

DRYDEN GOLD CORP.
(An Exploration Stage Company)

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

(Expressed in Canadian Dollars)
(Unaudited)

DRYDEN GOLD CORP.
STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)
(Unaudited)

As at	Notes	September 30, 2024	December 31, 2023
ASSETS			
Current			
Cash and cash equivalents		\$ 2,779,341	\$ 4,338,604
GST Receivables	7	361,584	133,307
Prepaid expenses		288,544	195,873
		3,429,469	4,667,784
Non-Current			
Mineral properties	9	6,486,643	3,303,843
		\$ 9,916,112	\$ 7,971,627
LIABILITIES			
Current			
Accounts payable and accrued liabilities	8	\$ 318,947	\$ 544,134
Flow-through share premium	10	-	375,610
		318,947	919,744
Deferred compensation	11	275,000	110,000
EQUITY			
Share capital	10	12,612,090	10,514,090
Subscriptions received	15	2,411,452	-
Contributed surplus		713,908	481,935
Deficit		(6,415,285)	(4,054,142)
		9,322,165	6,941,883
		\$ 9,916,112	\$ 7,971,627

Nature and continuance of operations – Note 1
Events after the reporting period – Note 4

Approved and authorized by the Board:

<i>“Trey Wassser”</i> Trey Wassser	Director	<i>“Scott Kelly”</i> Scott Kelly	Director
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The accompanying notes are an integral part of these condensed interim financial statements.

DRYDEN GOLD CORP.
STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	Three months ended September 30,		Nine months ended September 30,	
		2024	2023	2024	2023
EXPENSES					
Consulting fees	11	\$ 177,866	\$ 78,573	\$ 374,616	\$ 100,573
Exploration expenses		548,270	242,408	1,610,594	366,535
Investor relations expenses		263,729	13,487	523,900	33,383
Office and administration		12,337	14,590	25,413	24,501
Professional fees		15,955	47,745	160,247	110,501
Share-based payments	10	80,325	-	231,973	-
Transfer agent and filing fees		11,156	-	68,207	-
		(1,109,638)	(396,803)	(2,994,950)	(635,493)
OTHER INCOME (EXPENSE)					
Interest income		10,360	-	58,197	-
Recovery on settlement of flow through	10	90,597	-	375,610	-
Exploration grant	9	-	-	200,000	-
		100,957	-	633,807	-
Loss for the period		\$ (1,008,681)	\$ (396,803)	\$ (2,361,143)	\$ (635,493)
Basic and diluted loss per share		\$ (0.01)	\$ (0.01)	\$ (0.03)	\$ (0.02)
Weighted average number of common shares outstanding - basic and diluted		93,887,461	33,827,334	90,347,312	29,996,383

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

DRYDEN GOLD CORP.
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED SEPTEMBER 30,
(Expressed in Canadian Dollars)
(Unaudited)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	\$ (2,361,143)	\$ (635,493)
Items not affecting cash:		
Share-based payments	231,973	-
Recovery on settlement of flow through	(375,610)	-
Deferred compensation	165,000	55,000
Changes in non-cash working capital items:		
Receivables	(228,277)	(43,706)
Prepaid expenses	(92,671)	(115,619)
Accounts payable and accrued liabilities	(225,187)	30,762
Net cash used in operating activities	(2,885,915)	(709,056)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for acquisition of mineral properties	(1,084,800)	(546,600)
Net cash used in investing activities	(1,084,800)	(546,600)
CASH FLOWS FROM FINANCING ACTIVITIES		
Shares issued for cash, net of issuance costs	-	1,188,450
Subscriptions received	2,411,452	438,541
Net cash provided by financing activities	2,411,452	1,626,991
Change in cash and cash equivalents for the period	(1,559,263)	371,335
Cash and cash equivalents, beginning of period	4,338,604	202,532
Cash and cash equivalents, end of period	\$ 2,779,341	\$ 573,867

Supplemental disclosure with respect to cash flows (Note 11)

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

DRYDEN GOLD CORP.
STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian Dollars)
(Unaudited)

	Note	Number of shares	Share capital	Subscriptions Received	Contributed surplus	Deficit	Total
Balance, December 31, 2022		21,124,575	\$ 2,596,445	\$ -	\$ -	\$(284,282)	2,312,163
Private placement, net of issuance costs	10	12,077,659	1,188,450	438,541	-	-	1,626,991
Shares issued for mineral properties	9 & 10	625,000	62,500	-	-	-	62,500
Net loss for the period		-	-	-	-	\$(635,493)	\$(635,493)
Balance, September 30, 2023		33,827,234	3,847,395	438,541	-	\$(919,775)	3,366,161
Private placement, net of issuance costs	10	41,832,594	5,617,417	(438,541)	-	-	5,178,876
Acquisition of 1317223 B.C Ltd.	6	7,135,213	1,073,845	-	372,751	-	1,446,596
Shares issued for mineral properties	9 & 10	50,000	5,000	-	-	-	5,000
Finders warrants issued		-	(29,567)	-	29,567	-	-
Stock options issued		-	-	-	79,617	-	79,617
Net loss for the period		-	-	-	-	\$(3,134,367)	\$(3,134,367)
Balance, December 31, 2023		82,845,041	10,514,090	-	481,935	\$(4,054,142)	6,941,883
Private placement, net of issuance costs	15	-	-	2,411,452	-	-	2,411,452
Shares issued for mineral properties	9 & 10	11,042,420	2,098,000	-	-	-	2,098,000
Stock options vesting		-	-	-	231,973	-	231,973
Net loss for the period		-	-	-	-	\$(2,361,143)	\$(2,361,143)
Balance, September 30, 2024		93,887,461	\$ 12,612,090	\$ 2,411,452	\$ 713,908	\$(6,415,285)	9,322,165

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

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

1. NATURE OF AND CONTINUANCE OF OPERATIONS

Dryden Gold Corp. (the “Company” or “Dryden”) was incorporated under the *Business Corporations Act* (British Columbia) on November 19, 2021. The Company’s registered office is located at 25th floor, 700 West Georgia Street, Vancouver, BC V7Y 1K8. The Company is an exploration and development stage natural resource company engaged in the evaluation, acquisition and exploration of natural resource projects. The Company is currently focused on gold projects near Dryden, Ontario, Canada.

On December 28, 2023, Dryden completed an amalgamation with 1317223 B.C. Ltd. (the “223”) pursuant to which the Company and 223 amalgamated and continued to carry on the business of Dryden. Because the former shareholders of Dryden obtained control of the amalgamated entity, the transaction was considered to be a purchase of 223 by Dryden and is accounted for as an asset acquisition (Note 6).

The Company is listed on the TSX Venture Exchange and trades under the symbol “DRY.V”.

The recovery of the amounts comprising mineral properties is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development, upon future profitable production, or disposition of its mineral interests.

These condensed interim financial statements have been prepared by management 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. For the nine months ended September 30, 2024, the Company incurred a net loss of \$2,361,143 (2023 - \$635,493). As at September 30, 2024, the Company had working capital of \$3,110,522 (December 31, 2023 - \$3,748,040). The continuing operations of the Company are dependent upon its ability to continue to raise adequate equity financing in the future and repay its liabilities arising from normal business operations as they become due. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern.

These condensed interim financial statements were approved by the Board of Directors for issue on November 26, 2024.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) for interim information, specifically International Accounting Standards (“IAS”) 34 – Interim Financial Reporting.

The accounting policies and methods of application applied by the Company in these condensed interim financial statements are the same as those applied in the Company’s most recent annual financial statements as at and for the year ended December 31 2023. These condensed interim financial statements do not include all of the information required for full annual financial statements and therefore should be read in conjunction with most recent annual financial statements as at and for the year ended December 31, 2023.

3. BASIS OF PREPARATION

The condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit or loss, which are stated at their fair value. The financial statements are presented in Canadian dollars, which is also the Company’s functional currency. In addition, the financial statements have been prepared using the accrual basis of accounting except for cash flow information. The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company’s accounting policies. The areas involving a higher degree of judgement of complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

Going Concern

The continuing operations of the Company are dependent upon its ability to continue to raise adequate equity financing in the future and repay its liabilities arising from normal business operations as they become due. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern.

4. MATERIAL ACCOUNTING POLICY INFORMATION

(a) Use of judgements and estimates

In preparing these interim financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty are consistent with those described in the December 31, 2023 annual financial statements.

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

4. MATERIAL ACCOUNTING POLICY INFORMATION (Cont'd...)

(b) Standards and interpretations issued but not yet effective

At the date of authorization of these condensed interim financial statements, the IASB has not issued any new or revised standards expected to have a material impact on the results and financial position of the Company when adopted.

5. MANAGEMENT OF CAPITAL

The Company is an exploration stage company and this involves a high degree of risk. The Company has not determined whether its mineral properties contain economically recoverable reserves of ore. The Company's primary source of funds comes from the issuance of share capital. The Company does not use other sources of financing that require fixed payments of interest and principal due to lack of cash flow from current operations and is not subject to any externally imposed capital requirements.

The Company defines its capital as equity. Capital requirements are driven by the Company's exploration activities on its mineral properties. To effectively manage the Company's capital requirements, the Company has a planning and budgeting process in place to ensure that adequate funds are available to meet its strategic goals. The Company monitors actual expenses to budget on all exploration projects and overhead to manage costs, commitments, and exploration activities.

There have been no changes to the Company's approach to capital management during the nine months ended September 30, 2024.

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

6. ACQUISITION

On October 30, 2023, the Company entered into an amalgamation agreement with 223 pursuant to which the Company would amalgamate with 223 and continue as one corporation, being the “Resulting Issuer”.

On December 28, 2023, the Company completed the acquisition of 223 and began trading on the TSX Venture Exchange (“TSXV”) under the symbol DRY.V by issuing 7,135,213 common shares and 6,666,660 share purchase warrants for the former shareholders of 223. As a result of the amalgamation, the securityholders of 223 and the Company became securityholders of the Resulting Issuer.

The transaction is accounted for as an asset acquisition as 223 did not qualify as a business according to the definition in IFRS 3. The net assets of 223 are acquired at fair value at December 28, 2023. Dryden is the continuing entity and the total purchase price is allocated to the assets acquired and liabilities assumed based on their respective fair values with excess allocated to charge to listing fee. The transaction was not considered to be a business acquisition as the primary item acquired was the public listing.

The allocation of consideration transferred is summarized as follows:

Purchase Price		
7,135,213 common shares of the Company converted at valued at \$0.15 (Note 10)	\$	1,073,845
6,666,660 share purchase warrants (Note 10)		372,751
Transaction costs		664,711
Total Purchase Price	\$	2,111,307
Allocation of Purchase Price		
Fair value of net assets of 223	\$	4,226
Listing expense		2,107,081
Total Allocation of Purchase Price	\$	2,111,307

Each share purchase warrant issued to the former shareholders of 223 entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.30 for a period of two years, the fair value of \$372,751 is included in total consideration.

DRYDEN GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in Canadian Dollars)
(Unaudited)

7. RECEIVABLES

The Company's receivables are as follows:

	September 30, 2024	December 31, 2023
GST receivable	\$ 361,584	\$ 133,307
	\$ 361,584	\$ 133,307

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities comprise the following:

	September 30, 2024	December 31, 2023
Trade payables	\$ 294,947	\$ 509,134
Accrued audit fees	24,000	35,000
Total	\$ 318,947	\$ 544,134

9. MINERAL PROPERTIES

	Tremblay Property (a)	Manitou Property (b)	Total
Balance, December 31, 2023	\$ 251,143	\$ 3,052,700	\$ 3,303,843
Acquisition costs	111,350	3,071,450	3,182,800
Balance, September 30, 2024	\$ 362,493	\$ 6,124,150	\$ 6,486,643

During the nine months ended September 30, 2024 the Company received an exploration grant in the amount of \$200,000 (2023 - \$nil).

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

9. MINERAL PROPERTIES (cont'd...)

(a) Tremblay Property

On February 8, 2022, the Company entered into a definitive option agreement with the Tremblay partners, as amended on February 16, 2022, whereby the Company can acquire a 100% interest in the Tremblay project by making US\$100,000 in annual payments to the Tremblay partners and fund a minimum of \$1,200,000 in exploration expenditures within five years of the execution date of the option agreement, as follows:

Annual Payments:

- On effective date – \$75,000 cash payment (paid) and the issuance of 800,000 common shares (issued with a fair value of \$40,000).
- On first anniversary – \$100,000 payable at a minimum of 50% in shares with the remaining balance paid in cash. During the year ended December 31, 2023, the Company paid \$37,500 cash and issued 625,000 shares with a fair value of \$62,500.
- On second anniversary – \$100,000 payable at a minimum of 50% in shares with the remaining balance paid in cash. During the nine months ended September 30, 2024, the Company paid \$50,000 cash and issued 208,074 common shares with a fair value of \$50,000.
- On third anniversary – \$100,000 payable at a minimum of 50% in shares with the remaining balance paid in cash.
- On fourth anniversary – \$250,000 payable at a minimum of 50% in shares with the remaining balance paid in cash.

Minimum exploration expenditures:

- \$200,000 prior to the first anniversary - expended
- \$200,000 prior to the second anniversary - expended
- \$800,000 prior to the fourth anniversary

Royalty:

- Upon earning the 100% in the Tremblay property, the Tremblay partners will retain a 2% Net smelter royalty (“NSR”), of which 1% can be purchased by the Company for \$1,000,000.

During the nine months ended September 30, 2024, the Company staked additional claims for \$11,350 (December 31, 2023 - \$9,100).

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

9. MINERAL PROPERTIES (cont'd...)

(b) Manitou Property

On April 20, 2022, the Company entered into a definitive option agreement with Manitou Gold Inc. (now, Alamos Gold Inc. "Alamos"), as amended on May 17, 2022, January 19, 2023 and November 21, 2023, whereby the Company can acquire a 100% interest in the Manitou project by making \$7,000,000 in aggregate payments to Alamos, issuing 4,000,000 shares and funding a minimum of \$1,400,000 in exploration expenditures within three years of the execution date of the option agreement, as follows:

Aggregate Payments:

- On effective date – \$1,000,000 cash (paid)
- On effective date – issued 4,000,000 shares at a deemed price of \$0.25 with a fair value of \$1,000,000 (paid).
- On or prior to January 31, 2023 – \$500,000 cash (paid January 30, 2023) (paid).
- On or prior to December 31, 2023 – \$1,500,000 payable as \$500,000 cash (paid) and \$1,000,000 in shares if the Company completes an initial public offering ("IPO") before the due date. During the nine months ended September 30, 2024, the Company issued 4,056,795 shares at a deemed price of \$0.2403 with a fair value of \$1,000,000 (paid).
- On second anniversary – \$2,000,000 payable as 50% cash and 50% shares if the Company completes an IPO before the due date. During the nine months ended September 30, 2024, the Company paid \$1,000,000 in cash and issued 6,377,551 at a deemed price of \$0.1568 with a fair value of \$1,000,000 (paid).
- On third anniversary – A final payment of \$2,000,000 payable as 50% cash and 50% shares. At which point, the Company will own 100% of the Manitou project.

Shares issuances shall be priced at the volume weighted average price ("VWAP") of the Company's shares on the principal stock exchange upon which the Company will trade for the 20 trading days immediately preceding the respective payment date.

Minimum exploration expenditures:

- On or prior to December 31, 2023 \$600,000 - expended
- On or prior to the second anniversary \$400,000 - expended
- On or prior to the third anniversary \$400,000 - expended

Upon exercising the option on the Manitou property, Alamos will retain a 1% net smelter return royalty ("NSR"), one-half of which may be purchased, aside from certain claims, for a cash payment of \$500,000.

The property is subject to net smelter return royalties in amounts ranging from 0.125% to 2.5% on certain mining claims and a one-time payment of \$2,000,000 in the event a National Instrument 43-101 technical report indicates a measured and indicated mineral resource of or exceeding 2,000,000 gold ounces or gold equivalent ounces on certain mining claims comprising the Manitou property.

9. MINERAL PROPERTIES (cont'd...)

(b) Manitou Property (cont'd...)

On June 1, 2023, the Company entered into a purchase and sale agreement a private individual to acquire a 100% interest in certain mining claims in the Gold Rock Mining District of Ontario, Canada. The Company acquired its 100% interest by paying \$4,500 in cash.

On October 13, 2023, the Company entered into a purchase and sale agreement with the Gold Cliff Partners to acquire a 100% interest in certain mining claims in the Gold Rock Mining District of Ontario, Canada. The Company acquired its 100% interest by paying \$40,000 cash (paid) and by issuing 50,000 shares (issued with a fair value of \$5,000) to the Gold Cliff Partners.

On October 18, 2023, the Company entered into a purchase agreement with Cross River Ventures Corp. ("Cross River"), as amended on November 21, 2023, whereby the Company can acquire a 100% interest in certain mining claims contiguous to the Manitou Project (the "Cross River Claims") by making \$175,000 in aggregate cash payments and issuing 400,000 shares to Cross River as follows:

Cash payments:

- On closing – \$175,000 cash payment (paid),

Share payment:

- At the time of transferring the claims to the Company – 400,000 shares (issued).

Royalty:

- Applicable to certain claims within the Cross River claims, a 1.5% NSR was granted ("Manitou Fault Royalty"), of which 50% can be purchased for a cash payment of \$500,000.
- Applicable to certain claims within the Cross River claims, a 1.5% NSR was granted ("Lower Manitou Royalty"), of which 50% can be purchased for a cash payment of \$500,000.

Per the agreement, if during the TSXV listing process (Note 6), the Exchange determines the acquisition of the Cross River Claims constitutes the acquisition of a business, for which audited financial statements are required under Exchange policies, the purchase agreement will be terminated. During the TSXV listing process the Exchange determined the acquisition of the Cross River Claims to be an acquisition of a business and as such the agreement was terminated and the cash payment of \$175,000 was written off in the statement of operations during the year ended December 31, 2023.

On February 2, 2024, the Company entered into a second mineral claim purchase agreement with Cross River to acquire the Cross River Claims by issuing 400,000 common shares on closing of the transfer of the Cross River Claims to the Company. On February 22, 2024, the Company entered into a Closing Agreement with Cross River whereby the Cross River Claims were transferred to the Company and the Company issued 400,000 common shares with a fair value \$48,000.

During the nine months ended September 30, 2024, the Company staked additional claims for \$5,450 (December 31, 2023 - \$3,200).

10. SHARE CAPITAL

(a) Authorized share capital

Unlimited number of common and preferred shares without par value.

(b) Issued and outstanding

As at September 30, 2024, the issued share capital was comprised of 93,887,461 (December 31, 2023 – 82,845,041) common shares.

During the nine months ended September 30, 2024, the Company issued common shares as follows:

- On April 19, 2024, the Company issued 6,377,551 shares with a fair value of \$1,000,000 in relation to the acquisition of the Company's interest in the Manitou property (Note 9(b)).
- On March 12, 2024, the Company issued 208,074 shares with a fair value of \$50,000 in relation to the acquisition of the Company's interest in the Tremblay property (Note 9(a)).
- On February 26, 2024, the Company issued 400,000 shares with a fair value of \$48,000 in relation to the acquisition of the Company's interest in the Cross River claims (Note 9(b)).
- On February 7, 2024, the Company issued 4,056,795 shares with a fair value of \$1,000,000 in relation to the acquisition of the Company's interest in the Manitou property (Note 9(b)).

During the year ended December 31, 2023, the Company issued common shares as follows:

- On December 28, 2023, the Company completed a transaction with 223 (Note 6) and issued 7,135,213 common shares at \$0.15 per share for a total fair value of \$1,073,845, issued 6,666,660 warrants at a fair value of \$372,751 and paid transaction costs of \$664,711 for total consideration of \$2,111,307.
- On December 28, 2023, the Company completed a private placement financing and issued 24,524,665 units (each a "Unit") at \$0.15 per Unit for gross proceeds of \$3,678,700. Each Unit was comprised of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.30 for a period of two years. The Company incurred shares issuance costs of \$69,171 in cash and issued 528,800 finders warrants with a fair value of \$29,567. Each finder warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.30 for a period of two years.
- On December 28, 2023, the Company completed a flow-through private placement financing and issued 6,829,670 units (each a "Unit") at \$0.205 per Unit for gross proceeds of \$1,400,000. Each Unit was comprised of one common share of the Company and one non-flow-through share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.30 for a period of two years. The Company recognized a flow through premium liability of \$375,610 on issuance. The residual value of the private placement of \$1,024,390 was allocated to share capital.

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

10. SHARE CAPITAL (cont'd...)

(b) Issued and outstanding (cont'd...)

- On October 20, 2023, the Company completed a private placement financing and issued 10,478,659 shares of the Company at a price of \$0.10 per share for total proceeds of \$1,047,866. The Company incurred shares issuance costs of \$64,368.
- On October 13, 2023, the Company issued 50,000 common shares with a fair value of \$5,000 in relation to the acquisition of the Company's interest in the Gold Cliff claims (Note 9(b)).
- On May 1, 2023, the Company completed a private placement financing and issued 4,500,000 common shares of the Company at a price of \$0.10 per share for total proceeds of \$450,000.
- On April 3, 2023, the Company completed a private placement financing and issued 3,927,659 common shares of the Company at a price of \$0.10 per share for total proceeds of \$392,766. The Company incurred shares issuance costs of \$11,214.
- On March 1, 2023, the Company issued 625,000 common shares with a fair value of \$62,500 in relation to the acquisition of the Company's interest in the Tremblay Property (Note 9(a)).
- On January 27, 2023, the Company completed a private placement financing and issued 3,650,000 common shares of the Company at a price of \$0.10 per share for total proceeds of \$365,000. The Company incurred shares issuance costs of \$8,102.

10. SHARE CAPITAL (cont'd...)

(c) Stock options

On April 4, 2023, the Company's board of directors adopted a stock option plan (the "Stock Option Plan") whereby it can grant incentive stock options to directors, officers, employees, and technical consultants of the Company. The maximum numbers of shares that may be reserved for issuance under the Stock Option Plan is limited to 10% of the issued common shares of the Company at any time. The vesting period for all options is at the discretion of the Board of Directors. The exercise price will be set by the Board of Directors at the time of grant and cannot be less than the discounted market price of the Company's common shares.

The Stock Option Plan provides that the number of common shares that may be reserved for the issuance to any one individual upon exercise of all stock options held by such an individual may not exceed 5% of the issued common shares, if the individual is a director or officer, or 2% of the issued common shares, if the individual is a consultant or engaged in providing investor relations services, on a yearly basis. All options granted under the Stock Option Plan will expire not later than the date that is ten years from the date that such options are granted. Options terminate earlier as follows: (i) immediately in the event of dismissal with cause; (ii) 90 days from date of termination other than for cause; or (iii) one year from the date of death or disability. Options granted under the Stock Option Plan are not transferable or assignable other than by will or other testamentary instrument or pursuant to the laws of succession.

As at September 30, 2024 and December 31, 2023, the Company had the following changes in stock options outstanding:

	September 30, 2024	December 31, 2023	Weighted Average Exercise Price
Opening balance	3,100,000	-	\$ 0.15
Granted	2,800,000	3,100,000	\$ 0.15
Ending balance	5,900,000	3,100,000	\$ 0.15

As at September 30, 2024, 1,815,000 (December 31, 2023 – 620,000) options were exercisable.

- On September 12, 2024, the Company granted 300,000 incentive stock options to a consultant with an exercise price of \$0.135 that are exercisable for five years from the date of grant. The stock options vest over a 12-month period: 25% every three months after the date of grant.
- On June 26, 2024, the Company granted 2,250,000 incentive stock options to directors, officers and consultants with an exercise price of \$0.14 that are exercisable for ten years from the date of grant. The stock options vest over a 24-month period: 20% on the date of grant and 20% every six months after the date of grant.
- On February 5, 2024, the Company granted 250,000 incentive stock options to a consultant with an exercise price of \$0.22 that are exercisable for five years from the date of grant. The stock options vest over a 12-month period: 25% every three months after the date of grant.

DRYDEN GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Expressed in Canadian Dollars)
(Unaudited)

10. SHARE CAPITAL (cont'd...)

(c) Stock options (cont'd...)

As at September 30, 2024 and December 31, 2023, the following stock options were outstanding:

Expiry Date	Exercise price	September 30, 2024		December 31, 2023	
		Options	Weighted Average Expected life (years)	Options	Weighted Average Expected life (years)
October 21, 2028	\$0.15	3,100,000	2.13	3,100,000	4.81
February 5, 2029	\$0.22	250,000	0.18	-	-
June 26, 2034	\$0.14	2,250,000	3.72	-	-
September 12, 2029	\$0.135	300,000	0.25	-	-
		5,900,000	6.29	3,100,000	-

During the nine months ended September 30, 2024, the Company recorded \$231,973 (2023 - \$nil) in share-based compensation expense relating to the granting and vesting of incentive stock options. The fair value of stock options was calculated using the Black-Scholes Option Pricing Model using the following weighted average assumptions:

Risk-free interest rate	3.48%
Expected dividend yield	-
Expected stock price volatility	130.76%
Expected option life in years	9.50
Forfeiture rate	0%
Fair value on grant date	\$0.11

(d) Warrants

As at September 30, 2024 and December 31, 2023, the following share purchase warrants were outstanding:

	September 30, 2024	Weighted Average Exercise Price	December 31, 2023	Weighted Average Exercise Price
Opening balance	42,024,395	\$ 0.29	3,475,000	\$ 0.15
Granted	-	\$ -	38,549,395	\$ 0.30
Ending balance	42,024,395	\$ 0.29	42,024,395	\$ 0.29

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

11. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has identified its directors and officers as its key management personnel and the compensation costs for key management personnel and companies related to them are recorded at their exchange amounts as agreed upon by transacting parties.

Remuneration for key management personnel of the Company was as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
Consulting fees*	\$ 115,750	\$ -	\$ 347,250	\$ 19,000
Salaries	46,250	-	138,750	-
Share-based compensation	52,026	-	146,241	-
	\$ 214,026	\$ -	\$ 632,241	\$ 19,000

* Included in consulting fees at September 30, 2024 is \$165,000 (2023 - \$55,000) in deferred compensation that is due to the Company's CEO for deferred consulting fees. The deferred compensation balance becomes due on January 1, 2026 and may be deferred in continuous three month intervals at the election of the Company's CEO.

As at September 30, 2024, \$nil was due to related parties (December 31, 2023 - \$1,989).

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

For the nine months ended September 30,	2024	2023
Significant non-cash investing activities consisted of:		
Common shares issued for mineral properties	\$ 2,098,000	\$ 62,500

13. SEGMENT INFORMATION

The Company has one reportable operating segment, the acquisition and exploration of mineral properties in one geographic location: Canada.

14. FINANCIAL INSTRUMENTS

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

Market Risk

Market risk is the risk that the fair value or future cash flows from a financial instrument will fluctuate because of changes in market prices or prevailing conditions. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk and are disclosed as follows:

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company holds no financial instruments that are denominated in a currency other than Canadian dollars. As at September 30, 2024 the Company is not exposed to currency risk.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in market risk. The Company's sensitivity to interest rates relative to its cash balances is currently immaterial. The Company also has no long-term debt with variable interest rates, so it has no negative exposure to changes in the market interest rate.

(iii) Price rate risk

The Company has no exposure to price risk with respect to equity prices as the Company is not listed. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market.

14. FINANCIAL INSTRUMENTS (cont'd...)

Credit Risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits the exposure to credit risk by only investing its cash with high-credit quality financial institutions. Management believes that the credit risk related to its cash is negligible.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. At September 30, 2024, the Company has no sources of revenue but has a cash balance of \$2,779,341 (December 31, 2023 - \$4,338,604) to settle current accounts payable and accrued liabilities of \$318,947 (December 31, 2023 - \$544,134). As such, management feels the Company has sufficient cash to fund corporate overhead costs and the repayment of the Company's debt obligations for the next year. The Company's exposure to liquidity risk is currently negligible, however, the Company has no source of revenue and will require additional equity financings in the future.

Fair Value Measurements

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 that are observable for the asset or liability either directly or indirectly, and
- Level 3 – Inputs that are not based on observable market data.

As at September 30, 2024, the Company's financial instruments consist of cash and cash equivalents and accounts payable and accrued liabilities. Cash and cash equivalents and accounts payable and accrued liabilities are classified as amortized cost. The fair value of cash and cash equivalents and accounts payable and accrued liabilities approximates their carrying value because of the short-term nature of the instruments.

DRYDEN GOLD CORP.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

(Expressed in Canadian Dollars)

(Unaudited)

15. EVENTS AFTER THE REPORTING PERIOD

- On October 2, 2024, the Company completed a private placement financing and issued 17,611,548 hard dollar units (each a “HD Unit”) at \$0.11 per HD Unit for gross proceeds of \$1,937,269. Each HD Unit was comprised of one common share of the Company and one-half share purchase warrant. Each full warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.18 for a period of two years. The Company paid finders fees of \$67,725 and issued 615,682 finders warrants with each finder warrant entitling the holder to purchase one additional common share of the Company at an exercise price of \$0.18 for a period of two years.
- On October 2, 2024, the Company completed a charity flow-through private placement financing and issued 8,272,727 units (each a “CFT Unit”) at \$0.15 per CFT Unit for gross proceeds of \$1,240,909. Each CFT Unit was comprised of one common share of the Company and one-half non-flow-through share purchase warrant. Each full warrant entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.18 for a period of two years. The Company paid finders fees of \$3,000 and issued 27,273 finders warrants with each finder warrant entitling the holder to purchase one additional common share of the Company at an exercise price of \$0.18 for a period of two years.
- On October 2, 2024, the Company completed a flow-through private placement financing and issued 14,756,294 common shares at \$0.13 per common share for gross proceeds of \$1,918,318. The Company paid finders fees of \$73,515 and issued 565,499 finders warrants with each finder warrant entitling the holder to purchase one additional common share of the Company at an exercise price of \$0.18 for a period of two years.
- As at September 30, 2024, the Company had received proceeds of \$2,411,452 relating to the financings that closed on October 2, 2024 which is included in Cash & Cash Equivalents herein.