

Vizsla Copper Corp.

Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

Notice of Disclosure of Non-auditor Review of the Condensed Interim Financial Statements for the Three Months and Six Months ended October 31, 2022 and 2021

Pursuant to National Instrument 51-102, Part 4, subsection 4.3(3)(a) issued by the Canadian Securities administrators, if an auditor has not performed a review of the interim 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 financial statements of Vizsla Copper Corp. (the "Company") for the interim period ended October 31, 2022 and 2021, have been prepared in accordance with the International Accounting Standard 34 *Interim financial reporting* as issued by the International Accounting Standards Board and are the responsibility of the Company's management.

The Company's independent auditors, MNP LLP, have not performed a review of these condensed interim financial statements.

December 7, 2022

Vizsla Copper Corp.

Condensed Interim Statements of Financial Position

As at October 31, 2022 and April 30, 2022

(Unaudited - Expressed in Canadian dollars)

	Note	October 31, 2022	April 30, 2022
		\$	\$
Assets			
Current			
Cash		1,313,049	4,573,316
GST/HST receivable		103,530	2,108
Prepays		106,921	31,182
		1,523,500	4,606,606
Exploration and evaluation assets	4	10,117,763	8,119,063
Total assets		11,641,263	12,725,669
Liabilities			
Current			
Accounts payable and accrued liabilities		451,207	403,275
Due to related party	8	27,084	91,093
Flow-through premium liability	5	-	195,411
		478,291	689,779
Deferred tax liability		1,348,277	1,348,277
Total liabilities		1,826,568	2,038,056
Shareholders' equity			
Share capital	6(b)	10,558,305	10,558,305
Reserves		2,959,994	2,637,814
Deficit		(3,703,604)	(2,508,506)
Total shareholders' equity		9,814,695	10,687,613
Total liabilities and shareholders' equity		11,641,263	12,725,669

Nature of operations and going concern (Note 1)

Subsequent events (Note 10)

These unaudited condensed interim financial statements were approved and authorized for issuance on behalf the Board of Directors on December 7, 2022.

/s/ Craig Parry

Director

/s/ Michael Konnert

Director

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

Vizsla Copper Corp.

Condensed Interim Statements of Loss and Comprehensive Loss

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except for number of shares)

	Note	Three months ended October 31,		Six months ended October 31,	
		2022	2021	2022	2021
		\$	\$	\$	\$
Operating expenses					
Consulting fees	8	123,806	53,896	232,556	72,796
Exploration and evaluation		-	9,376	-	60,262
General and administrative		83,284	69,549	148,692	150,323
Insurance		2,175	-	2,175	-
Management fees	8	22,328	6,667	43,578	6,667
Marketing and investor relation		64,226	9,000	87,469	9,000
Professional fees		152,982	383,814	226,166	383,814
Salaries and wages	8	129,648	-	298,378	-
Share-based payments	8	157,324	462,437	343,252	462,437
Transfer agent and filing		22,817	48,008	26,180	48,008
Total operating expenses		758,590	1,042,747	1,408,446	1,193,307
Other expenses (income)					
Amortization of flow-through premium liability	5	(82,233)	-	(195,411)	-
Penalties and interest		3,135	-	3,135	-
Total other income		(79,098)	-	(192,276)	-
Net loss and comprehensive loss		679,492	1,042,747	1,216,170	1,193,307
Loss per share					
Basic and diluted		0.01	0.03	0.01	0.06
Weighted average number of shares					
Basic and diluted		81,824,398	37,133,618	81,824,398	18,566,809

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

Vizsla Copper Corp.

Condensed Interim Statements of Cash Flows
For the six months ended October 31, 2022 and 2021
(Unaudited - Expressed in Canadian dollars)

	2022	2021
	\$	\$
Operating activities		
Net loss and comprehensive loss	(1,216,170)	(1,193,307)
Items not affecting cash:		
Share-based payments	343,252	462,437
Amortization of flow-through premium liability	(195,411)	-
Changes in non-cash working capital:		
GST/HST receivable	(101,422)	(11,064)
Prepays	(75,739)	-
Accounts payable and accrued liabilities	(10,404)	42,436
Due to related party	(64,009)	251,230
Net cash used in operating activities	(1,319,903)	(448,268)
Investing activities		
Investment in exploration and evaluation assets	(1,940,364)	(178,777)
Net cash used in investing activities	(1,940,364)	(178,777)
Financing activities		
Contributions from Vizsla Silver	-	1,122,356
Proceeds from private placement	-	5,067,670
Shares issuance cost	-	(77,320)
Net cash provided by financing activities	-	6,112,706
Net change in cash	(3,260,267)	5,485,661
Cash, beginning of period	4,573,316	-
Cash, end of period	1,313,049	5,485,661
Supplemental cash flow information:		
Investment in exploration and evaluation assets included in accounts payable and accrued liabilities	58,336	-
Cash interest paid	-	-
Cash income tax paid	-	-

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

Vizsla Copper Corp.

Condensed Interim Statements of Changes in Shareholders' Equity

For the six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except for number of shares)

	Common shares	Share capital	Reserves	Deficit	Total shareholders' equity
	#	\$	\$	\$	\$
Balance, April 30, 2021	9,100,001	1,365,000	-	(154,262)	1,210,738
Cancellation of Vizsla Copper's shares held by Vizsla Silver upon the spin-out transaction	(9,100,001)	(1,365,000)	-	-	(1,365,000)
Issuance of shares to Vizsla Silver's shareholders upon the spin-out transaction	49,217,108	2,616,154	-	-	2,616,154
Private placement of common shares issued for cash	23,816,866	3,572,530	-	-	3,572,530
Private placement of flow-through shares issued for cash	8,306,331	1,495,140	-	-	1,495,140
Flow-through premium	-	(249,190)	-	-	(249,190)
Share issuance costs	-	(98,391)	21,072	-	(77,319)
Share-based payments	-	-	462,437	-	462,437
Net loss and comprehensive loss	-	-	-	(1,193,307)	(1,193,307)
Balance, October 31 2021	81,340,305	7,336,243	483,509	(1,347,569)	6,472,183
Vizsla Silver debt forgiveness	-	-	131,404	-	131,404
Cancellation of Vizsla Copper's shares held by Vizsla Silver upon the spin-out transaction	-	-	1,365,000	-	1,365,000
Issuance of shares to Vizsla Silver's shareholders upon the spin-out transaction	-	4,766,412	-	-	4,766,412
Deferred tax liability upon the spin-out transaction	-	(1,651,109)	-	-	(1,651,109)
Issuance of shares upon Vizsla Silver's warrants exercised	353,141	79,676	-	-	79,676
Shares issued for Carruthers Pass Project	47,619	10,000	-	-	10,000
Shares issued for consulting fees	83,333	17,083	-	-	17,083
Share-based payments	-	-	657,901	-	657,901
Net loss and comprehensive loss	-	-	-	(1,160,937)	(1,160,937)
Balance, April 30, 2022	81,824,398	10,558,305	2,637,814	(2,508,506)	10,687,613
Reclassification from reserves to deficit upon the expiration of warrants	-	-	(21,072)	21,072	-
Share-based payments	-	-	343,252	-	343,252
Net loss and comprehensive loss	-	-	-	(1,216,170)	(1,216,170)
Balance, October 31, 2022	81,824,398	10,558,305	2,959,994	(3,703,604)	9,814,695

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

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

1. NATURE OF OPERATIONS AND GOING CONCERN

Business description

Vizsla Copper Corp. (the "Company" or "Vizsla Copper") was incorporated on December 28, 2017 and was acquired by Vizsla Silver Corp. ("Vizsla Silver") on January 16, 2019. For the three and six months ended October 31, 2022 and 2021 (the "financial statements"), the Company was under the management of the same principals of Vizsla Silver and are therefore considered to be under common management. The Company operates in a single industry segment, mineral exploration, within the geographical segment of Canada.

On April 19, 2021, Vizsla Silver and the Company entered into an agreement (the "Arrangement Agreement") relating to a previously announced plan of arrangement spin-out transaction of the Company shares to Vizsla Silver's shareholders (the "Arrangement"). On September 20, 2021, the Arrangement closed, resulting in Vizsla Silver distributing the Company shares to Vizsla Silver's shareholders on the basis of one the Company share for every three Vizsla Silver shares held for no additional consideration (Note 6(b)).

The head office and principal address of the Company is 700-1090 West Georgia Street, Vancouver, BC, V6E 3V7. On September 30, 2021, the Company's common shares commenced trading on the TSX Venture Exchange (the "Exchange") under the ticker symbol "VCU". In October 2021, the Company's common shares commenced trading on the Frankfurt Exchange under the ticker symbol "97E". On October 11, 2022, the Company's common shares commenced trading on the OTCQB® Venture Market in the United States under the ticker symbol "VCUFF".

Going concern

These financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months following the date these financial statements have been authorized for issuance.

As at October 31, 2022, the Company has working capital of \$1,045,209 (April 30, 2022 - \$3,916,827) and an accumulated deficit of \$3,703,604 (April 30, 2022 - \$2,508,506). For the six months ended October 31, 2022, the Company incurred a net loss and comprehensive loss of \$1,216,170 (2021 - \$1,193,307).

The Company has not yet determined whether its properties contain ore reserves that are economically recoverable. The recoverability of the amounts capitalized as exploration and evaluation assets is dependent upon the existence of economically recoverable ore reserves, the ability of the Company to obtain necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposal of properties.

The Company emphasizes that attention should be drawn to matters and conditions that indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The most significant of these conditions being the Company's ability to carry out its business objectives, which is dependent on the Company's ability to receive continued financial support from related parties, to obtain public equity financing, or to generate profitable operations in the future. Other uncertainties include the fact that the Company is currently in the exploration stage for its interests in the Blueberry and Carruthers Pass properties in British Columbia, Canada (Note 4), the economic viability of which have not been fully assessed. The Company has not yet determined whether these properties contain reserves that are economically recoverable; the recoverability of capitalized costs on the Company's properties is uncertain and dependent upon projects achieving commercial production or sale, the outcome of which cannot be predicted at this time.

If the going concern assumption is not appropriate for these financial statements, adjustments would be necessary to the carrying value of assets and liabilities, reported expenses, and the classification of items in the statement of financial position, and such adjustments could be material.

COVID-19

As of the date of these financial statements, the COVID-19 pandemic has had no impact on the Company's ability to access and explore its current properties but may impact the Company's ability to raise funding or explore its properties should restrictions related to the COVID-19 pandemic be extended or expanded in scope.

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

2. BASIS OF PRESENTATION

a) Statement of compliance

These financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 *Interim financial reporting* under International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board. These financial statements do not include all disclosures required for annual audited financial statements, and accordingly, they should be read in conjunction with the Company’s audited financial statements for the years ended April 30, 2022 and 2021 and the notes thereto (the “annual financial statements”), which include the information necessary or useful to understand the Company’s business and financial statement presentation.

These financial statements were prepared using accounting policies consistent with those in the annual financial statements. For a complete summary of significant accounting policies, please refer to Note 3 in the Company’s annual financial statements for the years ended April 30, 2022 and 2021.

These financial statements were approved and authorized for issuance by the Board of Directors of the Company on December 7, 2022.

b) Basis of measurement

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

c) Functional and presentation currency

The functional currency is the currency of the primary economic environment in which an entity operates. The functional currency of Vizsla Copper is the Canadian dollar. The financial statements are presented in Canadian dollars, except as otherwise noted.

3. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of the financial statements in conformity with IFRS requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and related disclosures. Estimates and assumptions are continuously evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Judgment is used mainly in determining how a balance or transaction should be recognized in the financial statements. Estimates and assumptions are used mainly in determining the measurement of recognized transactions and balances. Actual results may differ from these estimates.

Significant accounting judgments

- **Valuation of exploration and evaluation assets**

In accordance with the Company’s accounting policy, the Company’s exploration and evaluation assets are evaluated every reporting period to determine whether there are any indications of impairment. If any such indication exists, which is often judgmental, a formal estimate of recoverable amount is performed, and an impairment loss is recognized to the extent that the carrying amount exceeds the recoverable amount. The recoverable amount of an asset or cash generating group of assets is measured at the higher of fair value less costs to sell and value in use.

The evaluation of asset carrying values for indications of impairment includes consideration of both external and internal sources of information, including such factors as market and economic conditions, metal prices, future plans for the Company’s exploration and evaluation assets and mineral resources and/or reserve estimates.

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

3. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES (continued)**• Going concern**

These financial statements have been prepared using IFRS applicable to a going concern, which assumes that the Company will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations for the foreseeable future.

Significant accounting estimates**• Fair value calculation of share-based payments**

The fair value of share-based payments in relation to the options granted is calculated using a Black Scholes option pricing model. There are a number of estimates used in the calculation such as the expected option life, rate of forfeiture of options granted, risk-free interest rate used and the future price volatility of the underlying security, which can vary from actual future events. The factors applied in the calculation are management's best estimates based on industry averages and future forecasts.

• Assessing whether deferred tax assets and liabilities are recognized in accordance with IAS 12 Income taxes

Provisions for income taxes are made using the best estimate of the amount expected to be paid based on a qualitative assessment of all relevant factors. The Company reviews the adequacy of these provisions at the end of the reporting period. However, it is possible that at some future date an additional liability could result from audits by taxing authorities. Where the outcome of these tax-related matters is different from the amounts that were originally recorded, such differences will affect the tax provisions in the period in which such determination is made.

4. EXPLORATION AND EVALUATION ASSETS

The following table presents a summary of the exploration and evaluation assets:

	October 31, 2022	April 30, 2022
	\$	\$
Blueberry Project	7,932,924	7,802,375
Carruthers Pass Project	2,184,839	316,688
	10,117,763	8,119,063

Blueberry Project

The Blueberry Project comprises a 11,524-hectare land package in the Babine porphyry copper district in central British Columbia, which is located approximately 60 kilometres southwest of the town of Houston. The property falls within the jurisdiction of the Omineca Mining Division.

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

4. EXPLORATION AND EVALUATION ASSETS (continued)

The following table presents a continuity schedule of the Blueberry Project:

	April 30, 2021	Additions	April 30, 2022	Additions	October 31, 2022
	\$	\$	\$	\$	\$
Acquisition costs					
Common shares issued (Note 6(b))	1,357,467	6,109,710	7,467,177	-	7,467,177
	1,357,467	6,109,710	7,467,177	-	7,467,177
Exploration costs					
Analysis	15,365	-	15,365	13,942	29,307
Camp costs	19,625	-	19,625	44,523	64,148
Equipment	13,800	-	13,800	-	13,800
Geophysical consulting	45,499	228,369	273,868	61,889	335,757
Project management	6,130	6,410	12,540	10,195	22,735
	100,419	234,779	335,198	130,549	465,747
Blueberry Project	1,457,886	6,344,489	7,802,375	130,549	7,932,924

Carruthers Pass Project

On February 17, 2021, the Company entered into an option agreement with Cariboo Rose Resources Ltd. ("Cariboo Rose") to acquire 60% interest in the exploration and evaluation assets ("Carruthers Pass Project"). The Carruthers Pass is a volcanogenic massive sulfide project (base and precious metal), discovered in 1997 by Freeport-McMoRan Inc. (formerly Phelps Dodge Corporation of Canada).

The Carruthers Pass Project consists of eight contiguous mineral claims covering 3,250 hectares approximately 200 kilometers northeast of the community of Smithers. The Kemess Mine Road passes 25 kilometers north and east of the claims while industrial logging roads extend from Takla Lake northward to within 35 kilometers of the property. The property covers an isolated group of topographically high peaks and the lower area surrounding the range.

The following table presents a continuity schedule of the Carruthers Pass Project:

	April 30, 2021	Additions	April 30, 2022	Addition	October 31, 2022
	\$	\$	\$	\$	\$
Acquisition costs					
Cash	20,000	31,620	51,620	1,128	52,748
Common shares issued (*)	-	160,500	160,500	-	160,500
	20,000	192,120	212,120	1,128	213,248
Exploration costs					
Analysis	-	-	-	73,188	73,188
Camp costs	-	1,660	1,660	949,198	950,858
Drilling	-	-	-	429,626	429,626
Equipment	-	-	-	13,029	13,029
Geophysical consulting	15,912	84,831	100,743	292,723	393,466
Project management	-	2,165	2,165	109,259	111,424
	15,912	88,656	104,568	1,867,023	1,971,591
Carruthers Pass Project	35,912	280,776	316,688	1,868,151	2,184,839

(*) \$10,000 common share issuance on first anniversary and \$150,500 prorated fair value of common shares issued to Vizsla Silver's shareholders upon spin-out transactions that allocated to Carruthers Pass Project (Note 6(b)).

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

4. EXPLORATION AND EVALUATION ASSETS (continued)

On November 23, 2021, the Company and Cariboo Rose announced the amendment of the option agreement dated February 17, 2021 to acquire a 60% interest in the project by complying with the following conditions:

Payment period	Exploration expenditures	Cash payment	Share issuance
	\$	\$	\$
Effective Date (completed)	-	20,000	-
First Anniversary (completed)	-	20,000	10,000
Second Anniversary (February 17, 2023)	400,000	40,000	35,000
Third Anniversary (February 17, 2024)	600,000	75,000	40,000
Fourth Anniversary (February 17, 2025)	1,000,000	110,000	75,000
Fifth Anniversary (February 17, 2026)	1,000,000	135,000	90,000
Total option consideration	3,000,000	400,000	250,000

The number of Vizsla Copper shares issued on the first anniversary of February 17, 2022 were determined at a price equal to the ten-day volume weighted average trading price of the Vizsla Copper shares prior to issuance. In compliance with the Exchange rules, this issue price is subject to a floor price of \$0.11 per share. On February 17, 2022, 47,619 shares were issued at the price of \$0.21 per share for a fair value of \$10,000.

5. FLOW-THROUGH PREMIUM LIABILITY

Flow-through shares are issued at a premium, calculated as the difference between the price of a flow-through share and the price of a common share at that date, as tax deductions generated by the eligible expenditures are passed through to the shareholders of the flow-through shares once the eligible expenditures are incurred and renounced.

On September 20, 2021, in connection with the Arrangement, the Company issued 8,306,331 flow-through shares at a purchase price of \$0.18 per flow-through share for proceeds of \$1,495,140 (Note 6(b)). The flow-through shares were issued at a premium of \$0.03 per share. As a result, a flow-through premium liability of \$249,190 was recorded.

During the six months ended October 31, 2022, the Company incurred \$1,940,364 of qualifying exploration expenditures. As a result, the flow-through premium liability was fully amortized and an amortization of flow-through premium liability of \$195,411 was recorded.

The following table is a continuity of the flow-through funds raised, the eligible expenditures renounced, along with the corresponding impact on the flow-through premium liability:

	Flow-through funding and eligible expenditures	Flow-through premium liability
	\$	\$
Balance, April 30, 2021	-	-
Flow-through funds raised	1,495,140	249,190
Eligible expenditures renounced	(322,675)	(53,779)
Balance, April 30, 2022	1,172,465	195,411
Eligible expenditures renounced	(1,172,465)	(195,411)
Balance, October 31, 2022	-	-

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

6. SHARE CAPITAL

a) Authorized

Unlimited number of common shares without par value.

b) Issued and outstanding

Escrowed Shares

On September 20, 2021, an escrow agreement (the "Escrow Agreement") between the Company and certain shareholders of the Company was completed resulting in 9,212,993 common shares (the "Escrowed Shares") being deposited in escrow. Pursuant to the Escrow Agreement, 10% of the Escrowed Shares was released from escrow on the Escrow Agreement date (the "Initial Release") and an additional 15% to be released on the dates, which are 6 months, 12 months, 18 months, 24 months, 30 months, and 36 months following the Initial Release. These Escrowed Shares may not be transferred, assigned or otherwise dealt without the consent of the regulatory authorities. As at October 31, 2022, 3,685,197 shares have been released from escrow. As at October 31, 2022, the remaining balance of shares in escrow is 5,527,796. However, due to the spin-out transaction, shares were issued directly to brokers rather than individual holders, whereas releases can only be done for the shareholders that have transferred all of their Escrowed Shares in escrow. As at October 31, 2022, 3,754,760 Escrowed Shares have not been transferred, and only 55,557 shares have been released from escrow. As at October 31, 2022, the remaining balance of Escrowed Shares is 5,402,676.

During the six months ended October 31, 2022, the Company did not have any share capital transactions.

During the year ended April 30, 2022, the following issuances occurred:

- On September 20, 2021, Vizsla Silver completed the Arrangement to spin out the shares of Vizsla Copper to the shareholders of Vizsla Silver. At the time of entering into the Arrangement Agreement with the Company, Vizsla Silver was the registered holder of 9,100,001 Vizsla Copper shares, representing all of the issued and outstanding Vizsla Copper shares. Immediately following completion of the Arrangement on September 20, 2021, Vizsla Silver did not beneficially own, or control and direct, directly or indirectly, any Vizsla Copper shares. As a result, 9,100,001 common shares of the Company held by Vizsla Silver were cancelled and the related value was reclassified to reserves. Pursuant to the Arrangement, holders of common shares of Vizsla Silver exchanged their Vizsla Silver shares for one new common share of Vizsla Silver and one third of a Vizsla Copper common share, for a total of 49,217,108 Vizsla Copper shares at the price of \$0.15 per share being issued to Vizsla Silver shareholders under the Arrangement. The fair value of Vizsla Copper shares is \$7,382,566. Vizsla Silver concurrently made a cash contribution of \$1,122,356 to Vizsla Copper. The net amount of \$6,260,210 was allocated to Blueberry property and Carruthers Pass Project pro-rated for \$6,109,710 and \$150,500 respectively (Note 4). \$1,651,109 of deferred tax liability was recognized upon the spin-out transaction. Also as part of the Arrangement, Vizsla Silver forgave \$131,404 of debt owed by Vizsla Copper incurred prior to the Arrangement.
- On September 20, 2021, in connection with the Arrangement, the Company closed a non-brokered private placement for gross proceeds of \$5,067,670, consisting of 23,816,866 common shares at a purchase price of \$0.15 per share for proceeds of \$3,572,530, and 8,306,331 flow-through shares at a purchase price of \$0.18 per flow-through share for proceeds of \$1,495,140 (Note 5). The Company paid finders' fees in respect of the non-brokered private placement totaling \$77,319 in cash and issued 507,960 finders' warrants, each exercisable into one Vizsla Copper share with a 12-month term to expiry and an exercise price of \$0.25 per share.
- Under the terms of the Arrangement, the Company is obligated to issue up to 11,161,444 common shares pursuant to the exercise of Vizsla Silver warrants that have expiry dates ranging from November 2021 to December 2022. During the year ended April 30, 2022, 1,059,428 warrants of Vizsla Silver with exercise prices from \$0.40 to \$2.50 outstanding before the Arrangement were exercised. For every warrant exercised, the holder received one Vizsla Silver share and one third of one Vizsla Copper share. As a result, 353,141 Vizsla Copper shares were issued. The total proceeds shared with the Company was \$79,676.
- On February 17, 2022, the Company issued 47,619 common shares at the price of \$0.21 per share towards the Carruthers Pass Project for a fair value of \$10,000 (Note 4).
- On April 27, 2022, the Company issued 83,333 common shares for payment of consulting services with aggregate fair value of \$17,083, or \$0.21 per share.

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

6. SHARE CAPITAL (continued)**c) Warrants**

During the year ended April 30, 2022, in connection with the Arrangement, the Company paid finders' fees in respect of the non-brokered private placement totaling \$77,319 in cash and 507,960 finders' warrants each exercisable into one Vizsla Copper share with a 12-month term to expiry and an exercise price of \$0.25 per share. As a result, \$21,072 was recorded to reserves for the fair value of the finders' warrants. The fair value of the warrants was determined using the Black-Scholes option pricing model and the following assumptions:

	September 20, 2021
Share price	\$0.15
Expected life	1 year
Expected volatility	110.00%
Risk-free rate	0.43%
Dividend yield	0.00%

The following is a summary of the Company's outstanding warrants for the year ended April 30, 2022 and the six months ended October 31, 2022:

	Number of warrants	Weighted average exercise price
	#	\$
Balance, April 30, 2021	-	-
Issued	507,960	0.25
Balance, April 30, 2022	507,960	0.25
Expired	(507,960)	0.25
Balance, October 31, 2022	-	-

As at October 31, 2022, the Company had no warrants outstanding as they expired on September 20, 2022. As at April 30, 2022, the Company had 507,960 warrants outstanding with an exercise price of \$0.25 and a remaining life of 0.39 years.

d) Options

The Company has a rolling stock option plan ("the Plan") whereby a maximum of 10% of the issued common shares will be reserved for issuance under the Plan. Options granted under the Plan vest immediately or over a period at the discretion of the Board of Directors.

Under the Plan, the number of shares reserved for issuance to any optionee will not exceed 5% of the then issued and outstanding shares unless the Company has obtained disinterested shareholder approval. The options are non-assignable and non-transferable and will be exercisable up to 10 years from the date of grant. The exercise price of an option will be set by the Board of Directors.

During the year ended April 30, 2022, the Company granted 7,220,000 incentive stock options to certain directors, officers, and consultants of the Company. The options are exercisable at a price of \$0.25 per share, have a term of five years, and will vest over a period of 24 months. The Company used the Black-Scholes option pricing model and the following assumptions to determine the fair values of the stock options granted:

	October 21, 2021
Share price	\$0.30
Expected life	5 years
Expected volatility	110.00%
Risk-free rate	1.35%
Dividend yield	0.00%

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

6. SHARE CAPITAL (continued)

The following is a summary of the Company's stock options for the for the year ended April 30, 2022 and the six months ended October 31, 2022:

	Number of options	Weighted average exercise price
	#	\$
Balance, April 30, 2021	-	-
Granted	7,220,000	0.25
Balance, April 30, 2022 and October 31, 2022	7,220,000	0.25

As at October 31, 2022, the Company had 7,220,000 options outstanding (April 30, 2022 - 7,220,000) with the weighted average exercise price of \$0.25 and expire on October 21, 2026. As at October 31, 2022, the number of options exercisable is 4,332,000 (April 30, 2022 - 2,888,000).

The weighted average remaining contractual life of the Company's options as at October 31, 2022, was 3.98 years (April 30, 2022 - 4.72 years).

During the six months ended October 31, 2022, the Company incurred share-based payments of \$343,252 in connection with options vested (2021 - \$462,437).

7. CAPITAL MANAGEMENT

The Company's capital structure consists of all components of shareholders' equity. The Company's objective when managing capital is to maintain adequate levels of funding to support current operations comprising the acquisition and development of its exploration and evaluation assets. The Company obtains funding primarily through issuing common stock. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future.

There were no changes to the Company's approach to capital management during the six months ended October 31, 2022. The Company is not subject to externally imposed capital requirements.

8. RELATED PARTY TRANSACTIONS

As at October 31, 2022, the Company had \$27,084 (April 30, 2022 - \$91,093) due to related parties. The amounts are unsecured, due on demand and are non-interest bearing.

During the three months and six months ended October 31, 2022 and 2021, the Company had the following transactions with key management personnel:

	Three months ended		Six months ended	
	2022	October 31, 2021	2022	October 31, 2021
	\$	\$	\$	\$
Consulting fees paid to officers	108,750	53,896	217,500	72,796
Management fees paid to directors	22,328	6,667	43,578	6,667
Salaries and wages paid to an officer	62,500	-	125,000	-
Share-based payments made to officers and directors	89,666	263,564	195,635	263,564
	283,244	324,127	581,713	343,027

Vizsla Copper Corp.

Notes to the Condensed Interim Financial Statements

For the three and six months ended October 31, 2022 and 2021

(Unaudited - Expressed in Canadian dollars, except where noted)

9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

a) Fair value of financial instruments

As at October 31, 2022 and April 30, 2022, the Company's financial instruments consist of cash, accounts payable and accrued liabilities, and due to related party; all of which are classified as and measured at amortized cost.

The fair value of cash, accounts payable and accrued liabilities, and due to related party approximates their carrying value due to their short term to maturity.

b) Financial risk management

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the Company by failing to discharge an obligation. Credit risk for the Company is associated with its cash. The Company is not exposed to significant credit risk as its cash is placed with major Canadian financial institutions.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. There is no assurance that the necessary financing will be available in a timely manner or on terms acceptable to the Company.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates. The Company is not exposed to significant interest rate risk on the basis that it does not hold any financial liabilities subject to movements in interest rates. The Company does not have any financial assets subject to changes in exchange rates so does not expect exchange rates to have a material impact to the Company.

10. SUBSEQUENT EVENTS

On September 7, 2022, the Company entered into an agreement to acquire 100% of the issued and outstanding common shares of Woodjam Copper Corp. (the "Woodjam Agreement").

Immediately prior to the Woodjam Agreement, the Company is required to complete a consolidation of their common shares on the basis of one post-consolidation share for every three and one-half shares issued and outstanding immediately prior to the consolidation.

Under the terms of the Woodjam Agreement, 100% of the issued and outstanding Woodjam Copper Corp. shares will be exchanged for Vizsla Copper shares on the basis of approximately 0.31 Vizsla Copper shares for each Woodjam Copper Corp. share. Pursuant to the Woodjam Agreement, Vizsla Copper expects to issue an aggregate of approximately 43,417,026 Vizsla Copper shares, on a post-consolidation basis, to Woodjam Copper Corp. shareholders.

Upon completion of the Woodjam Agreement, shareholders of Woodjam Copper Corp. will own approximately 65% of the 66,795,425 issued and outstanding Vizsla Copper shares, on a post-consolidation basis.

On November 18, 2022, the shareholders of Woodjam Copper Corp. approved the acquisition and on November 24, 2022, Woodjam Copper Corp. obtained court approval for the acquisition.