



Condensed Consolidated Interim Financial Statements  
Nine months ended September 30, 2024 and 2023  
(Unaudited – prepared by management)  
(Expressed in Canadian dollars)

Cascadia Minerals Ltd.  
1500 – 409 Granville Street  
Vancouver, British Columbia  
V6C 1T2

November 15, 2024

To the Shareholders of  
Cascadia Minerals Ltd.

The attached condensed consolidated interim financial statements have been prepared by the management of Cascadia Minerals Ltd. and have not been reviewed by the auditor of the Company.

Yours truly,

Graham Downs

**CASCADIA MINERALS LTD.**

Condensed Consolidated Interim Statements of Financial Position

(Unaudited – expressed in Canadian Dollars)

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	September 30, 2024	December 31, 2023
		<i>(Note 2)</i>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents (Note 4)	\$ 1,202,164	\$ 991,808
Receivables and prepayments (Note 5)	399,472	366,615
Marketable securities (Note 6)	63,000	87,000
	<u>1,664,636</u>	<u>1,445,423</u>
Non-current assets:		
Equipment (Note 7)	1,250	5,022
Mineral property interests (Note 8)	802,027	770,608
Reclamation deposit (Note 9)	31,000	31,000
	<u>834,277</u>	<u>806,630</u>
<b>Total assets</b>	<b>\$ 2,498,913</b>	<b>\$ 2,252,053</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 461,241	\$ 97,992
Accounts payable to related parties (Note 14)	21,430	47,519
Flow-through premium liability (Note 10)	-	28,542
Asset retirement obligation (Note 8)	58,960	60,953
	<u>541,631</u>	<u>235,006</u>
Non-current liabilities:		
Asset retirement obligation (Note 8)	33,412	-
<b>Total liabilities</b>	<b>575,043</b>	<b>235,006</b>
Shareholders' equity:		
Share capital (Note 12)	12,033,996	7,687,577
Reserves (Note 13)	(2,248,731)	(2,548,229)
Deficit	(7,861,395)	(3,122,301)
<b>Total shareholders' equity</b>	<b>1,923,870</b>	<b>2,017,047</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 2,498,913</b>	<b>\$ 2,252,053</b>

Nature of operations and arrangement agreement (Note 1)

Approved on behalf of the Board of Directors as of November 15, 2024:

"James Gray" Director

"Graham Downs" Director

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

## CASCADIA MINERALS LTD.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss  
(Unaudited – expressed in Canadian Dollars)

	For the three months ended September 30, 2024	For the three months ended September 30, 2023 <i>(Note 2)</i>	For the nine months ended September 30, 2024	For the nine months ended September 30, 2023 <i>(Note 2)</i>
Expenses:				
Directors' fees (Note 14)	\$ 7,000	\$ -	\$ 21,000	\$ -
Depreciation (Note 7)	4,001	1,417	2,896	4,251
Exploration expenses (Note 8)	2,610,404	2,376,051	3,782,881	3,091,997
General administrative expenses	11,543	31,583	46,140	81,519
Insurance	5,787	7,729	13,535	38,092
Investor relations and shareholder information	45,139	75,555	171,929	110,304
Management, administration, and corporate development fees (Note 14)	-	167	-	14,595
Office rent	12,620	12,055	38,144	33,229
Professional fees (Note 14)	47,014	79,200	170,998	197,315
Property examination costs (Note 14)	81	15,710	4,588	15,966
Salaries and benefits (Note 14)	94,900	124,727	341,529	374,777
Share-based payments (Notes 13 and 14)	104,882	55,678	236,678	55,678
Transfer agent and filing fees	12,238	50,193	47,739	76,845
Travel and meals	12,808	16,467	42,026	37,367
Loss from operating expenses	(2,964,817)	(2,846,532)	(4,920,083)	(4,131,935)
Foreign exchange	(159)	(176)	(1,294)	162
Interest income	26,510	26,282	43,542	88,942
Recovery of flow-through premium liability (Note 10)	95,576	726,431	135,350	726,431
Unrealized loss on marketable securities (Note 6)	(33,000)	-	(24,000)	-
	88,927	752,537	153,598	815,535
Loss and comprehensive loss for the period	\$ (2,875,890)	\$ (2,093,995)	\$ (4,766,485)	\$ (3,316,400)
Weighted average number of shares outstanding				
- Basic and diluted	52,607,074	29,803,495	44,620,895	9,934,498
Basic and diluted loss per share	\$ (0.05)	\$ (0.07)	\$ (0.11)	\$ (0.33)

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

## CASCADIA MINERALS LTD.

Condensed Consolidated Interim Statements of Shareholders' Equity  
(Unaudited – expressed in Canadian Dollars)

	Share capital		Reserves	Net parent investment	Deficit	Total
	Number of shares	Share Capital				
December 31, 2022	-	\$ -	\$ -	\$ 2,614,026	\$ (2,195,243)	\$ 418,783
Net contributions from ATAC Resources Ltd.	-	-	-	1,599,429	-	1,599,429
Incorporation share issued	1	1	-	-	-	1
Cash received from ATAC Resources Ltd. (Note 10)	-	-	-	613,942	-	613,942
Shares issued pursuant to Arrangement Agreement (Notes 11, 12)	22,150,089	4,825,392	(3,462,751)	(4,827,397)	3,464,756	-
Cancellation of incorporation share	(1)	(1)	-	-	-	(1)
Shares issued pursuant to Hecla strategic investment (Notes 12)	5,502,956	1,217,754	782,246	-	-	2,000,000
Shares issued pursuant to flow-through financing (Note 12)	1,521,739	350,000	-	-	-	350,000
Shares issued pursuant to charity flow-through financing (Note 12)	7,382,562	1,845,641	-	-	-	1,845,641
Flow-through premium liability (Note 10)	-	(592,777)	-	-	-	(592,777)
Shares issued for mineral property (Note 8)	200,000	38,000	-	-	-	38,000
Share issuance costs (Note 12)	-	(129,368)	-	-	-	(129,368)
Share-based payments (Note 13)	-	-	55,678	-	-	55,678
Loss and comprehensive loss for the period	-	-	-	-	(3,316,400)	(3,316,400)
September 30, 2023	36,757,346	7,554,642	(2,624,827)	-	(2,046,887)	2,882,928
Shares issued for mineral property (Note 8)	364,690	134,935	-	-	-	134,935
Share issuance costs (Note 12)	-	(2,000)	-	-	-	(2,000)
Share-based payments (Note 13)	-	-	76,598	-	-	76,598
Loss and comprehensive loss for the period	-	-	-	-	(1,075,414)	(1,075,414)
December 31, 2023	37,122,036	7,687,577	(2,548,229)	-	(3,122,301)	2,017,047
Shares issued pursuant to private placement financing (Note 12)	3,952,223	711,400	-	-	-	711,400
Shares issued pursuant to flow-through financing (Note 12)	4,760,000	1,111,500	-	-	-	1,111,500
Shares issued pursuant to charity flow-through financing (Note 12)	6,700,000	2,932,250	-	-	-	2,932,250
Flow-through premium liability (Note 10)	-	(106,808)	-	-	-	(106,808)
Shares issued pursuant to exercise of warrants	22,000	5,500	-	-	-	5,500
Shares issued pursuant to vesting of restricted share units (Note 12)	91,666	18,333	(18,333)	-	-	-
Expiry of broker warrants (Note 13)	-	-	(27,391)	-	27,391	-
Share-based payments (Note 13)	-	-	236,678	-	-	236,678
Share issuance costs (Notes 12, 13 and 15)	-	(325,756)	108,544	-	-	(217,212)
Net loss and comprehensive loss for the period	-	-	-	-	(4,766,485)	(4,766,485)
September 30, 2024	52,647,925	\$ 12,033,996	\$ 2,248,731	\$ -	\$ (7,861,395)	\$ 1,923,870

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

**CASCADIA MINERALS LTD.**

Condensed Consolidated Interim Statements of Cash Flows  
(Unaudited – expressed in Canadian Dollars)  
FOR THE SIX MONTHS ENDED

	September 30, 2024	September 30, 2023 <i>(Note 2)</i>
Cash flows from operating activities:		
Loss and comprehensive loss for the period	\$ (4,766,485)	\$ (3,316,400)
Items not involving cash:		
Depreciation	3,772	5,217
Share-based payments	236,678	55,678
Interest income	-	(88,942)
Unrealized loss on marketable securities	24,000	-
Recovery of flow-through premium liability	(135,350)	(726,431)
Exploration incentive receivable	(100,000)	-
Changes in non-cash working capital items:		
Receivables and prepayments	17,143	(152,188)
Accounts payable and accrued liabilities	363,249	634,108
Accounts payable due to related parties	(27,089)	82,814
Net contributions from ATAC Resources Ltd.	-	1,599,429
Net cash used in operating activities	(4,384,082)	(1,906,805)
Cash flows from investing activities:		
Exploration incentive received	50,000	50,000
Mineral property acquisition costs	-	(22,500)
Net cash provided by investing activities	50,000	27,500
Cash flows from financing activities:		
Cash received from ATAC Resources Ltd.	-	613,942
Proceeds from Hecla strategic investment (Note 10)	-	2,000,000
Proceeds from private placement (Note 12)	711,400	-
Proceeds from flow-through financing (Note 12)	1,111,500	350,000
Proceeds from charity flow-through financing (Note 12)	2,932,250	1,845,641
Share issuance costs	(216,212)	(63,368)
Proceeds from warrant exercises	5,500	-
Net cash provided by financing activities	4,544,438	4,746,215
Net increase in cash and cash equivalents	210,356	2,866,910
Cash and cash equivalents, beginning of the period	991,808	-
Cash and cash equivalents, end of the period	\$ 1,202,164	\$ 2,866,910

## Supplemental cash flow information (Note 15)

During the nine months ended September 30, 2024 and 2023, no amounts were paid for interest or income tax expense.

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

# CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
For the nine months ended September 30, 2024 and 2023

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## 1. Nature of operations and arrangement agreement

Cascadia Minerals Ltd. (“Cascadia” or the “Company”) was incorporated under the laws of the Province of British Columbia, Canada as a wholly-owned subsidiary of ATAC Resources Ltd. (“ATAC”) on March 23, 2023. The main business activity of the Company is the acquisition, exploration and evaluation of mineral property interests located in Canada and United States.

The Company’s head office is located at 1500 – 409 Granville Street, Vancouver, British Columbia, Canada, V6C 1T2. Its records office is located at 1710 – 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3. On July 19, 2023, the Company’s common shares commenced trading on the TSX Venture Exchange (“TSX-V”) under the symbol “CAM”. On March 11, 2024, the Company’s common shares commenced trading on the OTCQB Venture Market under the symbol “CAMNF”.

On July 7, 2023, Hecla Mining Company (“Hecla”) acquired all of the issued and outstanding shares of ATAC for consideration of 0.0166 Hecla common share and 0.1 common share of Cascadia for each one common share of ATAC (the “Transaction”) (Note 2(c)).

As a result of the Transaction, the Company holds all of the rights and interests related to the Catch, PIL, Rosy, and Idaho Creek projects (the “Cascadia Assets”), subject to a right of first refusal to Hecla to acquire any or all of the Cascadia Assets.

The shareholders of ATAC and the Company were the same before and after the transfer of the Cascadia Assets; consequently, the Transaction is considered to be a common control transaction. These condensed consolidated interim financial statements reflect the assets, liabilities, income, expenses and cash flows of the operations of the exploration business of Cascadia as a carve-out of the Company from ATAC until July 7, 2023 and then as the Company having assumed the Cascadia Assets from July 7, 2023.

Hecla also completed a \$2,000,000 strategic investment into Cascadia (the “Strategic Investment”) (Notes 12 and 13). Following completion of the Transaction and the Strategic Investment, ATAC shareholders owned 80.1% and Hecla owned 19.9% of Cascadia’s issued and outstanding common shares. Hecla’s ownership interest has been reduced to 19.6% as at December 31, 2023 and 14.9% as at September 30, 2024.

The Company is in the process of exploring its mineral property interests and has not yet determined whether they contain mineral reserves that are economically recoverable. The Company’s continuing operations and the underlying value and recoverability of the amounts shown for mineral property interests are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the mineral property interests, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition of the mineral property interests. The Company’s property interests are in the exploration stage and do not have proven economic viability.

The Company has a history of losses with no operating revenue, an accumulated deficit of \$7,861,395 since inception, and a net working capital of \$1,123,005 as at September 30, 2024. Management recognizes that the Company will continue to need to generate additional financial resources to meet its planned business objectives. However, there can be no assurances that the Company will continue to obtain additional financial resources and/or achieve profitability or positive cash flows. If the Company is unable to obtain adequate additional financing, the Company will be required to curtail operations and exploration activities. Furthermore, failure to continue as a going concern would require that the Company’s assets and liabilities be restated on a liquidation basis which would differ significantly from the going concern basis. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern within one year from the date of filing of these consolidated financial statements.

These condensed consolidated interim financial statements do not reflect adjustments, which could be material to the carrying values of assets and liabilities, which may be required should the Company be unable to continue as a going concern.

The Company may be adversely affected by global economic and local, national and international policy impacts on its workplaces, supply chains and financial markets globally. It is not possible for the Company to predict the duration or magnitude of the adverse results of these issues and their effects on the Company’s business or results of operations at this time.

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
For the nine months ended September 30, 2024 and 2023

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### 2. Basis of presentation and common control transaction

#### a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting with policies consistent with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company on November 15, 2024.

#### b) Basis of measurement

The condensed consolidated interim financial statements have been prepared on a historical cost basis. Except for certain cash flow information, the condensed consolidated interim financial statements have been prepared using the accrual method of accounting.

All amounts in these condensed consolidated interim financial statements are presented in Canadian dollars which is the functional currency of the Company and its subsidiary.

The financial information presented, up to the Transaction date of July 7, 2023, reflect the assets, liabilities, income, expenses and cash flows of the operations of the exploration business of Cascadia as a carve-out of amounts previously reported within the financial statements of ATAC. The basis for allocation to the Company from the financial operations of ATAC is as follows:

##### *Items of Financial Position*

The carve-out condensed consolidated interim statements of financial position reflect the assets and liabilities recorded by ATAC assigned to the Company on the basis that they are specifically identifiable and attributable to the Company. The Company is presented as wholly reliant on ATAC for cash funding as was the case in the periods presented.

##### *Items of Financial Operations*

The Company has an accounting policy of expensing exploration expenditures as incurred. The condensed consolidated interim statements of loss and comprehensive loss include all exploration and evaluation expenditures incurred with respect to the Cascadia Assets for the periods presented as incurred by ATAC, a related party, until July 7, 2023.

The condensed consolidated interim statements of loss and comprehensive loss include a pro-rata allocation of ATAC's non-exploration expenses incurred in each of the periods presented until July 7, 2023, based on a percentage of the exploration and evaluation activity on the Cascadia Assets relative to the overall exploration expenditures incurred by ATAC in those periods. Specific identifiable activities attributable to the Company have been included. For the 2023 carve-out period presented, the portion of ATAC's non-exploration expenses that has been included herein was 91%.

##### *Other items*

Income taxes have been calculated as if the Company had been a separate legal entity and filed separate tax returns for the periods presented. The flow-through obligations of ATAC for the periods presented until July 7, 2023, have been assumed to be those of ATAC and not Cascadia.

The preparation of carve-out financial statements requires management to make significant estimates and judgments with respect to activities and expenditures undertaken by the Company. Management cautions readers of the carve-out condensed consolidated interim financial statements that the Company's results do not necessarily reflect what the results of the operations, financial position, or cash flows would have been as a standalone entity. Further, the allocation of income and expense in these carve-out statements of loss and comprehensive loss does not necessarily reflect the nature and level of the Company's future income and operating expenses.

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
For the nine months ended September 30, 2024 and 2023

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### 2. Basis of presentation and common control transaction (continued)

#### c) Common control transaction

On July 7, 2023, the Transaction was completed and Hecla acquired all of the issued and outstanding shares of ATAC for consideration of 0.0166 Hecla common share and 0.1 common share of Cascadia for each one common share of ATAC. Consequently, Cascadia issued 22,150,089 common shares (Note 12) and an aggregate of 2,320,436 warrants with a weighted average exercise price of \$0.47 (Note 13) to ATAC shareholders and received the Cascadia Assets.

The shareholders of ATAC and the Company were the same before and after the transfer of the Cascadia Assets; consequently, the Transaction was considered to be a common control transaction. On completion of the Transaction, the transfer of these net assets to the Company resulted in no substantive change in their underlying ownership at the shareholder level. Accordingly, the receipt of the Cascadia Assets and related working capital items were recorded at historical cost as a continuance from ATAC. ATAC transferred cash of \$613,942 pursuant to the terms of the Transaction agreement.

The Company issued 22,150,089 common shares to ATAC shareholders valued at \$4,825,393, or \$0.22 per share, which was based on the concurrent financing with Hecla and issued an aggregate of 2,320,436 warrants (the "ATAC Warrants") valued at \$57,400 using the Black-Scholes pricing model (Note 13). The difference in the value between the shares issued, ATAC warrants and accumulated net investment from ATAC was recorded to reserves in the statement of shareholders' equity.

#### d) Basis of consolidation

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly controlled subsidiary. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. All significant intercompany transactions and balances have been eliminated.

	Country of Incorporation	Effective Interest	Functional currency
Cascadia Minerals USA Inc.*	USA	100%	Canadian Dollar

\* Incorporated on January 14, 2021.

### 3. Material accounting policy information

The accounting policies, estimates and critical judgments, methods of computation and presentation applied in these condensed consolidated interim financial statements are consistent with those of the most recent annual audited financial statements and are those the Company adopted in its financial statements for the year ended December 31, 2023. Accordingly, these financial statements should be read in conjunction with the Company's most recent annual audited consolidated financial statements.

#### Use of estimates and judgments

The preparation of these condensed consolidated interim financial statements requires management to make estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates and judgments.

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

#### New accounting standards

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective, and has determined that these updates are not applicable or consequential to the Company and have been excluded from discussion within these material accounting policies.

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
For the nine months ended September 30, 2024 and 2023

### 4. Cash and cash equivalents

Cash and cash equivalents consist of the following:

	September 30, 2024	December 31, 2023
Bank balances	\$ 1,202,164	\$ 16,808
Cashable investment certificates	-	975,000
	<u>\$ 1,202,164</u>	<u>\$ 991,808</u>

### 5. Receivables and prepayments

Receivables and prepayments consist of the following:

	September 30, 2024	December 31, 2023
Sales tax recoverable	\$ 131,115	\$ 45,867
Interest receivable	-	24,885
Receivable from Hecla Mining Company	-	94,047
Exploration incentives receivable (Note 8)	100,000	50,000
Other receivables	9,247	50,000
Prepaid expenses and deposits	159,110	151,816
	<u>\$ 399,472</u>	<u>\$ 366,615</u>

### 6. Marketable securities

Marketable securities consist of common shares with an active market, received on the option of mineral property interests as follows:

	Amount
<b>Cost</b>	
December 31, 2022	\$ -
Additions	<u>180,000</u>
December 31, 2023 and September 30, 2024	180,000
<b>Fair value</b>	
December 31 2022	-
Additions	180,000
Unrealized loss	<u>(93,000)</u>
December 31, 2023	87,000
Unrealized loss	<u>24,000</u>
September 30, 2024	<u>\$ 63,000</u>

During the year ended December 31, 2023, the Company received 6,000,000 pre-consolidation shares of Hardcore Discoveries Ltd. pursuant to a settlement agreement regarding the termination of the Idaho Creek property option agreement (Note 8(a)).

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements

(Unaudited – expressed in Canadian dollars)

For the nine months ended September 30, 2024 and 2023

### 7. Equipment

	Computer equipment	Field equipment	Total
<b>Cost</b>			
December 31, 2022 and 2023 and September 30, 2024	\$ 17,002	\$ 3,500	\$ 20,502
<b>Accumulated depreciation</b>			
December 31, 2022	7,769	875	8,644
Depreciation	<u>5,668</u>	<u>1,168</u>	<u>6,836</u>
December 31, 2023	13,437	2,043	15,480
Depreciation	<u>2,896</u>	<u>879</u>	<u>3,772</u>
September 30, 2024	\$ 16,333	\$ 2,919	\$ 19,252
<b>Net book value</b>			
December 31, 2023	\$ 3,565	\$ 1,457	\$ 5,022
September 30, 2024	\$ 669	\$ 581	\$ 1,250

For the nine months ended September 30, 2024, depreciation expense of \$876 (2023 - \$876) on field equipment is included in exploration expenses in profit or loss.

### 8. Mineral property interests

The Company's mineral property interests consist of exploration stage properties located in the Yukon Territory and British Columbia, Canada. The properties have been grouped into wholly-owned, and under option. Properties which are in close proximity and could be developed as a single economic unit are grouped into projects. Changes in the project carrying amounts for the nine months ended September 30, 2024, and the year ended December 31, 2023 are summarized as follows:

	December 31, 2023	Asset retirement obligation	September 30, 2024
<b>Wholly-owned projects</b>			
Idaho Creek	\$ -	\$ -	\$ -
Rosy	84,690	-	84,690
Mack's Copper	58,497	-	58,497
Milner	35,853	-	35,853
<b>Under option projects</b>			
Catch	178,120	(1,993)	176,127
PIL	355,448	33,412	388,860
Sands of Time	58,000	-	58,000
<b>Total</b>	<b>\$ 770,608</b>	<b>\$ 31,419</b>	<b>\$ 802,027</b>

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
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### 8. Mineral property interests (continued)

	December 31, 2022	Acquisitions / staking / assessments	Cash / Shares Received	Gain on option	December 31, 2023
<b>Wholly-owned projects</b>					
Idaho Creek	\$ -	\$ -	\$ 132,000	\$ (132,000)	\$ -
Rosy	84,690	-	-	-	84,690
Mack's Copper	-	58,497	-	-	58,497
Milner	-	35,853	-	-	35,853
<b>Under option projects</b>					
Catch	45,060	133,060	-	-	178,120
PIL	205,013	150,435	-	-	355,448
Sands of Time	-	58,000	-	-	58,000
<b>Total</b>	<b>\$ 334,763</b>	<b>\$ 435,845</b>	<b>\$ 132,000</b>	<b>\$ (132,000)</b>	<b>\$ 770,608</b>

#### a) Wholly-owned projects

The Company's wholly owned projects are comprised of the rights to explore various mineral claims located in the Yukon Territory, which are at various stages of exploration. They are not subject to any option or sale agreements, except as noted below.

##### **Rosy Project**

The Rosy project consists of a 100% interest in the Rosy and Sam mineral claims located in the Whitehorse Mining District, Yukon Territory.

In 2023, the Company was approved to receive financial assistance from the Yukon Government on 2023 qualified exploration expenditures on its Rosy project, to a maximum of \$50,000. The Company recognized a receivable for the 2023 grant as at December 31, 2023 (Note 5); the grant was received during the nine months ended September 30, 2024.

##### **Idaho Creek Project**

The Idaho Creek project consists of a 100% interest in the Idaho mineral claims located in the Whitehorse Mining District, Yukon Territory.

On August 19, 2020, and amended on November 25, 2020, October 13, 2021 and March 21, 2023, ATAC signed a property option agreement (the "Option Agreement") with Hardcore Discoveries Ltd. ("Hardcore", formerly Makara Mining Corp.), whereby Hardcore had the option to earn a 100% interest in the Company's Idaho Creek project through completion of \$150,000 in staged cash payments by May 1, 2024 (\$35,000 received by ATAC), the issuance of 750,000 common shares of Hardcore by May 1, 2024 (425,000 shares received by ATAC at an aggregate fair value of \$65,750), and incurring \$2,000,000 in staged exploration expenditures on the project by December 1, 2024 (\$75,000 incurred). ATAC's rights and obligations under the Option Agreement were transferred to Cascadia pursuant to the Transaction.

If an aggregate of \$725,000 in exploration expenditures was not incurred by December 1, 2023, Hardcore was required to pay the difference between actual expenditures and \$725,000 to Cascadia by December 15, 2023, notwithstanding the termination of the Option Agreement (the "Hardcore Obligation").

On August 2, 2023, the Option Agreement was terminated by Hardcore. On September 28, 2023, the Company entered into a settlement agreement with Hardcore in relation to the Hardcore Obligation. Pursuant to the settlement agreement, Hardcore will:

## CASCADIA MINERALS LTD.

Notes to the Condensed Consolidated Interim Financial Statements  
(Unaudited – expressed in Canadian dollars)  
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### 8. Mineral property interests (continued)

#### a) Wholly-owned projects (continued)

##### *Idaho Creek Project (continued)*

- Pay \$4,200 to the Company to keep the Idaho mineral claims in good standing for not less than one year;
- Issue to the Company 6,000,000 pre-consolidation common shares, representing 9.9% ownership of Hardcore (the “Hardcore Shares,” received (Note 6)); and
- Issue to the Company additional shares equal to 9.9% of any Hardcore share issuances for non-cash consideration for a period of 12 months.

The Hardcore Shares are subject to a hold period of 16 months, with 25% of the shares being released in four-month intervals.

On November 23, 2023, Hardcore consolidated its issued and outstanding common shares on the basis of one post-consolidation share for every 10 pre-consolidation shares. The Hardcore share figures disclosed above and hereafter are on a pre-consolidation basis.

In the year ended December 31, 2023, the Company recognized a recovery in excess of carrying costs of \$180,000 (2022 - \$26,000) attributable to the 6,000,000 pre-consolidation common shares received from Hardcore, recorded as a gain in the statement of profit or loss.

##### *Mack’s Copper and Milner Projects*

During the year ended December 31, 2023, the Company staked certain claims in Yukon Territory, known as the Mack’s Copper and Milner projects.

In 2024, the Company was approved to receive financial assistance from the Yukon Government on 2024 qualified exploration expenditures on the Milner project, to a maximum of \$50,000. The Company recognized a receivable for the 2024 grant as at September 30, 2024 (Note 5).

#### b) Projects under option

##### *Catch Property Option Agreement*

On January 20, 2022, ATAC entered into a property option agreement with a vendor, whereby ATAC had the option to earn a 100% interest in the Catch Property, located in Yukon Territory. On April 19, 2023, the Company, ATAC and the optionor entered into an assignment agreement, wherein the Company acquired the right to earn 100% interest in the Catch Property through completion of the following amended terms:

Cash payments of \$325,000:

- \$10,000 on exchange acceptance of the Option Agreement (paid by ATAC);
- \$15,000 on or before December 31, 2022 (paid by ATAC);
- \$25,000 on or before December 31, 2023 (paid);
- \$50,000 on or before December 31, 2024;
- \$75,000 on or before December 31, 2025; and
- \$150,000 on or before December 31, 2026.

The Company will issue an aggregate of 1,200,000 common shares as follows:

- 50,000 common shares or that number of common shares with a value not greater than \$10,000 on exchange acceptance of the Option Agreement (issued ATAC shares at a fair value of \$5,000);
- 50,000 common shares or that number of common shares with a value not greater than \$10,000 on or before December 31, 2022 (issued ATAC shares at a fair value of \$4,500);
- 100,000 common shares of the Company on or before December 31, 2023 (issued at a fair value of \$37,000);
- 200,000 common shares of the Company on or before December 31, 2024;
- 300,000 common shares of the Company on or before December 31, 2025; and
- 500,000 common shares of the Company on or before December 31, 2026.

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### 8. Mineral property interests (continued)

#### b) Projects under option (continued)

##### *Catch Property Option Agreement (continued)*

Incurrence of \$3,600,000 in exploration expenditures on the project as follows:

- \$150,000 on or before December 31, 2022 (incurred);
- \$200,000 on or before December 31, 2023 (incurred);
- \$350,000 on or before December 31, 2024 (incurred);
- \$900,000 on or before December 31, 2025 (incurred); and
- \$2,000,000 on or before December 31, 2026 (incurred).

The Catch Property is subject to an annual advance royalty of \$25,000, due on or before December 31 of each calendar year, commencing in the year in which a pre-feasibility study is completed and continuing until the earlier of: 1) the commence of commercial production, or 2) the vendor having received an aggregate \$500,000 in advance royalty payments. The Catch Property is also subject to a 2% NSR, with the Company having a right to buy back one-half of the NSR for \$1,000,000.

Upon the determination of an initial resource equal to or greater than 1,000,000 ounces of gold equivalent on the Catch Property, the vendor is also entitled to a milestone payment of \$1 per ounce of gold equivalent, which may be satisfied wholly or partially by the issuance of common shares, to be calculated using the 10-day volume-adjusted weighted average price, subject to such price not being less than \$0.05.

In 2022, the Company was approved to receive financial assistance from the Yukon Government on 2022 qualified exploration expenditures on its Catch project, to a maximum of \$50,000. The grant was received during the year ended December 31, 2023.

##### *PIL Property Option Agreement*

On February 21, 2022, and as amended on February 28, 2022, April 28, 2023, and June 27, 2023, ATAC entered into a property option agreement with Finlay Minerals Ltd. (“Finlay”) to acquire a 70% interest in the PIL Property in northern British Columbia. On April 20, 2023, the Company, ATAC and Finlay entered into an assignment agreement, wherein the Company acquired the right to earn 100% interest in the PIL Property through completion of the following terms:

Cash payments of \$650,000:

- \$50,000 on exchange acceptance of the option agreement (paid);
- \$50,000 on or before December 31, 2022 (paid);
- \$50,000 on or before December 31, 2023 (paid);
- \$100,000 on or before December 31, 2024;
- \$100,000 on or before December 31, 2025; and
- \$300,000 on or before December 31, 2026.

Issuance of common shares with an aggregate value of not more than \$1,250,000:

- \$50,000 on exchange acceptance of the option agreement (issued 375,094 ATAC common shares at a fair value of \$52,513);
- \$50,000 on or before December 31, 2022 (issued 467,191 ATAC common shares at a fair value of \$38,095);
- \$100,000 on or before December 31, 2023 (issued 264,690 common shares at a fair value of \$97,935);
- \$200,000 on or before December 31, 2024;
- \$300,000 on or before December 31, 2025; and
- \$550,000 on or before December 31, 2026.

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### 8. Mineral property interests (continued)

#### b) Projects under option (continued)

##### *PIL Property Option Agreement (continued)*

For each share issuance above, if the Company's volume weighted-average price for the ten trading days immediately preceding the share issuance date ("10-day VWAP") is less than \$0.105, the Company must fulfill the requirement by: (a) issuing common shares equal to the required value divided by \$0.105, and (b) completing a cash payment equal to the difference between the required value and value of the number of shares issued based on the Company's actual 10-day VWAP.

In addition, the Company must incur exploration expenditures on the project as follows:

- \$300,000 on or before December 31, 2022 (incurred);
- \$400,000 on or before December 31, 2023 (incurred);
- \$1,700,000 on or before December 31, 2024 (incurred);
- \$2,400,000 on or before December 31, 2025; and
- \$7,200,000 on or before December 31, 2026.

Following the exercise of the option, the Company and Finlay will hold interests in the property of 70% and 30%, respectively, and a joint venture will be formed. The PIL Property is also subject to a 3% net smelter return royalty held by Electrum Resource Corp., with a right to buy back one-half of the royalty (1.5%) for \$2,000,000. This buyback right will be transferred to the joint venture following completion of the option.

Under an agreement dated July 14, 2022, ATAC acquired the Mount Graves claim from Eagle Plains Resources Inc. ("Eagle Plains"). The purchase price consisted of a \$2,500 cash payment and Eagle Plains retaining a 2% net smelter royalty interest. The Company has the right to purchase one-half (1%) of the net smelter royalty interest at any time for \$500,000.

The Mount Graves claim is located east of the PIL property, but outside of the area of interest as defined in the PIL property option agreement with Finlay and is not subject to that agreement.

In August of 2022, ATAC acquired the Spruce 3 claim in the PIL property area through online staking. This claim is located within the area of interest covered by the PIL property option agreement and Finlay has elected to include the claim in the PIL property under the option agreement.

The Mount Graves and Spruce 3 claims were transferred from ATAC to the Company in connection with the Transaction (Note 1).

Under an agreement dated September 1, 2023, Cascadia acquired additional mineral claims adjacent to the PIL property from Eagle Plains. The purchase price consisted of \$1 cash consideration and Eagle Plains returning a 2% net smelter royalty interest. The Company has the right to purchase one-half (1%) of the net smelter royalty interest at any time for \$500,000.

##### *Sands of Time Option Agreement*

During the year ended December 31, 2023, the Company entered into a property option agreement with a vendor, whereby the Company has the option to earn a 100% interest in the Sands of Time Property, located in Yukon Territory, through completion of the following terms:

Cash payments of \$200,000:

- \$20,000 on execution of the Option Agreement (paid);
- \$30,000 on or before December 31, 2024;
- \$50,000 on or before December 31, 2025; and
- \$100,000 on or before December 31, 2026.

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### 8. Mineral property interests (continued)

#### b) Projects under option (continued)

##### *Sands of Time Property Option Agreement (continued)*

Issuance of 900,000 common shares of the Company as follows:

- 200,000 common shares of the Company on exchange acceptance (issued at a value of \$38,000);
- 200,000 common shares of the Company on or before December 31, 2024;
- 200,000 common shares of the Company on or before December 31, 2025; and
- 300,000 common shares of the Company on or before December 31, 2026.

Incurrence of \$1,300,000 in exploration expenditures on the project as follows:

- \$100,000 on or before December 31, 2024 (incurred);
- \$200,000 on or before December 31, 2025; and
- \$1,000,000 on or before December 31, 2026.

The Sands of Time Property is subject to a 2% NSR, with the Company having a right to buy back one-half of the NSR for \$1,000,000.

Upon the determination of an initial resource equal to or greater than 1,000,000 ounces of gold equivalent on the Sands of Time Property, the vendor is also entitled to a milestone payment of \$1 per ounce of gold equivalent.

In 2024, the Company was approved to receive financial assistance from the Yukon Government on 2024 qualified exploration expenditures on the Sands of Time project, to a maximum of \$50,000. The Company recognized a receivable for the 2024 grant as at September 30, 2024 (Note 5).

#### c) Exploration expenditures

Exploration and evaluation expenditures on the projects consisted of the following:

For the nine months ended September 30, 2024	Catch	PIL	Mack's Copper	Milner	Sands of Time	General Exploration and Other	Total
Assays	\$ 125,287	\$ 53,151	\$ 90,482	\$ 101,846	\$ 125,955	\$ -	\$ 496,721
Assessment costs	12,540	-	-	-	9,919	6,982	29,441
Depreciation	-	-	-	-	-	875	875
Drilling	832,700	399,187	6,914	-	-	-	1,238,801
Field and camp	209,183	53,264	-	-	13	(803)	261,657
Government and community relations	30,946	12,060	-	-	-	-	43,006
Helicopter and fixed wing	470,775	340,158	15,415	7,726	3,934	-	838,008
Labour	197,380	98,044	20,915	8,561	24,392	14,285	363,577
Resource, engineering and other	-	16,992	-	-	-	-	16,992
Surveys and consulting	3,082	265,986	-	-	-	-	269,068
Travel and accommodations	<u>157,649</u>	<u>210,783</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>850</u>	<u>369,282</u>
Total by Project	\$2,039,542	\$1,449,625	\$ 133,726	\$ 118,133	\$ 164,213	\$ 22,189	\$3,927,428
Less: exploration incentives	-	-	-	(50,000)	(50,000)	-	(100,000)
Less: recovery of tax credits	<u>-</u>	<u>(44,547)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,547)</u>
Total by Project	\$2,039,542	\$1,405,078	\$ 133,726	\$ 68,133	\$ 114,213	\$ 22,189	\$3,782,881

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### 8. Mineral property interests (continued)

#### c) Exploration expenditures (continued)

For the nine months ended September 30, 2023	Catch	PIL	Rosy	General Exploration and Other	Total
Assays	\$ 90,637	\$ 42	\$ 52,834	\$ 21,528	\$ 165,041
Assessment costs	3,578	-	-	-	3,578
Depreciation	-	-	-	602	602
Drilling	850,149	-	-	-	850,149
Field and camp	236,763	946	1,654	1,131	240,494
Government and community relations	2,622	23,202	-	4,430	30,254
Helicopter and fixed wing	457,545	54,278	30,592	72,798	615,213
Labour	365,388	26,850	22,744	18,521	433,503
Surveys and consulting	230,586	238,544	36,697	-	505,827
Travel and accommodations	214,083	3,867	23,856	5,530	247,336
<b>Total by Project</b>	<b>\$ 2,451,351</b>	<b>\$ 347,729</b>	<b>\$ 168,377</b>	<b>\$ 124,540</b>	<b>\$ 3,091,997</b>

#### d) Asset retirement obligation

	Amount
Balance, December 31, 2022	\$ -
Additions	<u>60,953</u>
Balance, December 31, 2023	\$ 60,953
Additions	<u>31,419</u>
Balance, September 30, 2024	\$ 92,372
Represented as:	
Current portion of asset retirement obligation	\$ 58,960
Non-current portion of asset retirement obligation	<u>\$ 33,412</u>

The undiscounted amounts of estimated cash flows were estimated at \$63,975 (December 31, 2023 - \$63,975) for the Catch project and \$37,765 (December 31, 2023 - \$nil) for the PIL project. The liabilities were estimated using an expected life of 0.83 years and 1.25 years for the Catch and PIL projects, respectively, inflation rate of 3.4%, and a risk-adjusted rate of 12.94%.

### 9. Reclamation deposit

As at September 30, 2024, the Company has pledged reclamation deposits of \$31,000 (December 31, 2023 - \$31,000) with respect to the PIL project.

### 10. Flow-through premium liability and related commitment

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

In the year ended December 31, 2023, the Company completed flow-through financings for aggregate proceeds of \$2,195,641 (Note 12), of which \$2,195,551 in expenditures and available income tax benefits were renounced to the flow-through shareholders effective December 31, 2023. As of September 30, 2024, \$2,195,551 (December 31, 2023 - \$2,093,286) of the funds had been spent and \$nil (December 31, 2023 - \$102,266) remains to be spent. The Company recorded a premium of \$592,777 in relation to the 2023 flow-through financings, of which \$28,542 remained unamortized at December 31, 2023, and has been amortized in the period ended September 30, 2024.

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### 10. Flow-through premium liability and related commitment (continued)

During the period ended September 30, 2024, the Company completed flow-through financings for aggregate proceeds of \$4,043,750 (Note 12), of which \$4,043,643 in expenditures and available income tax benefits will be renounced to the flow-through shareholders effective December 31, 2024. As of September 30, 2024, \$3,282,467 of the funds had been spent and \$761,175 remains to be spent. The Company has recorded an aggregate premium of \$106,808 in relation to the first tranche of the 2024 FT Unit and the June 2024 BC CFT Unit financings, which has been fully amortized for the period ended September 30, 2024.

Flow-through premium liability	
Balance, December 31, 2022	\$ -
Addition pursuant to financing	592,777
Reduction, pro rata based on eligible expenditures	(564,235)
Balance, December 31, 2023	28,542
Addition pursuant to financing	106,808
Reduction, pro rata based on eligible expenditures	(135,350)
Balance, September 30, 2024	\$ -

No portion of the flow-through exploration obligation is accrued for accounting purposes, while the flow-through premium liability, although accrued, is a non-cash item which will ultimately be included in profit or loss.

### 11. Net parent investment

Until the completion of the Transaction on July 7, 2023, ATAC's net investment in the operations of Cascadia is presented as net parent investment because a direct ownership by Cascadia shareholders in the operations of Cascadia did not yet exist.

Net financing transactions with ATAC as presented on the statement of cash flows represent the net contributions related to funding between ATAC and the Company.

The following table reconciles the net parent investment of ATAC to July 7, 2023:

Net parent investment	
Balance, December 31, 2022	\$ 2,614,026
Net contributions from ATAC prior to the Transaction	1,599,429
Cash received from ATAC on completion of the Transaction	613,942
Comprehensive loss for the year attributable to carve-out	(1,269,513)
Common shares issued on common-control transaction	(3,557,884)
Balance, July 7, 2023	\$ -

For the year ended December 31, 2023, the Company recognized a comprehensive loss of \$1,269,513 prior to the Transaction and \$3,122,301 subsequent, for a total comprehensive loss for the year ended December 31, 2023, of \$4,391,814.

### 12. Share capital

The authorized share capital of the Company consists of unlimited common shares without par value. All issued shares are fully paid.

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### 12. Share capital (continued)

#### *2024 Transactions*

On April 12, 2024, and May 3, 2024, the Company completed a private placement in two tranches for total proceeds of \$1,518,400 as follows:

- 4,035,000 critical minerals flow-through units (the “2024 FT Units”) at a price of \$0.20 per 2024 FT Unit for total proceeds of \$807,000; and
- 3,952,223 non-flow-through units (the “2024 NFT Units”) at a price of \$0.18 per 2024 NFT Unit for total proceeds of \$711,400.

Each 2024 FT Unit comprised one flow-through common share and one share purchase warrant (a “2024 FT Warrant”). Each 2024 FT Warrant was issued on a non-flow-through basis and is exercisable at a price of \$0.30 per share for a period of 2 years. Each 2024 NFT Unit comprised one common share and one share purchase warrant (“2024 NFT Warrant”). Each 2024 NFT Warrant is exercisable at a price of \$0.28 per share for a period of 2 years. The Company incurred total cash finders’ fees of \$61,446 and issued a total of 313,950 finders’ warrants exercisable at a price of \$0.28 per share for a period of 2 years, with a fair value of \$29,841 (Note 13).

Hecla purchased 555,556 2024 NFT Units for post-close ownership of 17.36% of Cascadia’s issued and outstanding common shares (reduced to 14.9% at September 30, 2024).

On June 10, 2024, the Company issued 22,000 common shares on the exercise of warrants at a price of \$0.25 per share.

On June 21, 2024, the Company closed non-brokered private placements of total proceeds of \$3,236,683 as follows:

- 725,000 flow-through common shares (the “June 2024 FT shares”) at a price of \$0.42 per June 2024 FT shares for total proceeds of \$304,500;
- 4,550,000 critical minerals charity flow-through units (the “June 2024 CFT Units”) at a price of \$0.42 per June 2024 CFT Unit for total proceeds of \$1,911,000; and
- 2,150,000 critical minerals British Columbia charity flow-through units (the “June 2024 BC CFT Units”) at a price of \$0.475 per June 2024 BC CFT Unit for total proceeds of \$1,021,250.

Each June 2024 CFT Unit, and June 2024 BC CFT Unit comprise one flow-through common share and one-half of one common share purchase warrant (“June 2024 FT Warrant”). All June 2024 FT Warrants were issued on a non-flow-through basis and are exercisable at a price of \$0.45 per share for a period of 3 years. The Company incurred total cash finders’ fees of \$88,340 and issued a total of 294,480 finders’ warrants exercisable at a price of \$0.45 per share for a period of 3 years, with a fair value of \$78,704 (Note 13).

The Company allocated an aggregate of \$106,808 to the flow-through premium for 2024 financings and recorded this as its flow-through premium liability (Note 10). As at September 30, 2024, the Company must incur remaining flow-through expenditures of \$761,175.

On August 10, 2024, the Company issued 91,666 common shares upon the vesting of restricted share units at a price of \$0.20 per share (Note 13).

#### *2023 Transactions*

The common shares issued pursuant to the Transaction are described at Note 2(c).

On July 7, 2023, Hecla completed a \$2,000,000 Strategic Investment by acquiring 5,502,956 Cascadia Units at a price of \$0.36 per Cascadia Unit. Each Cascadia Unit contains one common share of Cascadia and one warrant, with each warrant entitling Hecla to purchase one additional Cascadia common share for a period of five years at a price of \$0.36. The Company allocated \$782,246 to the warrants using the relative fair value method, where the fair value of the warrants was determined using Black Scholes pricing methodology with the following assumptions: volatility of 77.87%, expected life of 5 years, risk-free interest rate of 3.91% and dividend rate of 0%.

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### 12. Share capital (continued)

#### *2023 Transactions (continued)*

On August 24, 2023, the Company closed a non-brokered private placement of \$2,195,641, consisting of the sale of:

- 1,521,739 critical minerals flow-through units (the “FT Units”) at a price of \$0.23 per FT Unit for total proceeds of \$350,000; and
- 7,382,562 critical minerals charity flow-through units (the “CFT Units”) at a price of \$0.25 per CFT Unit for total proceeds of \$1,845,641.

Each FT Unit comprised one flow-through common share and one-half of a share purchase warrant. Each CFT Unit comprised one charity flow-through common share and one-half of a share purchase warrant. Each whole warrant was issued on a non-flow-through basis and is exercisable at a price of \$0.25 per share for a period of 3 years. The Company allocated \$592,777 to the flow-through premium and recorded this as its flow-through premium liability (Note 10). As at September 30, 2024, the Company must incur remaining flow-through expenditures of \$nil (December 31, 2023 - \$102,266).

Hecla purchased 1,772,000 CFT Units for post-close ownership of 19.8% of Cascadia’s issued and outstanding common shares (19.6% as at December 31, 2023 and 14.9% as at September 30, 2024).

On December 8, 2023, the Company issued 100,000 common shares valued at \$37,000 for the Catch property option agreement (Note 8(b)), and 264,690 common shares valued at \$97,935 for the PIL property option agreement (Note 8(b)).

#### *Escrowed Securities*

The Cascadia Units are subject to an escrow agreement pursuant to which 10% of the Units were released from escrow at the date of listing of the Company’s shares on the TSXV (July 19, 2023) and the remaining escrowed Cascadia Units will be released in equal tranches of 15% every six months thereafter until July 17, 2026. As at September 30, 2024, 3,301,774 Cascadia Units were held in escrow (December 31, 2023 – 4,952,660).

### 13. Reserves

#### **Omnibus Incentive Plan**

The Company has adopted an Omnibus Incentive Plan (the “Plan”) which authorizes the Board of Directors to issue a variety of equity-based awards that provide different types of incentives to be granted to the Company’s directors, officers, employees and consultants. The Plan provides that the maximum number of common shares that may be reserved and available for issuance under the Plan and all of Company’s other equity incentive plans or compensation arrangements in existence from time to time on and after the effective date of the Plan, will be 10% of the total issued and outstanding common shares from time to time. The exercise price of each stock option shall not be less than the market price of the Company’s shares as calculated on the date of grant. An option’s maximum term is ten years and shall vest as determined by the Board of Directors. Options granted to investor relations consultants shall vest in stages over 12 months with no more than one-quarter of options vesting in any three-month period. If any award expires, is cancelled, otherwise terminated for any reason without having been exercised in full, or is settled in cash, the number of common shares in respect of which such award was not exercised will again be available for issuance under the Plan.

The Plan allows for the grant of stock options, restricted share units (“RSU”), performance share units (“PSU”), deferred share units (“DSU”) and stock appreciation rights (“SAR”). As at September 30, 2024, the Company has not granted any PSU, DSU or SAR instruments.

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### 13. Reserves (continued)

#### Stock options

Stock option transactions are as follows:

	Number of Stock Options	Weighted Average Exercise Price
Balance, December 31, 2022	-	\$ -
Granted	1,250,000	0.20
Balance, December 31, 2023	1,250,000	\$ 0.20
Granted	1,575,000	0.22
Balance, September 30, 2024	2,825,000	0.21
Exercisable, September 30, 2024	1,643,750	\$ 0.20

As at September 30, 2024, the Company has stock options outstanding and exercisable as follows:

Number of Stock Options Outstanding	Number of Stock Options Exercisable	Exercise Price	Expiry Date
1,250,000	1,250,000	\$ 0.20	August 10, 2028
<u>1,575,000</u>	<u>393,750</u>	\$ 0.22	May 15, 2029
<u>2,825,000</u>	<u>1,643,750</u>	\$ 0.21	

During the nine months ended September 30, 2024, the Company granted 1,575,000 (2023 - 1,250,000) stock options to directors, officers, employees and consultants with a weighted average fair value of \$0.15 (2023 - \$0.14) per option. For the nine months ended September 30, 2024, the Company recognized share-based payments expense of \$213,761 (2023 - \$51,476) for options granted and vesting.

The following weighted average assumptions were used for the Black-Scholes option-pricing model valuation of stock options granted:

	2024	2023
Expected volatility	84.8%	80.97%
Expected life	5 years	5 years
Risk-free interest rate	3.75%	3.93%
Dividend rate	Nil	Nil

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### 13. Reserves (continued)

#### Restricted share units

Restricted share unit (“RSU”) transactions are as follows:

	Number of Restricted Share Units	Weighted Average Fair Value per Share at Grant Date
Balance, December 31, 2022	-	\$ -
Issued	275,000	0.20
Balance, December 31, 2023	275,000	\$ 0.20
Vested	(91,666)	0.20
Balance, September 30, 2024	183,334	\$ 0.20

The RSUs may be settled in cash or equity at the option of the Company. As the performance conditions of the RSUs granted were not market-related, the fair value per RSU used to calculate compensation expense for the RSUs granted and vesting in the year ended December 31, 2023, was determined to be \$0.20, equal to the market price on the date of grant. During the nine months ended September 30, 2024, the Company recognized share-based payments expense of \$22,917 with respect to the vesting of RSUs. The RSUs vest over a period of three years; the Company issued 91,666 common shares in connection with the first tranche, which fully vested during the nine months ended September 30, 2024.

#### Warrants

Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2022	-	\$ -
Issued	12,275,543	0.34
Balance, December 31, 2023	12,275,543	0.34
Granted	11,945,653	0.34
Exercised	(22,000)	0.25
Expired	(2,320,436)	0.46
Balance, September 30, 2024	21,878,760	\$ 0.33

On July 7, 2023, pursuant to the Transaction (Note 2(c)), the Company issued an aggregate of 2,320,436 ATAC Warrants with a weighted average exercise price of \$0.47 and expiring March 31, 2024, and June 25, 2024. The ATAC Warrants were valued at an aggregate fair value of \$57,400 using the following weighted average Black-Scholes assumptions: volatility of 89.41%, expected life of 0.83 years, risk-free interest rate of 3.91% and dividend rate of 0%.

On July 7, 2023, the Company issued 5,502,956 warrants pursuant to the Hecla Strategic Investment (Note 12), with each warrant entitling Hecla to purchase one Cascadia common share at a price of \$0.36 per share until July 7, 2028.

On August 24, 2023, the Company issued 4,452,151 warrants pursuant to a non-brokered flow-through private placement (Note 12), with each warrant issued on a non-flow-through basis and exercisable at a price of \$0.25 per share until August 24, 2026.

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### 13. Reserves (continued)

#### Warrants (continued)

On April 12, 2024, the Company issued:

- 2,720,000 2024 NFT Warrants (as defined herein);
- 2,020,000 2024 FT Warrants (as defined herein); and
- 185,500 finders' warrants, which were valued at a fair value of \$17,381 using the following Black-Scholes assumptions: volatility of 105.52%, expected life of 2 years, risk-free interest rate of 4.17% and dividend rate of 0%.

On May 3, 2024, the Company issued:

- 1,232,223 2024 NFT Warrants (as defined herein), which were valued at a fair value of \$119,526 using the following Black-Scholes assumptions: volatility of 105.33%, expected life of 2 years, risk-free interest rate of 4.16% and dividend rate of 0%; and
- 2,015,000 2024 FT Warrants (as defined herein), which were allocated a value of \$20 pursuant to the underlying subscription agreement; and
- 128,450 finders' warrants, which were valued at a fair value of \$12,460 using the same Black-Scholes assumptions as the finders' warrants issued on April 12, 2024.

On June 21, 2024, the Company issued:

- 3,350,000 June 2024 FT Warrants (as defined herein); and
- 294,480 finders' warrants, which were valued at a fair value of \$78,704 using the following Black-Scholes assumptions: volatility of 98.99%, expected life of 2 years, risk-free interest rate of 3.75% and dividend rate of 0%.

As at September 30, 2024, the Company has warrants outstanding and exercisable as follows:

Number of Warrants Outstanding	Number of Warrants Exercisable	Exercise Price	Expiry Date
5,502,956	2,201,182*	0.36	July 7, 2028
4,430,151	4,452,151	0.25	August 24, 2026
2,905,500	2,905,500	0.28	April 12, 2026
2,020,000	2,020,000	0.30	April 12, 2026
1,360,673	1,360,673	0.28	May 3, 2026
2,015,000	2,015,000	0.30	May 3, 2026
<u>3,644,480</u>	<u>3,644,480</u>	<u>0.25</u>	June 21, 2027
<u>21,878,760</u>	<u>18,576,986</u>	<u>\$ 0.33</u>	

\* 3,301,774 warrants included in the Cascadia Units remain in escrow at September 30, 2024 (Note 12).

### 14. Related party payables and transactions

For the period from January 1, 2023, to July 7, 2023, the Company's activities were under the direction of the key management personnel of ATAC. The allocation of pro-rata expenses of ATAC to the results of the Company result in the inclusion of a pro-rata portion of ATAC's compensation for its key management personnel.

Key management personnel of ATAC comprised the Chief Executive Officer, Chief Financial Officer, former Chief Operating Officer, Vice-President of Corporate and Project Development, Vice-President of Exploration, Chairman, and directors of the Company. Key management personnel of Cascadia comprise the Chief Executive Officer, Chief Financial Officer, Vice-President of Corporate Development, Vice-President of Exploration, Chairman, and directors of the Company.

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### 14. Related party payables and transactions (continued)

For the nine months ended September 30, 2024, and 2023, the aggregate value of transactions allocated to/incurred by Cascadia with key management personnel and directors and entities over which they have control or significant influence were as follows:

	2024	2023
Salaries	\$ 250,602	\$ 322,694
Directors' fees	21,000	-
Management fees	-	12,685
Professional fees	136,006	177,896
Exploration and evaluation expenditures	146,113	90,250
Property examination costs	1,535	10,620
Share-based payments	178,268	39,122
	<u>\$ 733,524</u>	<u>\$ 653,267</u>

As at September 30, 2024, amounts owing to related parties were \$21,430 (December 31, 2023 - \$47,519). All related party balances are unsecured and are due within thirty days without interest.

### 15. Supplemental cash flow information

The Company occurred non-cash financing activities during the nine months ended September 30, 2024 and 2023 as follows:

	2024	2023
Non-cash financing activities:		
Shares issued for mineral property interests	\$ -	\$ 38,000
Shares issued pursuant to vesting of restricted share units	\$ 18,333	\$ -
Share issuance costs in due to related parties	\$ 1,000	\$ 16,000
Share issuance costs in accounts payable and accrued liabilities	\$ 31,000	\$ 50,000
Fair value of finders' warrants issued	\$ 108,544	\$ -
Expiry of finders' warrants	\$ 27,391	\$ -
Asset retirement obligation additions	\$ 31,419	\$ -
Flow through premium liability	\$ 106,808	\$ -

### 16. Financial risk management

#### Capital management

The Company's capital consists of shareholders' equity. The Company is a junior exploration company, and its predominant capital management objective is to ensure its ability to continue as a going concern. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of underlying assets.

The Company currently has no source of revenues. In order to fund future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company's ability to continue as a going concern on a long-term basis and realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation is primarily dependent upon its ability to sell or option its mineral properties and its ability to raise additional funds from equity markets.

The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. The Company has no debt and does not expect to enter into debt financing. Other than the aforementioned Transaction, there were no changes to the Company's capital structure during the nine months ended September 30, 2024, and the year ended December 31, 2023.

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### 16. Financial risk management (continued)

#### Financial instruments - fair value

The Company's financial instruments consist of cash and cash equivalents, receivables, marketable securities, reclamation deposit, accounts payable and accrued liabilities, and accounts payable to related parties. The carrying value of cash and cash equivalents, receivables, accounts payable and accrued liabilities, and accounts payable to related parties approximate their fair value because of the short-term nature of these instruments. Marketable securities are valued using Level 1 inputs.

Financial instruments measured at fair value on the condensed consolidated interim statements of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### Financial instruments – risk

The Company's financial instruments can be exposed to certain financial risks, including credit risk, liquidity risk, market risk, and currency risk.

##### a) Credit risk

The Company is exposed to credit risk by holding cash and cash equivalents. This risk is minimized by holding the funds in Canadian banks or with Canadian governments. The Company's accounts receivable balance carries minimal credit risk, comprising refundable credits due primarily from the Yukon and Canadian Governments as well as interest receivable from Canadian banks.

##### b) Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources.

##### c) Market risk

The Company is exposed to market risk because of the fluctuating values of its publicly traded marketable securities. The Company has no control over these fluctuations and does not hedge its investments.

##### d) Currency risk

The Company is exposed to currency risk because it holds funds and receivables in United States Dollars ("USD"), which, because of fluctuating exchange rates can create gains or losses at the time the funds are converted to Canadian dollars. The Company has no control over these fluctuations and does not hedge its foreign currency holdings. Based on its September 30, 2024 USD holdings, every 5% increase or decrease in the exchange rate would have had an insignificant impact on profit or loss before income taxes.

### 17. Segmented information

As at September 30, 2024 and December 31, 2023, the Company's long-term assets are located in Canada.