corporations Act* (British Columbia). Common shares of SpinCo (“SpinCo Shares”) will be distributed to shareholders of the Company on the basis of one SpinCo Share for every eight common shares held in the Company. If the Spin-Out is completed, the shareholders will own shares in both companies.

The proposed Spin-Out was approved by the Company’s shareholders at its Shareholders’ Meeting which took place on February 26, 2024, and is now subject to approvals from the British Columbia Supreme Court and from the TSX Venture Exchange (the “Exchange”). The Company intends to list the SpinCo shares on the Exchange and upon completion of the Spin-Out.

Timing of the Spin-Out and Private Placement will be based on prevailing market conditions but has now been initiated by way of filings towards completion of the Plan of Arrangement. The listing of Edison Cobalt’s shares on the Exchange has received preliminary approval by the Exchange, however, management and the Board are continuously evaluating the optimal timing and practicability of the proposed spin-out in light of the continuing difficult market conditions. The shareholders are cautioned that there can be no assurance that the Spin-Out will be completed on the terms described herein.

Sale of subsidiary Resource Ventures S.A.

The Company entered a letter of intent dated December 18, 2023 (the “LOI”) with Meteor Energy, LLC (“Meteor”), an energy corporation based in Dallas, Texas, for the sale of 100% of the Company’s interest in its Argentina subsidiary, Resource Ventures S.A. (“ReVe”), in consideration of a purchase price USD\$5,000,000. Prior to the sale, ReVe will have first rolled out and retained the Pipanaco claims and one of the LEXI claims to be retained in a new subsidiary. Pursuant to the LOI, the parties agreed to use commercially reasonable efforts to enter into a definitive agreement within 60 days to give effect to this transaction on terms and conditions acceptable to both parties. On February 23, 2024, the Company granted an extension to Meteor to March 31, 2024 for the completion of its due diligence and delivery of a Purchase and Sale Agreement (the “PSA”). On June 7, 2024, the negotiations with Meteor were terminated.

The Company is currently engaged in negotiating a new LOI with a new potential acquirer and will disclose further information in due course.

Going Concern

EDISON LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and nine months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

These condensed interim consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will have sufficient capital to fund the cost of its operations and realize the carrying value of assets and discharge liabilities in the normal course of operations. A different base of measurements may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at June 30, 2024, the Company has not advanced its exploration properties to commercial production or identified mineral reserves. The ability of the Company to continue as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and/or generate funds from raising sufficient equity financing, issuing debt or securing related party advances to complete the acquisition and development of mineral property interests. 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. Management anticipates that the Company will need to seek additional equity financing to continue with planned exploration programs and general operations for following years but is satisfied as to the adequacy of the Company's financial resources for the next 12 months.

These condensed interim consolidated financial statements do not give effect to any adjustment that may be required should the Company be unable to continue as a going concern. These adjustments could be material.

2. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on August 29, 2024.

Statement of compliance with International Reporting Standards

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC").

Basis of measurement

The condensed interim consolidated financial statements of the Company have been prepared on an accrual basis except for cash flow information. In addition, these condensed interim consolidated financial statements are based on historical costs, modified where applicable.

Basis of consolidation

The condensed interim consolidated financial statements incorporate the financial statements of Edison Lithium Corp. and its wholly owned subsidiaries. A subsidiary is an entity which the Company controls by having the power to govern the financial and operating policies. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company controls another entity. A subsidiary is fully consolidated from the date on which control is obtained by the Company and are deconsolidated from the date that control ceases.

The legal subsidiaries of the Company as of June 30, 2024, are as follows:

EDISON LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements For the three and nine months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

Name of Subsidiary	Place of Incorporation	Ownership Interest
10451754 Canada Inc.	Canada	100%
Edison Cobalt Corp.	Canada	100%
Resource Ventures S.A.	Argentina	100%
Edison Saskatchewan Resources Corp.	Canada	100%

All intercompany transactions, balances, income and expenses are eliminated upon consolidation. 10451754 Canada Inc. has no assets, liabilities or operations. Edison Cobalt Corp was incorporated on April 28, 2023, for future use in connection with the Spin-Out. Edison Saskatchewan Resources Corp. was incorporated on October 10, 2023, for future use in connection with the recently acquired alkali properties.

Functional and presentation currency

The condensed interim consolidated financial statements are presented in Canadian dollars, which is also the functional currency of the Company and its subsidiaries.

Significant accounting judgements

The preparation of these condensed interim consolidated financial statements in accordance with IFRS requires the Company to make judgements, apart from those involving estimates, in applying accounting policies. The most significant judgments applicable to the Company's condensed interim consolidated financial statements include:

- the classification of expenditures as exploration and evaluation expenditures or operating expenses;
- the assessment of the Company's ability to continue as a going concern; and
- whether there are indicators of impairment of the Company's exploration and evaluation assets.

Significant accounting estimates and assumptions

The preparation of the condensed interim consolidated financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted prospectively in the period in which the estimates are revised. Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include any impairment charges against the Company's exploration and evaluation assets, the fair value of share-based compensation and financial instruments and the recoverability measurement of deferred tax assets.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise of cash at financial institutions, and short-term deposits with an original maturity of three months or less, which are readily convertible into a known amount of cash. The Company's cash and cash equivalents are invested with major financial institutions in business accounts and are available on demand by the Company for its programs.

Short-term Investments

The Company may invest surplus cash into Guaranteed Investment Certificates or similar near cash instruments to maximize its interest earnings.

EDISON LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements For the three and nine months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

Exploration and evaluation assets

Pre-exploration costs

Exploration costs incurred before the Company has obtained the legal rights to explore an area are recognized in profit or loss as investigation costs.

Exploration and evaluation expenditures

Once the legal right to exploring a property has been acquired, exploration and evaluation expenditures including the costs of acquiring licenses, costs associated with exploration and evaluation activities, and the fair value (at acquisition date) of exploration and evaluation assets acquired in a business combination are capitalized by property.

Government tax credits received are recorded as a reduction to the cumulative costs incurred and capitalized on the related property.

Impairment of exploration and evaluation assets

The carrying amount of the Company's exploration and evaluation assets is reviewed at each reporting date to determine whether any following indications of impairment are present:

- The period for which the Company has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the Company has decided to discontinue such activities in the specific area; or
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

If such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. An impairment loss is recognized whenever the carrying amount of the asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognized in profit or loss. The recoverable amount of exploration and evaluation assets is the greater of an asset's fair value less cost to sell and value in use.

An impairment loss is only reversed if there is an indication that the impairment loss may no longer exist and there has been a change in the estimates used to determine the recoverable amount, however, not to an amount higher than the carrying amount that would have been determined had no impairment loss been recognized in previous years.

Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified to mining property and development assets within property, plant and equipment.

Recoverability of the carrying amount of any exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

EDISON LITHIUM CORP.

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(Expressed in Canadian dollars)

Loss per share

The Company presents basic and diluted loss per share data for its common shares. Basic loss per share is calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted loss per share is computed similarly to basic loss per share except that the weighted average shares outstanding are increased to include additional shares for the assumed exercise of stock options and warrants, if dilutive.

For both periods presented, outstanding stock options and warrants have anti-dilutive effect on loss per share. Accordingly, diluted loss per share equals basic loss per share.

Share capital

Financial instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's common shares, share warrants, and flow-through shares are classified as equity instruments. When the Company issues units as part of a private placement, consisting of both common shares and common share purchase warrants, the fair value of the shares is determined using the market price, and the residual value is assigned to the warrants. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the share proceeds.

Financial instruments

The following table shows the classification under IFRS 9 – *Financial*

Instruments: Financial asset/liability	Classification
Cash and cash equivalents	FVTPL
Short-term investments	FVTPL
Amount receivable	Amortized cost
Accounts payables and accrued liabilities	Amortized cost
Due to related parties	Amortized cost

Financial assets

The Company determines the classification of its financial assets at initial recognition. Measurement and classification of financial assets is dependent on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. Financial assets are derecognized when they mature or are sold, and substantially all the risks and rewards of ownership have been transferred.

Financial assets at FVTPL

Financial assets carried at Fair Value Through Profit and Loss ("FVTPL") are initially recorded at fair value, and transaction costs are expensed in the statements of loss and comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial asset held at FVTPL are included in profit and loss in the period in which they arise. Derivatives are also categorized as FVTPL unless they are designated specifically as hedges.

Financial assets at FVTOCI

Investments in equity instruments at Fair Value Through Other Comprehensive Income ("FVTOCI") are

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initially recognized at fair value plus transaction costs. Subsequently they are measured at fair value, with gains and losses arising from changes in fair value recognized in other comprehensive income. Gains or losses on financial assets classified as FVTOCI remain within accumulated other comprehensive income following the derecognition of the investment.

Financial assets at amortized cost

Financial assets at amortized cost are initially recognized at fair value and subsequently carried at amortized cost less any impairment. They are classified as current assets or non-current assets based on their maturity date. Gains and losses on derecognition of financial assets classified as at amortized cost are recognized in profit or loss.

Financial liabilities

Financial liabilities are recognized initially at fair value, net of transaction costs incurred on the transaction date at which the Company becomes a party to the contractual provisions of the instruments. Financial liabilities are subsequently measured at amortized cost. Any difference between the amounts originally received, net of transaction costs, and the redemption value is recognized in profit and loss over the period to maturity using the effective interest method. The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Impairment of financial assets

The Company is required to recognize expected credit losses when financial instruments are initially recognized and to update the amount of expected credit losses recognized at each reporting date to reflect changes in the credit risk of the financial instruments.

The Company recognizes loss allowances for expected credit losses on financial assets measured at amortized cost. Loss allowances for amount receivable are measured at an amount equal to lifetime expected credit losses if the amount is not considered fully recoverable. A financial asset carried at amortized cost is considered credit-impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate.

Losses are recognized in the statements of loss and comprehensive loss and reflected in an allowance account against amount receivable. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through the statements of loss and comprehensive loss.

Income taxes

Current income taxes

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 the positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

EDISON LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three and nine months ended June 30, 2024 and 2023

(Expressed in Canadian dollars)

Deferred income taxes

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 assets to be utilized. The Company presently has no such expectation of probability and, therefore, no deferred tax asset is recognized.

Deferred income tax assets and liabilities would be 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) enacted or substantively enacted at the end of each reporting period.

Deferred income tax assets and deferred income tax liabilities would be offset, if a legally enforceable right existed to set off current tax liabilities and assets and they related to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intended to settle current tax liabilities and assets on a net basis or their tax assets and liabilities would be realized simultaneously.

Flow-through shares

The Company may from time to time issue flow-through common shares to finance its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to investors. On the issuance of flow-through shares, any premium received in excess of the market price of the Company's common shares is initially recorded as a liability ("flow-through share premium liability"). Provided that the Company has renounced the related expenditures, or that there is a reasonable expectation that it will do so, the flow-through share liability is reduced on a *pro-rata* basis as the expenditures are incurred. If such expenditures are capitalized, a deferred tax liability is recognized. To the extent that the Company has suitable unrecognized deductible temporary differences, an offsetting recovery of deferred income taxes would be recorded.

Proceeds received from the issuance of flow-through shares are restricted and are to be used only for Canadian resources property exploration expenditures. The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the Look-back Rule, in accordance with Government of Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

Share-based payments

Share-based payments to employees are measured at the fair value of the stock options issued and recognized over the vesting period. Share-based payments to non-employees are measured at the fair value of goods and services received by the Company or the fair value of the stock options granted, if the fair value of the goods and services cannot be reliably estimated. The fair value of the stock options is determined using the Black-Scholes option pricing model, taking into account the terms and conditions upon which the stock options are granted. At each reporting date, the amount recognized as an expense is adjusted to reflect the actual number of stock options that are expected to vest.

Restoration and environmental obligations

The Company recognizes liabilities for statutory, contractual, constructive or legal obligations associated with the retirement of long-term assets, when those obligations result from the acquisition, construction, development or normal operation of the assets. The net present value of future restoration cost estimates associated with the obligations is capitalized to the related mining assets along with the corresponding increase in the restoration provision in the period incurred. The restoration asset would be depreciated on

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(Expressed in Canadian dollars)

the same basis as the related mining assets.

The Company's estimates of restoration costs would change as a result of changes in regulatory requirements, discount rates and assumptions regarding the amount and timing of the future expenditures. The estimates are reviewed annually for any changes.

Changes in the net present value, excluding changes in the estimates of reclamation costs, are charged to profit or loss in the period in which they occurred.

The Company has not presently recognized any restoration or environmental obligations as none is presently required.

Recent accounting pronouncement

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for future accounting periods. They are either not applicable or are not expected to have a significant impact on the condensed interim consolidated financial statements.

3. CASH AND CASH EQUIVALENTS

As at June 30, 2024, cash and cash equivalents consist of cash of \$22,258 (2023 - \$76,833) held at financial institutions and a redeemable Guaranteed Investment Certificate ("GIC") of \$165,000 (2023 - \$605,000).

4. SHORT-TERM INVESTMENT

Short-term investment consists primarily of a \$495,831 (2023 - \$1,000,000) non-redeemable GIC bearing interest of 4.85% per annum with a maturity date of August 9, 2024.

5. EXPLORATION AND EVALUATION ASSETS

The continuity of the exploration and evaluation assets for the period ended June 30, 2024:

	Kittson	Lexi	Pinac	Alkali Disposition	Total
<u>Acquisition Costs</u>					
Balance September 30, 2023	3,910,722	1,412,087	-	63,125	5,385,934
Additions	-	71,095	-	250,000	321,095
Acquisition costs, June 30, 2024	3,910,722	1,483,182	-	313,125	5,707,029
<u>Exploration Costs</u>					
Balance September 30, 2023	2,009,873	85,348	-	-	2,095,221
Geologist fees and expenses	2,013	-	-	13,028	15,041
Deferred exploration costs, June 30, 2024	2,011,886	85,348	-	13,028	2,110,262
Total E & E assets, June 30, 2024	5,922,607	1,568,531	-	326,153	7,817,291

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(Expressed in Canadian dollars)

The continuity of the exploration and evaluation assets for the year ended September 30, 2023:

	Kittson	Lexi	Pinac	Alkali Disposition	Total
Acquisition Costs					
Balance September 30, 2022	3,910,722	1,471,204	123,096	-	5,505,022
Additions	-	75,122	-	63,125	138,247
Non-refundable deposit	-	(134,239)	-	-	(134,239)
Impairment	-	-	(123,096)	-	(123,096)
Balance, September 30, 2023	3,910,722	1,412,087	-	63,125	5,385,934
Exploration Costs					
Balance September 30, 2022	1,991,294	85,348	284	-	2,076,927
Additions	-	-	-	-	-
Geologist fees and expenses	17,826	-	-	-	17,826
Taxes	753	-	-	-	753
Impairment	-	-	(284)	-	(284)
Balance, September 30, 2023	2,009,873	85,348	-	-	2,095,221
E & E assets, September 30, 2023	5,920,595	1,497,435	-	63,125	7,481,155

Kittson Property, Northeastern Ontario

The Company holds 100% interest in the Lake Kittson Cobalt Property ("Kittson Property"), located in the Kittson and Coleman Townships of Larder Lake Mining Division in Northeastern Ontario. The Kittson Property currently consists of 160 unpatented mining claims, and a single patented claim. This property is the subject of the proposed spin-out (Note 1).

During the nine-month period ended June 30, 2024, the Company spent \$2,013 in exploration costs associated with the Kittson Property (September 30, 2023 - \$18,579).

Lexi Property, Argentina

The Company acquired 100% interest in the Lexi Property through the acquisition of ReVe completed on July 2, 2021. The Lexi Property is located in the Province of Catamarca, Argentina and is comprised of 26 mining claims.

On January 10, 2023, the Company accepted an offer for the sale of one of its claims in the Lexi Property. On February 10, 2023, the Company received a non-refundable deposit of \$66,939 (US\$50,000) related to this sale, which was recorded as a reduction of acquisition costs associated with the project. The agreement expired on November 30, 2023.

In August, 2023, the Company accepted an offer to sell an additional mineral claim associated with the Lexi properties for US\$425,000 cash consideration. On August 15, 2023, the Company received a non-refundable deposit of \$67,300 (US\$50,000) related to this sale, which was recorded as a reduction of acquisition costs associated with the project. The remaining US\$375,000 which was expected to be paid within 12 months contingent on pre closing conditions, including satisfactory due diligence by the purchaser, was received on July 31, 2024, refer to Note 11 for details.

During the nine-month period ended June 30, 2024, the Company spent \$71,095 in acquisition costs associated with the Lexi Property (September 30, 2023 - \$75,122).

Pinac Property, Argentina

The Company acquired 100% interest in the Pinac Property through the acquisition of ReVe completed on July 2, 2021. The Pinac Property is located in the Province of Catamarca, Argentina and is comprised of 11 mining claims. During the year ended September 30, 2023, the Company recognized an impairment charge of \$123,380.

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Alkali Dispositions, Saskatchewan

In July, 2023, the Company entered into an asset purchase agreement with Globex Mining Enterprises Inc. to acquire alkali dispositions in the province of Saskatchewan for a cash payment of CAD\$35,000 which has been paid, and the issuance of 156,250 shares, which has been completed.

In April, 2024, the Company entered into another asset purchase agreement with Globex Mining Enterprises Inc. to acquire additional alkali dispositions in the province of Saskatchewan for a cash payment of \$200,000 which has been paid, and the issuance of 416,667 common shares at a price of \$0.12, totaling \$250,000.

During the nine-month period ended June 30, 2024, the Company spent \$263,028 in acquisition costs and exploration costs with the Alkali Dispositions (September 30, 2023 - \$63,125).

6. SHARE CAPITAL

Authorized: Unlimited common shares without par value

Issued and Outstanding – Common shares:

At June 30, 2024, the Company has 18,970,583 common shares issued and outstanding (2023 – 14,397,666 common shares).

On August 1, 2023, the Company underwent an eight-for-one share consolidation of its issued and outstanding common shares. The share consolidation was approved by the Board of Directors on July 4, 2023. Prior to the share consolidation, the number of issued and outstanding common shares was 115,181,311. Following the consolidation, the number of issued and outstanding common shares reduced to 14,397,666. This consolidation has been retrospectively applied to all periods presented in these financial statements. The impact of the share consolidation has been reflected in the loss per share calculations. All share and per share data for all periods presented have been adjusted to reflect the consolidation.

During the year ended September 30, 2023, the Company issued 156,250 common shares with a fair value of \$28,125 for the acquisition of the Alkali Disposition property, refer to Note 5 for details.

During the nine months ended June 30, 2024, the Company:

On Oct 12, 2023, closed a private placement offering of 4,000,000 units at a price of \$0.12 per Unit. Each Unit consists of one common share of the Company and one share purchase warrant (the “Warrant”), whereby each Warrant is exercisable into one common share of the Company at an exercise price of \$0.20 per Warrant for a period of twenty-four months from the date of issuance.

Agent’s cash commission was \$9,600 and agent warrants 80,000 each exercisable into a common share in the capital of the Company at a price of \$0.20 for a period of twenty-four months from the date of issuance. Finder fee of \$32,736 and 272,800 finder warrants each exercisable into a common share in the capital of the Company at a price of \$0.20 for a period of twenty-four months from the date of issuance were also issued.

On May 1, 2024, the Company issued 416,667 common shares at a price of \$0.12 per share for a total fair value of \$50,000 for the acquisition of the Alkali Disposition property. Refer to Note 5 for details.

Stock options

Under the Company’s stock option plan, in order to align the interests of Directors, Officers and other grantees with the interests of the Company and its shareholders, the Company may grant options to

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employees, consultants and directors up to 10% of the issued and outstanding share capital at the date of grant. The exercise price of the options granted will be no less than the allowable discounted market price of the Company's shares and the maximum term of the options will be ten years, but usually will be limited to no more than 5 years.

For the nine-month period ended June 30, 2024:

On October 31, 2023, the Company granted 50,000 stock options to a consultant of the Company. Each option entitles the holder to purchase one common share for a price of \$0.225 per share and expires on October 31, 2028.

In connection with this grant, the Company determined the fair value of the share-based compensation to be \$10,000 using the Black Scholes Option Pricing Model with the following assumptions: share price - \$0.20; exercise price - \$0.225; expected life - 5 years; expected volatility - 162.2%; risk free interest rate - 4.23%, and dividend - nil

For the year ended September 30, 2023:

In August, 2023, the Company cancelled 975,000 stock options unexercised.

On September 7, 2023, the Company granted 1,200,000 stock options to directors, officers, and consultants of the Company. Each option entitles the holders to purchase one common share for a price of \$0.20 per share and expires on September 7, 2028. 285,000 stock options vested immediately upon grant. 915,000 stock options vested on February 26, 2024, upon approval at the Company's AGM.

In connection with this grant, the Company determined the fair value of the share-based compensation to be \$72,585 using the Black Scholes option pricing model with the following assumptions: share price - \$0.18; exercise price - \$0.20; expected life - 5 years; expected volatility - 166%; risk free interest rate - 3.99%, and dividend - nil.

The continuity of the Company's stock options is as follows:

	Options	Weighted average exercise price
Balance, September 30, 2022	1,200,000	1.36
Expired	(162,500)	1.60
Cancelled	(462,500)	1.44
Cancelled	(462,500)	1.20
Cancelled	(50,000)	1.40
Granted	1,200,000	0.20
Balance, September 30, 2023	1,262,500	0.26
Granted	50,000	0.225
Balance, June 30, 2024	1,312,500	0.25

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A summary of stock options outstanding and exercisable as at June 30, 2024, is as follows:

Options outstanding and exercisable	Exercise price	Expiry date
37,500	1.20	Mar 9, 2026
25,000	1.44	Nov 10, 2026
1,200,000	0.20	Sep 7, 2028
50,000	0.225	Oct 31, 2028
1,312,500	0.25	

As at June 30, 2024, the average remaining contracted life of the outstanding stock options was 4.09 years.

Share purchase warrants

A summary of changes in share purchase warrants outstanding is as follows:

	Warrants outstanding	Weighted average exercise price	Weighted average number of years to expiry
Balance, September 30, 2022	4,241,850	1.33	1.96
Warrants expired	(193,848)	1.44	-
Balance, September 30, 2023	4,048,002	1.33	1.55
Warrants issued	4,352,800	0.20	1.82
Balance, June 30, 2024	8,400,802	0.21	1.07

A summary of share purchase warrants outstanding as at June 30, 2024, is as follows:

Outstanding	Exercise Price	Expiry Date
1,118,750 ¹	0.20	Feb 26, 2025
93,750	0.96	Feb 26, 2025
2,707,375 ¹	0.20	May 7, 2025
28,127	1.44	May 7, 2025
100,000 ¹	0.20	May 28, 2025
4,352,800	0.20	Oct 26, 2025
8,400,802	0.21	

As at June 30, 2024, the average remaining contractual life of the outstanding share-purchase warrants was 1.07 years.

¹ The exercise price of 3,926,125 warrants was re-priced to \$0.20 from effective exercise prices ranging from \$0.96 to \$1.44 following the 8 for 1 common share consolidation that was completed on August 1, 2023. All other terms remain unchanged.

Reserves

Share-based payment reserve

The share-based payment reserve records items recognized as share-based compensation and other

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share-based payments until such time that the stock options or warrants are exercised or expire, at which time the corresponding amount is transferred to share capital.

As at June 30, 2024, the Company has total reserves of \$2,034,497 (2023– \$3,138,937) of which \$166,037 (2023 - \$1,340,562) are associated with the fair value of incentive stock options and the balance of \$1,868,460 (2023 - \$1,798,375) is associated with the fair value of share purchase warrants.

7. RELATED PARTY TRANSACTIONS

Key management personnel include those people who have authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and corporate officers. The remuneration of directors and key management personnel, and reimbursable expenses, made during the nine month period ended June 30, 2024 and 2023 is set out below:

For the nine months ended June 30,	2024	2023
Management Fees	234,000	266,280
Exploration Fees	9,274	-
Corporate Secretarial Fees	17,669	8,170
Legal Fees	-	33,198
	260,943	307,648

As at June 30, 2024, the Company has \$362.50 outstanding payable balance (September 30, 2023 – \$30,259) due to officers of the Company in relation to the above remuneration.

8. FINANCIAL RISK MANAGEMENT

Financial Risk Management:

The Company may be exposed, in varying degrees, to a variety of financial instrument related risks. The Company's Board of Directors monitors and approves its risk management practices.

The Company's most significant areas of financial risk and risk management are as follows:

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's primary exposure to credit risk is attributable to cash, short-term investments, and amounts receivable. To limit its exposure to credit risk, the Company holds its cash and short-term investments with high-credit quality financial institutions in Canada. Amounts receivable primarily consist of sales tax and interest receivable. The Company believes that the credit risk inherent in amounts receivable is low.

Interest Rate Risk

The Company has no current exposure to interest rate risk. The fair value of cash is not affected by changes in short-term interest rates.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company's financial liabilities are all due on demand. The Company attempts to manage liquidity risk by maintaining sufficient cash balances to satisfy current and planned expenditures. The Company may from time to time have to issue additional shares to ensure there is sufficient capital to meet long-term objectives.

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Foreign currency exchange risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because of change in foreign exchange rates. As at June 30, 2024, the Company has a surplus of financial assets over financial liabilities denominated in Argentinian Peso, consisting of cash, accounts payable and accrued liabilities, in the sum of \$126,358 (September 30, 2023 – \$13,358).

Financial Instruments

Financial instruments recorded at fair value on the condensed interim consolidated statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 - Inputs other than quoted prices that are observable for assets or liabilities, either directly or indirectly; and

Level 3 - Inputs for assets and liabilities that are not based on observable market data.

The fair value of cash, amounts receivable, which are primarily comprised of sales tax and accrued interest receivables, short-term investments, accounts payable and accrued liabilities, and due to related parties approximate fair value due to the short-term nature of the financial instruments.

9. CAPITAL MANAGEMENT

In the management of capital, the Company includes consideration of the components of shareholders' equity as well as cash, term deposits and other working capital with a view to the Company's current and future needs. The Company currently manages its capital structure and adjusts it, based on cash resources expected to be available to support its operations including the exploration and development of its mineral property interests. Management has not established a quantitative capital structure but does review on a regular basis the stage of development of the Company and its needs. The Company's present preparedness to entertain attractive offers on its Argentine properties is consistent with this policy and the Company's shift of primary interest to its Canadian Alkali Dispositions.

There were no changes in the Company's approach to capital management during the period.

The Company is not subject to any externally imposed capital requirements except the rules of the TSX Venture Exchange with which it is presently in compliance.

10. SEGMENTED INFORMATION

The Company has one operating segment, the exploration of mineral properties, and two geographical segments with all current exploration activities being conducted in Canada and Argentina:

	June 30, 2024			June 30, 2023		
	Canada	Argentina	Total	Canada	Argentina	Total
E&E Assets	\$6,248,760	\$1,568,531	\$7,817,291	\$5,914,765	\$1,688,116	\$7,602,881

11. SUBSEQUENT EVENTS

On August 11, 2023, the Company accepted an offer to sell a mineral claim associated with the Lexi properties for US\$425,000 cash consideration. On August 15, 2023, the Company received a non-refundable deposit of US\$50,000 related to this sale, which was recorded as a reduction of acquisition costs associated with the project. The remaining US\$375,000 which was expected to be paid within 12 months contingent on pre closing conditions, including satisfactory due diligence by the purchaser, was received

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on July 31, 2024.

On August 9, 2024, the Company's GICs matured and were subsequently reinvested in a new series of GICs with maturities of up to one year.