



Consolidated Financial Statements of

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

For the Years Ended June 30, 2023 and 2022



GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

(Expressed in Canadian Dollars)

June 30, 2023

INDEX

Page

Independent Auditors' Report

Financial Statements

● Consolidated Statements of Financial Position	4
● Consolidated Statements of Comprehensive Loss	5
● Consolidated Statements of Changes in Shareholders' Equity	6
● Consolidated Statements of Cash Flows	7
● Notes to the Consolidated Financial Statements	8 - 36

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF GOLDEN RIDGE RESOURCES LTD.

Opinion

We have audited the consolidated financial statements of Golden Ridge Resources Ltd. and its subsidiary (the "Company"), which comprise:

- ◆ the consolidated statements of financial position as at June 30, 2023 and 2022;
- ◆ the consolidated statements of comprehensive loss for the years then ended;
- ◆ the consolidated statements of changes in shareholders' equity for the years then ended;
- ◆ the consolidated statements of cash flows for the years then ended; and
- ◆ the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at June 30, 2023 and 2022, and its consolidated financial performance and consolidated cash flows for the years then ended in accordance with International Financial Reporting 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 *Auditors' Responsibilities for the Audit of the Consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended June 30, 2023. These matters were addressed in the context of our audit of the consolidated 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 are no key audit matters to communicate in our auditors' report.

Other Information

Management is responsible for the other information. The other information comprises the information included in Management's Discussion and Analysis.

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

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In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

We obtained Management's Discussion and Analysis prior to the date of this auditors' report. 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 Consolidated Financial Statements

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

In preparing the consolidated 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.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated 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 consolidated 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.

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- ◆ 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 auditors' report to the related disclosures in the consolidated 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 auditors' 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ◆ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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 auditors' report is Sukhjit Gill.

Smythe LLP

Chartered Professional Accountants

Vancouver, British Columbia
October 30, 2023

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GOLDEN RIDGE RESOURCES LTD*(An Exploration Stage Company)*

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at June 30

Expressed in Canadian Dollars

	Note	2023	2022
ASSETS			
Current			
Cash and cash equivalents	5	\$ 2,633,862	\$ 4,928,959
Receivables	6,13	161,291	34,106
Prepays		22,855	20,768
Marketable securities	7	1,250,674	638,306
		4,068,682	5,622,139
Non Current			
Equipment	8	36,733	62,241
Prepaid deposit		134,730	154,748
Reclamation bond		37,500	37,500
Exploration and evaluation assets	9	2,140,567	2,730,734
		\$ 6,418,212	\$ 8,607,362
LIABILITIES			
Current			
Trade and other payables	13	236,347	232,264
SHAREHOLDERS' EQUITY			
Share capital	10	19,882,948	19,873,429
Contributed surplus	10,11	2,751,283	2,736,861
Accumulated other comprehensive income (loss)		159,461	(381,477)
Accumulated deficit		(16,611,827)	(13,853,715)
		6,181,865	8,375,098
		\$ 6,418,212	\$ 8,607,362

Signed on behalf of the Board of Directors by:

"Michael Blady"

Director

Michael Blady

"William Lindqvist"

Director

William Lindqvist

GOLDEN RIDGE RESOURCES LTD*(An Exploration Stage Company)***CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**

For the years ended June 30

Expressed in Canadian Dollars

	Note	2023	2022
Expenses			
Administrative and general	12,13	\$ 345,163	\$ 586,465
Depreciation	8	26,508	33,158
Directors fees	13	24,000	32,000
Property evaluation		-	8,708
Share-based payments	11	14,422	579,410
Total expenses		(410,093)	(1,239,741)
Other income			
Interest income		99,047	24,179
Other revenue	9	-	25,530
Rental income		-	2,925
Write-off exploration and evaluation assets	9	(2,537,943)	(784,890)
Write-off taxes and other receivables		(5,552)	(1,124)
Recovery of exploration and evaluation expenditures	9	96,429	272,347
Net loss for the year		\$ (2,758,112)	\$ (1,700,774)
Other comprehensive income (loss)			
Fair valued gain (loss) on marketable securities	7	540,939	(151,462)
Loss and comprehensive loss for the year		\$ (2,217,173)	\$ (1,852,236)
Basic and diluted loss per share for the year	14	\$ (0.05)	\$ (0.03)

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

GOLDEN RIDGE RESOURCES LTD

(An Exploration Stage Company)

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the years ended June 30

Expressed in Canadian Dollars

	Note	Common Shares	Contributed Surplus	Accumulated Other Comprehensive Loss	Accumulated Deficit	Total
Balance at June 30, 2021		\$ 17,968,855	\$ 2,158,944	\$ (230,015)	\$ (12,152,941)	\$ 7,744,843
Net loss for the year		-	-	-	(1,700,774)	(1,700,774)
Shares issued for exploration and evaluation assets	9	488,496	-	-	-	488,496
Exercise of warrants		3,556	(1,493)	-	-	2,063
Private placement		1,450,000	-	-	-	1,450,000
Share issue costs		(11,338)	-	-	-	(11,338)
Return to treasury	9	(26,140)	-	-	-	(26,140)
Share-based payments	11	-	579,410	-	-	579,410
Marketable securities	7	-	-	(151,462)	-	(151,462)
Balance at June 30, 2022		19,873,429	2,736,861	(381,477)	(13,853,715)	8,375,098
Net loss for the year		-	-	-	(2,758,112)	(2,758,112)
Shares issued for exploration and evaluation assets	9,10	10,000	-	-	-	10,000
Share issue costs	10	(481)	-	-	-	(481)
Share-based payments	11	-	14,422	-	-	14,422
Marketable securities	7	-	-	540,939	-	540,939
Balance at June 30, 2023		\$ 19,882,948	\$ 2,751,283	\$ 159,462	\$ (16,611,827)	6,181,866

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

GOLDEN RIDGE RESOURCES LTD
(An Exploration Stage Company)
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the years ended June 30
Expressed in Canadian Dollars

	Note	2023	2022
OPERATING ACTIVITIES			
Net loss for the year		\$ (2,758,112)	\$ (1,700,774)
Items not affecting cash			
Depreciation	8	26,508	33,158
Gain on sale or recovery of exploration and evaluation assets		(96,429)	(20,940)
Directors fees		-	18,000
Share-based payments	11	14,422	579,410
Write-off of exploration and evaluation assets		2,537,943	780,830
Write-off receivables		5,552	800
Other revenue		-	(25,530)
Changes in non-cash working capital balances:			
Receivables		(132,737)	339,270
Prepays		(2,087)	105,258
Trade and other payables		3,424	5,288
Cash used in operating activities		(401,516)	114,770
Cash flows from investing activities			
Proceeds from sale of exploration and evaluation assets		25,000	-
Prepaid deposit		-	(87,322)
Provision		-	(25,000)
Recovery of exploration and evaluation assets expenditures	9	61,150	34,433
Purchase of equipment	8	(1,000)	(36,516)
Exploration and evaluation asset expenditures	9	(1,978,250)	(615,490)
Total cash used in investing activities		(1,893,100)	(729,895)
Cash Flows from Financing Activities			
Exercise of warrants	10	-	2,063
Shares issued for private placement	10	-	1,450,000
Share issue costs	10	(481)	(11,338)
Total cash outflow used by financing activities		(481)	1,440,725
(Decrease) increase in cash during the year		(2,295,097)	825,600
Cash and cash equivalents beginning of year		4,928,959	4,103,359
Cash and cash equivalents, end of year		\$ 2,633,862	\$ 4,928,959
Composition of cash and cash equivalents			
Cash		\$ 2,599,362	\$ 4,894,459
Cash equivalents		34,500	34,500
Cash and cash equivalents, end of the year		\$ 2,633,862	\$ 4,928,959

Supplemental cash flow information – Note 16

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

1. CORPORATION INFORMATION

Golden Ridge Resources Ltd. (the "**Company**") was incorporated under the Business Corporations Act in British Columbia on January 27, 2011 and trades on the TSX Venture Exchange under the symbol GLDN.

The Company's corporate office and principal place of business is located at 335 – 1632 Dickson Avenue, Kelowna, BC V1Y 7T2.

The Company is primarily engaged in the acquisition, exploration and development of mineral properties located in Canada. To date, the Company has not earned significant revenues and is considered to be in the exploration stage. The Company's current active projects include mineral properties located in Newfoundland.

2. BASIS OF PREPARATION AND CONTINUANCE OF OPERATIONS

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("**IFRS**"), as issued by the International Accounting Standards Board ("**IASB**").

The consolidated financial statements were authorized for issue by the Board of Directors on October 30, 2023.

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

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

The preparation of consolidated financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements, are disclosed in Note 4.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company has not generated revenues from its operations to date. The Company currently has sufficient cash resources and working capital of \$3,832,335 as at June 30, 2023 (2022 - \$5,389,875). The Company will continue to have to raise funds beyond its current working capital balance in order to continue the development of its exploration properties and general operations.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

2. BASIS OF PREPARATION AND CONTINUANCE OF OPERATIONS (cont'd)

As the Company is in the exploration stage, the recoverability of the costs incurred to date on exploration properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposition of the properties. The Company has financed its operations to date primarily through the issuance of common shares and exercise of stock options and share purchase warrants.

The Company's business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, and national and international circumstances. Recent geopolitical events, including relations between NATO and the Russian Federation regarding the situation in Ukraine, as well as the political events in Israel and potential economic global challenges such as the risk of the higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company's business.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements within reasonable limits of materiality and within the framework of the significant policies summarized below:

Basis of Consolidation

These consolidated financial statements include the accounts of:

	% of ownership	Jurisdiction	Principal Activity
0897043 BC Ltd.	100	British Columbia	Inactive

A subsidiary is an entity that the Company controls, either directly or indirectly, where control is defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. All inter-company transactions and balances including unrealized income and expenses arising from intercompany transactions are eliminated in preparing consolidated financial statements.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, demand deposits with financial institutions, and cashable guaranteed investment certificates that are readily convertible into known amount of cash and subject to an insignificant risk of change in value.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Mineral Exploration and Evaluation Expenditures

Pre-exploration Costs

Pre-exploration costs are expensed in the year in which they are incurred.

Acquisition Costs

The fair value of all consideration paid to acquire an exploration and evaluation asset is capitalized, including amounts arising under option agreements. Consideration may include cash, loans or other financial liabilities, and equity instruments including common shares and share purchase warrants.

Once the legal right to explore a property has been acquired, costs directly related to exploration and evaluation expenditures are recognized and capitalized, in addition to the acquisition costs. These direct expenditures include such costs as materials used, surveying costs, drilling costs, and payments made to contractors during the exploration phase. Costs not directly attributable to exploration and evaluation activities, including general administrative overhead costs, are expensed in the year.

When a project is deemed to no longer have commercially viable prospects to the Company, acquisition costs and exploration and evaluation expenditures in respect of that project are deemed to be impaired. As a result, those exploration and evaluation expenditures and acquisition costs, in excess of estimated recoveries, are written off to profit or loss.

Once the technical feasibility and commercial viability of extracting the mineral resource has been determined, the property will be considered to be a mine under development and will be classified as 'mines under construction'. Exploration and evaluation assets are also tested for impairment before the assets are transferred to development properties. As the Company currently has no operational income, any incidental revenues earned in connection with exploration activities are applied as a reduction to capitalized exploration costs.

Farm-Out Arrangements

The Company may occasionally enter into farm-out arrangements, whereby the Company will transfer part of a mineral interest as consideration, for an agreement by the transferee to meet certain exploration and evaluation expenditures which would have otherwise been undertaken by the Company. The Company does not record any expenditures made by the farmee on its behalf. Any consideration received from the agreement is credited against the costs previously capitalized to the mineral interest given up by the Company, with any excess accounted for as a gain on disposal.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Property and Equipment

Recognition and Measurement

On initial recognition, property and equipment are valued at cost, being the purchase price and directly attributable cost of acquisition or construction required to bring the asset to the location and condition necessary to be capable of operating in the manner intended by the Company, including appropriate borrowing costs and the estimated present value of any future unavoidable costs of dismantling and removing items. The corresponding liability is recognized within provisions. Property and equipment is subsequently measured at cost less accumulated depreciation and any accumulated impairment losses, with the exception of land which is not depreciated. When parts of an item of property and equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment.

Major Maintenance and Repairs

The cost of replacing part of an item of property and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property and equipment are recognized in profit or loss as incurred. All other repairs and maintenance are charged to profit or loss during the financial year in which they are incurred.

Subsequent Costs

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Gains and Losses

Gains and losses on disposal of an item of property and equipment are determined by comparing the proceeds from disposal with the carrying amount and are recognized net within other income in profit or loss.

Depreciation

Depreciation is recognized in profit or loss and is calculated on a straight-line method at the following annual rates:

	Percentage
Field equipment	20%
Furniture and fixtures	20%

Depreciation methods, useful lives, and residual values are reviewed at each financial year-end and adjusted if appropriate.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Impairment of Non-Financial Assets

Impairment tests on non-financial assets, including exploration and evaluation assets, are undertaken whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount, which is the higher of value in use and fair value less costs to sell, the asset is written down accordingly.

The Company assesses exploration and evaluation assets for impairment when facts and circumstances suggest that the carrying amount of an asset may exceed its recoverable amount.

The impairment test is carried out on the asset's cash-generating unit ("**CGU**"), which is the lowest group of assets in which the asset belongs for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets.

An impairment loss is charged to profit or loss. Where an impairment loss subsequently reverses, the carrying amount of the asset (or CGU) is increased to the revised estimate of its recoverable amount, but to an amount that does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or CGU) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

Financial Instruments

The Company classifies its financial instruments as follows:

Financial Asset/Liabilities	
Cash and cash equivalents	Fair value through profit or loss (" FVTPL ")
Receivables	Amortized cost
Reclamation bond	Amortized cost
Marketable securities	Fair value through other comprehensive income (" FVOCI ")
Trade and other payables	Amortized cost

Financial Assets

Initial recognition and measurement

Financial assets are recognized at fair value and are subsequently classified and measured at: (i) amortized cost; (ii) fair value through other comprehensive income ("**FVOCI**"); or (iii) fair value through profit or loss ("**FVTPL**"). The classification of financial assets is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. A financial asset is measured at fair value net of transaction costs that are directly attributable to its acquisition, except for financial assets at FVTPL where transaction costs are expensed. All financial assets not classified and measured at amortized cost or FVOCI are measured at FVTPL.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Financial Instruments (cont'd)

Financial Assets (cont'd)

On initial recognition of an equity instrument that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income. The classification determines the method by which the financial assets are carried on the consolidated statement of financial position subsequent to inception and how changes in value are recorded.

Derecognition

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. Gains and losses on derecognition are generally recognized in profit or loss. However, gains and losses on derecognition of financial assets classified as FVTOCI remain within accumulated other comprehensive income (loss).

Impairment

An 'expected credit loss' impairment model applies which requires a loss allowance to be recognized based on expected credit losses. The estimated present value of future cash flows associated with the asset is determined and an impairment loss is recognized for the difference between this amount and the carrying amount as follows: the carrying amount of the asset is reduced to estimated present value of the future cash flows associated with the asset, discounted at the financial asset's original effective interest rate, either directly or through the use of an allowance account and the resulting loss is recognized in profit or loss for the period. In a subsequent period, if the amount of the impairment loss related to financial assets measured at amortized cost decreases, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

Financial Liabilities

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the financial instrument. A financial liability is derecognized when it is extinguished, discharged, cancelled, or when it expires. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or financial liabilities subsequently measured at amortized cost. All interest-related charges are reported in profit or loss within interest expense, if applicable.

Other financial liabilities are non-derivatives and are initially recognized at fair value net of any transaction costs directly attributable to the issuance of the instrument and subsequently carried at amortized cost using the effective interest rate method. This ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried in the consolidated statements of financial position. Interest expense in this context includes initial transaction costs and premiums payable on redemption, as well as any interest or coupon payable while the liability is outstanding.

GOLDEN RIDGE RESOURCES LTD.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Financial Instruments (cont'd)

Fair Value Hierarchy

Fair value measurements of financial instruments are required to be classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The levels of the fair value hierarchy are defined as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 – Inputs for assets or liabilities that are not based on observable market data.

Provisions

Provisions are recognized as liabilities when a present legal or constructive obligation exists as a result of past events where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

The amount recognized as a provision is the best estimate of the consideration required to settle the obligation estimated at the end of each reporting period, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

Rehabilitation Provision

The Company is subject to various government laws and regulations relating to environmental disturbances caused by exploration and evaluation activities. The Company records the present value of the estimated costs of legal and constructive obligations required to restore the exploration sites in the year in which the obligation is incurred. The nature of the rehabilitation activities includes restoration, reclamation, and re-vegetation of the affected exploration sites. The rehabilitation provision generally arises when the environmental disturbance is subject to government laws and regulations.

When the liability is recognized, the present value of the estimated costs is capitalized by increasing the carrying amount of the related exploration properties. Over time, the discounted liability is increased for the changes in present value based on current market discount rates and liability specific risks. Additional environment disturbances or changes in rehabilitation costs will be recognized as additions to the corresponding assets and rehabilitation liability in the year in which they occur.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Income Tax

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in equity or in other comprehensive loss/income.

Current income taxes are recognized for the estimated income taxes payable or receivable on taxable income or loss for the current year and any adjustment to income taxes payable in respect of previous years. Current income taxes are determined using tax rates and tax laws that have been enacted or substantively enacted by the year-end date.

Deferred tax assets and liabilities are recognized where the carrying amount of an asset or liability differs from its tax base, except for taxable temporary differences arising on the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting, nor taxable profit or loss. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis, or their tax assets and liabilities will be realized simultaneously.

Recognition of deferred tax assets for unused tax losses, tax credits and deductible temporary differences is restricted to those instances where it is probable that future taxable profit will be available against which the deferred tax asset can be utilized. At the end of each reporting year the Company reassesses unrecognized deferred tax assets. The Company recognizes a previously unrecognized deferred tax asset only to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Share Capital

Equity instruments are contracts that give a residual interest in the net assets of the Company. 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 options, and warrants are classified as equity instruments. Incremental costs directly attributable to the issue of new share options and are shown in equity as a deduction, net of tax, from the proceeds. Where the Company issued common shares and warrants together as units, value is allocated first to share capital based on the market value of common shares on the date of issue, with any residual value from the proceeds being allocated to the warrants.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**Contributed Surplus**

Contributed surplus consists of the fair value of stock options and warrants granted since inception, less amounts transferred to share capital for exercised stock options and warrants. If granted options or warrants vest and then subsequently expire or are forfeited, no reversal of contributed surplus is recognized.

Earnings/Loss Per Share

Basic earnings/loss per share is computed by dividing the net income or loss applicable to common shares of the Company by the weighted average number of common shares outstanding for the relevant years. Diluted earnings per common share is computed by dividing the net income applicable to common shares by the sum of the weighted average number of common shares issued and outstanding and all additional common shares that would have been outstanding, if potentially dilutive instruments were converted. Diluted loss per common share excludes the effects of any instruments that would be anti-dilutive if they were converted.

Share-based Payments

The fair value, at the grant date, of equity-settled share option awards is charged to profit or loss over the period for which the benefits of employees and others providing similar services are expected to be received. The corresponding accrued entitlement is recorded in contributed surplus. The amount recognized as an expense is adjusted to reflect the number of share options expected to vest. The fair value of awards is calculated using the Black-Scholes option pricing model which considers the following factors:

- Exercise price
- Expected life of the award
- Forfeiture rate
- Current market price of the underlying shares
- Risk-free interest rate
- Expected volatility

Recent and Future Accounting Pronouncements

There have been no accounting pronouncements with significant impact on the Company's consolidated financial statements.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

Significant Accounting Judgments, Estimates and Assumptions

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized in the period of the change, if the change affects that period only, or in the period of the change and future years, if the change affects both.

Information about critical judgments and estimates in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities included in the preparation of these consolidated financial statements are discussed below:

Going Concern

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

Impairment of Exploration and Evaluation Assets

The application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits will flow to the Company. If, after exploration and evaluation expenditures are capitalized, information becomes available suggesting that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount, the Company carries out an impairment test at the cash-generating unit or group of cash-generating units' level in the year the new information becomes available. The assessment of impairment indicators, impairment tests, and recoverable value models have a degree of estimation and judgment which may differ in the future.

Valuation of Share-based Payments

The Company uses the Black-Scholes option pricing model for valuation of share-based payments. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate, and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and the Company's earnings and equity reserves.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consists of cash on hand, demand deposits with financial institutions, and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and subject to an insignificant risk of change in value. Cash at banks and on hand earns interest at floating rates based on daily bank deposit rates.

6. RECEIVABLES

Sales tax receivable represents input tax credits arising from sales tax levied on the supply of goods purchased or services received in Canada.

	June 30 2023	June 30 2022
Sales taxes receivable	\$ 152,775	\$ 16,826
Other (Note 13)	8,516	17,280
	\$ 161,291	\$ 34,106

7. MARKETABLE SECURITIES

Marketable securities consist of:

An investment of 1,081,875 (2022 - 1,081,875) commons shares in Fireweed Zinc Ltd. ("**Fireweed Shares**") as at June 30, 2023. As at June 30, 2023, the Fireweed Shares have a fair value of \$1,179,244 (2022 - \$638,306). During the year ended June 30, 2023, the Company recorded an increase in fair market value of \$540,939 (2022 - loss of \$151,462) as an unrealized gain (2022 - unrealized loss) in other comprehensive loss.

On April 3, 2023, the Company was issued 714,286 common shares of Kingfisher Metals Corp. ("**Kingfisher Shares**") at a fair value of \$71,429 in connection to a grant of an option on the Company's Hank property located in British Columbia (the "**Kingfisher Option**"). As at June 30, 2023, the Kingfisher Shares have a fair value of \$71,430 (2022 - \$Nil).

The fair value of marketable securities has been determined by reference to published price quotations in an active market, a Level 1 valuation.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

8. EQUIPMENT

	Field Equipment	Furniture & Fixtures	Total
Cost			
Balance at June 30, 2021	\$137,000	\$6,424	\$143,424
Additions	36,516	-	36,516
Balance June 30, 2022	173,516	6,424	179,940
Additions	1,000	-	1,000
Balance at June 30, 2023	\$174,516	\$6,424	\$180,940
Depreciation and impairment losses			
Balance at June 30, 2021	\$78,435	\$6,106	\$84,541
Depreciation for the period	32,840	318	33,158
Balance at June 30, 2022	111,275	6,424	117,699
Depreciation for the period	26,508	-	26,508
Balance at June 30, 2023	\$137,783	\$6,424	\$144,207
Carrying amounts			
Carrying value at June 30, 2022	\$62,241	\$-	\$62,241
Carrying value at June 30, 2023	\$36,733	\$-	\$36,733

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)*

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***9. EXPLORATION AND EVALUATION ASSETS**

	<i>Newfoundland</i>				Total
	Williams	Heritage	Davis Cove	Other	
Balance at June 30, 2021	\$112,450	\$1,401,274	\$40,751	\$777,488	\$2,331,963
Acquisition costs	33,175	556,746	-	-	589,921
Exploration costs	445,579	173,727	1,465	3,342	624,113
Recovery of exploration expenses	(34,433)	-	-	-	(34,433)
Write-off of exploration and evaluation assets	-	-	-	(780,830)	(780,830)
Balance at June 30, 2022	556,771	2,131,747	42,216	-	2,730,734
Acquisition costs	61,300	300	-	-	61,600
Exploration costs	1,567,946	379,380	-	-	1,947,326
Recovery of exploration expenses	(45,450)	(15,700)	-	-	(61,150)
Write-off of exploration and evaluation assets	-	(2,495,727)	(42,216)	-	(2,537,943)
Balance at June 30, 2023	\$2,140,567	\$-	\$-	\$-	\$2,140,567

Newfoundland***Williams Property***

The Company entered into an option agreement dated January 31, 2020 (the “**Williams Option**”) to earn a 100% interest subject to a 2% net smelter return royalty (the “**NSR**”) in the Williams Gold Property (the “**Williams Property**”) located in the province of Newfoundland.

Consideration for the Williams Option includes the issuance of an aggregate 350,000 common shares (250,000 issued) and aggregate cash payments of \$150,000 (\$100,000 paid or accrued) over a three-year period. The last payment is due on or before December 31, 2023.

The Williams Option can be accelerated at the Company’s election. Pursuant to the terms of the Williams Option, Golden Ridge can purchase 1.0% of the NSR for \$1,000,000 at any time before the commencement of commercial production. Additionally, commencing December 31, 2024 and annually thereafter, the Company will be required to make annual advanced minimum royalty (“**AAMR**”) payments of \$7,500. The AAMR payments are deductible from future NSR payments.

Heritage Project

Pursuant to an option agreement dated June 25, 2020 (the “**Heritage Option**”) between Golden Ridge and Puddle Pond Resources Inc. (the “**Optionor**”), Golden Ridge was granted the right to earn a 75% interest, subject to a 1.5% NSR, in the Heritage Project located in Newfoundland. Additionally, certain claims are also subject to a 2.5% NSR forming part of the Heritage Property (the “**Underlying NSR**”) to the original holders (“**Original Vendors**”) which can be purchased and extinguished in its entirety pursuant to an agreement dated June 25, 2020 between Golden Ridge, the Optionor, and the Original Vendors.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

9. EXPLORATION AND EVALUATION ASSETS (cont'd)

Newfoundland (cont'd)

Heritage Project (cont'd)

Consideration for the Heritage Option includes management fees of \$150,000 (paid), the issuance of an aggregate 600,000 common shares (issued), the issuance of an aggregate \$525,000 (\$225,000 issued) in common shares at Current Market Price*, and aggregate exploration costs of \$3,000,000 (\$1,697,361 incurred) over a three-year period.

Underlying NSR Option

Consideration for the NSR Option included aggregate cash payments of \$180,000 (\$105,000 paid) and the issuance of an aggregate 1,125,000 common shares (issued) over three years.

**Current Market Price means in respect of the common shares on any date, the volume-weighted average of price (total dollar value divided by total volume) for the 10 consecutive trading days immediately preceding such date.*

As at June 30, 2023, the Company elected not to proceed with the Heritage Option and wrote off exploration and evaluation asset expenditures in the amount of \$2,495,727 in accordance with Level 3 of the fair value hierarchy as at June 30, 2023.

Davis Cove Project

Pursuant to an option agreement dated June 26, 2020 (the “**Davis Cove Option**”) between Golden Ridge and certain third-party arm’s length vendors (collectively the “**Optionors**”), Golden Ridge will have the right to earn a 100% interest, subject to a 2% NSR, in the Davis Cove Project located in Newfoundland. The Company has the right to purchase the first 1% of the royalty for \$1 million and remaining 1% of the royalty for an additional \$3 million any time prior to the commencement of commercial production. Consideration for the Davis Cove Option includes aggregate cash payments of \$60,000 (\$17,500 paid), the issuance of an aggregate \$60,000 (\$17,500 issued) in common shares at the VWAP* over a three-year period, and annual advance royalty payments of \$7,000 per year commencing on the fifth anniversary.

Volume weighted average closing price for the 30 trading days preceding each date of issuance (“VWAP**”).*

During the year ended June 30, 2022, the parties amended the Davis Cove Option effective June 26, 2022 wherein the 2022 annual cash payment of \$15,000 and annual share issuance of \$12,500 cash equivalent that were due on June 9, 2022 were extended to December 1, 2022. On December 1, 2022, the Company elected not to proceed with the Davis Cove Option and wrote off exploration and evaluation asset expenditures in the amount of \$42,216 in accordance with Level 3 of the fair value hierarchy.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

9. EXPLORATION AND EVALUATION ASSETS (cont'd)

Newfoundland (cont'd)

Other – Fortune Bay, Long Range & Lucky Strike Projects

Pursuant to purchase agreement dated June 26, 2020 (the “**NFLD Purchase**”) between Golden Ridge and certain third-party arm’s length vendors (collectively the “**NFLD Vendors**”), Golden Ridge purchased a 100% interest in the Fortune Bay, Long Range, and Lucky Strike Projects located in Newfoundland (collectively the “**NFLD Projects**”) for consideration of the issuance of 3,000,000 common shares (issued) within 10 days of Exchange approval.

During the year ended June 30, 2022, the Company wrote off exploration and evaluation asset expenditures in the amount of \$780,830 in accordance with Level 3 of the fair value hierarchy.

British Columbia

Hank Property

On June 25, 2014 (the “**Effective Date**”), the Company and Lac Properties Inc. (“**Lac**”) entered into an option agreement (the “**Hank Option**”) for the Company to acquire a 100% interest in the Hank property (the “**Hank Property**”), located in the Liard district of British Columbia, subject to a 2% net smelter return (“**NSR**”) to Lac by completing \$2,000,000 in exploration expenditures over a four-year period (completed). On November 13, 2018, the Company and Lac completed the exercise of the Hank Option wherein the Company acquired a 100% interest in the Hank Property from Lac. During the year end June 30, 2021, the Company wrote-off exploration and evaluation asset expenditures in the amount of \$6,179,213 in accordance with Level 3 of the fair value hierarchy. On April 29, 2022, the Company and Lac reached an agreement to extinguish the Back-In Right Agreement dated November 13, 2018 (the “**Back-In Right**”) pursuant to which Golden Ridge granted to Lac an option to purchase an undivided 51% interest in the Hank Property by repaying the Company all of its expenditures on the Property and cancelling the 2% NSR.

As consideration for the cancellation of the Back-In Right, Golden Ridge granted to Lac an additional 1% net smelter return royalty on the Hank Project, thereby increasing Lac’s existing royalty on the Property from 2% to 3% (“**NSR**”) of which 1/3 (1%) may be bought back for \$3,000,000 USD at any time by providing notice of exercise and the payment. In addition, Golden Ridge agreed to make a milestone payment of \$2,500,000 USD at the earliest of the following: (a) the preparation of a feasibility study (as defined by NI 43-101); (b) a development decision being made or the commencement of construction, on all or any part of the Property; and (c) the first day on which products were sold or shipped from the Property for the purpose of earning revenue.

Notice of the Amended and Restated Net Smelter Returns Royalty Agreement and termination of the Back-In Right Agreement was filed with the Mineral Titles Online registry maintained by the Chief Gold Commissioner of British Columbia.

During the year ended June 30, 2022, the Company has \$272,347 on recovery of exploration expenditures in connection with BCMET credits from prior years exploration in BC.

During the year ended June 30, 2023, the Company entered into an option agreement with Kingfisher Metals Corp and recognized \$96,429 regarding cash and Kingfisher Shares received (Note 7).

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

9. EXPLORATION AND EVALUATION ASSETS (cont'd)

British Columbia (cont'd)

Ball Creek

On July 9, 2019, the Company and Orogen Royalties Inc. (formally Evrim Resources Corp.) ("**Orogen**") entered into an option agreement (the "**Orogen Option**") to acquire an 80% interest in the Ball Creek Project ("**Ball Creek**") located in British Columbia. Under the terms of the Agreement, the Company had the right to earn an 80% interest, subject to a 2% net smelter return royalty (the "**NSR**"), in Ball Creek by delivering, on or before the 20th anniversary (July 16, 2039), a production notice to construct and operate a mine (the "**Production Decision**") supported by a feasibility study (the "**Feasibility Study**") and evidence that Golden Ridge has obtained sufficient financing to develop Ball Creek in accordance with the Feasibility Study and issue an aggregate 250,000 common shares, make certain cash or share equivalent payments of up to \$300,000, and additional cash payments of \$1.75 million over a 15-year period (the "**Option Payments**").

Effective February 9, 2021, Golden Ridge and Orogen agreed to terminate (the "**Option Termination**") the Orogen Option. Consideration to Golden Ridge for the Option Termination is \$15,000 in cash ("**Termination Fee**") and the surrender of 149,573 Golden Ridge payment shares (the "**Surrendered Shares**") previously received by Orogen (Note 13).

Pursuant to the Option Termination, the Company as at June 30, 2021, wrote off exploration and evaluation asset expenditures in the amount of \$1,312,573 net of the Termination Fee.

During the year ended June 30, 2022, the Company returned the Surrender Shares to treasury at a fair value of \$20,940 the market price of the Surrendered Shares at the date of return and is recorded as other income in the consolidated statements of loss and comprehensive loss.

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***10. SHARE CAPITAL AND RESERVES****a) Common Shares**

The Company's authorized share capital is an unlimited number of common shares with no par value.

The following is a summary of changes in share capital from July 1, 2021 to June 30, 2023:

	Note	Number	Issue Price	Total
Balance at June 30, 2021		50,972,765		\$17,968,855
Shares issued for exploration and evaluation assets	9	900,000	\$0.39	346,500
Shares issued for exploration and evaluation assets	9	50,000	\$0.14	6,750
Shares issued for exploration and evaluation assets	9	1,229,508	\$0.11	135,246
Private placement		5,370,370	\$0.27	1,450,000
Exercise of warrants		8,250	\$0.25	2,063
Fair value of warrants transferred on exercise		-	-	1,493
Return to treasury		(149,573)	\$0.14	(20,940)
Return to treasury		(40,000)	\$0.13	(5,200)
Share issue costs		-	-	(11,338)
Balance June 30, 2022		58,341,320	-	\$19,873,429
Shares issued for exploration and evaluation assets	9	100,000	\$0.10	\$10,000
Share issue costs		-	-	(481)
Balance June 30, 2023		58,441,320	-	\$19,882,948

During the year ended June 30, 2023 the Company issued the following:

January 23, 2023, the Company issued 100,000 common shares in connection with the Williams Property as described in Note 9 hereinabove. The common shares were valued at \$10,000 as determined by the market price when issued being \$0.10 per share.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

10. SHARE CAPITAL AND RESERVES (cont'd)

a) Common Shares (cont'd)

Transfer agent fees in connection with the share issuance described hereinabove in the amount of \$481 were incurred during the year ended June 30, 2023.

During the year ended June 30, 2022 the Company issued the following:

- On July 5, 2021, the Company issued 900,000 common shares pursuant to the Heritage NSR Option as described in Note 9 hereinabove. The common shares were valued at \$346,500 as determined by the market price when issued being \$0.385 per share.
- On July 8, 2021, the Company issued 5,370,370 units (the “Units”) at a price of \$0.27 for gross proceeds of \$1,450,000 (the “July 2021 Offering”).

Each Unit consists of one common share and one-half of one common share purchase warrant (each whole warrant a “Warrant”) of Company. Each Warrant entitles the subscriber to purchase one additional common share for at an exercise price of \$0.50 per common share until July 8, 2023.

Transfer agent and filing fees in connection with the share issuances described hereinabove in the amount of \$11,338 were incurred during the year ended June 30, 2022.

- On July 8, 2021, 8,250 common shares were issued on the exercise of 8,250 agents warrants with an exercise price of \$0.25. On the exercise of the agents warrants, \$1,493 was transferred from contributed surplus to share capital.
- On November 26, 2021, 149,573 common shares were returned to treasury in connection with the Option Termination for the Ball Creek Property as described in Note 9 hereinabove. The common shares were valued at \$20,940 as determined by the market price on the termination date of \$0.14 per share.
- On December 15, 2021, 50,000 common shares were issued in connection with the Williams Property as described in Note 9 hereinabove. The common shares were valued at \$6,750 as determined by the market price when issued being \$0.135 per share.
- On June 9, 2022, 40,000 common shares were returned to treasury in connection with the directors loan. The common shares were valued at \$5,200 as determined by the market price on the return date of \$0.13 per share.
- On June 23, 2022, the Company issued \$150,000 cash equivalent of 1,229,508 common shares calculated on the 10-day VWAP pursuant to the Heritage Option as described in Note 9 hereinabove. The common shares were valued at \$135,246 as determined by the market price when issued being \$0.11.

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***10. SHARE CAPITAL AND RESERVES (cont'd)****b) Share Purchase Warrants**

The following is a summary of changes in share purchase warrants from July 1, 2021 to June 30, 2023:

	Number	Weighted Average Price
Balance, June 30, 2021	16,698,465	\$0.42
Granted	2,685,185	\$0.50
Expired	(3,599,092)	\$1.25
Balance June 30, 2022	15,784,558	\$0.38
Expired	(6,115,206)	\$0.40
Balance June 30, 2023	9,669,352	\$0.32

As at June 30, 2023 the following share purchase warrants were outstanding:

	Number	Price Per Share	Expiry Date
	6,984,167 ¹	\$0.25	July 24, 2023
	2,685,185 ¹	\$0.50	July 8, 2023
	9,669,352		

¹ Subsequent to June 30, 2023, 9,669,352 share purchase warrants expired without exercise.

As at June 30, 2023, 9,669,352 (2022 - 15,784,558) share purchase warrants were outstanding and exercisable with a weighted average remaining contractual life of 0.05 (2022 - 0.93) years.

c) Agents' Warrants

The following is a summary of changes in agents' warrants from July 1, 2021 to June 30, 2023:

	Number	Weighted Average Price
Balance, June 30, 2021	502,964	\$1.25
Expired	(146,967)	\$0.25
Exercised	(8,250)	\$0.25
Balance June 30, 2022	347,747	\$0.31
Expired	(347,747)	\$0.31
Balance June 30, 2023	-	-

As at June 30, 2023, there were no agents' warrants outstanding.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

11. SHARE-BASED PAYMENTS**a) Option Plan Details**

The Company adopted a stock option plan (the “Plan”) to grant options to directors, senior officers, employees, and consultants of the Company. The aggregate outstanding options are limited to 10% of the outstanding common shares. The option price under each option shall not be less than the discounted market price as defined in the policies of the Exchange on the grant date. All options vest when granted unless otherwise specified by the Board of Directors. The following is a summary of changes during the period ended July 1, 2021 and June 30, 2023

	Number	Weighted Average Price
Balance June 30, 2021	2,232,000	\$0.41
Expired	(482,000)	\$0.43
Granted	3,100,000	\$0.26
Balance June 30, 2022	4,850,000	\$0.44
Granted	200,000	\$0.13
Expired	(1,360,000)	\$0.43
Balance June 30, 2023	3,690,000	\$0.26

As at June 30, 2023, the following options were outstanding:

Expiry Date	Exercise Price	Number of Options	Vested and Exercisable	Unvested
¹ July 17, 2023	\$0.85	20,000	20,000	-
January 17, 2024	\$0.60	150,000	150,000	-
October 5, 2025	\$0.25	850,000	850,000	-
July 14, 2026	\$0.32	1,470,000	1,470,000	-
June 10, 2027	\$0.13	1,000,000	1,000,000	-
February 1, 2028	\$0.13	200,000	200,000	-
		3,690,000	3,690,000	-

¹ Subsequent to June 30, 2023, 20,000 options at an exercise price of \$0.85 expired without exercise.

As at June 30, 2022, the following options were outstanding:

Expiry Date	Exercise Price	Number of Options	Vested and Exercisable	Unvested
April 5, 2023	\$0.63	230,000	230,000	-
July 17, 2023	\$0.85	120,000	120,000	-
January 17, 2024	\$0.60	325,000	325,000	-
October 5, 2025	\$0.25	1,175,000	1,175,000	-
July 14, 2026	\$0.32	2,000,000	2,000,000	-
June 10, 2027	\$0.13	1,000,000	1,000,000	-
		4,850,000	4,850,000	-

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***11. SHARE-BASED PAYMENTS (cont'd)****a) Option Plan Details (cont'd)**

As at June 30, 2023, 3,690,000 (2022 - 4,850,000) options were vested and outstanding with a weighted average remaining contractual life of 3.08 (2022 - 3.64) years.

b) Fair Value of Options Issued During the Year

During the year ended June 30, 2023, the weighted average fair value at grant date of options granted was \$0.13 per option (2022 - \$0.26).

c) Expenses Arising from Share-based Payment Transactions

During the year ended June 30, 2023, 200,000 (2022 - 3,100,000) options were granted. The total fair value of options vested during the year ended June 30, 2023 was \$14,422 (2022 - \$579,410) which has been recorded as a share-based payment expense in the consolidated statements of comprehensive loss with a corresponding increase in contributed surplus. The Black-Scholes option pricing model inputs for options granted were:

Grant Date	Expiry Date	Share Price At Grant Date	Exercise Price	Risk-Free Interest Rate	Expected Life	Volatility Factor	Dividend Yield
1-Feb-23	1-Feb-28	\$0.095	\$0.13	3.54%	5	108.50%	0
14-Jul-21	14-Jul-26	\$0.29	\$0.32	0.78%	5	111.36%	0
10-Jun-22	10-Jun-27	\$0.13	\$0.13	2.83%	5	111.16%	0

Expected volatility is based on the historical volatility of the Company's market share price.

12. ADMINISTRATIVE AND GENERAL EXPENSES

	Note	Years ended June 30	
		2023	2022
Accounting and legal		\$ 46,171	\$ 44,527
Consulting	13	155,125	152,873
Conferences		8,609	
Office and administration fees	13	54,586	71,975
Marketing and social media		28,537	241,390
Rent	13	18,574	47,305
Filing fees		8,973	13,424
Shareholder communication		12,776	7,500
Transfer agent fees		5,004	5,166
Travel		6,808	2,305
		\$ 345,163	\$ 586,465

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***13. RELATED PARTY TRANSACTIONS**

	June 30 2023	June 30 2022
Key management personnel compensation comprised:		
Administration and management fees	\$21,285	\$28,788
Consulting fees	155,125	152,873
Director fees	24,000	32,000
Share-based payments	-	272,386
	\$200,410	\$486,047

a) Key Management Compensation

- i) Consulting fees of \$102,000 (2022 - \$102,000) were paid or accrued to Tank Enterprises, a company controlled the President, CEO and director of the Company;
- ii) Consulting fees of \$53,125 (2022 - \$50,873) were paid or accrued to Minco, a company controlled the Chief Financial Officer;
- iii) Administration fees of \$21,285 (2022 - \$28,788) were paid or accrued to Minco, a company controlled the Chief Financial Officer for administration and accounting personnel services;
- iv) Director fees of \$3,000 per quarter were paid to each non-executive directors; and
- v) Share-based payments are the fair value of options granted to key management personnel (Note 11).

b) Exploration Services & Equipment Rental Payments

- (i) During the year ended June 30, 2023, the Company used Ridgeline Exploration Ltd. ("**Ridgeline Exploration**"), a company associated with the CEO, for field personnel, equipment rental, and office work for its exploration activities as follows:
 - a. Equipment rental payments of \$4,500 (2022 - \$3,241) were paid or accrued to Ridgeline Exploration which were capitalized to exploration and evaluation assets.

Effective December 16, 2022, the CEO was no longer associated with Ridgeline Exploration.

- (ii) During the year ended June 30, 2023, the Company used Ridgeline Exploration Holdings Corp. ("**Ridgeline Holdings**"), a company owned 50% by the CEO, for camp accommodations for its exploration activities as follows:
 - a. Accommodation rental payments of \$20,000 (2022 - \$Nil) were paid or accrued to Ridgeline Holdings which were capitalized to exploration and evaluation assets.

c) Rent

The Company currently pays BruMar Holdings, a company owned 100% by the CEO, for rent and expenses on a month-to-month basis for an exploration office space at approximately \$800 per month for a total \$4,000 for the year ended June 30, 2023 (2022 - \$Nil).

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***13. RELATED PARTY TRANSACTIONS (cont'd)****d) Related Party Liabilities**

Amounts due to:	Service for:	June 30 2023	June 30 2022
Minco	Consulting & Administration Fees	\$7,193	\$5,145
M Blady	Expenses	6,799	29,609
L. Nagy	Directors Fees	3,000	3,000
W. Lindqvist	Directors Fees	6,000	3,000
Ridgeline Minerals Exploration	Exploration Costs	-	73,241
		\$22,992	\$113,995

e) Related Party Receivables (Note 6)

Amounts due from:	Service for:	June 30 2023	June 30 2022
Minco	Rent & Expenses	\$1,575	\$5,200
South Atlantic Gold Corp.	Rent & Expenses	2,100	1,788
Damara Gold Corp.	Rent & Expenses	2,100	2,000
		\$5,775	\$8,988

Amounts due from related parties' expenditures are incurred for shared office space and administrative personnel that have common directors or officers and amounts due are without interest or stated terms of repayment.

14. LOSS PER SHARE

	June 30 2023	June 30 2022
Net loss attributable to ordinary shareholders	(\$2,758,112)	(\$1,700,774)
Weighted average number of common shares	58,384,334	57,080,919
Basic and diluted loss per share	(\$0.05)	(\$0.03)

15. SEGMENT REPORTING

The Company is organized into business units based on mineral properties and has one reportable operating segment, being that of acquisition and exploration and evaluation activities in Canada. The Company's non-current assets as June 30, 2023 and June 30, 2022 are all in Canada.

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***16. SUPPLEMENTAL CASH FLOW INFORMATION**

Investing and financing activities that do not have a direct impact on cash flows are excluded from the statements of cash flows. During the years ended June 30, 2023 and 2022, the following transactions were excluded from the statements of cash flows:

- i) The Company issued 100,000 common shares (2022 - 2,179,508) valued at \$10,000 (2022 - \$488,496) for acquisition of exploration and evaluation assets, as determined by their market prices when issued (Notes 9 and 10);
- ii) Included in accounts payable is \$135,957 (2022 - \$135,299) of exploration expenditures that are capitalized to exploration and evaluation assets;
- iii) The Company received 714,286 (2022 - Nil) common shares of Kingfisher with a fair value of \$71,429 (2022 - \$Nil) related to the Kingfisher Option (Note 7); and
- iv) The Company had prepaid expenses of \$20,018 (2022 - \$Nil) relating to future exploration activities.

17. INCOME TAXES

Taxation in the Company's operational jurisdictions is calculated at the rates prevailing in the respective jurisdictions. There is no tax charge arising for the Company for the years ended June 30, 2021 and 2020. The difference between tax expense for the year and the expected income taxes based on the statutory tax rates arises as follows:

	June 30 2023	June 30 2022
Loss before tax	\$ (2,758,112)	\$ (1,700,774)
Income taxed at local statutory rates - 27% (2022 - 27%)	(744,691)	(459,210)
Items not deductible for tax purposes	4,246	149,859
Change in timing differences	(64,372)	26,880
Under (over) provided in prior years	731,920	199,245
Permanent difference for exploration and evaluation assets		
Unused tax losses and tax offsets not recognized	72,897	83,226
Income tax expense	\$ -	\$ -

The Company's unrecognized deductible temporary differences and unused tax losses for which no deferred tax asset is recognized consist of the following amounts:

	June 30 2023	June 30 2022
Non-capital losses	\$ 1,677,366	\$ 1,543,279
Exploration and evaluation assets	1,125,870	436,642
Property and equipment	30,211	23,054
Share issue costs	15,428	40,955
Marketable securities	(32,659)	40,368
Capital losses	17,516	17,516
Total	\$ 2,833,732	\$ 2,101,814

GOLDEN RIDGE RESOURCES LTD.*(An Exploration Stage Company)***NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

*(Expressed in Canadian Dollars)***17. INCOME TAXES (cont'd)**

The tax effected items that give rise to significant portions of the deferred income tax assets and deferred income tax liabilities as at year-end are presented below:

	June 30 2023	June 30 2022
Deferred income tax asset:		
Non-capital losses	\$ 32,659	\$ -
Total deferred income tax assets	\$ 32,659	\$ -
	June 30 2023	June 30 2022
Deferred income tax liabilities:		
Investments – fair value	\$ (32,659)	\$ -
Total deferred income tax liabilities	\$ (32,659)	\$ -
Net deferred income tax liabilities	\$ -	\$ -

As at June 30, 2023, the Company has available losses that may be carried forward to apply against future years' income for income tax purposes. The approximate Canadian non-capital losses expire as follows:

Year of Expiry	Taxable Losses
2031	\$ 56,000
2032	106,000
2033	210,000
2034	111,000
2035	461,000
2036	259,000
2037	496,000
2038	864,000
2039	1,023,000
2040	843,000
2041	709,000
2042	577,000
2043	273,000
Total	\$ 5,988,000

The potential benefits of these carry-forward non-capital losses and deductible temporary differences has not been recognized in these consolidated financial statements as it is not considered probable that there will be sufficient future taxable profit to utilize the deferred tax assets.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

18. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is exposed through its operations to the following financial risks:

- Market Risk
- Credit Risk
- Liquidity Risk

General Objectives, Policies and Processes

In common with all other businesses, the Company is exposed to risks that arise from its use of financial instruments. This note describes the Company's objectives, policies, and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these consolidated financial statements.

There have been no substantive changes in the Company's exposure to financial instrument risks, its objectives, policies, and processes for managing those risks or the methods used to measure them from previous years unless otherwise stated in the note.

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the Company's management. The effectiveness of the processes put in place and the appropriateness of the objectives and policies it sets are reviewed periodically by the Board of Directors if and when there are any changes or updates required.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility. Further details regarding these policies are set out below.

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 interest rate and commodity price risk.

Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company has cash balances and non-interest-bearing debt. The Company's current policy is to invest excess cash in guaranteed investment certificates or interest-bearing accounts of major Canadian chartered banks. The Company regularly monitors compliance to its cash management policy.

Cash and guaranteed investment certificates are subject to floating interest rates.

As at June 30, 2023, the Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with chartered Canadian financial institutions. The Company considers this risk to be immaterial.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

18. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd)

General Objectives, Policies and Processes (cont'd)

Commodity Price Risk

The Company's ability to raise capital to fund exploration or development activities may be subject to risks associated with fluctuations in the market prices of the relevant commodities. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company. The Company also holds marketable securities that are subject to changes in market price. A 10% decrease in fair value of marketable securities would result in approximate \$125,000 (2022 - \$64,000) increase in comprehensive loss for the year.

Foreign Exchange Risk

Foreign currency risk is the risk that a variation in exchange rates between the Canadian dollar and United States dollar and other foreign currencies will affect the Company's operations and financial results. The Company does not hold significant monetary assets or liabilities in foreign currencies and therefore is not exposed to significant risks arising from the fluctuation of foreign exchange rates.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Financial instruments which are potentially subject to credit risk for the Company consist primarily of cash and receivables. Cash is maintained with financial institutions of reputable credit and may be redeemed upon demand and receivables are entered into with credit-worthy counterparties.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's policy is to endeavour that it will have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. However, circumstances may arise where the Company is unable to meet those goals. The key to success in managing liquidity is the degree of certainty in the cash flow projections. If future cash flows are fairly uncertain, the liquidity risk increases.

Typically, the Company ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 90 days. To achieve this objective, the Company would prepare annual capital expenditure budgets, which are regularly monitored and updated as considered necessary. Further, when required the Company utilizes authorizations for expenditures on exploration projects to further manage expenditure. The Company monitors its risk of shortage of funds by monitoring the maturity dates of existing trade and other accounts payable and option payment commitments. The Company endeavours not to maintain any trade payables beyond a 30-day period to maturity.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

18. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd)

General Objectives, Policies and Processes (cont'd)

Determination of Fair Value

Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

The consolidated statements of financial position carrying amounts for receivables, and trade and other payables approximate fair value due to their short-term nature.

Due to the use of subjective judgments and uncertainties in the determination of fair values these values should not be interpreted as being realizable in an immediate settlement of the financial instruments.

Fair Value Hierarchy

Financial instruments that are measured subsequent to initial recognition at fair value are grouped in Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities which include cash and cash equivalents and marketable securities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of the sale of the marketable securities (Note 7) and cash and cash equivalents, have been determined by reference to published price quotations in an active market, a Level 1 valuation.

GOLDEN RIDGE RESOURCES LTD.

(An Exploration Stage Company)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

(Expressed in Canadian Dollars)

19. CAPITAL MANAGEMENT

The Company monitors its common shares, warrants and stock options as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares. Although the Company has been successful at raising funds in the past through the issuance of share capital, it is uncertain whether it will continue this method of financing due to the current difficult market conditions.

In order to facilitate the management of its capital requirements, the Company prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. Management reviews the capital structure on a regular basis to ensure that the above objectives are met. The Company's capital is not subject to any externally imposed capital requirements. There have been no changes to the Company's approach to capital management during the year ended June 30, 2023.

20. CONTINGENCY

During the year ended June 30, 2022, the Company received a notice of a claim filed against the Company by a vendor for breach of contract. Management believes that the claim is without merit and at this time the outcome is not determinable. Therefore, no amount has been accrued in these consolidated financial statements.