



Trail Blazing Ventures Ltd.

(A Capital Pool Company)

Financial Statements

**For the Year ended September 30, 2022 and the Period from the Date of
Incorporation (August 30, 2021) to September 30, 2021**

(Expressed in Canadian Dollars)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of:
Trail Blazing Ventures Ltd.

Opinion

We have audited the financial statements of Trail Blazing Ventures Ltd. (the "Corporation") which comprise the statement of financial position as at September 30, 2022, and the statement of loss and comprehensive loss, statement of changes in shareholders' equity and statement of changes in cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation as at September 30, 2022, and the results of its operations and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial statements which describes events or conditions that indicate a material uncertainty exists that may cast significant doubt on the Corporation's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other matter

The amended financial statements of the Corporation for the period ended September 30, 2021 were audited by another auditor who expressed an unmodified opinion on those statements on December 2, 2021.

Other information

Management is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis ("MD&A"), but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the 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 financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the MD&A prior to the date of this auditor's report. If based on the work we have performed on this other information, we conclude that there is material misstatement of this other information, we are required to report the fact in this auditor's report. We have nothing to report in this regard.

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

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

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

Those charged with governance are responsible for overseeing the Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

The engagement partner on the audit resulting in this independent auditor's report is Kathleen Dengler, CPA, CGA.

Calgary, Alberta
December 6, 2022

Geib & Company
Professional Corporation
Chartered Professional Accountants

Trail Blazing Ventures Ltd.
Statements of Financial Position
(in Canadian Dollars)

As at	September 30, 2022	September 30, 2021
Current Assets		
Cash and cash equivalents (Note 3)	\$ 2,650,517	\$ 1,000,000
GST receivable	714	207
	\$ 2,651,231	\$ 1,000,207
Current Liabilities		
Accounts payable	\$ 5,097	\$ 4,532
Accrued liabilities	26,400	8,000
	31,497	12,532
Shareholders' Equity		
Share capital, net of share issuance costs (Note 4)	2,681,856	997,398
Contributed surplus (Note 4)	390,099	-
Deficit	(452,221)	(9,723)
	2,619,734	987,675
	\$ 2,651,231	\$ 1,000,207

Approved by the Board of Directors

"Craig Steinberg"
 Craig Steinberg

"Liam Russell Wilson"
 Liam Russell Wilson

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

Trail Blazing Ventures Ltd.
Statements of Loss and Comprehensive Loss
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

	Year ended		Period from Date
	September 30, 2022		of Incorporation
			August 30, 2021 to
			September 30, 2021
Revenue			
Interest revenue	\$ 7,346	\$	-
Expenses			
General and administrative expenses	3,197		-
Listing fees	28,184		-
Professional fees	85,949		9,723
Share based compensation	332,514		-
	449,844		9,723
Net loss and comprehensive loss	\$ (442,498)	\$	(9,723)
Net loss per share – basic and diluted	\$ 0.01	\$	0.01
Weighted average shares outstanding			
- basic and diluted	33,825,137		1,250,000

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

Trail Blazing Ventures Ltd.
Statements of Changes in Shareholders' Equity
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

	Number of Shares	Share Capital	Contributed Surplus	Accumulated Deficit	Shareholders' Equity
Common shares issued	20,000,000	\$1,000,000	\$ -	\$ -	\$ 1,000,000
Share issuance costs	-	(2,602)	-	-	(2,602)
Net loss for the period	-	-	-	(9,723)	(9,723)
Balance, September 30, 2021	20,000,000	\$ 997,398	\$ -	\$ (9,723)	\$ 987,675
Initial public offering	20,000,000	2,000,000	-	-	2,000,000
Share issuance costs	-	(315,542)	-	-	(315,542)
Issuance of agent's options	-	-	57,585	-	57,585
Share based compensation	-	-	332,514	-	332,514
Net loss for the year	-	-	-	(442,498)	(442,498)
Balance, September 30, 2022	40,000,000	\$2,681,856	\$ 390,099	\$ (452,221)	\$ 2,619,734

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

Trail Blazing Ventures Ltd.
Statements of Changes in Cash Flows
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

	Year ended September 30, 2022	Period from Date of Incorporation August 30, 2021 to September 30, 2021
Cash provided by (used in):		
Operating		
Net loss for the year	\$ (442,498)	\$ (9,723)
Non-cash adjustments to net loss		
Share based compensation	332,514	-
Changes in non-cash working capital balances		
GST receivable	(507)	(207)
Accounts payable	565	4,532
Accrued liabilities	18,400	8,000
Cash provided by (used in) operating activities	(91,526)	2,602
Financing		
Initial public offering, net of issuance costs	1,742,043	-
Share subscription, net of issuance costs	-	997,398
Cash provided by financing activities	1,742,043	997,398
Net change in cash	1,650,517	1,000,000
Cash, beginning of year	1,000,000	-
Cash, end of year	\$ 2,650,517	\$ 1,000,000
Cash consists of		
Cash	\$ 2,650,517	-
Cash held in trust	-	\$ 1,000,000
Cash and cash equivalents	\$ 2,650,517	\$ 1,000,000

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

Trail Blazing Ventures Ltd.
Notes to the Financial Statements
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

1. INCORPORATION AND NATURE OF BUSINESS

Trail Blazing Ventures Ltd. (the "Corporation") was incorporated under the *Business Corporations Act* (Alberta) on August 30, 2021 and is a Capital Pool Company as defined in Policy 2.4 (the "Policy") of the TSX Venture Exchange (the "Exchange"), and trades under the symbol TSXV: BLAZ.P. The principal business of the Corporation will be the identification and evaluation of assets or businesses with a view to completing a Qualifying Transaction ("QT") as defined in the Policy. The Corporation has not commenced commercial operations and has no assets other than cash and other financial instruments. Given the nature of the activities, no separate segmented information is reported. The Corporation's continuing operations, as intended, are dependent on its ability to identify and evaluate potential acquisitions of businesses, and once identified and evaluated, to negotiate an acquisition thereof or participation therein subject to receipt of regulatory and, if required, shareholders' approval.

Pursuant to the Policy, the proceeds raised from the issuance of share capital may only be used to identify and evaluate assets or businesses for future investment, with the exception that up to \$3,000 per month may be used for reasonable general and administrative expenses of the Corporation. These restrictions apply until completion of a QT.

The head office and the registered office of the Corporation is located at Suite 800, 333-7 Avenue SW, Calgary, Alberta T2P 2Z1.

The Canadian and global economies continue to experience persisting implications of COVID-19 despite the recent removal of most government restrictions locally and globally. Disruption in global supply chains, competitions in the labour market due to change in lifestyle such as job relocation and early retirement have driven up the costs of supplies and labor. The financial markets have been impacted adversely and potentially leading to an economic downturn.

The extent of the economic impact of the coronavirus on the Corporation's operations cannot be reliably estimated at this time but is expected to persist in the foreseeable future. Management continues to monitor the impact of these events in the pursuit of the Corporation's principal business.

These financial statements have been prepared on the basis that the Corporation will continue as a going concern. The principal business of the Corporation and the completion of a QT involves a high degree of risk and there is no assurance that the Corporation will identify an appropriate business for acquisition or investment, and be able to complete a QT in the foreseeable future. Furthermore, there is no assurance that the business will be profitable. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Corporation's ability to continue as a going concern.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

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

These financial statements were approved and authorized by the Board of Directors on December 6, 2022.

Basis of Presentation

The financial statements are presented in Canadian dollars ("CAD"), which is the Corporation's functional and presentation currency. The financial statements are prepared on a historical cost basis except for certain financial instruments classified as fair value through profit or loss ("FVPTL"), which are stated at their fair value. The accounting policies have been applied consistently throughout the entire period presented in these financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Financial Instruments

Recognition

The Corporation recognizes financial assets and financial liabilities on the date the Corporation becomes a party to the contractual provisions of the instruments.

Classification

The Corporation classifies its financial assets and financial liabilities in the following measurement categories: i) those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss, and ii) those to be measured at amortized cost. The classification of financial assets depends on the business model for managing the financial assets and the contractual terms of the cash flows. Financial liabilities are classified as those to be measured at amortized cost unless they are designated as those to be measured subsequently at fair value through profit or loss (irrevocable election at the time of recognition). For assets and liabilities measured at fair value, gains and losses are either recorded in profit or loss or other comprehensive income.

The Corporation reclassifies financial assets when and only when its business model for managing those assets changes. Financial liabilities are not reclassified.

The Corporation has implemented the following classifications:

Cash and cash equivalents is classified as assets at fair value and any period change in fair value is recorded in profit or loss.

Accrued liabilities are classified as other financial liabilities and measured at amortized cost using the effective interest rate method.

Measurement

All financial instruments are required to be measured at fair value on initial recognition, plus, in case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs of financial assets and financial liabilities carried at FVTPL are expensed in profit or loss.

Financial assets that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments or principal and interest on the principal outstanding are generally measured at amortized cost at the end of the subsequent accounting periods. All other financial assets including equity investments are measured at their fair values at the end of subsequent accounting periods, with any changes taken through profit and loss or other comprehensive income (irrevocable election at the time of recognition).

Additional fair value measurement disclosure includes classification of financial instrument fair values in a fair value hierarchy comprising three levels reflecting the significance of the inputs used in making the measurements which are as follows:

Level 1: Valuations based on quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Valuations based on directly or indirectly observable inputs in active markets for similar assets or liabilities, other than Level 1 prices, such as quoted interest or currency exchange rates; and

Level 3: Valuations based on significant inputs that are not derived from observable market data, such as discounted cash flow methodologies based on internal cash flow forecasts.

Cash and cash equivalents is a Level 1 financial instrument measured at fair value on the statement of financial position.

Trail Blazing Ventures Ltd.
Notes to the Financial Statements
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Cash and cash equivalents

Cash and cash equivalents include cash held in deposits with financial institutions and balances held in lawyers trust accounts.

Income Taxes

Current income tax assets and liabilities 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 by the end of the reporting period. Current tax assets and current tax liabilities are only offset if a legally enforceable right exists to set off the amounts, and the intention is to settle on a net basis, or to realize the asset and settle the liability simultaneously. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of operations and comprehensive income.

Deferred income tax is provided using the balance sheet method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred income tax liabilities are recognized for all taxable temporary differences and deferred income tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses. Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to be recovered or settled. Deferred tax assets are recognized to the extent that realization of such benefits is probable.

Estimates

The preparation of financial statements in conformity with IFRS accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates used in the financial statements.

Share-based Compensation

The Corporation uses the Black-Scholes option-pricing model to fair value options granted to directors, officers, and employees. The estimated fair value of options on the date of grant is recognized as compensation expense over the vesting period. The number of expected forfeitures is estimated at the grant date and adjustments for actual forfeitures are made as they occur.

3. CASH AND CASH EQUIVALENTS

In 2021, cash and cash equivalents consists of cash held in trust in the amount of \$1,000,000. This amount pertains to the share subscription proceeds received as at September 30, 2021, which are held in escrow pursuant to the requirements of the Exchange as disclosed in Note 4. This amount was released to the Corporation's operating bank account in 2022.

4. SHARE CAPITAL

Authorized - Unlimited common shares

Balance, August 30, 2021	\$	-
20,000,000 common shares issued		1,000,000
Cost of issuance		(2,602)
Balance, September 30, 2021	\$	997,398
20,000,000 common shares issued through initial public offering		2,000,000
Cost of issuance		(315,542)
Balance, September 30, 2022	\$	2,681,856

4. SHARE CAPITAL – continued

Escrowed Shares

During the period ended September 30, 2021, the Corporation issued 20,000,000 common shares (“Common Shares”) at \$0.05 per share for gross proceeds of \$1,000,000, all of which are held in escrow pursuant to the requirements of the Exchange.

All Common Shares: (a) issued at a price below the price of the Common Shares issued in the Corporation’s initial public offering (the “IPO”); and (b) acquired from treasury after the IPO but before the date of the Final QT Exchange Bulletin (as defined in the Policy) which are, directly or indirectly, beneficially owned or controlled by Non-Arm’s Length Parties (as defined in the Policy) to the Corporation, are required to be deposited in escrow. Subject to certain permitted exemptions, all securities of the Corporation held by principals of the resulting issuer will also be subject to escrow.

Filing of Prospectus and Initial Public Offering

On January 21, 2022, the Corporation completed its prospectus offering whereby it issued 20,000,000 Common Shares at a price of \$0.10 per share for aggregate gross proceeds of \$2,000,000 (the “Offering”). The Offering constituted the IPO of the Corporation and was completed pursuant to an agency agreement dated December 6, 2021 between the Corporation and Research Capital Corporation (the “Agent”), the agent for the Offering. In consideration for its services, the Agent received a cash commission of \$160,000 (representing 8% of the gross proceeds of the Offering), a corporate finance fee in the amount of \$21,000 (inclusive of GST), reimbursement of its reasonable legal fees and related expenses, and a non-transferable option to purchase up to 1,600,000 Common Shares (representing 8% of the total number of Common Shares issued under the Offering) at a price of \$0.10 per share until January 21, 2024. Insiders of the Corporation acquired an aggregate of 2,071,000 Common Shares under the Offering.

Options

The Corporation has adopted an incentive stock option plan which provides that the Board of Directors of the Corporation may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers and technical consultants to the Corporation, non-transferable options to purchase Common Shares, provided that the number of Common Shares reserved for issuance will not exceed 10% of the issued and outstanding Common Shares as at the date of grant of any such option, and that the exercise period does not exceed 10 years from the date of grant.

The number of Common Shares issuable to any individual director or officer will not exceed 5% of the issued and outstanding Common Shares of the Corporation as at the date of grant of such option. The number of Common Shares issuable at any given time to all technical consultants in aggregate will not exceed 2% of the issued and outstanding Common Shares of the Corporation as at the date of grant of such option.

Any options granted, and any shares issued upon exercise of options, prior to the Corporation’s completion of a QT will be subject to escrow restrictions. In addition to the foregoing, any options with an exercise price less than the offering price per Common Share in the IPO will be subject to the same escrow release schedule as the Common Shares issued for a price less than the offering price per Common Share in the IPO.

On October 1, 2021, the Corporation granted 2,000,000 stock options to directors and officers, which are exercisable within ten years from the date of grant at an exercise price of \$0.05 per share. The options vested immediately.

On January 21, 2022, the Corporation granted 2,000,000 incentive stock options to its directors and officers which are exercisable for a period of ten years from the date of the grant at an exercise price of \$0.10 per Common Share. The options vested immediately.

Trail Blazing Ventures Ltd.
Notes to the Financial Statements
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

4. SHARE CAPITAL – continued

The below table outlines the issuance of options during the period.

	Number of options	Weighted average exercise price
Balance, September 30, 2021	-	\$ -
Issued during year	2,000,000	\$ 0.05
Issued during year	2,000,000	\$ 0.10
Issued during year	1,600,000	\$ 0.10
Balance, September 30, 2022	5,600,000	\$ 0.08
Exercisable, September 30, 2022	5,600,000	\$ 0.08

The below table outlines the weighted average life of the options.

Options outstanding	Weighted average exercise price	Weighted average remaining term (years)	Options exercisable
2,000,000	\$0.05	9.00	2,000,000
2,000,000	\$0.10	9.32	2,000,000
1,600,000	\$0.10	1.31	1,600,000
5,600,000	\$0.08	6.92	5,600,000

The options issued during the year ended September 30, 2022 were valued at \$390,099, and \$57,585 was recorded as share issuance costs, and \$332,514 was expensed as share based compensation expense for the year ended September 30, 2022.

The below table outlines the variables used in the valuation of the options by the Black Scholes model.

	Three months ended March 31, 2022	Three months ended December 31, 2021
Risk free interest rate (%)	2.27% & 2.40%	1.71%
Expected life (years)	1.81 & 9.82	9.75
Volatility rate (%)	66.70%	100.00%
Dividend yield (%)	0.00%	0.00%
Forfeiture rate (%)	0.00%	0.00%

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Capital Management

The Corporation's objective when managing capital is to maintain its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders. The Corporation includes equity, comprised of share capital, contributed surplus, and accumulated deficit in the definition of capital.

The Corporation's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to fund the identification and evaluation of potential acquisitions. To secure the additional capital necessary to pursue these plans, the Corporation may attempt to raise additional funds through the issuance of equity or by securing strategic partners.

Trail Blazing Ventures Ltd.
Notes to the Financial Statements
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
(in Canadian Dollars)

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES - continued

The proceeds raised from the issuance of share capital may only be used to identify and evaluate assets or businesses for future investment, with the exception that up to \$3,000 per month may be used for reasonable general and administrative expenses of the Corporation. These restrictions apply until completion of a QT by the Corporation as defined under the policies of the Exchange.

Risk Disclosures and Fair Values

The Corporation's financial instruments, consisting of cash, accounts payable, and accrued liabilities approximate fair value due to the relatively short-term maturity of the instruments. It is management's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

6. RELATED PARTY TRANSACTIONS

Key management

The Corporation's key management personnel have authority and responsibility for overseeing, planning, directing, and controlling the activities of the Corporation. Key management personnel include members of the board of directors and officers. Under the Exchange policies, compensation of key management personnel may not include short-term benefits but may include long-term benefits. Short-term benefits include salaries and consulting fees. Long-term benefits include stock options.

Compensation provided to current key management and directors for the years ended are as follows.

	September 30, 2022	September 30, 2021
Short-term benefits	\$ -	\$ -
Long-term benefits (*)	332,514	-
	\$ 332,514	\$ -

(*) Consists of share-based payments as the fair value of options granted to directors and officers of the Corporation under the Corporation's stock option plan.

As at September 30, 2022, the Vice-President, Legal of the Corporation, and the Corporate Secretary of the Corporation, are partners of DS Burstall LLP, the Corporation's legal counsel. For the year ending September 30, 2022, a total of \$72,611 in legal fees for DS Burstall LLP were expensed as professional fees or capitalized in share capital as share issuance costs, and a total of \$5,097 was outstanding in accounts payable as at September 30, 2022. A total of 400,000 options at a price of \$0.05 and a total of 400,000 options at a price of \$0.10 were issued to partners of the law firm and were expensed as share-based compensation totaling \$66,503.

Trail Blazing Ventures Ltd.
Notes to the Financial Statements
For the Year ended September 30, 2022 and the Period from the Date of Incorporation
(August 30, 2021) to September 30, 2021
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7. INCOME TAXES

The Corporation does not have any current income tax expense. The provision for income taxes varies from the amount that would be computed by applying the expected tax rate to income (loss) before income taxes. The principal reasons for differences between such "expected" income tax expense and the amount actually recorded are as follows:

	September 30, 2022	September 30, 2021
Loss before income taxes	\$ (442,498)	\$ (9,723)
Statutory income tax rate	23.00%	23.00%
Tax recovery	\$ (101,775)	\$ (2,236)
Non-deductible expenses and other	76,478	-
Share issue costs and other	(11,986)	(120)
Change in unrecognized deferred tax assets	37,283	2,356
Income tax recovery	\$ -	\$ -

The Corporation has non-capital losses for income tax purposes in Canada of approximately \$172,339 which are available to be applied against future years' taxable income. The benefit of these non-capital losses has not been recognized in the financial statements.

	September 30, 2022	September 30, 2021
Non-capital losses	\$ 172,339	\$ -

These non-capital losses will expire as follows:

2042	\$	172,339
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