



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Presented in United States (“U.S.”) Dollars)
(Unaudited)

FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3), if an auditor has not performed a review of the condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of Star Royalties Ltd. have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

STAR ROYALTIES LTD.

Condensed Interim Consolidated Statements of Financial Position
(Presented in U.S. Dollars)
(Unaudited)

	As at	
	September 30, 2024	December 31, 2023
ASSETS		
Current		
Cash	\$ 1,592,853	\$ 2,880,019
Receivables (Note 4)	1,481,954	1,102,357
Marketable securities (Note 5)	493,864	784,090
Prepays and other	28,722	35,805
	3,597,393	4,802,271
Non-current		
Investment in Green Star joint venture (Note 6)	28,321,262	27,756,632
Long-term receivables (Note 4)	-	604,869
Royalty and stream interests (Note 7)	20,695,453	21,439,819
	49,016,715	49,801,320
	\$ 52,614,108	\$ 54,603,591
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	\$ 822,180	\$ 783,824
	822,180	783,824
Shareholders' equity		
Share capital (Note 9)	29,507,994	28,803,948
Contributed surplus	6,532,212	6,588,388
Accumulated other comprehensive loss	(2,209,594)	(1,111,519)
Retained earnings	17,961,316	19,538,950
	51,791,928	53,819,767
	\$ 52,614,108	\$ 54,603,591

Subsequent events (Note 12)

Approved on behalf of the Board of Directors

"Alexandre Pernin"
Alexandre Pernin

Director

"Kylie Dickson"
Kylie Dickson

Director

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

STAR ROYALTIES LTD.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Presented in U.S. Dollars)

(Unaudited)

	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2024	2023	2024	2023
Revenue				
Royalty income	\$ 125,450	\$ 271,567	\$ 667,151	\$ 731,029
Cost of sales				
Depletion	(44,286)	(128,693)	(308,375)	(324,930)
Gross profit	81,164	142,874	358,776	406,099
Expenses				
Marketing and shareholder communications	19,903	3,254	77,312	15,972
Management and board compensation (Note 8)	557,180	418,736	1,813,861	1,304,179
Share-based compensation (Note 9)	104,920	149,381	410,823	457,757
Office and miscellaneous	29,325	27,794	123,514	129,651
Professional fees	81,295	120,075	250,349	238,720
Total expenses	(792,623)	(719,240)	(2,675,859)	(2,146,279)
Other (loss) income				
Foreign exchange (loss) gain	(23,325)	45,755	47,433	(3,946)
Interest income	18,008	18,999	58,654	59,599
Loss on marketable securities (Note 5)	(108,684)	-	(272,251)	-
Impairment loss on receivables (Note 4)	(183,769)	-	(183,769)	-
Management fees from Green Star joint venture (Note 8)	54,985	55,911	165,393	167,222
Equity (loss) gain from Green Star joint venture (Note 6)	(342,734)	251,851	1,117,144	439,931
Net loss before income taxes	(1,296,978)	(203,850)	(1,384,479)	(1,077,374)
Income tax expense	(33,736)	(73,558)	(193,155)	(179,069)
Net loss	\$ (1,330,714)	\$ (277,408)	\$ (1,577,634)	\$ (1,256,443)
Other comprehensive (loss) income				
Items that may be reclassified subsequently to profit or loss:				
Currency translation adjustment	718,705	(1,156,314)	(1,098,075)	(99,358)
Comprehensive loss	\$ (612,009)	\$ (1,433,722)	\$ (2,675,709)	\$ (1,355,801)
Basic and diluted loss per common share	\$ (0.02)	\$ (0.00)	\$ (0.02)	\$ (0.02)
Weighted average number of common shares outstanding – basic and diluted	77,414,084	74,961,705	77,010,388	74,783,423

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

STAR ROYALTIES LTD.

Condensed Interim Consolidated Statements of Cash Flows
(Presented in U.S. Dollars)
(Unaudited)

	For the Nine Months Ended September 30,	
	2024	2023
OPERATING ACTIVITIES		
Net loss	\$ (1,577,634)	\$ (1,256,443)
Items not affecting cash:		
Depletion	308,375	324,930
Share-based compensation	410,823	457,757
Foreign exchange (gain) loss	(47,433)	3,946
Loss on marketable securities (Note 5)	272,251	-
Impairment loss on receivables (Note 4)	183,769	-
Equity income from Green Star joint venture (Note 6)	(1,117,144)	(439,931)
Non-cash working capital items changes:		
Accounts payable and accrued liabilities	290,085	89,857
Prepays and other	6,310	1,879
Receivables	5,504	171,134
Net cash used in operating activities	(1,265,094)	(646,871)
Net change in cash	(1,265,094)	(646,871)
Effect of exchange rate changes on cash	(22,072)	(2,976)
Cash, beginning of the period	2,880,019	2,478,184
Cash, end of the period	\$ 1,592,853	\$ 1,828,337

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

STAR ROYALTIES LTD.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

(Presented in U.S. Dollars)

(Unaudited)

	Share Capital		Contributed surplus	Accumulated other comprehensive loss	Retained earnings	Total
	Number	Amount				
Balance, December 31, 2022	73,252,045	\$ 28,224,482	\$ 6,310,424	\$ (2,534,747)	\$ 13,901,334	\$ 45,901,493
Shares issued on vesting of restricted share units (Note 9)	774,046	326,990	(326,990)	-	-	-
Shares issued for compensation (Note 9)	935,514	252,476	-	-	-	252,476
Share-based compensation (Note 9)	-	-	457,757	-	-	457,757
Loss and other comprehensive loss	-	-	-	(99,358)	(1,256,443)	(1,355,801)
Balance, September 30, 2023	74,961,705	\$ 28,803,948	\$ 6,441,191	\$ (2,634,105)	\$ 12,644,891	\$ 45,255,925
Balance, December 31, 2023	74,961,705	\$ 28,803,948	\$ 6,588,388	\$ (1,111,519)	\$ 19,538,950	\$ 53,819,767
Shares issued for compensation (Note 9)	1,474,352	317,905	-	-	-	317,905
Shares issued on vesting of restricted share units (Note 9)	978,027	386,141	(386,141)	-	-	-
Share-based compensation (Note 9)	-	-	329,965	-	-	329,965
Loss and other comprehensive loss	-	-	-	(1,098,075)	(1,577,634)	(2,675,709)
Balance, September 30, 2024	77,414,084	\$ 29,507,994	\$ 6,532,212	\$ (2,209,594)	\$ 17,961,316	\$ 51,791,928

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

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended September 30, 2024 and 2023
(Presented in U.S. Dollars)
(Unaudited)

1. NATURE AND CONTINUANCE OF OPERATIONS

Star Royalties Ltd. (the “Company”) is incorporated under the Canada Business Corporations Act. The Company is a carbon credit and precious metals royalty and streaming investment company. The Company conducts its green royalty investments through Green Star Royalties Ltd. (“Green Star”), a joint venture (Note 6). The head office, records office, and principal address of the Company is 1601-110 Yonge Street, Toronto, Ontario, M5C 1T4. The Company’s common shares are listed on the TSX Venture Exchange under the symbol “STRR”. The Company’s common shares are also traded on the OTCQX under the symbol “STRFF”.

The Company’s condensed interim consolidated financial statements as at September 30, 2024 and for the three and nine months then ended have been prepared on a going concern basis, which contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business.

As at September 30, 2024, the Company had cash of \$1,592,853. For the nine months ended September 30, 2024, the Company had used cash of \$1,265,094 in its operating activities (nine months ended September 30, 2023 - \$646,871) and incurred a comprehensive loss of \$2,675,709 (nine months ended September 30, 2023 - \$1,355,801). These conditions indicate a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern. The Company’s ability to continue as a going concern is contingent upon generating revenue from its royalty and stream interests, receiving management fees from Green Star, and securing sufficient funds through equity capital or other financing to meet its expenditure commitments over the next twelve months. While the Company has been successful in obtaining the necessary financing for its operations and its contractual commitments in the past, there is no assurance such financing will be available in the future. These condensed interim consolidated financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

These condensed interim consolidated financial statements were approved and authorized for issue by the board of directors of the Company (the “Board of Directors”) on November 19, 2024.

2. BASIS OF PREPARATION

(a) Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with *IAS 34 Interim Financial Reporting* and do not include all the information required of full annual financial statements. These condensed interim consolidated financial statements are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that these condensed interim consolidated financial statements be read in conjunction with the annual audited consolidated financial statements of the Company for the year ended December 31, 2023. The accounting policies applied in preparation of these condensed interim financial statements are consistent with those applied and disclosed in Note 4 of the Company’s audited consolidated financial statements for the year ended December 31, 2023. In addition, the Company adopted amendments to IFRS on January 1, 2024 as disclosed in Note 2(d).

(b) Basis of Measurement

These condensed interim consolidated financial statements are presented in United States dollars. The Canadian dollar is the functional currency of the Company, its subsidiaries, and joint operations. The functional currency determinations were conducted through an analysis of the consideration factors identified in *IAS 21 The Effects of Changes in Foreign Exchange Rates*. These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at their fair value as set out in the accounting policies in Note 4 for the year ended December 31, 2023.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
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2. BASIS OF PREPARATION (CONTINUED)**(c) Prior Year Comparatives**

Certain comparative figures have been reclassified to conform with the current year's presentation.

(d) Adoption of New and Amended Accounting Standards

The following standards were effective and implemented for the annual period as of January 1, 2024:

- *Amendments to IAS 1 Presentation of Financial Statements ("IAS 1")*

The IASB has issued an amendment to *IAS 1* titled 'Classification of Liabilities as Current or Non-Current', effective from January 1, 2024. The amendments clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period. The adoption of this amendment did not have a significant impact to the current period or comparative periods presented.

(e) New and Amended Accounting Standards

- *IFRS 18 Presentation and Disclosure in Financial Statements ("IFRS 18")*

In April 2024, the IASB issued *IFRS 18* which replaces *IAS 1*. *IFRS 18* carries forward many requirements from *IAS 1* unchanged but introduces significant changes to how information is communicated in financial statements, in particular the structure of the statement of profit or loss to include defined categories and new defined subtotals, enhanced transparency of management-defined performance measures, and enhanced guidance on how companies group information in the financial statements. *IFRS 18* is effective for annual reporting periods beginning on or after January 1, 2027, with early adoption permitted. The Company is assessing the potential impact of this new standard.

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

3. USE OF JUDGEMENTS AND ESTIMATES**Judgments and Estimates**

The preparation of these condensed interim consolidated financial statements requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim consolidated financial statements and reported amounts of expenses during the reporting period. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities, and expenses. Management uses historical experience and various other factors it believes to be reasonable under the given circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates.

In preparing these condensed interim consolidated financial statements, the Company applied the accounting judgements and estimates as disclosed in Note 3 of the audited financial statements for the year ended December 31, 2023.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
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4. RECEIVABLES

	September 30, 2024	December 31, 2023
Goods and service tax receivable	\$ 19,990	\$ 12,686
Management fees receivable – Green Star joint venture (Note 8)	20,927	-
Royalty receivables	144,645	182,367
Receivable – Sabre Gold (Note 12)	1,481,591	1,512,173
	\$ 1,667,153	\$ 1,707,226
Allowance for lifetime expected losses	(185,199)	-
Total	\$ 1,481,954	\$ 1,102,357
Current	\$ 1,481,954	\$ 1,102,357
Non-Current	\$ -	\$ 604,869

Receivables are measured at amortized cost and are presented net of their allowance for expected credit losses within the condensed interim consolidated statements of financial position. The allowance for expected credit losses is determined by estimates and assumptions made by management on credit losses expected to occur in the future. This is based on the probability of default, loss given default, and expected cash shortfall relating to the underlying receivables. The expected credit loss is determined by evaluating a range of possible outcomes incorporating the time value of money and reasonable and supportable information about past events, current conditions, and future economic forecasts. For the three and nine months ended September 30, 2024, the Company recognized an allowance for expected credit loss of \$185,199 (three and nine months ended September 30, 2023 - \$nil) relating to receivable – Sabre Gold (Note 12).

5. MARKETABLE SECURITIES

	Number of Common Shares Held		Fair Value	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Sabre Gold Mines Corp. (Note 12)	7,407,407	7,407,407	\$ 493,864	\$ 784,090

The Company recorded adjustments to fair value which resulted in unrealized losses of \$108,684 and \$272,251 for the three and nine months ended September 30, 2024 (three and nine months ended September 30, 2023 - \$nil).

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
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6. INVESTMENT IN GREEN STAR JOINT VENTURE

The following table discloses the continuity of the Company's investment in Green Star joint venture as at September 30, 2024:

		Investment in Joint Venture
Balance as at December 31, 2022	\$	19,689,147
Equity income for the period		8,001,366
Loss on dilution		(559,744)
Foreign currency translation		625,863
Balance as at December 31, 2023	\$	27,756,632
Equity income for the period		1,117,144
Foreign currency translation		(552,514)
Balance as at September 30, 2024	\$	28,321,262

Summarized financial information in respect of the Company's investment in Green Star joint venture as at and for the three and nine months ended September 30, 2024:

	As at	
	September 30, 2024	December 31, 2023
Assets		
Cash	\$ 9,415,876	\$ 20,820,836
Other current assets	1,649,492	137,142
Non-current financial assets	63,176,466	52,334,489
Liabilities		
Current liabilities	324,653	1,462,816
Non-current liabilities	12,238,261	11,381,000
Net assets (100%)	\$ 61,678,920	\$ 60,448,651
Star Royalties' share of net assets	\$ 28,310,624	\$ 27,745,931

	Three Months Ended		Nine Months Ended September	
	2024	2023	2024	2023
Gains (losses) on royalty investments	\$ 125,690	\$ (128,895)	\$ 3,445,199	\$ 1,187,602
Operating expenses	(325,330)	(276,125)	(1,274,031)	(809,994)
Other (loss) income	(682,012)	812,185	1,370,358	333,104
Deferred tax recovery (expenses)	140,615	-	(1,086,577)	-
Net (loss) income (100%)	\$ (741,037)	\$ 407,165	\$ 2,454,949	\$ 710,712
Star Royalties' share of net (loss) income	\$ (342,734)	\$ 251,851	\$ 1,117,144	\$ 439,931

On January 17, 2024, Green Star entered into an agreement with Locus Agricultural Solutions ("Locus") and Anew Climate LLC and certain of their affiliates to name Locus the project operator and formal manager of CarbonNOW, a regenerative agriculture investment in which Green Star has held a royalty interest since December 2021. Green Star's total consideration for the 30% gross royalty on CarbonNOW of \$20,625,000 remains unchanged but the royalty term has been extended from 10 years to 20 years. As of September 30, 2024, Green Star contributed a total of \$11,021,010.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
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6. INVESTMENT IN GREEN STAR JOINT VENTURE (CONTINUED)

On April 24, 2024, Green Star entered into a definitive royalty agreement with NativState LLC to acquire several gross revenue royalties on a carbon offset-issuing portfolio of Improved Forest Management projects in the southeastern United States. The term of the contract is 20 years and with a total consideration for the royalties is up to \$5,600,000 to be paid over a series of tranches. Green Star commenced funding of the investment in April 2024 and contributed a total of \$3,592,995 as of September 30, 2024. Subsequent to September 30, 2024, Green Star funded an additional \$736,190 in October 2024.

7. ROYALTY AND STREAM INTERESTS

Cost	Mining Royalties	Stream Interests	Total
Balance, December 31, 2022	\$ 13,425,111	\$ 11,855,800	\$ 25,280,911
Partial disposal	-	(2,586,464)	(2,586,464)
Foreign currency translation	322,787	158,813	481,600
Balance, December 31, 2023	\$ 13,747,898	\$ 9,428,149	\$ 23,176,047
Foreign currency translation	(278,034)	(190,672)	(468,706)
Balance, September 30, 2024	\$ 13,469,864	\$ 9,237,477	\$ 22,707,341

Accumulated depletion	Mining Royalties	Stream Interests	Total
Balance, December 31, 2022	\$ 1,257,958	\$ -	\$ 1,257,958
Depletion	439,145	-	439,145
Foreign currency translation	39,125	-	39,125
Balance, December 31, 2023	\$ 1,736,228	\$ -	\$ 1,736,228
Depletion	308,375	-	308,375
Foreign currency translation	(32,715)	-	(32,715)
Balance, September 30, 2024	\$ 2,011,888	\$ -	\$ 2,011,888

Net book value			
As at December 31, 2023	\$ 12,011,670	\$ 9,428,149	\$ 21,439,819
As at September 30, 2024	\$ 11,457,976	\$ 9,237,477	\$ 20,695,453

Of the total net book value as at September 30, 2024, \$11,170,879 (December 31, 2023 - \$11,718,646) is depletable and \$9,524,574 (December 31, 2023 - \$9,721,173) is non-depletable.

8. RELATED PARTY TRANSACTIONS

Related parties include key management personnel, individuals or companies controlled by key management personnel, and Green Star. Key management personnel include those with authority and responsibility for planning, directing, and controlling the activities of the Company as a whole.

The Company has determined that key management personnel consist of members of the Board of Directors and corporate officers, including the Company's Executive Chairman, Chief Executive Officer, Chief Investment Officer, and Chief Financial Officer.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended September 30, 2024 and 2023
(Presented in U.S. Dollars)
(Unaudited)

8. RELATED PARTY TRANSACTIONS (CONTINUED)

During the three and nine months ended September 30, 2024, and 2023, key management compensation was as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Management and board compensation	\$ 447,163	\$ 355,161	\$ 1,442,913	\$ 1,076,365
Share-based compensation	103,113	145,707	405,389	447,983
	\$ 550,276	\$ 500,868	\$ 1,848,302	\$ 1,524,348

Pursuant to the amended management services agreement between the Company and Green Star dated September 19, 2022, the Company recorded \$54,985 and \$165,393 in management fee from Green Star for the three and nine months ended September 30, 2024 (three and nine months ended September 30, 2023 - \$55,911 and \$167,222). Receivable from Green Star has been disclosed in Note 4.

9. SHAREHOLDERS' EQUITY**(a) Authorized**

The Company is authorized to issue an unlimited number of common shares without par value.

(b) Issued Share Capital

During the nine months ended September 30, 2024, the Company entered into the following transactions:

- i.) In February 2024, the Company issued 1,474,352 common shares valued at \$317,905 (CAD\$429,040) in relation to compensation.
- ii.) In February 2024, the Company issued 978,027 common shares valued at \$386,141 (CAD\$521,839) in relation to vested restricted share units ("RSUs").

(c) Stock Options

During the three and nine months ended September 30, 2024, the Company recorded share-based compensation expenses of \$24,298 and \$88,708 (three and nine months ended September 30, 2023 - \$72,065 and \$214,371) in relation to vesting stock options in share-based compensation in the condensed interim consolidated statements of loss and other comprehensive loss.

(d) RSUs

During the nine months ended September 30, 2024, the Company entered into the following transactions:

On February 21, 2024, the Company granted 1,713,358 RSUs to officers of the Company. The RSUs granted are vested over three years in equal portions on the anniversary of the grant date. The fair value per unit on the grant date was CAD\$0.28, being the share price on the grant date.

During the three and nine months ended September 30, 2024, the Company recorded share-based compensation expenses of \$80,730 and \$241,257 (three and nine months ended September 30, 2023 - \$77,316 and \$243,386) in relation to RSUs in share-based compensation in the condensed interim consolidated statements of loss and other comprehensive loss.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
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10. SEGMENT INFORMATION

The Company organizes and manages the business under (i) Star Royalties and (ii) Green Star joint venture. The operating segments are reported in a manner consistent with the internal reporting provided to the Chief Executive Officer (“CEO”) who fulfils the role of the chief operating decision-maker. The CEO is responsible for assessing the performance of the Company’s operating segments, including reviewing financial information from Green Star joint venture (Note 6) and is responsible for resources allocation.

For the nine months ended September 30, 2024, the Company had mining royalty income of \$643,851 from a royalty located in Australia (nine months ended September 30, 2023 - \$596,896), \$17,230 from a royalty located in Canada (nine months ended September 30, 2023 - \$134,133) and equity income of \$1,117,144 from Green Star joint venture located in Canada (nine months ended September 30, 2023 - \$439,931).

The Company has non-current assets in the following geographic locations:

	September 30, 2024	December 31, 2023
United States	\$ 9,237,477	\$ 9,428,149
Canada	38,233,922	38,494,073
Australia	1,258,219	1,586,074
Mongolia	287,097	293,024
	\$ 49,016,715	\$ 49,801,320

Investment in Green Star joint venture of \$28,321,262 (December 31, 2023 - \$27,756,632) and long-term receivable of \$nil (Note 4) (December 31, 2023 - \$604,869), included in non-current assets, are located in Canada.

11. FINANCIAL AND CAPITAL RISK MANAGEMENT

Financial assets and liabilities are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgement and may affect placement within the fair value hierarchy levels. The hierarchy is as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The carrying value of cash, receivables, and accounts payable and accrued liabilities, approximates fair value due to the short-term nature of the financial instruments.

The fair value of long-term receivable is determined using the discounted cash flow method using discount rates based on adjusted observable market rates.

STAR ROYALTIES LTD.

Notes to the Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended September 30, 2024 and 2023
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12. SUBSEQUENT EVENT

Subsequent to September 30, 2024, the Company entered into the following transaction:

- a) On October 28, 2024, Sabre Gold Mines Corp. (“Sabre Gold”) announced that it will be acquired by Minera Alamos Inc. (“Minera Alamos”) pursuant to a plan of arrangement (the “Transaction”) that is anticipated to be closed in January 2025. In anticipation of the Transaction, the Company entered into a debt settlement agreement with Sabre Gold on October 28, 2024, to convert the Company’s CAD\$2 million receivables from Sabre Gold (Note 4) into 6,435,006 shares of Sabre Gold prior to closing of the Transaction. Following the closing of the Transaction, the Company’s holding of 6,435,006 shares of Sabre Gold pursuant to the debt settlement agreement will be converted into 4,459,459 shares of Minera Alamos shares. The Company’s holding of 7,407,407 shares of Sare Gold (Note 5) will also be converted into 5,133,333 shares of Minera Alamos shares.