

# **Vizsla Copper Corp.**

## **Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars)

To the Shareholders of Vizsla Copper Corp.:

## Opinion

We have audited the consolidated financial statements of Vizsla Copper Corp. and its subsidiaries (the "Company"), which comprise the consolidated statements of financial position as at April 30, 2024 and April 30, 2023, and the consolidated statements of loss and comprehensive loss, changes in shareholders' equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at April 30, 2024 and April 30, 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with International Financial Reporting Standards.

## Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audits of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained 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 consolidated financial statements, which indicates that the Company had an accumulated deficit, and the Company's ability to continue as a going concern is dependent upon 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. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the Material Uncertainty Related to Going Concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

### *Impairment on E&E assets*

#### *Key Audit Matter Description*

We draw attention to Note 4 and Note 8 to the consolidated financial statements. The net book value of E&E assets amounted to \$23,758,349 as at April 30, 2024. At each reporting period, management assesses exploration and evaluation expenditures under each project to determine whether there are any indicators of impairment. If any such indicators exist, the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Management assesses exploration and evaluation expenditures for impairment based on the following indicators: (i) the period for which the entity has the right to explore in the specific area has expired during the year or will expire in the near future; (ii) substantive expenditure on further exploration for an evaluation of mineral resources in the specific area is neither budgeted nor planned; (iii) sufficient data exists to determine that extracting the resources will not be technically feasible or commercially viable; and (iv) facts and circumstances suggest that the carrying amount exceeds the recoverable amount. As at April 30, 2024, impairment indicators existed. As a result, the Company performed impairment testing on its exploration assets, and an impairment loss of \$10,318,054 was recognized.

We considered this a key audit matter due to the significance of the exploration and evaluation assets and the judgments made by management in their assessment of indicators of impairment and estimating the recoverable amount related to exploration and evaluation assets, and these have resulted in a high degree of subjectivity in performing audit procedures related to these judgments applied by management.

#### *Audit Response*

We responded to this matter by performing audit procedures in relation to the impairment assessment for resource properties and deferred expenditures. Our audit work in relation to this included, but was not restricted to, the following:

- Assessed the judgments made by management in determining the impairment indicators, which included the following:
  - Obtained evidence to support the existence of the right to explore the area and the claim expiration by reference to public government registries;
  - Evaluated budget approvals and board minutes to obtain evidence of continuing and planned exploration expenditures and included evaluations of the work completed in the current year; and
  - Assessed whether there are any indications that extracting resources will not be technically feasible or commercially viable, or if other facts and circumstances exist that may suggest the carrying amount exceeds the recoverable amount, based on evidence obtained in other areas of the audit.
- Evaluated management's assessment on the recoverable amount of the exploration and evaluation assets.
- Reviewed adequacy of the disclosures in the consolidated financial statements, including disclosures related to significant estimates and judgments.

#### **Other Information**

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

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

In connection with our audits of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audits or otherwise appears to be materially misstated. We obtained Management's Discussion and Analysis 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 a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

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

## **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

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

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

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Jenny Lee.

Vancouver, British Columbia

August 27, 2024

*MNP* LLP  
Chartered Professional Accountants



**Vizsla Copper Corp.****Consolidated Statements of Loss and Comprehensive Loss**

(Expressed in Canadian dollars, except per share amounts and number of shares)

|  | Note       | Years ended April 30, |                    |
|--|------------|-----------------------|--------------------|
|  |            | 2024                  | 2023               |
|  |            | \$                    | \$                 |
| <b>Operating expenses</b>                        |            |                       |                    |
| Consulting fees                                  | 13         | 569,000               | 490,447            |
| Director fees                                    | 13         | 86,354                | 86,855             |
| Exploration and evaluation                       |            | 24,525                | 10,350             |
| General and administrative                       |            | 519,354               | 378,081            |
| Insurance  |            | 36,522                | 18,590             |
| Marketing expense                                |            | 543,633               | 237,808            |
| Professional fees                                |            | 363,617               | 195,907            |
| Salaries and wages                               | 13         | 813,297               | 626,549            |
| Share-based payments                             | 12(e), 13  | 786,886               | 739,474            |
| Transfer agent and filing fees                   |            | 86,730                | 66,734             |
|  |            | <b>(3,829,918)</b>    | <b>(2,850,795)</b> |
| <b>Other income (expenses)</b>                   |            |                       |                    |
| Amortization of flow-through premium liability   | 10         | 359,148               | 378,298            |
| Impairment of exploration and evaluation assets  | 8(a), 8(b) | (10,318,054)          | -                  |
| Penalties and interest expense                   |            | (20,644)              | (8,292)            |
| <b>Net loss before income tax</b>                |            | <b>(13,809,468)</b>   | <b>(2,480,789)</b> |
| Income tax recovery                              | 17(a)      | 699,083               | 231,279            |
| <b>Net loss and comprehensive loss</b>           |            | <b>(13,110,385)</b>   | <b>(2,249,510)</b> |
| <b>Net loss per share:</b>                       |            |                       |                    |
| Basic and diluted                                |            | <b>(0.12)</b>         | <b>(0.06)</b>      |
| <b>Weighted average number of common shares:</b> |            |                       |                    |
| Basic and diluted                                |            | <b>106,780,805</b>    | <b>40,493,743</b>  |

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

**Vizsla Copper Corp.**  
**Consolidated Statements of Cash Flows**  
(Expressed in Canadian dollars)

|  | Years ended April 30, |                    |
|--|-----------------------|--------------------|
|  | 2024                  | 2023               |
|  | \$                    | \$                 |
| <b>Operating activities:</b>                                       |                       |                    |
| Net loss for the year  | (13,110,385)          | (2,249,510)        |
| Adjustments for:   |                       |                    |
| Share-based payments   | 786,886               | 739,474            |
| Amortization of flow-through premium liability                     | (359,148)             | (378,298)          |
| Impairment of exploration and evaluation assets                    | 10,318,054            | -                  |
| Interest expense   | 16,193                | -                  |
| Income tax recovery  | (699,083)             | (231,279)          |
| Changes in non-cash working capital:                               |                       |                    |
| GST/HST receivable   | 29,440                | (48,748)           |
| Prepays  | (6,202)               | (71,732)           |
| Accounts payable and accrued liabilities                           | (351,016)             | (346,063)          |
| <b>Cash used in operating activities</b>                           | <b>(3,375,261)</b>    | <b>(2,586,156)</b> |
| <b>Investing activities:</b>                                       |                       |                    |
| Investment in exploration and evaluation assets                    | (3,820,594)           | (2,575,816)        |
| Loan advanced to UNV Copper  | (150,000)             | -                  |
| Cash acquired upon Redgold acquisition                             | 80,984                | -                  |
| Cash acquired upon UNV Copper acquisition                          | 4,453                 | -                  |
| Cash acquired upon Woodjam acquisition                             | -                     | 1,933,682          |
| Cash paid for acquisition expenses                                 | -                     | (223,163)          |
| <b>Cash used in investing activities</b>                           | <b>(3,885,157)</b>    | <b>(865,297)</b>   |
| <b>Financing activities:</b>                                       |                       |                    |
| Proceeds from exercise of options                                  | -                     | 48,250             |
| Proceeds from issuance of units in private placements              | 4,501,962             | -                  |
| Proceeds from issuance of flow-through shares in private placement | 4,000,400             | -                  |
| Repayment of loan payable  | (50,000)              | -                  |
| Unit and share issuance costs                                      | (581,311)             | -                  |
| <b>Cash provided by financing activities</b>                       | <b>7,871,051</b>      | <b>48,250</b>      |
| Net change in cash   | 610,633               | (3,403,203)        |
| Cash, beginning of the year  | 1,170,113             | 4,573,316          |
| <b>Cash, end of the year</b>                                       | <b>1,780,746</b>      | <b>1,170,113</b>   |
| Cash interest paid   | -                     | -                  |
| Cash income tax paid   | -                     | -                  |

Supplemental cash flow disclosures (Note 14)

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

**Vizsla Copper Corp.**

**Consolidated Statements of Changes in Shareholders' Equity**

(Expressed in Canadian dollars, except number of shares)

|   | Common<br>shares   | Share<br>capital  | Reserves         | Deficit             | Total<br>shareholders'<br>equity |
|---|--------------------|-------------------|------------------|---------------------|----------------------------------|
|   | #                  | \$                | \$               | \$                  | \$                               |
| Balance, April 30, 2022   | 23,378,397         | 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              | -                                |
| Issuance of common shares in Woodjam Arrangement                          | 43,432,346         | 11,400,991        | -                | -                   | 11,400,991                       |
| Issuance of common shares as finder's fees in Woodjam Arrangement         | 1,302,970          | 342,030           | -                | -                   | 342,030                          |
| Issuance of replacement options in Woodjam Arrangement                    | -                  | -                 | 405,710          | -                   | 405,710                          |
| Issuance of replacement warrants in Woodjam Arrangement                   | -                  | -                 | 257,484          | -                   | 257,484                          |
| Shares issued upon exercise of options                                    | 276,485            | 86,503            | (38,253)         | -                   | 48,250                           |
| Shares issued for Woodjam Project   | 100,000            | 27,500            | -                | -                   | 27,500                           |
| Shares issued for Carruthers Pass Project                                 | 145,834            | 35,000            | -                | -                   | 35,000                           |
| Share-based payments  | -                  | -                 | 739,474          | -                   | 739,474                          |
| Net loss and comprehensive loss for the year                              | -                  | -                 | -                | (2,249,510)         | (2,249,510)                      |
| Balance, April 30, 2023   | 68,636,032         | 22,450,329        | 3,981,157        | (4,736,944)         | 21,694,542                       |
| Reclassification from reserves to deficit upon the expiration of options  | -                  | -                 | (183,325)        | 183,325             | -                                |
| Issuance of units in private placements                                   | 47,560,955         | 4,501,962         | -                | -                   | 4,501,962                        |
| Issuance of flow-through shares in private placement                      | 16,668,333         | 4,000,400         | -                | -                   | 4,000,400                        |
| Flow-through premium liability  | -                  | (333,367)         | -                | -                   | (333,367)                        |
| Issuance of broker's and finder's warrants in private placements          | -                  | (273,266)         | 273,266          | -                   | -                                |
| Unit and share issuance costs   | -                  | (581,311)         | -                | -                   | (581,311)                        |
| Issuance of common shares in RG Copper acquisition                        | 12,000,000         | 2,760,000         | -                | -                   | 2,760,000                        |
| Issuance of common shares for Megaton Project                             | 300,000            | 67,500            | -                | -                   | 67,500                           |
| Issuance of common shares for Trailbreaker Project                        | 150,000            | 33,750            | -                | -                   | 33,750                           |
| Issuance of common shares for Redgold Project                             | 200,000            | 48,000            | -                | -                   | 48,000                           |
| Issuance of common shares for Copperview Project                          | 600,000            | 147,000           | -                | -                   | 147,000                          |
| Issuance of common shares for Stope Baby Project acquisition              | 200,000            | 19,000            | -                | -                   | 19,000                           |
| Issuance of common shares for Copper Pit Project                          | 100,000            | 10,500            | -                | -                   | 10,500                           |
| Issuance of common shares for UNV Copper acquisition                      | 34,459,701         | 3,790,567         | -                | -                   | 3,790,567                        |
| Issuance of common shares as finder's fees in UNV Copper acquisition      | 500,000            | 55,000            | -                | -                   | 55,000                           |
| Issuance of options in UNV Copper acquisition                             | -                  | -                 | 49,431           | -                   | 49,431                           |
| Issuance of warrants in UNV Copper acquisition                            | -                  | -                 | 632,997          | -                   | 632,997                          |
| Share-based payments  | -                  | -                 | 786,886          | -                   | 786,886                          |
| Net loss and comprehensive loss for the year                              | -                  | -                 | -                | (13,110,385)        | (13,110,385)                     |
| <b>Balance, April 30, 2024</b>  | <b>181,375,021</b> | <b>36,696,064</b> | <b>5,540,412</b> | <b>(17,664,004)</b> | <b>24,572,472</b>                |

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

## **VIZSLA COPPER CORP.**

### **Notes to the Consolidated Financial Statements**

#### **For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

---

## **1. NATURE OF OPERATIONS AND GOING CONCERN**

Vizsla Copper Corp. (the “Company” or “Vizsla Copper”) was incorporated on December 28, 2017. The Company operates in a single industry segment, mineral exploration, within the geographical segment of Canada. The head office and principal address of the Company is Suite 1723, 595 Burrard Street, Vancouver, British Columbia, V7X 1J1.

On September 30, 2021, the Company’s common shares commenced trading on the TSX Venture Exchange (“TSX-V”) 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”.

These audited consolidated financial statements for the years ended April 30, 2024 and 2023 (the “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 at least the next twelve months. As at April 30, 2024, the Company had working capital of \$1,232,038 (April 30, 2023 - \$510,510) and accumulated deficit of \$17,664,004 (April 30, 2023 - \$4,736,944). For the year ended April 30, 2024, the Company incurred a net loss and comprehensive loss of \$13,110,385 (2023 - \$2,249,510) and used cash in operating activities of \$3,375,261 (2023 - \$2,586,156). These factors indicate the existence of a material uncertainty that may cast significant doubt upon the Company’s ability to continue as a going concern. As a result, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The Company’s ability to continue as a going concern is dependent upon its ability to generate positive cash flows from operations, and/or raise adequate funding through equity or debt financing to discharge its liabilities as they come due. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. Should the Company be unable to continue as a going concern, asset and liability realization values may be substantially different from their carrying values. These financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

## **2. BASIS OF PREPARATION**

### **a) Statement of compliance**

These financial statements were approved by the Board of Directors and authorized for issue on August 27, 2024.

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

### **b) Basis of presentation**

These financial statements have been prepared using the historical cost basis, except for certain financial assets and liabilities which are measured at fair value, as specified by IFRS Accounting Standards for each type of asset, liability, income, and expense as set out in the accounting policies below.

### **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 the Company and its subsidiaries is the Canadian dollar. The financial statements are presented in Canadian dollars, except as otherwise noted.

### **d) Basis of consolidation**

These financial statements include the accounts of the Company and its subsidiaries. All intercompany transactions and balances are eliminated on consolidation. Control exists where the parent entity has power over the investee and is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiaries are included in the financial statements from the date control commences until the date control ceases.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**2. BASIS OF PREPARATION (continued)**

A summary of the Company's subsidiaries consolidated in these financial statements as at April 30, 2024 is as follows:

| <b>Name of subsidiary</b>                           | <b>Country of incorporation</b> | <b>Percentage ownership</b> | <b>Functional currency</b> |
|---|---------------------------------|-----------------------------|----------------------------|
| Woodjam Copper Corp. <sup>(1)</sup>                 | Canada                          | 100%                        | CAD                        |
| Woodjam Horsefly Resources Ltd. <sup>(1)</sup>      | Canada                          | 100%                        | CAD                        |
| RG Copper Corp. ("RG Copper") <sup>(2)</sup>        | Canada                          | 100%                        | CAD                        |
| Universal Copper Ltd. ("UNV Copper") <sup>(3)</sup> | Canada                          | 100%                        | CAD                        |
| Poplar Copper Corp. <sup>(3)</sup>                  | Canada                          | 100%                        | CAD                        |
| BA Copper Corp. <sup>(3)</sup>                      | Canada                          | 100%                        | CAD                        |

(1) On December 13, 2022, the Company acquired a 100% interest in Woodjam Copper Corp. and its wholly owned subsidiary Woodjam Horsefly Resources Ltd. (Note 5).

(2) On June 27, 2023, the Company acquired a 100% interest in RG Copper Corp. (Note 6).

(3) On April 18, 2024, the Company acquired a 100% interest in UNV Copper and its wholly owned subsidiaries Poplar Copper Corp. and BA Copper Corp (Note 7).

**e) Reclassification of prior period presentation**

Certain prior year amounts have been reclassified to conform to the current year presentation. These reclassifications had no effect on the reported results of operations. An amount loaned from Vizsla Silver of \$324,563 was reclassified from accounts payable and accrued liabilities to loan payable. Due to related parties of \$13,781 was reclassified to accounts payable and accrued liabilities.

**3. MATERIAL ACCOUNTING POLICIES****a) Cash**

Cash consists of cash on hand and deposits in banks with no restrictions.

**b) Exploration and evaluation assets**

The Company is in the exploration stage with respect to its investment in mineral interests. The Company follows the practice of capitalizing all costs relating to the acquisition of, exploration for and development of exploration and evaluation assets. Option payments are capitalized. Property option agreements are exercisable entirely at the option of the optionee. Therefore, option payments are recorded when payment is made and are not accrued. Exploration and development costs, include, but are not limited to, geological and geophysical studies, exploratory drilling, and sampling. The aggregate costs related to abandoned exploration and evaluation assets are charged to profit or loss at the time of any abandonment or when it has been determined that there is evidence of a permanent impairment.

**c) Share capital**

Equity instruments are contracts that give a residual interest in the net assets of the Company. Financial instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's common shares, stock options, and warrants are classified as equity instruments.

The Company records proceeds from share issuances net of issue costs and any tax effects in equity.

**d) Share issuance costs**

Professional, consulting, regulatory and other costs directly attributable to equity financing transactions are recorded as share issue costs when the financing transactions are completed if the completion of the transaction is considered likely. Otherwise, they are expensed as incurred. Share issuance costs are charged to share capital when the related shares are issued. Deferred share issuance costs related to financing transactions that are not completed are charged to expenses.

**VIZSLA COPPER CORP.**

**Notes to the Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

---

**3. MATERIAL ACCOUNTING POLICIES (continued)**

**e) Flow-through shares**

Canadian income tax legislation permits companies to issue flow-through instruments whereby the income tax deductions generated by eligible expenditures of the Company, defined in the *Income Tax Act* (Canada) as qualified Canadian exploration expenses, are claimed by the investors rather than by the Company. Shares issued on a flow-through basis are typically sold at a premium above the market share price, which relates to the tax benefits that will flow through to the investors. The Company often issues flow-through shares as part of its equity financing transactions in order to fund its Canadian exploration activities. The Company estimates the portion of the proceeds attributable to the premium as being the excess of the flow-through share price over the market share price of the common shares without the flow-through feature at the time of issuance. The premium is recorded as a liability, which represents the Company's obligation to spend the flow-through funds on eligible expenditures and is amortized as other income through the profit or loss as the eligible expenditures are incurred.

**f) Share purchase warrants issued in unit offerings**

Proceeds from issuances by the Company of units consisting of shares and warrants are allocated based on the residual method, whereby the carrying amount of the warrants is determined based on any difference between gross proceeds and the fair market value of the shares. If the proceeds from the offering are less than or equal to the fair market value of shares issued, a nil carrying amount is assigned to the warrants.

**g) Share-based payments**

Share purchase warrants issued as share-based payments are classified as a component of equity. The fair value of the share purchase warrants issued as share-based payments is determined using the Black-Scholes option pricing model. Upon exercise of the share purchase warrants the previously recognized fair value of the warrants exercised is reallocated to share capital from reserves. The proceeds generated from the payment of the exercise price are likewise allocated to share capital.

The Company has a stock option plan, which allows grants of options to purchase common shares by the Company's directors, officers, employees, and consultants. The Company accounts for the stock options at their fair value and recognizes the cost as compensation expense over the vesting period, with the offset recorded to reserves. The amount recognized as share-based payments expense is adjusted to reflect the number of awards for which the related service conditions are expected to be met such that the amount ultimately recognized as an expense is based on the number of awards that do meet the related service conditions at the vesting date.

The fair value of options granted to directors and employees is measured using the Black-Scholes option pricing model on the date of issuance. Share-based payments to non-employees are measured at the fair value of the goods or services received, or at the fair value of the equity instruments issued if it is determined that the fair value of the goods or services received cannot be reliably measured and are recorded at the date the goods or services are received.

Consideration received on the exercise of stock options is recorded as share capital, and the amount previously recognized in reserves is transferred to share capital. For options that expire unexercised, the initial fair value recorded in reserves is transferred to deficit.

**h) Earnings (loss) per share**

Basic earnings (loss) per share are computed using the weighted average number of common shares outstanding during the year. Diluted earnings per share amounts are calculated giving effect to the potential dilution that would occur if securities or other contracts to issue common shares were exercised or converted to common shares using the treasury stock method. If the Company incurs net losses in a fiscal year, basic and diluted losses per share are the calculated in the same manner. In the Company's case, diluted loss per share is the same as basic loss per share as the effect of outstanding share options and warrants on loss per share would be anti-dilutive.

**i) Exploration tax credits**

The Company may receive refundable exploration tax credits and grants from provincial jurisdictions in Canada equal to a specified rate of qualifying expenditures incurred on properties located within those jurisdictions. The Company records these exploration tax credits and grants as a reduction of qualifying expenditures as it incurs the related expenditures.

**3. MATERIAL ACCOUNTING POLICIES (continued)**

**j) Financial instruments**

Classification

The Company classifies its financial instruments in the following categories: at fair value through profit or loss (“FVTPL”), at fair value through other comprehensive income (loss) (“FVTOCI”), or at amortized cost. The Company determines the classification of its financial assets at initial recognition. The classification of debt instruments is driven by the Company’s business model for managing the financial assets and their contractual cash flow characteristics. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

A summary of the Company’s classification of financial instruments under IFRS 9 *Financial Instruments* is as follows:

| <b>Financial instruments</b>             | <b>Classification</b> |
|--|-----------------------|
| Financial assets                         |                       |
| Cash                                     | Amortized cost        |
| Financial liabilities                    |                       |
| Accounts payable and accrued liabilities | Amortized cost        |
| Loan payable                             | Amortized cost        |

Measurement

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost using effective interest rate less any impairment.

**k) Income tax**

Provision for income tax consists of current and deferred tax expense. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized either in other comprehensive income (loss) or directly in equity, in which case it is recognized in other comprehensive income (loss) or in equity, respectively. Mining duties, taxes, royalties, and withholding taxes are treated and disclosed as current and deferred taxes if they have the characteristics of an income tax. This is considered to be the case when they are imposed by a government authority and the amount payable is calculated by reference to taxable income.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates and tax laws enacted or substantively enacted at the reporting date, adjusted for amendments to tax payable or recoverable with regards to previous years.

Deferred tax expense is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax expense is not recognized for temporary differences associated with the initial recognition of assets or liabilities in a transaction that is not a business combination; affects neither accounting nor taxable income or loss; and does not give rise to equal taxable and deductible temporary differences. Temporary differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future are also not recognized. Deferred tax expense is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

**VIZSLA COPPER CORP.**

**Notes to the Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

---

**3. MATERIAL ACCOUNTING POLICIES (continued)**

**l) New accounting standards and interpretations**

The Company adopted the following amendments to accounting standards, which are effective for annual periods beginning on or after May 1, 2023:

Disclosure of accounting policies - International Accounting Standards (“IAS”) 1 and IFRS Practice Statement 2

The amendments to *IAS 1 Presentation of Financial Statements* and *IFRS Practice Statement 2 Making Materiality Judgements* provide guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their ‘significant’ accounting policies with a requirement to disclose their ‘material’ accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures. The amendments have had an impact on the Company’s disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company’s consolidated financial statements.

Definition of accounting estimates - amendments to IAS 8

The amendments to *IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors* clarify the distinction between changes in accounting estimates, changes in accounting policies and the correction of errors. They also clarify how entities use measurement techniques and inputs to develop accounting estimates. The amendments had no impact on the Company’s consolidated financial statements.

Deferred tax related to assets and liabilities arising from a single transaction - amendments to IAS 12

The amendments to *IAS 12 Income Taxes* narrow the scope of the initial recognition exception, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases and decommissioning liabilities. The amendments had no impact on the Company’s consolidated financial statements.

The Company has not early adopted any other new accounting standard, interpretation or amendment that has been issued but is not yet effective.

**4. SIGNIFICANT ACCOUNTING JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of consolidated financial statements requires management to exercise significant judgments in applying the Company’s accounting policies and make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Estimates and assumptions are reviewed on an ongoing basis and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual future outcomes could differ from present estimates and assumptions, which may require material adjustments to the Company’s consolidated financial statements. Revisions to accounting estimates are accounted for prospectively.

Significant judgments exercised by management in applying the Company’s accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as follows:

**a) Going concern presentation**

These financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. Management assesses the Company’s ability to continue as a going concern at each reporting date using all quantitative and qualitative information available. This assessment, by its nature, relies on estimates and assumptions of future cash flows and other events (Note 1), subsequent changes could materially impact the validity of the assessment.

**VIZSLA COPPER CORP.**

**Notes to the Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

---

**4. SIGNIFICANT ACCOUNTING JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY (continued)**

**b) Asset acquisition versus business combination**

At the time of acquisition, the Company considers whether each acquisition represents the acquisition of a business or the acquisition of an asset. The Company accounts for an acquisition as a business combination where an integrated set of activities and assets is acquired. More specifically, consideration is given to the extent to which significant processes are acquired. When the acquisition does not represent a business combination, it is accounted for as an acquisition of a group of assets and liabilities. The cost of the acquisition is allocated to the assets and liabilities acquired based upon their relative fair values, and no goodwill or deferred tax is recognized.

Significant assumptions about the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amounts of the Company's assets and liabilities in the next year are as follows:

**a) Review of asset carrying values and impairment assessment**

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 and forecasts, future plans for the Company's mineral properties and mineral resources and/or reserve estimates.

The determination of fair value less costs to sell and value in use requires management to make estimates and assumptions about expected production, sales volumes, commodity prices, discount rates, mineral resources, operating costs, taxes, and future capital expenditures. The estimates and assumptions are subject to risk and uncertainty; hence, there is the possibility that changes in circumstances will alter these projections, which may impact the recoverable amount of the assets. In such circumstances, some or all of the carrying value of the assets may be further impaired or the impairment charge reversed with the impact recorded in profit or loss.

**b) Deferred income tax assets and liabilities**

The valuation of deferred tax assets and liabilities requires the Company to estimate the expected manner and timing of the realization or settlement of the carrying value of its assets and liabilities. The Company applies the tax rates that are enacted or substantively enacted on the estimated dates of realization or settlement.

**c) Equity-settled share-based payments**

Certain stock options and share purchase warrants are measured using the Black-Scholes option pricing model based on estimated fair values of all share-based awards at the date of grant and are expensed to through profit or loss over each award's vesting period. The Black-Scholes option pricing model utilizes subjective assumptions such as expected price volatility, expected life of the option, and likelihood of vesting. Changes in these input assumptions can significantly affect the fair value estimate.

**5. WOODJAM ARRANGEMENT**

Woodjam Copper Corp. ("Woodjam") is a mineral exploration company incorporated on July 20, 2011 in the Province of British Columbia. Woodjam's principal business activity is the exploration of mineral properties located in British Columbia. Woodjam has a wholly owned subsidiary, Woodjam Horsefly Resources Ltd.

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 Arrangement").

On December 13, 2022, the Company acquired 100% of the issued and outstanding common shares of Woodjam.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**5. WOODJAM ARRANGEMENT (continued)**

Under the terms of the Woodjam Arrangement, 100% of the issued and outstanding Woodjam shares were exchanged for Vizsla Copper shares on the basis of approximately 0.31 of a Vizsla Copper share for each Woodjam share. Pursuant to the Woodjam Arrangement, Vizsla Copper issued an aggregate of 43,432,346 Vizsla Copper shares to Woodjam shareholders. In addition, all outstanding Woodjam stock options were exchanged for 2,826,296 replacement options of Vizsla Copper and all Woodjam warrants became 3,072,061 Vizsla Copper warrants exercisable to acquire common shares of the Company.

In connection to the Woodjam Arrangement, the Company entered into a finder's fee agreement with an arm's length party. As compensation for the introduction of the Company and Woodjam, the Company issued to the finders, 1,302,970 common shares at approximately \$0.26 per share for an aggregate fair value of \$342,030.

The Company incurred transaction costs of \$223,163 comprised of legal fees and due diligence costs prior to the closing of the Woodjam Arrangement and the amount is allocated as part of the consideration.

The acquisition of Woodjam has been accounted for by the Company as an asset acquisition. The acquisition did not qualify as a business combination under IFRS 3 *Business Combinations*, as the significant inputs, processes, and outputs, that together constitute a business, did not exist in Woodjam at the time of acquisition. Therefore, the acquisition was accounted for in accordance with guidance provided in IFRS 2 *Share-based Payment*. Accordingly, no goodwill was recorded with respect to the acquisition.

A summary of the Company's consideration and the net assets acquired from Woodjam as at the December 13, 2022 acquisition date is as follows:

|   | \$                |
|---|-------------------|
| <b>Consideration:</b>   |                   |
| Fair value of common shares issued to the former Woodjam shareholders | 11,400,991        |
| Fair value of finders' shares   | 342,030           |
| Fair value of Woodjam options exchanged                               | 405,710           |
| Fair value of Woodjam warrants exchanged                              | 257,484           |
| Transaction costs   | 223,163           |
|   | <b>12,629,378</b> |
| <b>Net assets acquired:</b>   |                   |
| Cash  | 1,933,682         |
| Accounts receivable   | 19,981            |
| GST/HST receivable  | 10,562            |
| Exploration and evaluation assets                                     | 11,351,209        |
| Accounts payable and accrued liabilities                              | (439,290)         |
| Flow-through premium liability (Note 10)                              | (246,766)         |
|   | <b>12,629,378</b> |

Accounts receivable consists of a \$19,981 mining exploration tax credit receivable from the Government of British Columbia.

The amount of \$11,351,209 allocated to the exploration and evaluation assets was pro-rated between the three properties owned by Woodjam: the Woodjam Project, the Megaton Project and the Magalloy Project for \$10,344,910, \$629,186, and \$377,113, respectively (Note 8(c)).

The fair value of replacement stock options and warrants exchanged was determined using a Black-Scholes option pricing model. The inputs to the Black-Scholes option pricing model were as follows:

|                                | Replacement<br>options | Replacement<br>warrants |
|--------------------------------|------------------------|-------------------------|
| Share price                    | \$0.26                 | \$0.26                  |
| Exercise price                 | \$0.16 to \$0.49       | \$0.65                  |
| Expected life                  | 0.05 to 3.76 years     | 1.34 year               |
| Risk-free interest rate        | 3.16% to 3.74%         | 3.74%                   |
| Expected volatility            | 122.89%                | 122.89%                 |
| Expected annual dividend yield | 0.00%                  | 0.00%                   |

## VIZSLA COPPER CORP.

### Notes to the Consolidated Financial Statements

For the years ended April 30, 2024 and 2023

(Expressed in Canadian dollars, except where noted)

#### 6. RG COPPER CORP. ACQUISITION

RG Copper is a privately held copper exploration company, which holds the right to acquire up to 70% interest in the Redgold Copper-Gold Project ("Redgold Project"), by satisfying the conditions of the underlying agreement with the owners of the Redgold Copper-Gold Project.

On May 12, 2023, the Company entered into an agreement to acquire 100% of the issued and outstanding common shares of RG Copper (the "RG Copper Agreement").

On the closing date of the RG Copper Agreement on June 27, 2023, the Company issued 12,000,000 common shares to the former shareholders of RG Copper at a fair value of \$0.23 per share for total fair value of consideration of \$2,760,000. As a result of the acquisition, the Company acquired the right to acquire up to 70% interest in the Redgold Project which consists of 58 mineral claims covering an area of 8,278 hectares contiguous with Vizsla Copper's Woodjam Project (Note 8(c)). In addition, the Company acquired RG Copper's positive cash position of \$80,984.

The Company incurred transaction costs of \$47,815 comprised of legal fees and due diligence costs prior to the closing of the RG Copper Agreement and the amount is allocated as part of the consideration.

The acquisition of RG Copper has been accounted for by the Company as an asset acquisition. The acquisition did not qualify as a business combination under IFRS 3 *Business Combinations*, as the significant inputs, processes, and outputs, that together constitute a business, did not exist in RG Copper at the time of the acquisition. Therefore, the asset acquisition was accounted for in accordance with guidance provided in IFRS 2 *Share-based Payment*. Accordingly, no goodwill was recorded with respect to the acquisition.

A summary of the fair values of the consideration and the assets acquired from RG Copper as at the June 27, 2023 acquisition date is as follows:

|   | \$               |
|---|------------------|
| <b>Consideration:</b>                                     |                  |
| Common shares issued to the former RG Copper shareholders | 2,760,000        |
| Transaction costs   | 47,815           |
|   | <b>2,807,815</b> |
| <b>Assets acquired:</b>                                   |                  |
| Cash  | 80,984           |
| Exploration and evaluation assets                         | 2,726,831        |
|   | <b>2,807,815</b> |

The amount of \$2,726,831 allocated to the exploration and evaluation assets was allocated to the Redgold Project (Note 8(d)).

#### 7. UNIVERSAL COPPER LTD. ACQUISITION

Universal Copper Ltd. ("UNV Copper") is a mineral exploration company incorporated on May 7, 1997 in the Province of Alberta and continued its jurisdiction of incorporation into British Columbia in October 2011. UNV Copper's principal business activity is the exploration of mineral properties located in British Columbia. UNV Copper has two wholly owned subsidiaries which are BA Copper Corp. and Poplar Copper Corp.

On April 18, 2024, the Company acquired 100% of the issued and outstanding common shares of UNV Copper (the "UNV Copper Arrangement"). Under the terms of the UNV Copper Arrangement, 100% of the issued and outstanding UNV Copper shares were exchanged for Vizsla Copper shares on the basis of approximately 0.23 share of UNV Copper for one share of Vizsla Copper (the "Exchange Ratio"). Pursuant to the UNV Copper Arrangement, Vizsla Copper issued an aggregate of 34,459,701 Vizsla Copper shares to UNV Copper shareholders at a fair value of \$0.11 per share, for an aggregate fair value of \$3,790,567.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**7. UNIVERSAL COPPER LTD. ACQUISITION (continued)**

Pursuant to UNV Copper Arrangement, all 6,501,667 outstanding UNV Copper stock options with fair value of \$33,763 were exchanged for 1,495,382 replacement stock options of Vizsla Copper with fair value of \$49,431 (Note 12(e)). In addition, all 53,938,614 outstanding UNV Copper warrants with fair value of \$447,055 were exchanged for 12,405,881 replacement warrants of Vizsla Copper with fair value of \$632,997 (Note 12(d)). The amounts and exercise prices were adjusted in accordance with the Exchange Ratio.

On December 14, 2023, the Company entered into a non-interest-bearing loan agreement with UNV Copper for a principal amount of \$150,000 (the "UNV Copper Loan"). Upon completing the UNV Copper Arrangement on April 18, 2024, the UNV Copper Loan was settled and formed part of the consideration.

In connection to the UNV Copper Arrangement, the Company entered into a finder's fee agreement with an arm's length party. As compensation for the introduction of the Company and UNV Copper, the Company issued to the finder 500,000 common shares at fair value of \$0.11 per share for an aggregate fair value of \$55,000.

The Company incurred transaction costs of \$378,188 comprised of legal fees and due diligence costs prior to the closing of the UNV Copper Arrangement and the amount is allocated as part of the consideration.

The acquisition of UNV Copper has been accounted for by the Company as an asset acquisition. The acquisition did not qualify as a business combination under IFRS 3 *Business Combinations*, as the significant inputs, processes, and outputs, that together constitute a business, did not exist in UNV Copper at the time of acquisition. Therefore, the acquisition was accounted for in accordance with guidance provided in IFRS 2 *Share-based Payment*. Accordingly, no goodwill was recorded with respect to the acquisition.

A summary of the Company's consideration and the net assets acquired from UNV Copper as at the April 18, 2024 acquisition date is as follows:

|  | \$               |
|--|------------------|
| <b>Consideration:</b>  |                  |
| Fair value of common shares issued to the former UNV Copper shareholders | 3,790,567        |
| Fair value of common shares issued as finder's fees                      | 55,000           |
| Fair value of UNV Copper options exchanged                               | 49,431           |
| Fair value of UNV Copper warrants exchanged                              | 632,997          |
| Loan advanced to UNV Copper  | 150,000          |
| Transaction costs  | 378,188          |
|  | <b>5,056,183</b> |
| <b>Net assets acquired:</b>  |                  |
| Cash   | 4,453            |
| Prepays  | 26,837           |
| GST/HST receivable   | 16,134           |
| Exploration and evaluation assets  | 5,285,123        |
| Accounts payable and accrued liabilities                                 | (276,364)        |
|  | <b>5,056,183</b> |

The amount of \$5,285,123 allocated to the exploration and evaluation assets was allocated to the Poplar Project (Note 8(i)).

The fair value of replacement stock options and warrants exchanged was determined using a Black-Scholes option pricing model. The inputs to the Black-Scholes option pricing model were as follows:

|                                | Replacement options | Replacement warrants |
|--------------------------------|---------------------|----------------------|
| Share price                    | \$0.11              | \$0.11               |
| Exercise price                 | \$0.45              | \$0.22               |
| Expected life                  | 0.94 year           | 1.00 year            |
| Risk-free interest rate        | 4.36%               | 4.36%                |
| Expected volatility            | 167.21%             | 167.21%              |
| Expected annual dividend yield | 0.00%               | 0.00%                |

**VIZSLA COPPER CORP.**

**Notes to the Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS**

A summary of the Company's exploration and evaluation assets is as follows:

|                             | 2024              | 2023       |
|-----------------------------|-------------------|------------|
|                             | \$                | \$         |
| Blueberry Project           | -                 | 7,937,875  |
| Carruthers Pass Project     | -                 | 2,385,043  |
| Woodjam Project             | <b>14,033,036</b> | 10,948,812 |
| Megaton Project             | <b>772,774</b>    | 639,717    |
| Magalloy Project            | <b>500,837</b>    | 380,766    |
| Rand Project                | <b>8,999</b>      | 8,817      |
| Redgold Copper Gold Project | <b>2,838,477</b>  | -          |
| Copperview Project          | <b>252,185</b>    | -          |
| Trailbreaker Project        | <b>36,215</b>     | -          |
| Stope Baby Project          | <b>19,000</b>     | -          |
| Copper Pit Project          | <b>11,603</b>     | -          |
| Poplar Project              | <b>5,285,223</b>  | -          |
|                             | <b>23,758,349</b> | 22,301,030 |

**a) Blueberry Project**

A summary of the Company's Blueberry Project exploration and evaluation asset is as follows:

|                          | 2022      | Additions | 2023      | Additions   | 2024        |
|--------------------------|-----------|-----------|-----------|-------------|-------------|
|                          | \$        | \$        | \$        | \$          | \$          |
| <b>Acquisition costs</b> | 7,467,177 | -         | 7,467,177 | -           | 7,467,177   |
| <b>Exploration costs</b> |           |           |           |             |             |
| Analysis                 | 15,365    | 20,193    | 35,558    | -           | 35,558      |
| Camp costs               | 19,625    | 42,558    | 62,183    | -           | 62,183      |
| Equipment                | 13,800    | -         | 13,800    | -           | 13,800      |
| Geophysical consulting   | 273,868   | 35,608    | 309,476   | -           | 309,476     |
| Project management       | 12,540    | 37,141    | 49,681    | 11,421      | 61,102      |
| Impairment               | -         | -         | -         | (7,949,296) | (7,949,296) |
|                          | 7,802,375 | 135,500   | 7,937,875 | (7,937,875) | -           |

During the year ended April 30, 2024, the Blueberry Project was fully impaired due to management's decision to focus on other core projects. The Company's management does not plan to make any further investment into the Blueberry property for the foreseeable future. As a result, the Company recorded impairment of exploration and evaluation assets of \$7,949,296.

**b) 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").

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:

| Due date                         | Exploration expenditures | Cash payments  | Share issuance |
|----------------------------------|--------------------------|----------------|----------------|
|                                  | \$                       | \$             | \$             |
| February 17, 2021 (completed)    | -                        | 20,000         | -              |
| February 17, 2022 (completed)    | -                        | 20,000         | 10,000         |
| February 17, 2023 (completed)    | 400,000                  | 40,000         | 35,000         |
| February 17, 2024 <sup>(1)</sup> | 600,000                  | 75,000         | 40,000         |
| February 17, 2025                | 1,000,000                | 110,000        | 75,000         |
| February 17, 2026                | 1,000,000                | 135,000        | 90,000         |
|                                  | <b>3,000,000</b>         | <b>400,000</b> | <b>250,000</b> |

(1) The Company has not made the required payment and fully impaired Carruthers Pass Project as at April 30, 2024.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)**

The number of Vizsla Copper shares issued are determined at a price equal to the ten-day volume weighted average trading price of the Vizsla Copper shares prior to issuance. On February 17, 2022, 13,605 shares were issued at fair value of \$0.74 per share for a total fair value of \$10,000. On February 17, 2023, the Company issued 145,834 common shares fair value of \$0.24 per share for a total fair value of \$35,000 (Note 12(b)).

A summary of the Company's Carruthers Pass Project exploration and evaluation asset is as follows:

|                             | 2022    | Additions | 2023      | Additions<br>(recoveries) | 2024               |
|-----------------------------|---------|-----------|-----------|---------------------------|--------------------|
|                             | \$      | \$        | \$        | \$                        | \$                 |
| <b>Acquisition costs</b>    | 212,120 | 76,128    | 288,248   | -                         | <b>288,248</b>     |
| <b>Exploration costs</b>    |         |           |           |                           |                    |
| Airborne geophysical survey | -       | 167,256   | 167,256   | -                         | <b>167,256</b>     |
| Analysis                    | -       | 72,383    | 72,383    | -                         | <b>72,383</b>      |
| Camp costs                  | 1,660   | 365,215   | 366,875   | (25,340) <sup>(1)</sup>   | <b>341,535</b>     |
| Drilling                    | -       | 1,051,953 | 1,051,953 | (800) <sup>(2)</sup>      | <b>1,051,153</b>   |
| Equipment                   | -       | 24,437    | 24,437    | 932                       | <b>25,369</b>      |
| Geophysical consulting      | 100,743 | 190,929   | 291,672   | (2,498) <sup>(3)</sup>    | <b>289,174</b>     |
| Project management          | 2,165   | 120,054   | 122,219   | 11,421                    | <b>133,640</b>     |
| Impairment                  | -       | -         | -         | (2,368,758)               | <b>(2,368,758)</b> |
|                             | 316,688 | 2,068,355 | 2,385,043 | (2,385,043)               | -                  |

(1) During the year ended April 30, 2024, the Company was reimbursed a previously paid security deposit.

(2) During the year ended April 30, 2024, the Company was reimbursed for the return of previously purchased drilling consumables.

(3) During the year ended April 30, 2024, the Company received a credit on account for previous payments.

During the year ended April 30, 2024, the Carruthers Pass Project was fully impaired due to management's decision to focus on other core projects. The Company's management does not plan to make any further investment into the Carruthers Pass Project property for the foreseeable future. As a result, the Company recorded impairment of exploration and evaluation assets of \$2,368,758.

**c) Woodjam Projects**

The Woodjam Project is copper-gold project situated on a 90,163-hectare property located in Quesnel terrane in South-Central British Columbia.

On December 13, 2022, the Company completed the previously announced Woodjam Arrangement to acquire all Woodjam's issued and outstanding shares. Woodjam is engaged in copper, gold and molybdenum exploration and development in central British Columbia. Pursuant to the Woodjam Arrangement, the Company acquired a 100% interest of four exploration projects consisting of the Woodjam Project, the Megaton Project, the Magalloy Project and the Rand Project (collectively the "Woodjam Projects").

A summary of the Company's Woodjam Projects exploration and evaluation assets is as follows:

|                  | 2024              | 2023       |
|------------------|-------------------|------------|
|                  | \$                | \$         |
| Woodjam Project  | <b>14,033,036</b> | 10,948,812 |
| Megaton Project  | <b>772,774</b>    | 639,717    |
| Magalloy Project | <b>500,837</b>    | 380,766    |
| Rand Project     | <b>8,999</b>      | 8,817      |
|                  | <b>15,315,646</b> | 11,978,112 |

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)**Woodjam Project

Pursuant to the Woodjam Arrangement, the Company owns a 100% interest in the Woodjam Project, which is located in elephant country in the prolific Quesnel terrane in South-Central British Columbia.

On February 3, 2023, two additional claims totaling 1,069 hectares were acquired and added to the Woodjam Project. The claims were purchased from an arms-length vendor for 100,000 common shares of the Company at fair value of \$0.275 per share for total fair value of \$27,500 and are unencumbered by any royalties or other interests.

A summary of the Company's Woodjam Project exploration and evaluation asset is as follows:

|                              | 2022 | Additions  | 2023       | Additions | 2024              |
|------------------------------|------|------------|------------|-----------|-------------------|
|                              | \$   | \$         | \$         | \$        | \$                |
| <b>Acquisition costs</b>     | -    | 10,372,410 | 10,372,410 | 1,281     | <b>10,373,691</b> |
| <b>Exploration costs</b>     |      |            |            |           |                   |
| Airborne exploration surveys | -    | -          | -          | 7,340     | <b>7,340</b>      |
| Airborne geophysical survey  | -    | 420,789    | 420,789    | 82,544    | <b>503,333</b>    |
| Camp costs                   | -    | -          | -          | 249,887   | <b>249,887</b>    |
| Drilling                     | -    | -          | -          | 1,856,827 | <b>1,856,827</b>  |
| Equipment                    | -    | -          | -          | 114,756   | <b>114,756</b>    |
| Geochemical surveying        | -    | -          | -          | 103,981   | <b>103,981</b>    |
| Geological consulting        | -    | -          | -          | 6,613     | <b>6,613</b>      |
| Geophysical consulting       | -    | 11,875     | 11,875     | 464,573   | <b>476,448</b>    |
| Project management           | -    | 143,738    | 143,738    | 196,379   | <b>340,117</b>    |
| Office studies               | -    | -          | -          | 43        | <b>43</b>         |
|                              | -    | 10,948,812 | 10,948,812 | 3,084,224 | <b>14,033,036</b> |

Megaton Project

Pursuant to the Woodjam Arrangement, the Company acquired a 100% interest in the Megaton Project, which is located in the northeast of the Southeast Zone and includes the Three Firs zone which was discovered in 2012. Under the arrangement assumed from Woodjam (the "Megaton Option Agreement"), the Company is to make cash payments to the vendors ("Megaton Vendors") totaling \$1,000,000 (\$150,000 paid), incur a minimum of \$2,081,728 in exploration expenditures by 2027 (\$846,894 completed), and reserve a 2% Net Smelter Returns royalty ("NSR") for the private vendors that may be reduced to 1% for a cash payment of \$1,000,000.

A summary of the Company's Megaton Project exploration and evaluation asset is as follows:

|                             | 2022 | Additions | 2023    | Additions | 2024           |
|-----------------------------|------|-----------|---------|-----------|----------------|
|                             | \$   | \$        | \$      | \$        | \$             |
| <b>Acquisition costs</b>    | -    | 629,186   | 629,186 | 132,508   | <b>761,694</b> |
| <b>Exploration costs</b>    |      |           |         |           |                |
| Airborne geophysical survey | -    | 10,531    | 10,531  | -         | <b>10,531</b>  |
| Geophysical consulting      | -    | -         | -       | 381       | <b>381</b>     |
| Project management          | -    | -         | -       | 168       | <b>168</b>     |
|                             | -    | 639,717   | 639,717 | 133,057   | <b>772,774</b> |

On April 30, 2023, the Company signed an amendment to the Megaton Option Agreement to include an additional 1,061 hectares of land contiguous with the Woodjam Project (the "Megaton Extension") and move the exploration commitment dates of May 6, 2026 and May 6, 2027 up by one year to May 6, 2025 and May 6, 2026, respectively. On June 2, 2023, as consideration for the Megaton Extension, the Company issued 300,000 common shares to the Megaton Vendors fair value of \$0.225 for a total fair value of \$67,500 (Note 12(b)).

**VIZSLA COPPER CORP.**

**Notes to the Consolidated Financial Statements**

**For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)**

Under the terms of the Megaton Option Agreement, the Company has the right to earn up to 100% ownership of the claims by complying with the following conditions:

| <b>Due date</b>         | <b>Exploration expenditures</b> | <b>Cash payments</b> | <b>Share issuance</b> |
|-------------------------|---------------------------------|----------------------|-----------------------|
|                         | \$                              | \$                   | #                     |
| May 6, 2013 (completed) | -                               | 40,000               | -                     |
| May 6, 2014 (completed) | 250,000                         | 50,000               | -                     |
| May 6, 2018 (completed) | 206,957                         | -                    | 450,000               |
| May 6, 2023 (completed) | 124,771                         | 60,000               | -                     |
| May 6, 2024 (completed) | -                               | 100,000              | -                     |
| May 6, 2025             | 500,000                         | 250,000              | -                     |
| May 6, 2026             | 1,000,000                       | 250,000              | -                     |
| May 6, 2027             | -                               | 250,000              | -                     |
|                         | <b>2,081,728</b>                | <b>1,000,000</b>     | <b>450,000</b>        |

Magalloy Project

Pursuant to the Woodjam Arrangement, the Company acquired a 100% interest in the Magalloy Project, which is located within the boundaries of the Woodjam Project. Under the terms arrangement of the option agreement Woodjam signed for a 100% interest in the Magalloy Project, the Company is required to make cash payments to the vendors totaling \$300,000 over a four-year term (\$300,000 paid) and reserve a 1.5% NSR for the private vendors, which may be purchased outright for a cash payment of \$1,500,000. Subsequent amendments allows the Company to reacquire 0.5% of the NSR for a cash payment of \$500,000. A summary of the Company's Magalloy Project exploration and evaluation asset is as follows:

|                             | 2022 | Additions | 2023    | Additions | 2024           |
|-----------------------------|------|-----------|---------|-----------|----------------|
|                             | \$   | \$        | \$      | \$        | \$             |
| <b>Acquisition costs</b>    | -    | 377,113   | 377,113 | 120,000   | <b>497,113</b> |
| <b>Exploration costs</b>    |      |           |         |           |                |
| Airborne geophysical survey | -    | 3,653     | 3,653   | -         | <b>3,653</b>   |
| Geophysical consulting      | -    | -         | -       | 7         | <b>7</b>       |
| Project management          | -    | -         | -       | 64        | <b>64</b>      |
|                             | -    | 380,766   | 380,766 | 120,071   | <b>500,837</b> |

Rand Project

Pursuant to the Woodjam Arrangement, the Company owns a 51% interest in the Rand Project, which is located directly north of the Megaton Project within the boundaries of the Woodjam Project.

A summary of the Company's Rand Project exploration and evaluation asset is as follows:

|                             | 2022 | Additions | 2023  | Additions | 2024         |
|-----------------------------|------|-----------|-------|-----------|--------------|
|                             | \$   | \$        | \$    | \$        | \$           |
| <b>Exploration costs</b>    |      |           |       |           |              |
| Airborne geophysical survey | -    | 8,817     | 8,817 | -         | <b>8,817</b> |
| Geophysical consulting      | -    | -         | -     | 15        | <b>15</b>    |
| Project management          | -    | -         | -     | 167       | <b>167</b>   |
|                             | -    | 8,817     | 8,817 | 182       | <b>8,999</b> |

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)****d) Redgold Project**

The Redgold Project is a copper-gold project consisting of 58 mineral claims covering an area of 8,278 hectares contiguous with Imperial Metals' Mount Polley project and the Company's Woodjam project. With the addition of the Redgold Project the Company's combined Woodjam-Redgold project area will cover 74,604 hectares of prospective geology in the Quesnel terrane of south-central British Columbia.

On June 27, 2023, the Company acquired the right to acquire up to 70% interest in the Redgold Project, by satisfying the conditions of the underlying agreement (the "Redgold Agreement") with the owners of the Redgold Project (the "Redgold Project Vendors"), with the acquisition of RG Copper (Note 6). Under the Redgold Agreement, the Company is required to issue an aggregate of \$900,000 worth of common shares of the Company at various specified periods until October 1, 2028.

With the RG Copper acquisition, the Company acquired an "Initial Option" with which it may acquire a 51% interest, and a "Second Option" following the completion of the Initial Option with which it may acquire a further 19% interest. A summary of the Company's conditions to meet under the Initial Option is as follows:

| <b>Due date</b>            | <b>Exploration expenditures</b> | <b>Cash payments</b> | <b>Share issuance</b> | <b>Share issuance</b> |
|----------------------------|---------------------------------|----------------------|-----------------------|-----------------------|
|                            | \$                              | \$                   | \$                    | #                     |
| April 11, 2022 (completed) | -                               | 50,000               | -                     | -                     |
| July 1, 2023 (completed)   | -                               | 50,000               | -                     | 200,000               |
| October 1, 2024            | 550,000                         | 50,000               | -                     | 200,000               |
| October 1, 2025            | 600,000                         | 150,000              | 50,000                | -                     |
| October 1, 2026            | 850,000                         | 200,000              | 350,000               | -                     |
|                            | <b>2,000,000</b>                | <b>500,000</b>       | <b>400,000</b>        | <b>400,000</b>        |

A summary of the Company's conditions to meet under the Second Option is as follows:

| <b>Due date</b> | <b>Exploration expenditures</b> | <b>Cash payments</b> | <b>Share issuance</b> | <b>Share issuance</b> |
|-----------------|---------------------------------|----------------------|-----------------------|-----------------------|
|                 | \$                              | \$                   | \$                    | #                     |
| October 1, 2027 | 1,000,000                       | 250,000              | 250,000               | -                     |
| October 1, 2028 | 1,000,000                       | 250,000              | 250,000               | -                     |
|                 | <b>2,000,000</b>                | <b>500,000</b>       | <b>500,000</b>        | -                     |

A summary of the Company's Redgold Project exploration and evaluation asset is as follows:

|                          | <b>2023 and 2022</b> | <b>Additions</b> | <b>2024</b>      |
|--------------------------|----------------------|------------------|------------------|
|                          | \$                   | \$               | \$               |
| <b>Acquisition costs</b> | -                    | 2,824,831        | <b>2,824,831</b> |
| <b>Exploration costs</b> |                      |                  |                  |
| Drilling                 | -                    | 264              | <b>264</b>       |
| Geophysical consulting   | -                    | 682              | <b>682</b>       |
| Geophysical surveying    | -                    | 9,600            | <b>9,600</b>     |
| Project management       | -                    | 3,100            | <b>3,100</b>     |
|                          | -                    | 2,838,477        | <b>2,838,477</b> |

**e) Copperview Project**

The Copperview Project is a copper-gold project situated on a 37,466-hectare property located in Aspen Grove area of south-central British Columbia.

On July 18, 2023, the Company acquired a 100% interest in 40 claims covering an area of 37,466 hectares situated in the Aspen Grove area of south-central British Columbia (the "Copperview Project"). As at April 30, 2024, 8 out of 40 claims remain active.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)**

The Company issued 600,000 common shares with a fair value of \$147,000 (the "Consideration Shares" - Note 12(b)) and paid \$5,000 cash as consideration for the Copperview Project, and an additional \$1,630 in transaction costs for the acquisition. The Copperview Project claims are subject to a 2% NSR. The Company may purchase one half of the NSR over the Copperview Project for a \$3,000,000 cash payment.

A summary of the Company's Copperview Project exploration and evaluation asset is as follows:

|                             | 2023 and 2022 | Additions | 2024           |
|-----------------------------|---------------|-----------|----------------|
|                             | \$            | \$        | \$             |
| <b>Acquisition costs</b>    | -             | 153,630   | <b>153,630</b> |
| <b>Exploration costs</b>    |               |           |                |
| Airborne exploration survey | -             | 8,770     | <b>8,770</b>   |
| Airborne geophysical survey | -             | 85,025    | <b>85,025</b>  |
| Analysis                    | -             | 660       | <b>660</b>     |
| Geophysical surveying       | -             | 1,600     | <b>1,600</b>   |
| Project management          | -             | 2,500     | <b>2,500</b>   |
|                             | -             | 252,185   | <b>252,185</b> |

**f) Trailbreaker Project**

The Trailbreaker Project is a copper-gold project situated on a 6,479-hectare property contiguous to the Woodjam Project.

On June 22, 2023, the Company entered into an option agreement (the "Trailbreaker Option Agreement") with Trailbreaker Resources Ltd. ("Trailbreaker") to acquire a 100% interest in four claims from Trailbreaker's Eagle Lake Project which covers approximately 6,479 hectares contiguous to the Woodjam Project (the "Trailbreaker Project").

As consideration the Company is required to issue 400,000 common shares over a three-year period. The Company has the right to accelerate the Trailbreaker Option Agreement any time after June 22, 2024 by issuing the remaining shares in advance of the due dates. The optioned claims are subject to a 2% NSR. Trailbreaker and Teck Resources Limited will retain a 1% NSR each on three of the claims and Trailbreaker will retain a 2% NSR on the fourth claim. One-half of the 1% NSR on three of the claims may be bought from Trailbreaker for a cash payment of \$500,000. One-half of the 2% NSR on the fourth claim may be bought from Trailbreaker for a cash payment of \$1,000,000.

A summary of the Company's common shares to be issued under the Trailbreaker Option Agreement is as follows:

| <b>Due date</b>           | <b>Share issuance</b> |
|---------------------------|-----------------------|
|                           | <b>#</b>              |
| June 22, 2023 (completed) | 150,000               |
| June 22, 2024 (Note 18)   | 50,000                |
| June 22, 2025             | 75,000                |
| June 22, 2026             | 125,000               |
|                           | <b>400,000</b>        |

A summary of the Company's Trailbreaker Project exploration and evaluation asset is as follows:

|                          | 2023 and 2022 | Additions | 2024          |
|--------------------------|---------------|-----------|---------------|
|                          | \$            | \$        | \$            |
| <b>Acquisition costs</b> | -             | 35,080    | <b>35,080</b> |
| <b>Exploration costs</b> |               |           |               |
| Geophysical consulting   | -             | 435       | <b>435</b>    |
| Project management       | -             | 700       | <b>700</b>    |
|                          | -             | 36,215    | <b>36,215</b> |

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)****g) Stope Baby Project**

On February 22, 2024, the Company acquired a 100% interest in two mineral claims covering an area of 14,782 hectares in two blocks contiguous with the southern end of the Company's Woodjam Project (the "Stope Baby Project"). These claims are largely underlain by intrusive rocks of the Takomkane batholith, which hosts porphyry-related copper-gold mineralization at the nearby Southeast deposit.

The Company issued 200,000 common shares with a fair value of \$19,000 (Note 12(b)) for the acquisition of Stope Baby Project. The Stope Baby Project claims are subject to a 2% NSR. The Company has the right to purchase 1% of the NSR for \$1,000,000 in cash.

A summary of the Company's Stope Baby Project exploration and evaluation asset is as follows:

|                          | 2023 and 2022 | Additions | 2024          |
|--------------------------|---------------|-----------|---------------|
|                          | \$            | \$        | \$            |
| <b>Acquisition costs</b> | -             | 19,000    | <b>19,000</b> |
|                          | -             | 19,000    | <b>19,000</b> |

**h) Copper Pit Project**

On April 11, 2024, the Company acquired a 100% interest in two mineral claims covering approximately 59.5 hectares contiguous to the Woodjam Project (the "Copper Pit Project").

The Company issued 100,000 common shares with a fair value of \$10,500 (Note 12(b)) and paid an additional \$1,103 in transaction costs for the acquisition. The shares are subject to a four-month hold period pursuant to applicable Canadian securities laws, after which 25% of these become free trading. In addition, the vendor has agreed to voluntary resale restrictions whereby an additional 25% of the shares become free trading every four months thereafter.

A summary of the Company's Copper Pit Project exploration and evaluation asset is as follows:

|                          | 2023 and 2022 | Additions | 2024          |
|--------------------------|---------------|-----------|---------------|
|                          | \$            | \$        | \$            |
| <b>Acquisition costs</b> | -             | 11,603    | <b>11,603</b> |
|                          | -             | 11,603    | <b>11,603</b> |

**i) Poplar Project**

Poplar Project is located in mining country, 35 kilometers from the Huckleberry Copper Mine, 88 kilometers from the community of Houston, British Columbia.

On April 18, 2024, the Company completed the UNV Copper Arrangement to acquire all UNV Copper's issued and outstanding shares. Pursuant to the acquisition, the Company acquired an option agreement to acquire a 100% interest in the Poplar Project (the "Poplar Project Option Agreement").

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**8. EXPLORATION AND EVALUATION ASSETS (continued)**

A summary of the Company's requirements under the Poplar Project Option Agreement is as follows:

| <b>Due date</b>                                     | <b>Exploration expenditures</b> | <b>Cash payments</b> | <b>Share issuance</b> |
|---|---------------------------------|----------------------|-----------------------|
|   | \$                              | \$                   | #                     |
| Three business days from TSX-V approval (completed) | -                               | 50,000               | 366,667               |
| May 25, 2019 (completed)                            | -                               | -                    | 666,667               |
| May 17, 2020 (completed)                            | -                               | 50,000               | -                     |
| May 25, 2020 (completed)                            | 1,200,000                       | -                    | -                     |
| November 17, 2021 (completed)                       | -                               | 100,000              | -                     |
| November 17, 2022 (completed)                       | -                               | 150,000              | -                     |
| December 17, 2022 (completed)                       | 1,500,000                       | -                    | -                     |
| November 17, 2023 (completed)                       | -                               | 150,000              | -                     |
| December 15, 2024                                   | -                               | 250,000              | -                     |
| December 15, 2025                                   | -                               | 500,000              | -                     |
| December 15, 2026                                   | -                               | 750,000              | -                     |
| December 15, 2027                                   | -                               | 4,000,000            | -                     |
|   | <b>2,700,000</b>                | <b>6,000,000</b>     | <b>1,033,334</b>      |

A summary of the Company's Poplar Project exploration and evaluation asset is as follows:

|                          | <b>2023 and 2022</b> | <b>Additions</b> | <b>2024</b>      |
|--------------------------|----------------------|------------------|------------------|
|                          | \$                   | \$               | \$               |
| <b>Acquisition costs</b> | -                    | 5,285,123        | <b>5,285,123</b> |
| <b>Exploration costs</b> |                      |                  |                  |
| Geological consulting    | -                    | 100              | <b>100</b>       |
|                          | -                    | 5,285,223        | <b>5,285,223</b> |

**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

A summary of the Company's accounts payable and accrued liabilities for the years ended April 30, 2024 and 2023 is as follows:

|                                   | <b>2024</b>    | <b>2023</b> |
|-----------------------------------|----------------|-------------|
|                                   | \$             | \$          |
| Consulting fees                   | <b>14,896</b>  | 12,897      |
| Director fees                     | <b>18,469</b>  | 50,000      |
| Exploration and evaluation assets | <b>229,927</b> | 184,905     |
| General and administrative        | <b>11,527</b>  | 569         |
| Marketing expense                 | <b>8,558</b>   | -           |
| Professional fees                 | <b>83,504</b>  | 47,431      |
| Salaries and wages                | <b>36,016</b>  | 139,691     |
| Transfer agent and filing fees    | <b>1,022</b>   | -           |
|                                   | <b>403,919</b> | 435,493     |

**10. 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 (the "FT Shares") once the eligible expenditures are incurred and renounced.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**10. FLOW-THROUGH PREMIUM LIABILITY (continued)**

On December 13, 2022, the Company acquired a \$246,766 flow-through premium liability as part of the Woodjam Arrangement (Note 5) with an associated expenditure requirement of \$792,540 by December 31, 2023. By December 31, 2023, total expenditures related to the Woodjam Project were \$792,540 and during the year ended April 30, 2024, the Company incurred \$205,161 (2023 - \$587,379) of qualifying exploration expenditures related to the Woodjam Project. As a result, the Company recorded amortization of flow-through premium liability of \$63,879 (2023 - \$182,887).

On June 1, 2023, the Company issued 16,668,333 FT Shares at \$0.24 per FT Share for gross proceeds of \$4,000,400. The FT Shares were issued at a premium of \$0.02 per flow-through share. As a result, a flow-through premium liability of \$333,367 was recorded (Note 12(b)). The Company is obligated to spend \$4,000,400 by December 31, 2024, on eligible exploration expenditures. During the year ended April 30, 2024, the Company incurred \$3,543,222 (2023 - \$1,172,465) of qualifying exploration expenditures. As a result, the Company recorded amortization of flow-through premium liability of \$295,269 (2023 - \$195,411).

A summary of the Company's flow-through premium liability and remaining eligible expenditure obligation is as follows:

|                                     | <b>Flow-through<br/>funding and<br/>eligible<br/>expenditures</b> | <b>Flow-through<br/>premium<br/>liability</b> |
|-------------------------------------|---|---|
|                                     | \$  | \$  |
| Balance, April 30, 2022             | 1,172,465   | 195,411                                       |
| Woodjam assets acquisition (Note 5) | 792,540   | 246,766                                       |
| Eligible expenditures renounced     | (1,759,844)   | (378,298)                                     |
| Balance, April 30, 2023             | 205,161   | 63,879  |
| Flow-through funds raised           | 4,000,400   | 333,367                                       |
| Eligible expenditures renounced     | (3,748,383)   | (359,148)                                     |
| <b>Balance, April 30, 2024</b>      | <b>457,178</b>  | <b>38,098</b>                                 |

**11. LOAN PAYABLE**

On April 30, 2022, the Company entered into a non-interest-bearing loan with Vizsla Silver for \$324,563. The loan is repayable on or before April 30, 2023 (the "Maturity Date"). On April 30, 2023 the loan was renegotiated, and the Maturity Date was extended to April 24, 2024. In addition, from May 1, 2023, the loan became interest bearing at 5% per annum with the interest payable on the Maturity Date. As at April 30, 2024, the loan is due on demand to Vizsla Silver. The Company and Vizsla Silver are in ongoing negotiations over the extension of the term of the loan.

During the year ended April 30, 2024, the Company repaid \$50,000 of the loan payable and accrued \$16,193 (2023 - \$nil) of interest expense recorded in loan payable.

**12. SHARE CAPITAL****a) Authorized share capital**

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

**b) Issued and outstanding**

During the year ended April 30, 2024, the following share capital transactions occurred:

- On April 18, 2024, pursuant to the closing of the UNV Copper Arrangement, the Company issued 34,459,701 common shares to UNV Copper's shareholders at a fair value of \$0.11 per share, for an aggregate fair value of \$3,790,567. In addition, the Company issued to the finder 500,000 common shares at fair value of \$0.11 per share for an aggregate fair value of \$55,000 (Note 7).

## VIZSLA COPPER CORP.

### Notes to the Consolidated Financial Statements

#### For the years ended April 30, 2024 and 2023

(Expressed in Canadian dollars, except where noted)

## 12. SHARE CAPITAL (continued)

- On April 11, 2024, the Company closed a brokered private placement for aggregate gross proceeds of \$2,499,962 by issuing 38,460,955 units at a price of \$0.065 per unit. Each unit consists of one common share of the Company and one common share purchase warrant. Each common share purchase warrant is exercisable into one additional common share at a price of \$0.12 per common share until April 11, 2027. The gross proceeds from the units were allocated using the residual value method whereby the proceeds were allocated to the common shares based on the market value at the date of issuance and the remaining proceeds were allocated to the common share purchase warrants and recognized in reserves. As the fair value of the common shares issued exceeded the remaining proceeds, there was no proceeds allocated to the common share purchase warrants. Total unit issuance costs were \$128,941 in connection with this private placement, which include \$66,954 of cash unit issuance costs and \$61,987 related to 776,654 finder's warrants issued to agents, which were valued using the Black-Scholes option pricing model with a corresponding amount added to the reserves account in equity. Each finder's warrant entitles the holder to purchase one common share at an exercise price of \$0.12 per finder's warrant share until April 11, 2027.
- On April 11, 2024, the Company issued 100,000 common shares with fair value of \$10,500 to acquire the Copper Pit Project (Note 8(h)).
- On February 22, 2024, the Company issued 200,000 common shares with fair value of \$19,000 to acquire the Stope Baby Project (Note 8(g)).
- On June 1, 2023, the Company closed a brokered private placement for aggregate gross proceeds of \$6,002,400 by issuing 9,100,000 units (the "Units") at a price of \$0.22 per Unit for gross proceeds of \$2,002,000 and 16,668,333 FT Shares at a price of \$0.24 per FT Share for gross proceeds of \$4,000,400 (Note 10). Each Unit consists of one common share of the Company and one-half of one common share purchase warrant (each whole warrant a "Warrant"). Each Warrant is exercisable into one additional common share of the Company until June 1, 2025 at an exercise price of \$0.30 per share. The gross proceeds from the Units were allocated using the residual value method whereby the proceeds were allocated to the common shares based on the market value at the date of issuance and the remaining proceeds were allocated to the Warrants and recognized in reserves. As the fair value of the common shares issued exceeded the remaining proceeds, there was no proceeds allocated to the Warrants. The gross proceeds from the FT Shares were first allocated to the flow-through premium, calculated as the difference between the price of a flow-through share and the price of a common share at that date. As a result, \$333,367 was allocated to the flow-through premium and the remaining proceeds of \$3,667,033 was allocated to the common shares. Total unit and share issuance costs were \$725,636 in connection with this private placement, which include \$514,357 of cash unit and share issuance costs and \$211,279 related to 1,421,050 broker's warrants issued to agents, which were valued using the Black-Scholes option pricing model with a corresponding amount added to the reserves account in equity. Each broker's warrant entitles the holder to purchase one common share at an exercise price of \$0.22 per share until June 1, 2025.
- On June 2, 2023, pursuant to the Megaton Option Agreement, the Company issued 300,000 common shares at fair value of \$0.225 per share for total fair value of \$67,500 (Note 8(c)).
- On June 22, 2023, pursuant to the Trailbreaker Option Agreement, the Company issued 150,000 common shares at fair value of \$0.22 per share, for aggregate fair value of \$33,750 (Note 8(f)).
- On June 27, 2023, pursuant to the closing of the RG Copper Agreement, the Company issued 12,000,000 common shares to RG Copper shareholders at fair value of \$0.23 per share, for aggregate fair value of \$2,760,000 (Note 6).
- On July 1, 2023, the Company issued 200,000 common shares at fair value of \$0.24 per share for total fair value of \$48,000 to the Redgold Project Vendors as per the Initial Option requirements of the Redgold Project option agreement (Note 8(d)).
- On July 18, 2023, the Company issued 600,000 common shares at fair value of \$0.25 per share for the total fair value of \$147,000 to acquire the Copperview Project (Note 8(e)).

During the year ended April 30, 2023, the following share capital transactions occurred:

- On December 13, 2022, pursuant to the closing of the Woodjam Arrangement, the Company issued 43,432,346 common shares to Woodjam at a fair value of approximately \$0.26 per share, for an aggregate value of \$11,400,991 (Note 5). In connection with the Woodjam Arrangement, the Company issued 1,302,970 common shares to finders at approximately \$0.26 per share for an aggregate value of \$342,030. The finder's shares are subject to a voluntary escrow arrangement (Note 12(c)).
- On January 10, 2023, the Company issued 61,441 common shares for gross proceeds of \$10,750 on the exercise of stock options. As a result, \$5,541 was reallocated from reserves to share capital.
- On February 3, 2023, the Company issued 100,000 common shares at a fair value of \$0.275 per share for a total fair value of \$27,500 as a consideration for two additional claims totaling 1,069 hectares in relation to the Woodjam Project (Note 8(c)).

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

---

**12. SHARE CAPITAL (continued)**

- On February 17, 2023, the Company issued 145,834 common shares at a fair value of \$0.24 per share for a total fair value of \$35,000 to Cariboo Rose as per the second anniversary requirements of the Carruthers Pass option agreement dated February 17, 2021 (Note 8(b)).
- On April 19, 2023, the Company issued 215,044 common shares for gross proceeds of \$37,500 on the exercise of stock options. As a result, \$32,712 was reallocated from reserves to share capital.

**c) Escrowed Shares**

The Company has entered into escrow agreements and voluntary arrangements with its shareholders under which escrowed shares may only be transferred or assigned subject to regulatory consent as follows:

- On September 20, 2021, 2,632,284 common shares were deposited in escrow. Under the escrow agreement, 10% of the escrowed shares were released on September 20, 2021 and a further 15% of the escrowed shares are to be released every 6 months over a three-year period ending September 20, 2024.
- On December 13, 2022, in connection with the completion of the Woodjam Arrangement, the Company issued 1,302,970 finder's common shares which were deposited in escrow subject to a voluntary escrow arrangement. Under the voluntary escrow arrangement, escrowed shares are released over a three-year period ending December 13, 2025 as follows: 12.5% every six months over the first two years and thereafter 25% every six months over the final year.
- On July 18, 2023, in connection with the completion of the Copperview Purchase Agreement, the Company issued 600,000 common shares which were deposited in escrow subject to a voluntary escrow arrangement. Under the voluntary escrow arrangement, one third of the escrowed shares are released every four months over a one year period ending July 18, 2024.

As at April 30, 2024, the remaining balance of Consideration Shares held in escrow is 394,841.

**d) Warrants**

During the year ended April 30, 2024, the Company completed the following transactions:

- On April 18, 2024, in connection with the UNV Copper Arrangement, all warrants of Universal Copper became exercisable to acquire common shares of the Company, in amounts and at exercise prices adjusted in accordance with the terms of the UNV Copper Arrangement. As a result, 12,405,881 warrants, each exercisable into one Vizsla Copper share, were granted at an exercise price of \$0.22 per share and expire on April 18, 2025. The total fair value of the warrants issued was \$632,997.
- On April 11, 2024, in connection with the brokered private placement unit issuance, 38,460,955 warrants were issued. As the fair value of the common shares issued exceeded the cash proceeds, there was \$nil residual value allocated to the warrants. Each share purchase warrant entitles the holder thereof to purchase one common share of the Company at an exercise price of \$0.12 until April 11, 2027. In connection with the brokered private placement, 776,654 broker warrants were issued. Each broker warrant entitles the holder thereof to purchase one common share of the Company at an exercise price of \$0.12 until April 11, 2027. The total fair value of the agent warrants issued was \$61,987.
- On June 1, 2023, in connection with the brokered private placement unit issuance, 4,550,000 warrants were issued. As the fair value of the common shares issued exceeded the cash proceeds, there was \$nil residual value allocated to the warrants. Each share purchase warrant entitles the holder thereof to purchase one common share of the Company at an exercise price of \$0.30 until June 1, 2025. In connection with the brokered private placement, 1,421,050 broker warrants were issued. Each broker warrant entitles the holder thereof to purchase one common share of the Company at an exercise price of \$0.22 until June 1, 2025. The total fair value of the agent warrants issued was \$211,279.

During the year ended April 30, 2023, the Company completed the following transaction:

- On December 13, 2022, in connection with the Woodjam Arrangement, all warrants of Woodjam became exercisable to acquire common shares of the Company, in amounts and at exercise prices adjusted in accordance with the terms of the Woodjam Arrangement. As a result, 3,072,061 warrants, each exercisable into one Vizsla Copper share, were granted at an exercise price of \$0.65 per share and expire on April 14, 2024. On December 15, 2023, the Company amended the terms of these warrants by changing the exercise price to \$0.35 per share and expiry date to April 14, 2025 as approved by the TSX-V.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**12. SHARE CAPITAL (continued)**

A summary of the Company's warrant activity is as follows:

|                                | Number of warrants | Weighted average exercise price <sup>(1)</sup> |
|--------------------------------|--------------------|--|
|                                | #                  | \$   |
| Balance, April 30, 2022        | 145,131            | 0.88   |
| Issued                         | 3,072,061          | 0.65   |
| Expired                        | (145,131)          | 0.88   |
| Balance, April 30, 2023        | 3,072,061          | 0.65   |
| Issued                         | 57,614,540         | 0.16   |
| <b>Balance, April 30, 2024</b> | <b>60,686,601</b>  | <b>0.17</b>                                    |

(1) The weighted average exercise price as at April 30, 2024 has been adjusted to \$0.17 to reflect the amendment to the terms of the warrants on December 15, 2023.

A summary of the Company's outstanding warrants as at April 30, 2024 is as follows:

| Date of expiry | Weighted average exercise price | Number of warrants | Weighted average remaining life |
|----------------|---------------------------------|--------------------|---------------------------------|
|                | \$                              | #                  | Years                           |
| April 14, 2025 | 0.35                            | 3,072,061          | 0.96                            |
| April 18, 2025 | 0.22                            | 12,405,881         | 0.97                            |
| June 1, 2025   | 0.22                            | 1,421,050          | 1.09                            |
| June 1, 2025   | 0.30                            | 4,550,000          | 1.09                            |
| April 11, 2027 | 0.12                            | 39,237,609         | 2.95                            |
|                | <b>0.17</b>                     | <b>60,686,601</b>  | <b>2.26</b>                     |

A summary of the Company's weighted average inputs used in the Black-Scholes option pricing model to calculate the fair value of the warrants granted during the years ended April 30, 2024 and 2023 is as follows:

|                                | 2024              | 2023       |
|--------------------------------|-------------------|------------|
| Share price                    | <b>\$0.12</b>     | \$0.26     |
| Exercise price                 | <b>\$0.16</b>     | \$0.65     |
| Expected life                  | <b>2.47 years</b> | 1.34 years |
| Risk-free interest rate        | <b>4.34%</b>      | 3.74%      |
| Expected volatility            | <b>142.57%</b>    | 122.89%    |
| Expected annual dividend yield | <b>0.00%</b>      | 0.00%      |

**e) Stock 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.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**12. SHARE CAPITAL (continued)**

During the year ended April 30, 2024, the Company completed the following transactions:

- On April 18, 2024, in connection with the UNV Copper Arrangement, all outstanding stock options of UNV Copper were exchanged for replacement stock options of the Company. As a result, 1,495,382 stock options with exercise prices ranging from \$0.22 to \$0.61 were granted and vested immediately. The remaining life of the stock options ranges from 0.01 to 1 year.
- On January 30, 2024, the Company cancelled 34,286 fully vested options granted to certain employees/consultants.
- On January 31, 2024, the Company cancelled 54,000 fully vested options granted to certain employees/consultants.
- On July 5, 2023, the Company granted 3,200,000 stock options to certain directors, officers, employees, and consultants of the Company. The stock options are exercisable until July 5, 2028 at an exercise price of \$0.24 per stock option, and vest in five equal semi-annual installments commencing on July 5, 2023.
- On July 5, 2023, the Company granted 400,000 stock options to certain employees and consultants of the Company. The stock options are exercisable until October 3, 2024 at an exercise price of \$0.24 per stock option, and vest in four equal quarterly installments commencing on October 5, 2023.
- During the year ended April 30, 2024, 1,612,832 stock options of the Company expired unexercised. As a result, the total fair value of these of options of \$183,325 was transferred from reserves to deficit.

During the year ended April 30, 2023, the Company completed the following transactions:

- On December 13, 2022, in connection with the Woodjam Arrangement, all outstanding stock options of Woodjam were exchanged for replacement options of the Company. As a result, 2,826,296 stock options with exercise prices ranging from \$0.16 to \$0.49 were granted. The terms range from 0.05 to 3.76 years and were all vested on the grant date.
- On January 11, 2023, the Company granted 1,825,000 stock options to certain directors, officers, employees, and consultants of the Company. The options are exercisable at a price of \$0.27 per share, have a term of five years, and vest over 24 months.

A summary of the Company's stock option activity is as follows:

|                                | Number of<br>options | Weighted<br>average<br>exercise price |
|--------------------------------|----------------------|---------------------------------------|
|                                | #                    | \$                                    |
| Balance, April 30, 2022        | 2,062,857            | 0.88                                  |
| Granted                        | 4,651,296            | 0.29                                  |
| Exercised                      | (276,485)            | 0.17                                  |
| Balance, April 30, 2023        | 6,437,668            | 0.48                                  |
| Granted                        | 5,095,382            | 0.30                                  |
| Cancelled                      | (88,286)             | 0.49                                  |
| Forfeited                      | (222,000)            | 0.25                                  |
| Expired                        | (1,612,832)          | 0.33                                  |
| <b>Balance, April 30, 2024</b> | <b>9,609,932</b>     | <b>0.42</b>                           |

**VIZSLA COPPER CORP.**  
**Notes to the Consolidated Financial Statements**  
**For the years ended April 30, 2024 and 2023**  
(Expressed in Canadian dollars, except where noted)

**12. SHARE CAPITAL (continued)**

A summary of the Company's stock options outstanding and exercisable as at April 30, 2024 is as follows:

| <b>Expiry date</b>    | <b>Weighted average exercise price</b> | <b>Options outstanding</b> | <b>Options exercisable</b> | <b>Weighted average remaining life</b> |
|-----------------------|--|----------------------------|----------------------------|--|
|                       | <b>\$</b>                              | <b>#</b>                   | <b>#</b>                   | <b>Years</b>                           |
| May 5, 2024 (Note 18) | 0.43                                   | 101,582                    | 101,582                    | 0.02                                   |
| October 3, 2024       | 0.24                                   | 400,000                    | 300,000                    | 0.43                                   |
| December 9, 2024      | 0.16                                   | 92,162                     | 92,162                     | 0.61                                   |
| December 24, 2024     | 0.16                                   | 61,441                     | 61,441                     | 0.65                                   |
| April 18, 2025        | 0.22                                   | 161,000                    | 161,000                    | 0.97                                   |
| April 18, 2025        | 0.43                                   | 839,500                    | 839,500                    | 0.97                                   |
| April 18, 2025        | 0.57                                   | 209,300                    | 209,300                    | 0.97                                   |
| April 18, 2025        | 0.61                                   | 184,000                    | 184,000                    | 0.97                                   |
| April 27, 2026        | 0.16                                   | 230,405                    | 230,405                    | 1.99                                   |
| August 29, 2026       | 0.21                                   | 61,441                     | 61,441                     | 2.33                                   |
| September 15, 2026    | 0.41                                   | 491,530                    | 491,530                    | 2.38                                   |
| October 21, 2026      | 0.88                                   | 2,028,571                  | 2,028,571                  | 2.48                                   |
| January 11, 2028      | 0.27                                   | 1,741,000                  | 1,059,000                  | 3.70                                   |
| July 5, 2028          | 0.24                                   | 3,008,000                  | 1,220,000                  | 4.19                                   |
|                       | <b>0.42</b>                            | <b>9,609,932</b>           | <b>7,039,932</b>           | <b>2.86</b>                            |

During the year ended April 30, 2024, the Company recorded share-based payment expenses of \$786,886 (2023 - \$739,474) in connection with the vesting of stock options.

A summary of the Company's weighted average inputs used in the Black-Scholes option pricing model to calculate the fair value of the stock options issued during the years ended April 30, 2024 and 2023 is as follows:

|                                | <b>2024</b>       | <b>2023</b> |
|--------------------------------|-------------------|-------------|
| Share price                    | <b>\$0.19</b>     | \$0.27      |
| Exercise price                 | <b>\$0.30</b>     | \$0.29      |
| Expected life                  | <b>3.81 years</b> | 2.78 years  |
| Risk-free interest rate        | <b>3.98%</b>      | 3.50%       |
| Expected volatility            | <b>148.51%</b>    | 122.89%     |
| Expected annual dividend yield | <b>0.00%</b>      | 0.00%       |

**13. RELATED PARTY TRANSACTIONS**

Key management personnel include those persons having 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 executive and non-executive members of the Company's Board of Directors, officers and companies controlled by key management personnel.

A summary of the Company's related party transactions with key management for the years ended April 30, 2024 and 2023 is as follows:

|                      | <b>2024</b>      | <b>2023</b> |
|----------------------|------------------|-------------|
|                      | <b>\$</b>        | <b>\$</b>   |
| Consulting fees      | <b>565,000</b>   | 478,750     |
| Director fees        | <b>86,354</b>    | 86,855      |
| Salaries and wages   | <b>275,524</b>   | 253,460     |
| Share-based payments | <b>447,693</b>   | 423,798     |
|                      | <b>1,374,571</b> | 1,242,863   |

As at April 30, 2024, the Company had \$43,365 due to related parties (2023 - \$13,781), which is included in accounts payable and accrued liabilities. The amounts are unsecured, due on demand, and are non-interest bearing.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**14. SUPPLEMENTAL CASH FLOW DISCLOSURES**

During the years ended April 30, 2024 and 2023, the Company had the following non-cash investing and financing activities is as follows:

|   | 2024      | 2023       |
|---|-----------|------------|
|   | \$        | \$         |
| <b>Investing:</b>   |           |            |
| Exploration and evaluation assets in accounts payable and accrued liabilities | 229,927   | 172,461    |
| Issuance of common shares in RG Copper acquisition                            | 2,760,000 | -          |
| Issuance of common shares in UNV Copper acquisition                           | 3,790,567 | -          |
| Issuance of common shares as finder's fees in UNV Copper acquisition          | 55,000    | -          |
| Issuance of options in UNV Copper acquisition                                 | 49,431    | -          |
| Issuance of warrants in UNV Copper acquisition                                | 632,997   | -          |
| Issuance of common shares for Redgold Project                                 | 48,000    | -          |
| Issuance of common shares for Megaton Project                                 | 67,500    | -          |
| Issuance of common shares for Copperview Project                              | 147,000   | -          |
| Issuance of common shares for Trailbreaker Project                            | 33,750    | -          |
| Issuance of common shares for Stope Baby Project                              | 19,000    | -          |
| Issuance of common shares for Copper Pit Project                              | 10,500    | -          |
| Issuance of common shares in Woodjam Arrangement                              | -         | 11,400,991 |
| Issuance of common shares as finder's fees in Woodjam Arrangement             | -         | 342,030    |
| Issuance of common shares for Woodjam Project                                 | -         | 27,500     |
| Issuance of common shares for Carruthers Pass Project                         | -         | 35,000     |
| Issuance of replacement options in Woodjam Arrangement                        | -         | 405,710    |
| Issuance of replacement warrants in Woodjam Arrangement                       | -         | 257,484    |
| <b>Financing:</b>   |           |            |
| UNV Copper Loan settled in UNV Copper acquisition                             | 150,000   | -          |

**15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT**

The carrying value of cash, loan payable, accounts payable and accrued liabilities approximate their respective fair values due to the short-term nature of these financial instruments.

The Company is exposed in varying degrees to a variety of financial instrument-related risks. The type of risk exposure and the way in which such exposure is managed is provided as follows:

**a) Credit risk**

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to fulfil its contractual obligations. The Company's credit risk relates primarily to cash. The Company minimizes its credit risk related to cash by placing cash with major financial institutions. The Company considers the credit risk related to cash to be minimal.

**b) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company is exposed to liquidity risk through accounts payable and accrued liabilities and loan payable. To mitigate this risk, the Company has a planning and budgeting process in place to determine the funds required to support its ongoing operations and capital expenditures. The Company endeavors to ensure that sufficient funds are raised from equity offerings or debt financing to meet its operating requirements, after taking into account existing cash and expected exercise of stock options and share purchase warrants. The Company's cash is held in business accounts, which are available on demand for the Company's programs. Refer to Note 1 with respect to going concern matters. As at April 30, 2024, the Company had working capital of \$1,232,038 (2023 - \$510,510).

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)****c) 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 exposed to interest rate risk through its variable interest rate loan payable with a carrying amount of \$290,756 as at April 30, 2024. The sensitivity of the Company's profit or loss to changes in the interest rate would be as follows: a 1% change in the interest rate would change the Company's profit or loss by approximately \$3,246.

**16. CAPITAL MANAGEMENT**

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders, and to bring its mineral properties to commercial production.

Historically, the Company has depended on external financing to fund its activities. As at April 30, 2024, the capital structure of the Company currently consists of shareholders' equity, which was \$24,572,472 (2023 - \$21,694,542). The Company manages its capital structure and makes adjustments for changes in economic conditions and the risk characteristics of the underlying assets, being mineral properties.

In order to maintain or adjust its capital structure, the Company may issue new shares through equity offerings or sell assets to fund operations. Management reviews the Company's capital management approach on a regular basis. The Company is not subject to externally imposed capital requirements.

There have not been changes to the Company's capital management policy during the year ended April 30, 2024.

**17. INCOME TAX****a) Income tax recovery (expense)**

A summary of the Company's reconciliation of income taxes at statutory rates for the years ended April 30, 2024 and 2023 is as follows:

|  | <b>2024</b>         | <b>2023</b> |
|--|---------------------|-------------|
|  | <b>\$</b>           | <b>\$</b>   |
| Loss before income taxes   | <b>(13,809,468)</b> | (2,480,789) |
| Combined federal and provincial statutory income tax rates       | <b>27%</b>          | 27%         |
| Expected income tax recovery                                     | <b>(3,728,556)</b>  | (669,813)   |
| Non-deductible expenditures and non-taxable revenues             | <b>120,172</b>      | 104,828     |
| Impact of flow through shares                                    | <b>963,289</b>      | 481,526     |
| Share issuance costs   | <b>(156,954)</b>    | -           |
| Adjustment to prior years provision versus statutory tax returns | (80,570)            | 5,690       |
| Temporary differences originated in the year                     | -                   | 3,993       |
| Change in unrecognized deferred tax assets                       | 1,870,499           | (157,503)   |
| Impairment   | 313,037             | -           |
| Total income tax recovery  | <b>(699,083)</b>    | (231,279)   |

The deferred tax asset and liability reflects the tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax values.

**VIZSLA COPPER CORP.****Notes to the Consolidated Financial Statements****For the years ended April 30, 2024 and 2023**

(Expressed in Canadian dollars, except where noted)

**17. INCOME TAX (continued)****b) Deferred tax**

A summary of the Company's recognized deferred tax liability as at April 30, 2024 and 2023 is as follows:

|                                   | 2024             | 2023               |
|-----------------------------------|------------------|--------------------|
|                                   | \$               | \$                 |
| Exploration and evaluation assets | <b>(964,264)</b> | (2,257,783)        |
| Financing costs                   | <b>15,365</b>    | 11,587             |
| Intangible assets                 | <b>24,065</b>    | 30,910             |
| Non-capital loss carry forwards   | <b>504,918</b>   | 1,091,690          |
| Property and equipment            | <b>2,001</b>     | 6,598              |
| <b>Deferred tax liability</b>     | <b>(417,915)</b> | <b>(1,116,998)</b> |

The Company has recognized deferred tax assets of \$504,918 related to non-capital losses as it expects to utilize these losses to reduce future taxable profit from consulting revenue.

A summary of the Company's unrecognized deductible temporary differences as at April 30, 2024 and 2023 is as follows:

|  | 2024             | Expiry date<br>range | 2023      | Expiry date<br>range |
|--|------------------|----------------------|-----------|----------------------|
|  | \$               |                      | \$        |                      |
| Financing costs                                      | <b>491,401</b>   | 2045 to 2047         | 117,763   | 2044 to 2046         |
| Non-capital loss carry forwards                      | <b>6,160,290</b> | 2035 to 2044         | 1,084,441 | 2031 to 2043         |
| Property and equipment                               | <b>21,437</b>    | No expiry date       | -         | No expiry date       |
| Intangible assets                                    | <b>138,701</b>   | No expiry date       | -         | No expiry date       |
| Exploration and evaluation assets                    | <b>1,318,157</b> | No expiry date       | -         | No expiry date       |
| <b>Unrecognized deductible temporary differences</b> | <b>8,129,986</b> |                      | 1,202,204 |                      |

**18. SUBSEQUENT EVENTS**

On May 5, 2024, 101,582 stock options of the Company with a weighted average exercise price of \$0.43 expired unexercised.

On June 13, 2024, pursuant to the Trailbreaker Option Agreement, the Company issued 50,000 common shares to Trailbreaker at a fair value of \$0.22 per share, for an aggregate value of \$8,250.

On June 19, 2024, the Company closed a brokered private placement for aggregate gross proceeds of \$5,462,556 by issuing 9,379,088 units ("Units") at a price of \$0.11 per Unit for gross proceeds of \$1,031,700 and 36,923,800 flow-through units ("FT Units") at a price of \$0.12 per FT Share for gross proceeds of \$4,430,856. Each Unit consists of one common share of the Company and one-half of one common share purchase warrant (each whole warrant a "Warrant"). Each FT Unit consists of one common share of the Company and one-half of one Warrant. Each Warrant is exercisable into one additional common share of the Company until June 19, 2026 at an exercise price of \$0.16 per share. In connection with the private placement, the Company paid a cash commission of \$285,729 and issued 2,404,580 broker warrants ("Broker Warrants") as share issuance costs. Each Broker Warrant entitles the holder to purchase one common share of the Company at an exercise price of \$0.11 per share until June 19, 2026.