

**TRANS CANADA GOLD CORP.**

**FINANCIAL STATEMENTS**

(Expressed in Canadian Dollars)

**JUNE 30, 2024 AND 2023**



DALE MATHESON CARR-HILTON LABONTE LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS

# Independent Auditor's Report

To the Shareholders of Trans Canada Gold Corp.

## Opinion

We have audited the financial statements of Trans Canada Gold Corp. (the "Company"), which comprise the statements of financial position as at June 30, 2024 and 2023, and the statements of loss and comprehensive loss, changes in equity and cash flows for the years then ended, and notes to the financial statements, including material accounting policy information.

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

## Basis for Opinion

We conducted our audit 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 Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the 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 to the financial statements, which indicates that the Company had current assets in excess of current liabilities of \$374,024 for the year ended June 30, 2024 and has accumulated losses since inception of \$6,389,029. 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 financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### Vancouver

1500 - 1140 West Pender St.  
Vancouver, BC V6E 4G1  
604.687.4747

### Surrey

200 - 1688 152 St.  
Surrey, BC V4A 4N2  
604.531.1154

### Tri-Cities

700 - 2755 Lougheed Hwy  
Port Coquitlam, BC V3B 5Y9  
604.941.8266

### Victoria

320 - 730 View St.  
Victoria, BC V8W 3Y7  
250.800.4694

Except for the matter described in the Material Uncertainty Related to Going Concern section, we have determined that there are no other key audit matters to communicate in our report.

## Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, 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, 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 Financial Statements

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

In preparing the 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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 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 financial statements, including the disclosures, and whether the 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 audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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 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 Rakesh Patel.

A handwritten signature in black ink that reads "DMCL." The letters are stylized and connected.

DALE MATHESON CARR-HILTON LABONTE LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS  
Vancouver, BC

October 25, 2024

**TRANS CANADA GOLD CORP.**  
**STATEMENTS OF FINANCIAL POSITION**  
(Expressed in Canadian Dollars)

As at	<b>June 30, 2024</b>	<b>June 30, 2023</b>
<b>ASSETS</b>		
<b>Current</b>		
Cash	\$ 478,689	\$ 432,235
Amounts receivable (Note 3)	71,339	4,210
Prepaid expenses	13,346	11,191
	563,374	447,636
<b>Exploration and evaluation assets</b> (Note 5)	1	556,410
<b>Property, plant and equipment</b> (Note 4)	451,945	-
	\$ 1,015,320	\$ 1,004,046
<b>LIABILITIES AND EQUITY</b>		
<b>Current</b>		
Trade payables and accrued liabilities (Note 6)	\$ 183,411	\$ 134,243
Due to related parties (Note 7)	5,939	36,914
	189,350	171,157
<b>Decommissioning liabilities</b> (Note 4)	74,434	44,136
	263,784	215,293
<b>Equity</b>		
Share capital (Note 8)	4,491,000	4,253,996
Reserves (Note 8)	2,649,565	2,411,046
Deficit	(6,389,029)	(5,876,289)
	751,536	788,753
	\$ 1,015,320	\$ 1,004,046

**Nature and continuance of operations** (Note 1)  
**Contingencies** (Note 13)

**Approved and authorized for issue by the Board on October 25, 2024**

**On behalf of the Board:**

“Tim Coupland” Director “Lawrence Ilich” Director

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

**TRANS CANADA GOLD CORP.**  
**STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**  
(Expressed in Canadian Dollars)

	<b>Year Ended June 30, 2024</b>	<b>Year Ended June 30, 2023</b>
<b>PETROLEUM REVENUE</b>	\$ 791,753	\$ 115,881
<b>OPERATING EXPENSES</b>		
Petroleum royalties	127,866	2,343
Petroleum production and transportation	124,527	121,282
Depletion and depreciation (Note 4)	75,912	12,683
	(328,305)	(136,308)
<b>NET PETROLEUM PRODUCTION REVENUE (LOSS)</b>	463,448	(20,427)
<b>ADMINISTRATIVE EXPENSES</b>		
Consulting fees	1,395	2,084
Filing fees	43,751	43,789
General and administration	54,284	35,615
Management fees (Note 7)	102,000	93,500
Professional fees (Note 7)	89,908	80,521
Shareholder relations	2,168	1,750
Share-based payments (Notes 7 and 8)	126,523	-
	(420,029)	(257,259)
<b>INCOME (LOSS) BEFORE OTHER ITEMS</b>	43,419	(277,686)
<b>OTHER ITEMS</b>		
Financing costs (Note 9)	(2,757)	(1,880)
Foreign exchange gain (loss)	7,327	(6,120)
Impairment loss (Notes 4 and 5)	(560,729)	(745,064)
	(556,159)	(753,064)
<b>NET AND COMPREHENSIVE INCOME (LOSS)</b>	\$ (512,740)	\$ (1,030,750)
<b>NET EARNINGS (LOSS) PER SHARE</b>		
Basic	\$ (0.01)	\$ (0.03)
Diluted	\$ (0.01)	\$ (0.03)
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING</b>		
Basic	44,544,189	35,520,816
Diluted	44,544,189	35,520,816

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

**TRANS CANADA GOLD CORP.**  
**STATEMENTS OF CHANGES IN EQUITY**  
(Expressed in Canadian Dollars)

	Common Shares (Number)	Common Shares (Amount)	Stock option reserve	Warrants reserve	Deficit	Total
<b>Balance – June 30, 2022</b>	34,315,337	\$ 3,970,000	\$ 585,911	\$ 1,609,131	\$ (4,845,539)	\$ 1,319,503
Shares issued for private placements (Note 8)	10,000,000	500,000	-	-	-	500,000
Warrants issued (Note 8)	-	(216,004)	-	216,004	-	-
Net and comprehensive loss for the year	-	-	-	-	(1,030,750)	(1,030,750)
<b>Balance – June 30, 2023</b>	44,315,337	\$ 4,253,996	\$ 585,911	\$ 1,825,135	\$ (5,876,289)	\$ 788,753
Shares issued for private placements (Note 8)	6,980,000	349,000	-	-	-	349,000
Share-based payments (Note 8)	-	-	126,523	-	-	126,523
Warrants issued (Note 8)	-	(111,996)	-	111,996	-	-
Net and comprehensive loss for the year	-	-	-	-	(512,740)	(512,740)
<b>Balance – June 30, 2024</b>	51,295,337	\$ 4,491,000	\$ 712,434	\$ 1,937,131	\$ (6,389,029)	\$ 751,536

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

**TRANS CANADA GOLD CORP.**  
**STATEMENTS OF CASH FLOWS**  
(Expressed in Canadian Dollars)

	<b>Year Ended June 30, 2024</b>	<b>Year Ended June 30, 2023</b>
<b>CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
Net losses	\$ (512,740)	\$ (1,030,750)
Non-cash items:		
Depletion and depreciation	75,912	12,683
Financing costs	2,757	1,880
Share-based payments	126,523	-
Impairment loss	560,729	745,064
Changes in non-cash working capital items:		
Amounts receivable	(67,129)	24,243
Prepaid expenses	(2,155)	(1,560)
Trade payables and accrued liabilities	49,169	61,138
Due to related parties	(30,975)	24,365
Net cash provided by (used in) operating activities	202,091	(162,937)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Exploration and evaluation assets	(801)	-
Property, plant and equipment	(503,836)	-
Net cash used in investing activities	(504,637)	-
<b>CASH FLOWS PROVIDED BY FINANCING ACTIVITIES</b>		
Proceeds from shares issued	349,000	500,000
Net cash provided by financing activities	349,000	500,000
<b>INCREASE IN CASH</b>	<b>46,454</b>	<b>337,063</b>
<b>CASH, BEGINNING</b>	<b>432,235</b>	<b>95,172</b>
<b>CASH, ENDING</b>	<b>\$ 478,689</b>	<b>\$ 432,235</b>

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

## **1. NATURE AND CONTINUANCE OF OPERATIONS**

Trans Canada Gold Corp. (the “Company”) was incorporated under the Business Corporations Act of British Columbia on February 21, 2006. The Company is listed on the TSX Venture Exchange (“TSX-V”) under the trading symbol “TTG” and OTCQB Exchange under the trading symbol “TTGXF”. The Company is a Canadian resource exploration and development company that is involved in the acquisition, exploration and development of oil and gas and mineral resource properties in Western Canada and the United States.

The head office, principal address and registered and records office of the Company is #1200 – 750 West Pender Street, Vancouver, British Columbia, Canada V6C 2T8.

### **Going Concern**

These financial statements have been prepared on a going concern basis which assumes the Company will realize its assets and discharge its liabilities in the normal course of business. As at June 30, 2024, the Company had current assets in excess of current liabilities of \$374,024 and has accumulated losses since inception of \$6,389,029. Should the Company be unable to continue as a going concern, significant adjustments to asset values may be necessary. The ability of the Company to continue as a going concern is dependent upon the Company raising sufficient financing to complete exploration and development activities, the discovery of economically recoverable oil and gas and mineral reserves, and upon future profitable operations or proceeds from disposition of resource property interests. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. These financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

## **2. MATERIAL ACCOUNTING POLICIES**

### **a) Statement of Compliance**

The financial statements of the Company have been prepared in accordance with and using accounting policies in compliance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

### **b) Basis of Preparation**

These financial statements have been prepared on a historical cost basis except for certain financial instruments, which are measured at fair value. These financial statements are presented in Canadian dollars.

### **c) Significant Accounting Estimates and Assumptions**

The preparation of the Company’s financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and contingent liabilities at the date of the financial statements and reported amounts of income and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation assets, property, plant and equipment, the recoverability and measurement of deferred tax assets, and provisions for decommissioning liabilities.

## 2. MATERIAL ACCOUNTING POLICIES (Continued)

### d) Significant judgments

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgment in applying the Company's financial statements is the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty.

### e) Financial instruments

#### Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of 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. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. 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. Cash is classified at FVTPL. Amounts receivable, trade payables and amounts due to related parties are classified at amortized cost.

#### Measurement

##### Financial assets and liabilities at amortized cost

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 less any impairment.

##### Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of loss and comprehensive loss in the period in which they arise.

##### Debt investments at FVTOCI

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in other comprehensive income ("OCI"). On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

##### Equity investments at FVTOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

##### Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the credit risk of the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve-month expected credit losses. The Company shall recognize in the statements of loss and comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

## **2. MATERIAL ACCOUNTING POLICIES (Continued)**

### **e) Financial instruments (continued)**

#### Derecognition

##### Financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the statements of loss and comprehensive loss.

##### Financial liabilities

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire. The Company also derecognizes a financial liability when the terms of the liability are modified such that the terms and / or cash flows of the modified instrument are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

Gains and losses on derecognition are generally recognized in profit or loss.

### **f) Exploration and Evaluation Properties**

Exploration and evaluation expenditures include the costs of acquiring licenses, costs associated with exploration and evaluation activity, and the fair value (at acquisition date) of exploration and evaluation assets acquired in a business combination. Exploration and evaluation expenditures are capitalized. Costs incurred before the Company has obtained the legal rights to explore an area are recognized in profit or loss.

Option payments received are treated as a reduction of the carrying value of the related property and deferred costs until the receipts are in excess of costs incurred, at which time they are credited to income. Option payments are at the discretion of the optionee, and accordingly, are recorded on a cash basis.

Exploration and evaluation assets are assessed for impairment if (i) sufficient data exists to determine technical feasibility and commercial viability, and (ii) facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified to development assets within property, plant and equipment.

Recoverability of the carrying amount of any exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

### **g) Property, Plant and Equipment**

Items of property, plant and equipment, which include oil and gas development and production assets, are measured at cost less accumulated depletion and depreciation and accumulated impairment losses. Development and production assets are grouped into cash generating units for impairment testing. When significant parts of an item of property, plant and equipment, including oil and gas interests, have different useful lives, they are accounted for as separate items.

Gains and losses on the disposal of an item of property, plant and equipment, including oil and gas interests, are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net in profit or loss.

## **2. MATERIAL ACCOUNTING POLICIES (Continued)**

### **g) Property, Plant and Equipment (continued)**

Costs incurred subsequent to the determination of technical feasibility and commercial viability and the costs of replacing parts of property, plant and equipment are recognized as oil and gas development and production assets only when they increase the future economic benefits embodied in the specific asset to which they relate. All other expenditures are recognized in profit or loss as incurred. Such capitalized oil and gas assets generally represent costs incurred in developing proven and/or probable reserves and bringing on or enhancing production from such reserves. The carrying amount of any replaced or sold component is derecognized. The costs of the day-to-day servicing of petroleum and natural gas properties are recognized in profit or loss as incurred.

The net carrying value of oil and gas development and production assets is depreciated using the unit of production method by reference to the ratio of production in the year to the related proven and probable reserves, including estimated future development costs. Future development costs are estimated taking into account the level of development required to bring reserves into production. These estimates are reviewed by independent reserve engineers at least annually. Changes in estimates such as quantities of proved and probable reserves that affect unit-of-production calculations are applied on a prospective basis.

### **h) Impairment of non-financial assets**

The carrying amount of the Company's assets is reviewed for an indication of impairment at the end of each reporting period. If an indication of impairment exists, the Company makes an estimate of the asset's recoverable amount. Individual assets are grouped for impairment assessment purposes at the lowest level at which there are identifiable cash flows that are largely independent of the cash flows of other groups of assets. Recoverable amount of an asset group is the higher of its fair value less costs to sell and its value in use. Where the carrying amount of an asset group exceeds its recoverable amount, the asset group is considered impaired and is written down to its recoverable amount. Impairment losses are recognized in profit or loss. In assessing value in use, the estimated future cash flows are adjusted for the risks specific to the asset group and are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognized.

## **2. MATERIAL ACCOUNTING POLICIES (Continued)**

### **i) Joint Arrangements**

Substantially all of the Company's oil and gas exploration and development activities involve jointly controlled assets; accordingly, the financial statements reflect only the Company's share of these jointly controlled assets and a proportionate share of the relevant revenue and related costs.

### **j) Decommissioning Liabilities**

The Company recognizes liabilities for statutory, contractual, constructive or legal obligations associated with the retirement of long term assets, when those obligations result from the acquisition, construction, development or operation of the assets. The net present value of future restoration cost estimates arising from the decommissioning of plant and other site preparation work is capitalized to exploration and evaluation assets or petroleum and natural gas assets along with a corresponding increase in the restoration provision in the period incurred. Discount rates using a pre-tax rate that reflect the time value of money are used to calculate the net present value. The restoration asset will be depreciated on the same basis as the asset it relates to.

The Company's estimates of restoration costs could change as a result of changes in regulatory requirements, discount rates and assumptions regarding the amount and timing of the future expenditures. These changes are recorded directly to assets with a corresponding entry to the restoration provision. The Company's estimates are reviewed annually for changes in regulatory requirements, discount rates, effects of inflation and changes in estimates.

Changes in the net present value, excluding changes in the Company's estimates of reclamation costs, are charged to profit and loss. The net present value of restoration costs arising from subsequent site damage that is incurred on an ongoing basis during production are charged to profit or loss in the period incurred. The costs of restoration projects that were included in the provision are recorded against the provision as incurred. The costs to prevent and control environmental impacts at specific properties are capitalized in accordance with the Company's accounting policy for exploration and evaluation assets.

### **k) Revenue Recognition**

Oil and natural gas revenues are recorded when title passes, the amount is determinable and collection is reasonably assured.

### **l) Per Share Information**

Basic per share amounts are calculated by dividing the profit or loss attributable to shareholders of the Company by the weighted average number of shares outstanding during the period. Diluted per share amounts are determined by dividing the profit or loss attributable to common shareholders by the weighted average number of common shares outstanding for the effects of all dilutive potential common shares, which consist of warrants and stock options.

### **m) Share-based Payments**

Share-based payments to employees are measured at the fair value of the instruments issued and recognized over the vesting periods. Share-based payments to non-employees are measured at the fair value of goods or services received or the fair value of the equity instruments issued, if it is determined the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. The corresponding amount is recorded to the stock options reserve. The fair value of options is determined using the Black-Scholes Option Pricing Model. The number of shares and options expected to vest is reviewed and adjusted at the end of each reporting period such that the amount recognized for services received as consideration for the equity instruments granted shall be based on the number of equity instruments that will eventually vest.

## **2. MATERIAL ACCOUNTING POLICIES (Continued)**

### **n) Income Taxes**

#### Current income tax:

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date, in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognized directly in other comprehensive income or equity is recognized in other comprehensive income or equity and not in profit or loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

#### Deferred income tax:

Deferred tax is provided, using the asset and liability method, on all temporary differences at the statement of financial position date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realized or the liability is settled, based on the tax rates that have been enacted or substantively enacted at the statement of financial position date.

### **o) Valuation of equity units in private placements**

Allocation of the gross proceeds of private placements between share capital and the warrant reserve uses the relative fair value method which allocates a pro-rata amount based on the fair value of the common shares using quoted market price and the warrants issued using Black-Scholes Option Pricing Model. Amounts are recorded until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital.

### **p) New accounting standards and interpretations**

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

**TRANS CANADA GOLD CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
June 30, 2024 and 2023

**3. AMOUNTS RECEIVABLE**

	<b>June 30, 2024</b>	<b>June 30, 2023</b>
GST receivable	\$ -	\$ 4,210
Accounts receivable	71,339	-
<b>Total amounts receivable</b>	<b>\$ 71,339</b>	<b>\$ 4,210</b>

**4. PROPERTY, PLANT AND EQUIPMENT**

**Petroleum and natural gas properties**

**COST**

Balance, June 30, 2022 and 2023	\$	737,878
Addition		503,836
Decommissioning liability addition		24,021
<b>Balance, June 30, 2024</b>	<b>\$</b>	<b>1,265,735</b>

**ACCUMULATED DEPLETION, DEPRECIATION, AND IMPAIRMENT**

Balance, June 30, 2022	\$	709,034
Depletion and depreciation		12,683
Impairment		16,161
Balance, June 30, 2023		737,878
Depletion and depreciation		75,912
<b>Balance, June 30, 2024</b>	<b>\$</b>	<b>813,790</b>

**NET BOOK VALUES**

At June 30, 2023	\$	-
At June 30, 2024	\$	451,945

**Trans Canada Gold (60%) / Revitalize Energy (40%) C-12 Well Landrose, Saskatchewan**

Pursuant to an agreement dated July 5, 2010, the Company entered into a farm-out agreement with Western Plains Petroleum Ltd. ("Western Plains"). Under the agreement, the Company agreed to spud one test well in the Lloydminster area of western Saskatchewan, Canada. The Company paid 100% of the costs to drill, complete and equip or abandon the test well to earn a 100% working interest before payout subject to a 10% convertible overriding royalty and a 50% working interest after payout, upon conversion of the overriding royalty. The Company had no obligation to drill post-earning wells under the farm-out agreement. Western Plains was the operator of the test well. The well reached payout at the end of April 2011. Effective July 1, 2018, the Company increased its working interest ownership in the well by 10% for a total ownership interest of 60%. Revitalize Energy Inc. ("Revitalize") is the current operator of the oil well.

**4. PROPERTY, PLANT AND EQUIPMENT (Continued)**

On June 12, 2019, Petrocapita Oil and Gas L.P. (“Petrocapita”) announced that as of June 11, 2019, the Court of Queens Bench of Alberta has appointed Hudson and Company Insolvency Trustees Inc. (the “Receiver”) as Receiver and Manager of Petrocapita. The Receivership Order was granted upon the application of Safeway Holdings Ltd., one of the secured creditors of Petrocapita. The Receiver will accordingly manage the affairs of Petrocapita. During the prior year, Petrocapita’s assets were assigned to Revitalize of Calgary Alberta.

During the year ended June 30, 2023, the well at the end of its production life was shut-in resulting in the Company recognizing an impairment of \$16,161.

**Alberta Oil Farmout Agreement – Croverro Energy Ltd.**

In November 2022, the Company entered into a one-well Farmout Agreement with Croverro Energy Ltd, of Calgary, Alberta, (“Croverro”) to drill a Multi-Lateral Horizontal oil well. The well is in close proximity to Lloydminster, Alberta. The lands for the well are currently controlled by Croverro. Under the terms of the negotiated agreement, the Company must pay 25% of Croverro’s share of the cost to drill, complete and fully equip or abandon the well to earn an 18.75% net interest. Croverro is the operator of the oil well.

The Company, after successfully drilling and equipping the first Multilateral Horizontal Well, will have the first right of refusal on an Area of Mutual Interest (“AMI”) of approximately one mile in each direction from the test well. Additional wells within the AMI will, if the Company elects to participate, be drilled on a non-promoted basis with the Company paying 18.75% to earn 18.75%.

Drilling and equipping costs are expected to be approximately \$1.7 million (\$425,000 to be incurred by the Company). As at June 30, 2024, the Company has made payments of \$386,099 to Croverro.

**Decommissioning Liabilities**

The total decommissioning liabilities was estimated by management based on the Company’s net ownership interest in all wells and facilities and estimated costs to reclaim and abandon the wells and facilities. The total undiscounted amount of the estimated cash flows required settling the decommissioning liabilities including inflation is estimated to be \$74,434 (2023 - \$44,136) and is expected to be incurred between 2021 and 2026.

The following table presents the reconciliation of the beginning and ending aggregate carrying amount of the decommissioning liabilities related to the Company’s petroleum and natural gas properties:

	<b>June 30, 2024</b>	<b>June 30, 2023</b>
Decommissioning liabilities, beginning	\$ 44,136	\$ 42,256
Additions	24,022	-
Accretion (Note 9)	2,757	1,880
Impairment loss	3,519	-
Decommissioning liabilities, ending	\$ 74,434	\$ 44,136

**5. EXPLORATION AND EVALUATION ASSETS**

**Trans Canada Gold Project / Dinorwic Gold Property, Ontario**

On September 29, 2020, the Company entered into an agreement to purchase a 100% interest, subject to a 2% net smelter returns royalty in the Dinorwic Gold Property in the Dryden area of Ontario by paying \$60,000 (paid) and issuing 4,000,000 shares of the Company (issued and valued at \$640,000).

In October 2020, the Company completed a comprehensive technical report (NI 43-101) on the Dinorwic Gold Property. The Trans Canada Gold Project is located to the northwest of Dryden, Ontario. These areas collectively comprise the Trans Canada Gold Project and encompass a contiguous area of approximately 14,880 hectares.

Balance, June 30, 2022	\$	728,903
Impairment		(728,903)
<hr/>		
Balance, June 30, 2023 and 2024	\$	-

In July 2023, after a lengthy permit process and being granted extensions, the Company allowed the claims on the Dinorwic Gold Property to lapse resulting in an impairment of \$728,903 during the year ended June 30, 2023.

**Trans Canada Gold Project / Gold Crow Gold Property, Ontario**

On April 29, 2021, the Company entered into an agreement to purchase a 100% interest, subject to a 3% net smelter returns royalty in the Gold Crow Gold Property in the Pickle Lake area of Ontario by paying \$75,000 (paid) and issuing 4,000,000 shares of the Company (issued and valued at \$480,000).

Balance, June 30, 2022 and 2023	\$	556,410
Claim renewal		801
Impairment		(557,210)
<hr/>		
Balance, June 30, 2024	\$	1

During the year ended June 30, 2024, management decided to impair the property to a nominal amount as it has no further plans to explore the property.

**6. TRADE PAYABLES AND ACCRUED LIABILITIES**

	<b>June 30,</b>		<b>June 30,</b>
	<b>2024</b>		<b>2023</b>
Trade payables	\$ 137,041	\$	112,547
Accrued liabilities	37,125		21,696
GST payable	9,245		-
<hr/>			
	\$ 183,411	\$	134,243

Trade payables and accrued liabilities are non-interest bearing, unsecured and have settlement dates within one year.

## **7. RELATED PARTY BALANCES AND TRANSACTIONS**

The Company's related parties consist of its key management personnel, including its directors and officers.

At June 30, 2024, the Company had an amount payable of \$269 (2023 - \$269) due to a director of the Company for management fees and expenses. The amount is unsecured, non-interest bearing and has no fixed term of repayments.

### **Key management personnel compensation**

On April 1, 2006, the Company entered into a management agreement with the Chief Executive Officer of the Company. Effective August 1, 2019, the Company increased the monthly remuneration from \$7,000 per month to \$8,500 per month. Management fees of \$102,000 (2023 - \$93,500) have been recorded for the year ended June 30, 2024. In addition, the Company paid rent of \$17,400 (2023 - \$17,400) to a company controlled by the Chief Executive Officer of the Company. The amount owing as of June 30, 2024 is \$Nil (2023 - \$32,865).

During the year ended June 30, 2024, the Company recorded \$21,600 (2023 - \$21,600) in professional fees to the Chief Financial Officer for accounting services. The amount owing as of June 30, 2024 is \$5,670 (2023 - \$3,780).

During the year ended June 30, 2024, the Company recorded \$111,402 (2023 - \$Nil) of share-based compensation to the Director and Officers (Note 8).

Amounts owing to key management are non-interest bearing, unsecured and due on demand unless otherwise noted.

## **8. SHARE CAPITAL**

### **a. Authorized**

The Company has authorized an unlimited number of common shares with no par value.

### **b. Issued and outstanding**

At June 30, 2024, the Company had 51,295,337 common shares outstanding (2023 – 44,315,337).

On May 17, 2023, the Company closed a private placement and issued an aggregate of 10,000,000 units at a price of \$0.05 per unit for gross proceeds of \$500,000. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share in the capital of the Company at a price of \$0.15 per share for a period of three years from the date of issuance.

On June 18, 2024, the Company closed a private placement and issued an aggregate of 6,980,000 units at a price of \$0.05 per unit for gross proceeds of \$349,000. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share in the capital of the Company at a price of \$0.15 per share for a period of three years from the date of issuance. A total of 4,150,000 units in this private placement were issued to certain directors and/or companies controlled by certain directors.

### **c. Stock options**

Under the Company's stock option plan, the Company may grant options to employees, consultants, officers, and directors when the number of shares that may be purchased under that option and all previously granted options, does not exceed 10% of the Company's issued shares at the time of grant. The exercise price of the options granted will be no less than the fair market value per share of common shares on the option grant date; and the maximum term of the options will be five years measured from the option grant date.

**8. SHARE CAPITAL (Continued)**

**c. Stock options (continued)**

On April 23, 2024, the Company granted 3,000,000 stock options with an exercise price of \$0.05, expiring after five years. The options vested immediately. The fair value was calculated to be \$112,283 using the Black-Scholes Option Pricing Model with an expected life of five years, a risk-free rate of 3.69%, a dividend yield of 0% and an expected volatility of 166%. With this issuance, 2,596,000 stock options were issued to the Directors and Officers valued at \$97,162 (Note 7). On May 15, 2024, the Company cancelled 450,000 stock options issued.

On May 15, 2024, the Company granted 250,000 stock options to a Director with an exercise price of \$0.05 expiring on May 15, 2029 (Note 7). The options vested immediately. The fair value was calculated to be \$14,240 using the Black-Scholes Option Pricing Model with an expected life of five years, risk-free rate of 3.54%, a dividend yield of 0% and expected volatility of 168%.

A summary of the Company's stock options for the years ended June 30, 2024 and 2023 is presented below:

	Number of shares		Weighted average exercise price
Balance, June 30, 2022	2,740,000	\$	0.14
Expired	(1,440,000)		0.10
Balance, June 30, 2023	1,300,000	\$	0.18
Issued	3,250,000		0.05
Cancelled	(450,000)		0.05
Balance, June 30, 2024	4,100,000	\$	0.09

Additional information regarding stock options outstanding as at June 30, 2024 is as follows:

Options outstanding - number -	Options exercisable - number -	Weighted average exercise contractual life - years -	Expiry date	Exercise price
450,000	450,000	1.14	August 19, 2025	\$ 0.14
850,000	850,000	1.68	March 5, 2026	\$ 0.20
2,550,000	2,550,000	4.82	April 23, 2029	\$ 0.05
250,000	250,000	4.88	May 15, 2029	\$ 0.05
4,100,000	4,100,000	3.77	\$	0.09

**8. SHARE CAPITAL (Continued)**

**d. Warrants**

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

	Number of shares	Weighted average exercise price
Balance, June 30, 2022	7,840,987	\$ 0.23
Issued	10,000,000	0.15
Balance, June 30, 2023	17,840,987	\$ 0.18
Expired	(7,840,987)	0.23
Issued	6,980,000	0.15
Balance, June 30, 2024	16,980,000	\$ 0.15

Additional information regarding warrants outstanding as at June 30, 2024 is as follows:

Number of shares - # -	Weighted average exercise price	Expiry date	Remaining contractual life - years -
10,000,000	\$ 0.15	May 17, 2026	1.88
6,980,000	\$ 0.15	June 18, 2027	2.97
16,980,000	\$ 0.15		2.33

On May 17, 2023, 10,000,000 share purchase warrants having a relative fair value of \$216,004 were issued relating to a private placement. Each warrant entitles the holder to purchase one additional common share at a price of \$0.15 per share exercisable until May 17, 2026. The fair value was calculated using the Black-Scholes Option Pricing Model with an expected life of three years, interest rate of 3.57%, a dividend yield of 0% and expected volatility of 166%.

On June 18, 2024, 6,980,000 share purchase warrants having a relative fair value of \$111,996 were issued relating to a private placement. Each warrant entitles the holder to purchase one additional common share at a price of \$0.15 per share exercisable until June 18, 2027. The fair value was calculated using the Black-Scholes Option Pricing Model with an expected life of three years, interest rate of 3.41%, a dividend yield of 0% and expected volatility of 155%.

**e. Reserves**

***Stock option reserve***

The stock option reserve records items recognized as stock-based compensation expense and other share-based payments issued for services until such time that the stock options are exercised, at which time the corresponding amount will be transferred to share capital.

***Warrant reserve***

The warrant reserve records the relative fair value of attachable warrants issued as part of units in conjunction with private placements of common shares until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital.

**TRANS CANADA GOLD CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
June 30, 2024 and 2023

**9. FINANCING COSTS**

		<b>June 30, 2024</b>		<b>June 30, 2023</b>
Accretion of decommissioning liability (Note 4)	\$	2,757	\$	1,880
Total financing costs for the year	\$	2,757	\$	1,880

**10. CAPITAL MANAGEMENT**

The Company manages its capital structure, which is substantially represented by its cash resources and share capital and makes adjustments to it depending on the funds available to the Company for acquisition, exploration and development of resource properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company is dependent on external financing to fund its activities. In order to carry out its planned exploration, production activities and pay for on-going general and administrative expenses, the Company will use existing working capital and expects to raise additional amounts through related party loans or private placements of its common shares as needed. The Company will continue to assess new properties and seek to acquire interests in additional properties if sufficient geologic or economic potential is established and adequate financial resources are available.

Management reviews its capital management approach on an on-going basis and believes that this approach, given the small size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements and there were no significant changes in its approach to capital management during the year ended June 30, 2024.

**11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT**

**a) Fair values**

As at June 30, 2024 and 2023, the Company's carrying values of cash, amounts receivables, trade payables and due to related parties approximate their fair values due to their short term maturity.

	<b>Fair value hierarchy</b>	<b>FVTPL, at fair value</b>	<b>Financial assets, at amortized cost</b>	<b>Financial liabilities, at amortized cost</b>
<b>As at June 30, 2024</b>				
Cash	Level 1	\$ 478,689	\$ -	\$ -
Amounts receivables	N/A	-	71,339	-
Trade payables	N/A	-	-	137,041
Due to related parties	N/A	-	-	5,939

**11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Continued)**

	<b>Fair value hierarchy</b>	<b>FVTPL, at fair value</b>	<b>Financial assets, at amortized cost</b>	<b>Financial liabilities, at amortized cost</b>
<b>As at June 30, 2023</b>				
Cash	Level 1	\$ 432,235	\$ -	\$ -
Trade payables	N/A	-	-	112,547
Due to related parties	N/A	-	-	36,914

Disclosure of a three-level hierarchy for fair value measurements based upon transparency of inputs to the valuation of financial instruments carried on the statement of financial position at fair values is as follows:

- Level 1: inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.
- Level 2: inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability.
- Level 3: inputs to the valuation methodology are unobservable and significant to the fair value measurement.

**b) Management of financial risks**

The Company is engaged in resource exploration and development business and manages related industry risk directly. The Company is potentially at risk for environmental reclamation and fluctuations in commodity-based market prices associated with resource property interests. Management is of the opinion that the Company addresses environmental risk and compliance in accordance with industry standards and specific project environmental requirements. There is no certainty that all environmental risks and contingencies have been addressed.

The Company is exposed in varying degrees to a variety of financial instrument related risks as follows:

***Credit Risk***

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is in its cash accounts and amounts receivable. This risk is managed through the use of a major financial institution which has high credit quality as determined by the rating agencies. Management believes that the credit risk concentration with respect to its amounts receivables is minimal.

***Foreign Exchange Risk***

Foreign exchange risk is the risk that the Company will be subject to foreign currency fluctuations in satisfying obligations related to its foreign activities. The Company operates in Canada and is consequently not exposed to foreign exchange risk arising from transactions denominated in foreign currency.

***Interest Rate Risk***

Interest rate risk is the risk that the fair value of future cash flow of a financial instrument will fluctuate because of changes in market interest rate. The Company's exposure to interest rate risk relates to its ability to earn interest income on cash balances at variable rates. The fair value of the Company's cash account affected by changes in short-term interest rates is minimal.

***Liquidity Risk***

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's objective in managing liquidity risk is to maintain sufficient readily available capital in order to meet its liquidity requirements at any point in time. The Company achieves this by maintaining sufficient cash and raising capital through debt and equity financing. Liquidity risk is assessed as high.

**TRANS CANADA GOLD CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
June 30, 2024 and 2023

**12. SEGMENTED INFORMATION**

The Company operates in two reportable segments, being exploration of mineral assets and petroleum production. The Company does not distinguish its general and administrative expenses between the two segments. All operations are located in Canada, in the provinces of Saskatchewan, Ontario and Alberta as disclosed in Notes 4 and 5.

**13. CONTINGENCIES**

In May 2023 and October 2023, the Company completed mediation for civil claims in relation to a total outstanding balance of \$79,320 included in trade payable and accrued liabilities. Pursuant to the mediation agreement, the Company must pay \$26,562 by monthly payments at a minimum of \$2,500 per month beginning on June 2, 2023 and \$52,758 by monthly payments at a minimum of \$2,500 per month beginning on December 15, 2023 until the total balance is paid in full. As at June 30, 2024, the Company had a remaining balance outstanding of \$40,311, which is included in trade payables.

**14. INCOME TAXES**

A reconciliation of income taxes at statutory rates with the reported taxes is as follows:

	Year ended June 30, 2024	Year ended June 30, 2023
	\$	\$
Net loss before tax	(512,740)	(1,030,750)
Statutory tax rate	27.00%	27.00%
Expected income tax (recovery)	(138,440)	(278,303)
Permanent differences and other	36,278	675
Change in prior year estimates	(6,431)	(11,257)
Deferred tax assets not recognized	108,593	288,885
Total income tax recovery	-	-

The tax effects of temporary differences that give rise to deferred income tax assets and liabilities are as follows:

	As at June 30, 2024	As at June 30, 2023
	\$	\$
Tax loss carry-forwards	681,144	749,423
Property, plant and equipment	797,288	626,345
Decommissioning liability	20,097	11,917
Share issued costs	2,252	4,503
	1,500,781	1,392,188
Deferred tax assets not recognized	(1,500,781)	(1,392,188)
Net deferred tax assets	-	-

**TRANS CANADA GOLD CORP.**  
**NOTES TO FINANCIAL STATEMENTS**  
(Expressed in Canadian Dollars)  
June 30, 2024 and 2023

---

**14. INCOME TAXES (Continued)**

At June 30, 2024, the Company had deductible temporary differences for which deferred tax assets have not been recognized because it is not probable that future profit will be available against which the Company can utilize the benefits as follows:

	\$
<b>Non-capital losses:</b>	
2029	-
2030	7,274
2033	150,457
2034	250,620
2035	236,786
2036	168,714
2037	199,680
2038	248,764
2039	205,240
2040	177,419
2041	307,815
2042	296,317
2043	273,670
2044	-
<b>Total non-capital losses</b>	<b>2,522,756</b>
<b>Total resource-related deduction, no expiry</b>	<b>2,559,222</b>