



INOMIN MINES INC.

(An Exploration Stage Company)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited – prepared by management)

SEPTEMBER 30, 2023

(Expressed in Canadian Dollars)

Reader's Note:

These unaudited condensed interim consolidated financial statements of Inomin Mines Inc. have been prepared by management and have not been reviewed by the Company's auditor

INOMIN MINES INC.**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

(Unaudited – prepared by management)

(Expressed in Canadian dollars)

	Notes	September 30, 2023 \$	March 31, 2023 \$
ASSETS			
Current assets			
Cash and cash equivalents		215,978	182,663
Receivables		7,405	3,799
Securities	3	35,000	45,000
Prepayments		31,725	22,834
Total current assets		290,108	254,296
Non-current assets			
Exploration and evaluation assets	4	1,082,149	753,120
Equipment		33,933	-
Security deposit on exploration and evaluation assets	4a	55,000	55,000
Total non-current assets		1,171,082	808,120
TOTAL ASSETS		1,461,190	1,062,416
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	49,228	61,566
Flow-through premium liability	5	2,724	-
TOTAL LIABILITIES		51,952	61,566
EQUITY			
Share capital	5	2,863,163	2,408,229
Reserve		480,868	364,703
Deficit		(1,934,793)	(1,772,082)
TOTAL EQUITY		1,409,238	1,000,850
TOTAL LIABILITIES AND EQUITY		1,461,190	1,062,416

Nature of operations and going concern 1

Approved and authorized for issue by the Board of Directors on November 15, 2023

On behalf of the Board:

"Evilio Gomez-Garcia" Director

"Anil Jiwani" Director

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

INOMIN MINES INC.**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)**

(Unaudited – prepared by management)

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

		For the three months ended September 30, 2023	For the three months ended September 30, 2022	For the six months ended September 30, 2023	For the six months ended September 30, 2022
	Notes	\$	\$	\$	\$
Operating expenses					
Filing fees		9,995	10,887	11,295	13,786
Insurance		2,500	2,500	5,000	4,167
Interest and bank charges		444	126	840	1,029
Management fees	7	15,000	15,000	30,000	30,000
Marketing and investor communications		28,350	3,000	51,041	6,286
Office costs		709	1,320	1,508	4,286
Professional fees	7	25,856	27,624	44,526	43,337
Share-based compensation	5	98,280	-	103,660	-
Travel costs		-	-	-	4,875
Total operating expenses		(181,134)	(60,457)	(247,870)	(107,766)
Other items					
Write off of exploration and evaluation asset	4	-	(38,314)	-	(38,314)
Unrealized loss on securities	3	(5,000)	(5,000)	(10,000)	(65,000)
Flow through premium liability recovery	5	9,023	-	95,526	2,076
Foreign exchange loss		(126)	716	(367)	(274)
Net loss and comprehensive loss for the period		(177,237)	(103,055)	(162,711)	(209,278)
Loss per common share					
Basic and fully diluted		(0.005)	(0.004)	(0.005)	(0.007)
Weighted average number of common shares outstanding		38,313,552	26,917,016	35,917,042	30,873,802

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

INOMIN MINES INC.**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

(Unaudited – prepared by management)

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

	Number of Shares	Share Capital \$	Shares to be issued \$	Reserve \$	Deficit \$	Total \$
Balance, March 31, 2022	29,261,510	2,144,590	132,720	407,357	(1,399,495)	1,285,172
Exercise of warrants	1,049,900	157,485	(132,720)		-	24,765
Fair value of warrants exercised		7,057	-	(7,057)	-	-
Exercise of options	635,000	63,500	-	-	-	63,500
Fair value of options exercised		35,597	-	(35,597)	-	-
Net loss and comprehensive loss for the period	-	-	-	-	(209,278)	(209,278)
Balance, September 30, 2022	30,946,410	2,408,229	-	364,703	(1,608,773)	1,164,159
Balance, March 31, 2023	30,946,410	2,408,229	-	364,703	(1,772,082)	1,000,850
Private placement – flow- through shares	3,275,000	327,500	-	-	-	327,500
Flow-through shares premium liability	-	(98,250)	-	-	-	(98,250)
Private placement – non - flow - through shares	3,992,142	279,450	-	-	-	279,450
Finders fees and other issuance cost	-	(48,261)	-	-	-	(48,261)
Finders warrants	-	(12,505)	-	12,505	-	-
Shares issued for mineral property	100,000	7,000	-	-	-	7,000
Share-based compensation	-	-	-	103,660	-	103,660
Net loss and comprehensive loss for the period	-	-	-	-	(162,711)	(162,711)
Balance, September 30, 2023	38,313,552	2,863,163	-	480,868	(1,934,793)	1,409,238

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

INOMIN MINES INC.**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Unaudited – prepared by management)

(Expressed in Canadian dollars)

	For the six months ended September 30, 2023 \$	For the six months ended September 30, 2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss and comprehensive loss for the period	(162,711)	(209,278)
Items not involving cash:		
Write off of exploration and evaluation assets	-	38,314
Share-based compensation	103,660	-
Unrealized loss on securities	10,000	65,000
Flow-through premium recovery	(95,526)	(2,076)
Changes in non-cash working capital items:		
Receivables	(3,606)	(8,263)
Prepayments	(8,891)	(11,834)
Accounts payable and accrued liabilities	(15,134)	(12,563)
Net cash used in operating activities	(172,208)	(140,700)
CASH FLOWS FROM INVESTING ACTIVITIES		
Exploration costs net of recovery	(317,528)	(47,991)
Purchase of equipment	(34,803)	-
Net cash used in investing activities	(352,331)	(47,991)
CASH FLOWS FROM FINANCING ACTIVITIES		
Funds received on private placement, net of finders' fees	558,689	-
Proceeds from the exercise of options	-	63,500
Proceeds from the exercise of warrants	-	24,765
Net cash provided by financing activities	558,689	88,265
Change in cash and cash equivalents for the period	34,150	(100,426)
Impact of foreign exchange	(835)	(296)
Cash and cash equivalents at beginning of period	182,663	459,489
Cash and cash equivalents at the end of period	215,978	358,767
Cash	155,978	358,767
Cash equivalents	60,000	-
Total cash and cash equivalents at the end of period	215,978	358,767
NON-CASH INVESTING AND FINANCING ACTIVITIES:		
Fair value of warrants and options exercised		42,654
Issuance of warrants as issuance costs	12,505	-
Fair value of exploration and evaluation assets received for common shares issued	7,000	-
Exploration and evaluation costs payable	(3,631)	4,449

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

INOMIN MINES INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

Unaudited – prepared by management

SEPTEMBER 30, 2023

(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Inomin Mines Inc. (the "Company" or "Inomin") was incorporated under the Business Corporations Act (British Columbia) on August 23, 2012, and is an exploration stage public company whose shares trade on the TSX Venture Exchange ("TSX-V") under the symbol "MINE". The Company's principal purpose is the identification, acquisition, and exploration of mineral properties. The Company's principal place of business is 700 West Georgia Street, Suite 2200, Vancouver, British Columbia V7Y 1K8, Canada.

These condensed interim consolidated financial statements are 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. The Company is in the process of exploring its mineral properties and has not yet determined whether those properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to fund property commitments and to complete the exploration and development of the properties and upon achieving future profitable production or proceeds from the disposition thereof.

The Company has an accumulated deficit of \$1,934,793 as at September 30, 2023 (2022 – \$1,772,082) and recognized a net loss and comprehensive loss of \$162,711 for the six months ended September 30, 2023 (2022 – loss of \$209,278). During the six months ended September 30, 2023, the Company's cash flows used in operation activities were \$172,208 (2022 – \$140,700). These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

The Company has financed its operations primarily through the issuance of common shares. The Company continues to seek capital through various means including the issuance of equity and/or debt. During the six months ended September 30, 2023, the Company completed a private placement to raise \$606,950 (Note 5). While the Company has been successful in securing financing, there is no assurance that it will be able to do so in the future or on terms that are favourable to the Company. Accordingly, these condensed interim consolidated financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used, then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these condensed interim consolidated financial statements.

2. BASIS OF PRESENTATION***Statement of Compliance***

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements as issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC"). These interim condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended March 31, 2023, which were prepared in accordance with IFRS. The accounting policies adopted are consistent with those of the previous financial year.

Basis of Measurement

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

These condensed interim consolidated financial statements are presented in Canadian dollars, unless otherwise noted, which is also the Company's functional currency.

INOMIN MINES INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

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Critical estimates and judgements

The preparation of these condensed interim consolidated financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, and expenses. Actual results may differ significantly from these estimates.

The significant judgments made by management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those applied to the annual audited consolidated financial statements for the year ended March 31, 2023.

3. SECURITIES

In conjunction with the sale of its previously owned 100% King's Point Property in Newfoundland (the "King's Point Project"), the Company acquired common shares of Maritime Resources Corp. ("Maritime"). As at March 31, 2023, and September 30, 2023, the Company held 1,000,000 common shares of Maritime. These securities of Maritime are carried at the market value of \$35,000 based on their quoted price.

	Number of securities	Fair value \$
Balance, March 31, 2023	1,000,000	45,000
Unrealized loss on securities	-	(10,000)
Balance, September 30, 2023	1,000,000	35,000

The Company holds a 1% NSR on the King's Point Project, including mineral claims acquired by Maritime within three kilometres from the perimeter of the King's Point Project.

4. EXPLORATION AND EVALUATION ASSETS

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for uncertainty arising from the frequently ambiguous conveyancing history characteristic of many mineral claims. The Company has investigated title to all of its exploration and evaluation assets and, to the best of its knowledge, titles to all of its interests are in good standing.

(a) Beaver-Lynx Property

During the 2019 fiscal year, the Company acquired the Beaver and Lynx nickel-cobalt properties located in the Cariboo region of south-central British Columbia through staking.

The Company was issued Mines Act permits on the proposed program of mineral exploration on both the Beaver and Lynx properties by posting a reclamation security deposit amounting to \$55,000.

The Company subsequently acquired additional mineral claims to join the Beaver and Lynx properties into a single property (Beaver-Lynx).

On July 7, 2023, the Company issued 100,000 common shares of the Company to acquire additional mineral claims, extending the size of its Beaver-Lynx property. Fair value of the common shares issued of \$7,000, was measured at the closing market price of common shares at the date of issuance.

(b) La Gitana and Pena Blanca Properties

During the 2020 and 2021 fiscal years, the Company acquired a 100% interest in the La Gitana and Pena Blanca gold-silver properties in Oaxaca State, Mexico from Gunpoint Exploration Ltd. ("Gunpoint") for 1,000,000 common shares (issued) of Inomin, \$35,000 cash payment (paid), and the grant of a 1.5% Net

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Smelter Royalty (“NSR”) payable to Gunpoint on the Pena Blanca property (with an option for Inomin to purchase 0.5% of the NSR at any time for \$1,000,000). La Gitana is subject to an existing 3% NSR to a third-party which was assumed by the Company.

(c) Exploration cost for the six months ended September 30, 2023:

The table below details the expenditures incurred on each project during the six months ended September 30, 2023:

	Beaver-Lynx Property	La Gitana and Pena Blanca Properties	Total
	\$	\$	\$
Balance, March 31, 2023	440,474	312,646	753,120
Drilling	122,091	-	122,091
Geological and consulting	63,550	11,493	75,043
Shipping	44,731	-	44,731
Travel and accommodation	31,901	-	31,901
Supplies and Other	29,342	-	29,342
Laboratory test work	18,122	-	18,122
Acquisition of property	10,404	-	10,404
Staking	3,682	-	3,682
Depreciation expense-Furniture and equipment	870	-	870
Evaluation and community costs	-	830	830
Recoveries	(7,987)	-	(7,987)
Balance, September 30, 2023	757,180	324,969	1,082,149

The Company is eligible for British Columbia Mining Exploration Tax Credit (“BCMETS”) on qualifying exploration expenditures of up to 30%. The Company's claim for the BCMETS for exploration expenditures incurred during the taxation year ended March 31, 2022, was approved by the Canada Revenue Agency. On July 24, 2023, the Company received and recognized in the recoveries \$7,987 for its BCMETS claim.

5. SHARE CAPITAL

- (a) The authorized share capital of the Company consists of an unlimited number of common shares without par value.
- (b) Issued and Outstanding – 38,313,552 as at September 30, 2023 (March 31, 2023 – 30,946,410).

During the six months ended September 30, 2023***Private Placement – Flow-Through and Non-Flow-Through Units.***

On May 31, 2023, the Company completed a non-brokered private placement (the “Private Placement”) of 3,992,142 units (each, a “Unit”) at a price of \$0.07 per Unit and 3,275,000 flow-through units (each, a “FT Unit”) at a price of \$0.10 per FT Unit for gross proceeds of \$606,950.

Each Unit consists of one common share of the Company and one share purchase warrant (each, a “NFT Warrant”). Each NFT Warrant is exercisable by the holder to acquire one share for a period of 36 months at a price of \$0.13 per Share.

Each FT Unit consists of one share that will qualify as a “flow-through share” and one share purchase warrant of the Company (each, a “FT Warrant”). Each FT Warrant is exercisable by the holder to acquire one share for a period of 24 months at a price of \$0.15 per Share.

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In connection with the Private Placement, the Company issued an aggregate of 256,550 non-transferrable finder's warrants (the "Finder's Warrants") and paid finder's commissions of an aggregate of \$24,574. A total of 36,050 Finder's Warrants were issued on the same terms as the NFT Warrants and 220,500 Finder's Warrants were issued on the same terms as the FT Warrants. The Company also paid other professional and filing fees totaling \$23,687.

The premium received on the issuance of FT Units was recognized as a liability on the Company's statement of financial position. The continuity of the flow-through premium liability was as follows:

Balance, March 31, 2023	\$	-
Flow-through premium liability recognized		98,250
Recognized to profit or loss upon incurring qualifying expenditures		(95,526)
Balance, September 30, 2023	\$	2,724

(c) Stock Options

The Board of Directors of the Company may from time to time, at its discretion, and in accordance with TSX-V requirements, grant to Directors, Officers, and consultants of the Company, non-transferable options to purchase common shares exercisable for a period of up to 5 years from the date of grant, provided that the number of common shares reserved for issuance will not exceed 10% of the then issued and outstanding common shares.

On April 11, 2023, the Company granted incentive stock options to a consultant to acquire 100,000 common shares of the Company at \$0.07 per common share, vesting immediately, for a period of two years expiring April 11, 2025. The Company recognized \$5,380 as share-based compensation expense for these options granted, determined using Black Scholes model.

On July 3, 2023, the Company granted 1,400,000 stock options under the Company's stock option plan to directors and advisors of the Company. The options are exercisable until July 3, 2028, at a price of \$0.075 per common share, and vested immediately. Fair value of the options of \$98,280 (\$43,875 of which was with related parties) was determined using Black Scholes model.

The following assumptions were used in the valuation of options granted during the six months ended September 30, 2023:

	April 11, 2023	July 3, 2023
Share price at grant date	\$0.07	\$0.075
Exercise price	\$0.07	\$0.075
Expected volatility	166%	162%
Expected life	2 years	5 years
Expected dividends	Nil	Nil
Expected forfeiture rate	Nil	Nil
Risk-free interest rate	4.32%	3.74%

The following table summarizes the continuity of stock options:

	Number of options	Weighted average exercise price (\$)
Outstanding and exercisable, March 31, 2023	2,200,000	0.13
Expired	(225,000)	0.10
Granted	1,500,000	0.07
Outstanding and exercisable, September 30, 2023	3,475,000	0.11

INOMIN MINES INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

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As at September 30, 2023, the following stock options were outstanding and exercisable:

Expiry date	Number of options	Exercise price (\$)	Remaining contractual life (years)
June 21, 2024	300,000	0.05	0.73
October 9, 2024	300,000	0.05	1.03
April 11, 2025	100,000	0.07	1.53
October 5, 2026	1,025,000	0.10	3.02
March 30, 2027	350,000	0.38	3.50
July 3, 2028	1,400,000	0.08	4.76
	3,475,000	0.11	3.36

(d) Warrants

During the six months ended September 30, 2023, in connection with the Private Placement, the Company issued 256,550 finders' warrants valued at \$12,505. A total of 36,050 Finder's Warrants were issued on the same terms as the NFT Warrants and 220,500 Finder's Warrants were issued on the same terms as the FT Warrants, described above. The fair value attributed to the FT finders' warrants was determined using the Black-Scholes valuation model using the following assumptions: Risk free interest rate of 4.32%, expected life of two years, and volatility rate of 166%. The fair value attributed to the NFT finders' warrants was determined using the Black-Scholes valuation model using the following assumptions: Risk free interest rate of 3.96%, expected life of three years, and volatility rate of 180%.

The following table summarizes the continuity of the Company's warrants:

	Number of warrants	Weighted average exercise price (\$)
Outstanding and exercisable, March 31, 2023	1,111,000	0.15
Granted flow-through warrants	3,495,500	0.15
Granted non-flow-through warrants	4,028,192	0.13
Expired	(63,000)	0.15
Outstanding and exercisable, September 30, 2023	8,571,692	0.14

As at September 30, 2023, the following warrants were outstanding and exercisable:

Expiry date	Number of warrants	Exercise price (\$)	Remaining contractual life (years)
August 25, 2025	1,048,000	0.15	1.90
May 29, 2025	3,495,500	0.15	1.66
May 29, 2026	4,028,192	0.13	2.66
	8,571,692	0.14	2.16

During August 2023, the Company extended the term of 1,048,000 warrants issued as part of the Company's private placements that closed on August 25, 2021, and September 24, 2021. The warrants are exercisable at a price of \$0.15 and would have expired on during August and September 2023. The term of these warrants was extended to August 25, 2025. All other terms of the warrants remained the same. A total of 63,000 warrants issued as part of the same private placement expired unexercised.

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6. FINANCIAL INSTRUMENTS

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not observable for the asset or liability.

	Fair value hierarchy	September 30, 2023 \$	March 31, 2023 \$
Financial assets at FVTPL			
Cash and cash equivalents	Level 1	215,978	182,663
Securities	Level 1	35,000	45,000
		250,978	227,663

The carrying values of the Company's security deposit on exploration and evaluation assets and accounts payable and accrued liabilities approximate their fair values due to the market rates of interest attached and or due to their short-term nature.

Management of financial risks

The Company has exposure to the following risks from its financial instruments: credit risk, liquidity risk and market risk. Management and Board of Directors monitor risk management activities and review the adequacy of such activities.

Credit risk:

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's maximum exposure to credit risk is limited to the carrying values of cash and cash equivalents, and security deposit on exploration and evaluation assets shown on its consolidated statement of financial position, which totaled \$270,978 at September 30, 2023 (March 31, 2023 - \$237,663). The cash and cash equivalents, and security deposit on exploration and evaluation assets are held with high credit quality financial institutions, management considers the risk of loss on these financial instruments to be minimal. The Company's management of credit risk has not changed materially from that of the prior period.

Liquidity risk:

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Management endeavors to maintain cash and cash equivalents in excess of financial liabilities, to enable payment of financial liabilities as they come due. As at September 30, 2023, the Company had cash and cash equivalents of \$215,978 (March 31, 2023 - \$182,663) and securities of \$35,000 (March 31, 2023 - \$45,000), to settle accounts payable and accrued liabilities of \$49,228 (March 31, 2023 - \$61,566) which are short-term in nature and subject to normal trade terms. The Company's management of liquidity risk has not changed materially from that of the prior period.

Market risk:

Market risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk consists of foreign currency risk, interest rate risk and other price risk. Management has determined that the Company is not exposed to material interest rate risk. The Company's management of market risk has not changed materially from that of the prior year.

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- *Foreign currency risk:*

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates. The Company maintains its cash reserves in Canadian dollars and Mexican pesos. As at September 30, 2023 cash held in banks were mainly denominated in Canadian dollars.

As at September 30, 2023, the Company had certain monetary items denominated in Mexican pesos. Based on these net exposures, a 10% appreciation or depreciation of the Canadian dollar against the Mexican pesos would result in an increase or a decrease of approximately \$551 in the Company's net loss.

- *Other price risk:*

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk). The Company is exposed to other price risk with respect to fluctuations in the fair value of its securities. The Company's exposure to other price risk is limited to the fair value of securities, which totaled \$35,000 at September 30, 2023 (March 31, 2023 - \$45,000). Based on this exposure, a 10% change in price of the securities in comparison to the price as of March 31, 2023, would result in an impact of \$3,500 on the Company's net loss.

7. RELATED PARTY TRANSACTIONS

Related parties are persons or entities that have control, joint control, or significant influence over the Company, or who are members of key management personnel of the Company.

Key Management Personnel

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 and Corporate Officers.

Key management personnel transactions were as follows:

- a) The Company has a consulting agreement with its Chief Executive Officer ("CEO") for a fee of \$5,000 per month, through Oro Grande Capital, a company controlled by the CEO. During the three and six months ended September 30, 2023, the Company incurred \$15,000 and \$30,000 (2022 - \$15,000 and \$30,000) respectively in fees to Oro Grande Capital. These fees are included in Management fees in the condensed interim consolidated statements of loss and comprehensive loss.
- b) The Company has a consulting agreement with its Corporate Secretary for a fee of \$2,000 per month, through AMS Law Corporation, a company controlled by the Corporate Secretary. During the three and six months ended September 30, 2023, the Company incurred \$6,000 and \$12,000 (2022 - \$6,000 and \$12,000) respectively in fees to the Corporate Secretary. These fees are included in Professional fees in the condensed interim consolidated statements of loss and comprehensive loss.
- c) The Company has an arrangement with a director of the Company whereby the Director provides exploration related services to the Company. During the three and six months ended September 30, 2023, the Company incurred \$16,250 and \$46,050 (2022 - \$10,381) respectively in fees to the Director. These fees are included in Exploration and Evaluation assets in the condensed interim consolidated statements of financial position.
- d) The Company has a consulting agreement with the Chief Financial Officer ("CFO") of the Company for a monthly fee of \$2,500 through Avisar Everyday Solutions Ltd. ("Avisar") to provide accounting related services. During the three and six months ended September 30, 2023, the Company incurred

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(Expressed in Canadian dollars)

\$7,500 and \$15,000 (2022 - \$7,500 and \$15,000) respectively in professional fees to Avisar. These fees are included in Professional fees in the condensed interim consolidated statements of loss and comprehensive loss.

The balance due to the Company's related parties included in accounts payables and accrued liabilities was \$17,684 as at September 30, 2023 (March 31, 2023 – \$10,056). These amounts are unsecured, non-interest bearing and payable on demand.

Key management personnel compensation included share-based compensation related to the fair value of the stock options granted (Note 5). During the six months ended September 30, 2023, share-based compensation for the key management personnel amounted to \$43,875 (2022 - \$Nil).

8. SEGMENTED INFORMATION

The Company operates in one reportable operating segment, being the acquisition, exploration, and evaluation of mineral properties in Canada and Mexico. Non-current assets by country are as follows:

	September 30, 2023			March 31, 2023		
	Canada	Mexico	Total	Canada	Mexico	Total
	\$	\$	\$	\$	\$	\$
Exploration and evaluation assets	757,180	324,969	1,082,149	440,474	312,646	753,120
Equipment	33,933	-	33,933	-	-	-
Security deposit	55,000	-	55,000	55,000	-	55,000
Total	846,113	324,969	1,171,082	495,474	312,646	808,120

9. CAPITAL MANAGEMENT

Capital is comprised of the Company's shareholders' equity, which totaled \$1,409,238 as at September 30, 2023 (March 31, 2023 - \$1,000,850). The Company's objectives when managing capital are to maintain financial strength and to protect its ability to meet its on-going liabilities, to continue as a going concern, to maintain creditworthiness and to maximize returns for shareholders over the long term.

The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets. Management believes the Company's working capital is presently sufficient for the Company to meet its near-term objectives. The Company's approach to the management of capital has not changed from that of the prior period.

The Company is not subject to any externally imposed capital requirements.