



Coloured Ties Capital Inc.

Interim Condensed Financial Statements

Three and Nine months ended June 30, 2024 and 2023

Expressed in thousands of Canadian dollars

(Unaudited – Prepared by Management)

Notice of No Auditor Review of Interim Condensed Financial Statements

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Professional Chartered Accountants for a review of interim financial statements by an entity's auditor.

August 23, 2024

Coloured Ties Capital Inc.

Interim Condensed Statements of Financial Position
(Expressed in thousands of Canadian dollars)

		As at	
	Note	June 30, 2024	September 30, 2023
ASSETS			
Current Assets			
Cash and cash equivalents	5	\$ 99	\$ 40
Investments	6	13,766	22,147
Amounts receivable	7	60	36
Prepaid and deposits	8	35	1
Due from related parties	18	397	631
Loan receivable	11	-	200
Asset held for sale	10	21	21
Total assets		\$ 14,378	\$ 23,076
LIABILITIES			
Current Liabilities			
Margin facility	5	\$ 1,376	\$ 2,951
Accounts payable and accrued liabilities		137	114
Due to related parties	18	1,459	240
Total liabilities		2,972	3,305
SHAREHOLDERS' EQUITY			
Share capital	12	136,323	135,623
Contributed surplus		40,017	40,051
Accumulated other comprehensive income		3,450	3,450
Deficit		(168,384)	(159,353)
Total shareholder's equity		11,406	19,771
Total liabilities and shareholders' equity		\$ 14,378	\$ 23,076

Commitments and Contingencies (Note 23)

Subsequent events (Note 24)

Approved by the Board of Directors on August 23, 2024.

Signed:

"Bala Pratap Reddy Udumala"

Director – Bala Pratap Reddy Udumala

Signed:

"Chris Cooper"

Director – Chris Cooper

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

Coloured Ties Capital Inc.

Interim Condensed Statements of Income (Loss)

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

		Three months ended		Nine months ended	
	Note	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Income from investments:					
Fair value gain (loss) on investments		\$ (4,031)	\$ 7,086	\$ (7,160)	\$ 19,906
Gain (loss) on sale of investments		155	302	(1,018)	3,340
Total income (loss) from investments		(3,876)	7,388	(8,178)	23,246
General and administrative expenses:					
General and administrative	11	567	937	2,241	2,245
Income (loss) before other income (expense)		(4,443)	6,451	(10,419)	21,001
Other income (expense)	12	1,363	(4)	1,388	(2,072)
Net income (loss) for the period		\$ (3,080)	\$ 6,447	\$ (9,031)	\$ 18,929
Income (loss) per share - Basic	13	(0.20)	0.37	(0.59)	0.98
Income (loss) per share - Diluted		\$ (0.17)	\$ 0.32	\$ (0.51)	\$ 0.85
Weighted average number of shares outstanding		15,294,645	17,369,552	15,294,645	19,407,676
Weighted average number of shares outstanding - Diluted		17,755,803	20,201,475	17,747,011	22,343,680

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

Coloured Ties Capital Inc.

Interim Condensed Statements of Changes in Equity
(Expressed in thousands of Canadian dollars)

	Share capital (Note 8)		Reserves			Equity attributable to owners of the company \$	Non- controlling interest \$	Total -\$ -
	Number of shares	Amount -\$ -	Contributed surplus -\$ -	Accumulated other comprehensive income (loss) -\$ -	Deficit -\$ -			
Balance, September 30, 2022	22,111,859	204,663	39,615	3,450	(226,617)	21,111	111	21,222
Shares repurchased through NCIB	(5,192,307)	(47,156)	-	-	43,780	(3,376)	-	(3,376)
Shares issued for options exercised	450,000	239	(100)	-	-	139	-	139
Fair value of stock options granted	-	-	120	-	-	120	-	120
Fair value of RSU granted	-	-	458	-	-	458	-	458
Discontinued operations	-	-	-	-	111	111	(111)	-
Net loss for the period	-	-	-	-	18,929	18,929	-	18,929
Balance, June 30, 2023	17,369,552	157,746	40,093	3,450	(163,797)	37,492	-	37,492
Balance, September 30, 2023	15,212,491	135,623	40,051	3,450	(159,353)	19,771	-	19,771
Shares issued for options exercised	100,000	53	(22)	-	-	31	-	31
Shares issued for RSU vested	840,000	647	(647)	-	-	-	-	-
Fair value vested for RSU	-	-	635	-	-	635	-	635
Net loss for the period	-	-	-	-	(9,031)	(9,031)	-	(9,031)
Balance, June 30, 2024	16,152,491	136,323	40,017	3,450	(168,384)	11,406	-	11,406

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

Coloured Ties Capital Inc.Interim Condensed Statements of Cash Flows
(Expressed in thousands of Canadian dollars)

	Nine months ended	
	June 30, 2024	June 30, 2023
Cash Provided By (Used In)		
Operating Activities		
Net loss for the period	\$ (9,031)	\$ 18,929
Adjustments for:		
Fair value loss (gain) on investments	7,160	(19,906)
Sale of investments	6,416	10,470
Recovery of bad debts	1,269	-
Realized loss (gain) on sale of investments	1,018	(3,340)
Stock based compensation	635	578
Unrealized foreign exchange loss (gain)	(42)	153
Purchase of investments	(6,173)	(13,117)
Loss on allowance on due from related parties	-	1,569
Loss on loan written off	-	425
Amortization	-	7
Accrued interest income	-	(18)
Changes in non-cash working capital:		
Decrease in amounts receivable	(24)	(25)
Decrease in prepaid and deposits	(34)	(19)
Decrease (increase) in due from related parties	(1,035)	(13)
Increase (decrease) in margin facility	(1,575)	5,081
Increase (decrease) in accounts payables and accrued liabilities	23	89
Increase (decrease) in due to related parties	1,219	(161)
Net cash provided by (used in) operating activities	(174)	702
Investing Activities		
Recovery of loan receivable	200	337
Loan to related parties	-	(1,727)
Purchase of exploration and evaluation asset	-	(47)
Net cash provided by (used in) investing activities	200	(1,437)
Financing Activities		
Stock options exercised	31	139
Shares repurchased through NCIB	-	(3,376)
Net cash provided by (used in) financing activity	31	(3,237)
Net change in cash and cash equivalents	57	(3,972)
Foreign exchange effect on cash	2	-
Increase (decrease) in cash and cash equivalents	59	(3,972)
Cash and cash equivalents, beginning of the period	40	4,259
Cash and cash equivalents, end of the period	\$ 99	\$ 287

Supplemental cash flow information – Note 20

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

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

1. OVERVIEW & GENERAL INFORMATION

Coloured Ties Capital Inc. (the “Company”) is a publicly traded company that was formed on August 22, 2008, by an amalgamation of two predecessor entities. The Company is incorporated and domiciled in Canada having its corporate head office located at 1500 Royal Centre, 1055 West Georgia Street, PO box 11117, Vancouver, BC, V6G 2Z6. The Company is primarily listed and trading on the TSX Venture Exchange (“TSXV”) with the trading symbol “TIE”.

The Company’s board decided to shift its focus from mineral exploration to an investment issuer, recognizing this as the best use of resources and receiving final TSXV approval for the change on August 19, 2021.

On September 15, 2022, the Company’s acquired majority interest in Quebec Pegmatite Corporation (“QPC”) which is focused on holding and developing mineral claims in the Corvette Lithium District in Quebec, Canada.

On January 18, 2023, the Company announced the results of its substantial issuer bid, pursuant to which the Company purchased and cancelled 5,192,307 common shares at a price of \$0.65 per share, for a total of \$3,375.

On February 10, 2023, the Company filed a preliminary short form base shelf prospectus (“the Prospectus”) to offer sale of common shares, warrants, subscription receipts, debt securities or any combination of such securities (collectively “the Securities”) from time to time, during the 25-months period the Prospectus, including any amendments thereto, remains effective, in one or more series of issuances, with a total offering price of the Securities in the aggregate, of up to \$10,000. The specific terms of any Securities offered will be described in one or more shelf prospectus supplements (collectively or individually, as the case may be, a “Prospectus Supplement”).

On August 30, 2023, the Company announced the results of its substantial issuer bid, pursuant to which the Company purchased and cancelled 2,502,061 common shares at a purchase price of \$1.20 per share, for a total of \$3,003.

On October 13, 2023, the Company became a foundation member of the University of British Columbia’s Mineral Deposit Research Unit (“MDRU”). Membership of MDRU gives access to in mineral deposit research, research archives, and early access to research results. The Company paid \$35 to obtain annual membership for the year 2024 and charged it as research and development expense.

On February 23, 2024, LaFleur Minerals Inc. (“LFLR”) (FKA: Quebec Pegmatite Holdings Corp) acquired QPC via a share exchange, issuing 18,833,333 shares and receiving 10,000,000 LFLR shares for 10,000,000 QPC shares. As of June 30, 2024, LFLR is a related party with shares under prospectus exemptions and resale restrictions.

On March 4, 2024, the Company incorporated 9511-2090 Quebec Inc, a 100% subsidiary, for the purposes of acquiring mineral properties.

On May 24, 2024, LaFleur Minerals Inc. settled a \$1,200 debt to the Company by transferring 6,666,666 shares of Superior Mining International Corporation.

These interim condensed financial statements for the nine months period ended June 30, 2024, and 2023 (“Financial Statements”) have been prepared with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The operations of the Company were exclusively funded by the issuance of share capital. The issuance of additional equity securities by the Company may result in significant dilution to the equity interests of current shareholders. The Company’s future capital requirements will depend on many factors, including the current capital market environment, global market conditions, and management’s strategic investment decisions.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

2. BASIS OF PRESENTATION

Statement of compliance

These Financial Statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”), and in compliance with IAS 34, *Interim Financial Reporting*. The Company has determined that it qualifies as an investment entity under IFRS. The preparation of these financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues, and expenses. Actual results may differ from these estimates, which are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. Areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant, are disclosed in Note 4. The accounting policies outlined in Note 3 have been consistently applied by the Company and its subsidiary, prior to its winding up, across all periods presented.

Basis of measurement

These Financial Statements have been prepared on an accrual basis and are based on historical costs, except for certain financial instruments measured at fair value through profit or loss. Additionally, these Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information.

Unless otherwise noted, these Financial Statements are presented in Canadian dollars, which is also the functional currency of the Company. All dollar amounts reported are expressed in thousands except per income or loss per share.

Approval of the Financial statements

These Financial Statements of the Company for the nine months period ended June 30, 2024, and 2023 were approved and authorized for issue by the Board of Directors on August 23, 2024.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies used in the preparation of these Financial Statements are identical to those used in the preparation of the audited financial statements for the year ended September 30, 2023, which can be obtained on SEDARPLUS at www.sedarplus.com.

New standards, amendments, and interpretation

Effective January 1, 2024, the amendments to IFRS 9 will affect the classification, measurement, and hedge accounting of financial assets and liabilities, as well as refine the expected credit loss model. The Company is currently evaluating the impact of these changes on its financial statements and will disclose any necessary adjustments accordingly.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

Critical accounting judgements

Critical accounting judgements are accounting policies that have been identified as being complex or involving subjective judgments or assessments.

Recoverability of receivables

The determination of when receivables are impaired and if subsequently, they become receivable requires significant judgment as to their collectability.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Critical accounting judgements (continued)

Determination of investment issuer status

The Company considered all the available facts and concluded that the Company met all three criteria set forth in IFRS 10 to meet the definition of an investment issuer:

- Obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services;
- Commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and
- Measures and evaluates the performance of substantially all of its investments on a fair value basis.

Consolidation

The Company exercises control over subsidiaries where it directly or indirectly owns an interest, applying judgment to determine if it has power, exposure to variable returns, and the ability to influence those returns. As an investment issuer, the Company also evaluates the subsidiary's purpose to ensure it meets IFRS 10 consolidation requirements.

On February 2, 2023, Growmax Agri Corp ("GAC"), a subsidiary, was dissolved due to non-compliance with annual report filings. At dissolution, GAC had no assets or liabilities, so there was no impact on the income statement. The non-controlling interest related to GAC was reclassified to deficit (Note 22).

Critical accounting estimates

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amounts of assets and liabilities within the next financial period.

Income taxes

Tax interpretations, regulations and legislation in the various jurisdictions in which the Company operates are subject to change and interpretation. As such, income taxes are subject to measurement uncertainty. Assessing the recoverability of deferred tax assets requires the Company to make significant estimates related to the expectations of future taxable income and the application of existing tax laws. To the extent that future taxable income differs significantly from estimates, the ability of the Company to realize deferred tax assets could be impacted. Additionally, changes in tax laws could limit the ability of the Company to obtain tax deductions in the future.

Privately held equity investments

The fair value of privately held equity investments require management to make certain assumptions and estimates. Changes in assumptions used to estimate the fair value could result in materially different results.

Stock-based compensation and derivative instruments

The fair value of share-based payments and warrants held as equity investments are subject to the limitations of the Black-Scholes option pricing model that incorporates market data and involves uncertainty in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share prices, changes in subjective input assumptions can materially affect the fair value estimate. We have revalued the derivative instrument based on the Black-Scholes model with revised assumptions prevailing at the date of the financial statements.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

5. CASH AND CASH EQUIVALENTS

As at June 30, 2024 and September 30, 2023, the Company had a cash balance held with bank and investment brokerage of \$99 (September 30, 2023 - \$40).

Pursuant to a client account agreement, one of the investment brokers has provided a margin credit facility to the Company. The amount of margin facility at any given time is based on lower of: a) 30% of the fair market value of the shares held in Patriot Battery Metals Inc. b) \$5,000. The interest rate of the margin facility is prime lending rate plus 3%. As of June 30, 2024, the Company has a payable balance of \$1,376 (September 30, 2023 - \$2,951) in the margin facility.

As per the agreement, the investment broker has the right to cancel, reduce, or change the terms of the margin facility at its sole discretion. In such case, the Company will be required to provide the required margin or pay any indebtedness due as a result of the above changes.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

6. INVESTMENTS

As at June 30, 2024 the Company's investments consist of:

	Number of Shares	Cost	Fair Value
PRIVATE EQUITY INVESTMENTS			
AuAg Exploration Inc.	3,500,000	\$ 460	\$ -
Canadian Towers and Fiber Optics Inc.	7,000,000	350	-
Meal Ticket Brand Systems Inc	2,500,000	375	-
PAWS Pharmaceuticals Inc.	1,500,000	225	225
Pike Therapeutics	1,000,000	133	-
Quality Green Inc.	5,500,000	1,777	-
Ride Vision Ltd.	6,527	1,260	-
	21,006,527	\$ 4,580	\$ 225
PUBLIC EQUITY INVESTMENTS			
Abcourt Mines Inc.	6,000,000	\$ 300	\$ 240
Beyond Medical Technologies Inc.	1,086,000	940	33
Graphite One Inc.	700	1	-
Hardcore Discoveries Ltd.	150,000	30	15
HempFusion Wellness Inc.	240,000	351	-
Hertz Energy Inc.	9,267,000	1,605	927
Honey Badger Silver Inc.	1,000,000	150	70
Leef Brands Inc.	12,010,175	99	120
Navco Pharmaceuticals Inc.	263,333	39	5
Patriot Battery Metals Inc.	1,291,800	4,891	7,392
Power Metals Corp.	555,000	185	150
Power Metals Corp.	250,000	51	67
Powerstone Metals Corp.	1,687,000	157	67
Quebec Pegmatite Holdings Corp.	10,234,000	1,015	1,782
Questcorp Mining Inc.	382,500	77	29
Red lake Gold Inc.	24,500	7	2
Rockland Resources Ltd.	1,350,000	85	27
Sirios Resources Inc.	5,928,000	263	415
SPEY Resources Corp.	150,000	11	1
Spod Lithium Corp - FT	3,094,858	217	124
Starr Peak Mining Ltd.	1,339,000	637	536
Superior Mining Intl Corp.	6,736,666	1,220	1,280
	63,040,532	\$ 12,331	\$ 13,282
Total equity investments as at June 30, 2024	84,047,059	\$ 16,911	\$ 13,507
DERIVATIVE INSTRUMENTS			
	Number of Warrants	Cost	Fair Value
WT -Blue Sky Uranium	330,000	\$ -	\$ -
WT - Briacell Therapeutics	39,200	129	14
WT- Hertz Energy Inc.	2,221,000	7	12
WT - Honey Badger Silver Inc.	500,000	-	13
WT- Intrepid Metals	300,000	88	-
WT-Leef Brands Inc.	4,060,058	-	-
WT- Meal Ticket Brand Systems	2,500,000	-	-
WT - Navco Pharmaceuticals Inc.	333,333	-	-
WT - Quality Green Inc.	5,500,000	-	-
WT - Rockland Resources Ltd.	3,000,000	-	-
WT - Sirios Resources Inc.	6,250,000	-	4
WT - Spod Lithium Corp.	2,196,429	-	16
WT - Trio Petroleum Corp.	200,000	-	-
Total derivative instruments as at June 30, 2024	27,430,020	\$ 224	\$ 59
DEBT SECURITIES			
	Number of Debentures	Cost	Fair Value
Leef Brands Inc.	200	\$ 200	\$ 200
Total debt securities as at June 30, 2024	200	\$ 200	\$ 200

- (1) On December 5, 2022, Icanic Brands Company Inc. changed its name to Leef Brands Inc. As of June, 2024, \$59 (September 30, 2023 - \$36) has been accrued as interest receivable on these debt securities.
- (2) The numbers reported for shares held represent the actual quantities held as of June 30, 2024. These amounts reflect the precise shareholdings of the Company, as verified through custodial records and broker statements.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

6. INVESTMENTS (continued)

The continuity of the Company's investments during the nine-month period ended June 30, 2024, is as follows:

	September 30, 2023	Purchase of Investments	Sale of Investments	Realized Gains	Unrealized Gains	Foreign Exchange	June 30, 2024
	(\$)	(\$)	(\$)	(Losses) (\$)	(Losses) (\$)	(\$)	(\$)
Private equity investments	-	225	-	-	-	-	225
Public equity investments	21,621	5,860	(6,228)	(1,015)	(6,962)	4	13,280
Derivative instruments	226	88	(88)	(3)	(198)	36	61
Debt securities	300	-	(100)	-	-	-	200
Total	22,147	6,173	(6,416)	(1,018)	(7,160)	40	13,766

The Company has common executives with AuAg Exploration Inc., Beyond Medical Technologies Inc., Canadian Towers and Fiber Optics Inc., Cypherpunk Holdings, Navco Pharmaceuticals Inc. and Hertz Energy Inc., and the Company has common directors with LaFleur Minerals Inc.

Warrants are fair valued using either the listed price on a stock exchange as at June 30, 2024 or the Black-Scholes option pricing model with revised assumptions as of June 30, 2024; such as risk-free rate, volatility, dividend yield, and expected life. Warrants not covered in broker statements are valued using the Black-Scholes option pricing method, incorporating revised assumptions. This approach ensures comprehensive valuation for warrants without readily available market prices on broker statements. The inputs in which the Black-Scholes pricing method to value the warrants are below:

Description	Statement Date	Expiry Date	Warrants	Stock Price	Exercise Price	Discount Rate	Volatility
WT - Hertz Lithium Corp.	6/30/2024	12/14/2025	1,000,000	\$ 0.10	\$ 0.40	3.00%	94.31%
WT - Hertz Lithium Corp.	6/30/2024	7/31/2024	1,221,000	0.10	0.25	3.00%	94.31%
WT - Honey Badger Silver	6/30/2024	4/21/2026	500,000	0.10	0.18	3.00%	81.25%
WT - Navco Pharmaceuticals Inc.	6/30/2024	3/13/2025	333,333	0.02	0.25	3.00%	95.87%
WT - Trio Petroleum Corp.	6/30/2024	12/22/2026	200,000	0.24	2.00	3.00%	44.48%
WT - Sirios Resources Inc.	6/30/2024	12/23/2025	6,250,000	0.02	0.15	3.00%	98.77%
WT - Spod Lithium Corp.	6/30/2024	12/23/2025	2,196,429	\$ 0.04	\$ 0.12	3.00%	96.84%

Option pricing models require the use of highly subjective estimates and assumptions. The expected volatility assumption is based on the historical and implied volatility of the investment's common share price on the relevant stock exchange. The risk-free interest rate assumption is based on yield curves on Canadian government zero-coupon bonds with a remaining term equal to the warrants' expected life. The Company uses historical data to estimate option exercise, forfeiture and employee termination within the valuation model.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

6. INVESTMENTS (continued)

As at September 30, 2023, the Company's investments consist of:

	Number of Shares	Cost	Fair Value
PRIVATE EQUITY INVESTMENTS			
AuAg Exploration Inc.	3,500,000	\$ 460	\$ -
Canadian Towers and Fiber Optics Inc.	7,000,000	350	-
Meal Ticket Brand Systems Inc.	2,500,000	375	-
Pike Therapeutics Inc.	1,000,000	133	-
Quality Green Inc.	5,500,000	1,777	-
Quebec Pegmatite Corp.	10,000,000	10	-
Questcorp Mining Inc.	3,060,000	153	153
Ride Vision Ltd.	6,527	1,260	-
	32,566,527	\$ 4,518	\$ 153
PUBLIC EQUITY INVESTMENTS			
Azimut Exploration Inc.	1,672,100	\$2,482	\$1,672
Beyond Medical Technologies Inc.	770,000	923	46
Cannabix Tech Inc.	27,500	18	8
CULT Food Science Corp.	1,005,750	340	100
Cypherpunk Holdings Inc.	21,000	2	2
First Responder Technologies Inc.	234,000	1,005	28
First Uranium Res Ltd.	115,000	12	9
Genius Metals Inc.	-	-	-
Graphite One Inc.	700	1	1
Hertz Lithium Corp.	6,258,500	984	1,565
HempFusion Wellness Inc.	240,000	351	-
Honey Badger Silver Inc.	1,000,000	150	80
Makara Mining Corp	1,500,000	30	30
Manning Ventures Inc.	6,767,000	477	169
Navco Pharmaceuticals Inc.	333,333	50	10
Patriot Battery Metals Inc.	1,442,400	4,733	16,202
Power Metals Corp	1,650,000	540	552
Powerstone Metals Corp.	1,687,000	157	59
Red lake Gold Inc.	24,500	7	2
Rockland Resources Ltd.	1,350,000	85	54
SPEY Resources Corp	150,000	11	5
Starr Peak Mining Ltd.	1,574,000	866	677
Trio Petroleum Corp.	200,000	273	154
Winsome Resources Ltd.	33,000	57	43
	28,055,783	\$ 13,554	\$ 21,468
Total equity investments as at September 30, 2023	60,622,310	\$ 18,072	\$ 21,621
DERIVATIVE INSTRUMENTS			
WT - Blue Sky Uranium	330,000	\$ -	\$ -
WT - Briacell Therapeutics	39,200	130	131
WT- Hertz Lithium Corp	1,831,000	7	73
WT - Honey Badger Silver Inc.	500,000	-	12
WT- Intrepid Metals	600,000	88	-
WT- LQWD Fintech Corp.	37,500	3	-
WT- Meal Ticket Brand Systems	2,500,000	-	-
WT - Navco Pharmaceuticals Inc.	333,333	-	1
WT - Quality Green Inc.	5,500,000	-	-
WT - Rockland Resources Ltd	3,000,000	-	-
WT - Trio Petroleum Corp	200,000	-	9
Total derivatives as at September 30, 2023	14,871,033	\$ 228	\$ 226
DEBT SECURITIES			
Leef Brands Inc.	300	\$ 300	\$ 300
Total debt securities as at September 30, 2023	300	\$ 300	\$ 300

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

6. INVESTMENTS (continued)

The continuity of the Company's investments during the year ended September 30, 2023, is as follows:

	September 30, 2022	Purchase of Investments	Sale of Investments	Realized Gains	Unrealized Gains	Foreign Exchange	September 30, 2023
	(\$)	(\$)	(\$)	(Losses) (\$)	(Losses) (\$)	(\$)	(\$)
Private equity investments	1,381	878	-	-	(1,996)	(110)	153
Public equity investments	14,641	12,880	(16,446)	6,729	3,761	(97)	21,468
Derivative instruments	136	175	(49)	(13)	(24)	1	226
Debt securities	300	-	-	-	-	-	300
Total	16,458	13,933	(16,495)	6,716	1,741	(206)	22,147

The inputs used to value the warrants are below:

Description	Statement Date	Expiry Date	Warrants	Stock Price	Exercise Price	Discount Rate	Volatility
WT - Honey Badger Silver	9/30/2023	4/21/2026	500,000	\$ 0.08	\$ 0.18	3.00%	82.03%
WT - Navco Pharmaceuticals Inc.	9/30/2023	3/31/2025	333,333	0.03	0.25	3.00%	96.14%
WT - Trio Petroleum Corp.	9/30/2023	3/31/2025	200,000	\$ 0.57	\$ 2.00	3.00%	44.48%

7. AMOUNTS RECEIVABLE

As at June 30, 2024, Company's amounts receivable of \$60 (September 30, 2023- \$36) consists of interest accrued on debentures with a face value of \$200 yielding interest of 11% per annum.

8. PREPAID AND DEPOSITS

The Company's prepaid expenses and deposits as at June 30, 2024, and September 30, 2023 are composed of the following:

	As at	
	June 30, 2024	September 30, 2023
Membership	\$ 18	\$ 307
Advertising and promotion	17	1
	\$ 35	\$ 308

9. MINERAL PROPERTIES

On July 20, 2022, the Company agreed to purchase a 100% interest in 62 mineral claims in the Cadillac-Pontiac region (Quebec) from Glenn Griesbach and Junita Tedy Asihto for \$50, subject to a 2% Net Smelter Returns Royalty (NSR Royalty) with an option to buy back 1% for \$1,000. On August 19, 2022, the Company acquired a 100% interest in an additional 46 claims from the Vendors for \$40, also subject to a 2% NSR, reducible to 1% for \$1,000. On March 31, 2023, the Company sold all its mineral claims to LaFleur Mineral Inc. for \$90, with LaFleur Mineral Inc. agreeing to pay within 120 days. On July 31, 2023, the transfer of 108 mineral claims to LaFleur Mineral Inc. was completed.

Environmental

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters. The Company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its properties and properties in which it has previously had an interest. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

9. MINERAL PROPERTIES (continued)

Title to mineral property interests

Although the Company has taken steps to verify title to its exploration and evaluation properties, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

10. ASSET HELD FOR SALE

On December 6, 2022, the Company acquired a Lithium Analyzer for the amount of \$47 for the purposes of evaluating mineral properties and to determine the viability of future investments. During the period ended June 30, 2024, the management decided to sell the equipment. Following the guidelines given in IFRS 5- Non-current assets held for sale and discontinued operations, the Company recognized the Lithium Analyzer as an Asset Held for Sale. The equipment was revalued at \$21, being lower of carrying amount, and the fair value less costs to sell.

11. LOAN RECEIVABLE

On December 16, 2021, the Company entered into a loan repayment agreement with Fertimar Mineracao E Navegacao SA ("Fertimar"), whereby Fertimar shall repay the debt of Brazilian Reals ("R\$") 6,000,000 (\$1,350) in 12 monthly instalments. On August 6, 2022, the agreement was amended to reduce the remaining six-monthly payments of R\$666,666 to 12 monthly instalments of R\$333,333 with an interest rate of 2.5% per annum compounded yearly from July 2022 until June 2023.

During the year ended September 30, 2023, pursuant to the non-payment of 3 consecutive instalments, the Company reached out to Fertimar to address the non-payments and informed them that the management is considering invoking the personal guarantee on the outstanding balance of the loan.

During the period ended June 30, 2024, the Company received an amount of \$200 as a final debt settlement on the loan.

Following table represents the changes in the balance of loan receivable during the nine months ended June 30, 2024, and year ended September 30, 2023:

	Amount
	\$
Balance as at September 30, 2022	762
Repayment	(337)
Loss on loan written off	(225)
Balance as at September 30, 2023	200
Repayment	(200)
Balance as at June 30, 2024	-

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

12. SHARE CAPITAL

Common shares

Authorized shares

Unlimited number of common shares and preferred shares without par value.

Issued

As at June 30, 2024 there were 16,152,491 issued and fully paid common shares (September 30, 2023 – 15,212,491)

Transactions during the nine months ended June 30, 2024

On May 25, 2024, pursuant to the vesting of the Restricted Share Units (RSUs), the Company issued 840,000 common shares to its directors, officers, and consultants. Upon vesting, \$647 of contributed surplus was transferred to share capital.

On November 30, 2023, pursuant to exercise of the stock options, the Company issued 100,000 common shares for cash consideration of \$31. Upon exercise, \$22 of contributed surplus was transferred from reserve to share capital.

Transactions during the year ended September 30, 2023

On January 10, 2023, pursuant to exercise of the stock options, the Company issued 450,000 common shares for cash consideration of \$139. Upon exercise, \$100 of contributed surplus was reclassified to share capital.

On January 18, 2023, the Company announced that it successfully purchased and cancelled a total of 5,192,307 common shares at a price of \$0.65 per share under its substantial issuer bid for a total price of \$3,376. The difference of \$43,780 between the purchase price paid and the original cost was recorded as a credit to deficit.

On August 28, 2023, pursuant to exercise of the stock options, the Company issued 345,000 common shares for cash consideration of \$107. Upon exercise, \$76 of contributed surplus was reclassified to share capital.

On August 30, 2023, the Company announced that it successfully purchased and cancelled a total of 2,502,061 common shares at a price of \$1.20 per share under its substantial issuer bid for a total price of \$3,002. The difference of \$19,304 between the purchase price paid and the original cost was recorded as a credit to deficit.

Stock options

Stock option plan

The Company has a stock option plan under which the Board of Directors may from time-to-time grant to directors, senior officers, consultants and employees options to acquire common shares, exercisable for a period of up to ten years from the date of grant. The stock option plan provides that the maximum number of common shares in the capital of the Company that may be reserved for issuance for all purposes under the stock option plan shall not exceed 10% of the total issued and outstanding common shares. The maximum number of common shares that may be reserved for issuance to any individual pursuant to stock options may not exceed 5% of the common shares issued and outstanding at the time of grant, and the number of common shares that may be reserved for issuance to all investor relations consultants pursuant to stock options may not exceed 2% of the common shares issued and outstanding at the time of grant. Options become exercisable as long as the optionee holds office or continues to be employed by the Company and 90 days following the cessation of an optionee's position with the Company.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

12. SHARE CAPITAL (continued)

Stock options (continued)

The following is a summary of changes in stock options for the nine months ended June 30, 2024, and September 30, 2023:

	Number of options	Weighted average exercise price (\$)	Weighted average life
Balance as at September 30, 2022	1,900,000	0.31	2.92
Options exercised	(795,000)	0.31	-
Options granted	250,000	0.75	5.00
Balance as at September 30, 2023	1,355,000	0.31	2.36
Options exercised	(100,000)	0.31	-
Balance as at June 30, 2024	1,255,000	0.40	1.65
Exercisable	1,255,000	0.40	1.65

During the nine months ended June 30, 2024, the Company granted Nil (June 30, 2023 – 250,000) share purchase options to directors, officers, and consultants of the Company. During the nine months ended June 30, 2024, the Company recognized an expense of \$Nil (June 30, 2023 - \$120) for the grant of stock options.

Option pricing models require the use of highly subjective estimates and assumptions. The expected volatility assumption is based on the historical and implied volatility of the Company's common share price on the TSXV. The risk-free interest rate assumption is based on yield curves on Canadian government zero-coupon bonds with a remaining term equal to the stock options' expected life. The Company uses historical data to estimate option exercise, forfeiture and employee termination within the valuation model.

Transactions during the nine months ended June 30, 2024

On November 30, 2023, pursuant to exercise of the stock options, the Company issued 100,000 common shares for cash consideration of \$31. Upon exercise, \$22 of contributed surplus was reclassified to share capital.

Transactions during the year ended September 30, 2023

On January 10, 2023, pursuant to the exercise of the stock options, the Company issued a total of 450,000 shares for an exercise value of \$139. The corresponding fair value of \$100 was transferred from reserves to share capital.

On January 23, 2023, the Company granted 250,000 stock options. The options are exercisable at \$0.75 per share, vests immediately, and expires on January 23, 2028. The options vested immediately. The Company expensed \$120 as the fair value of the options and the amount was charged against the stock-based compensation reserve.

On August 24, 2023, pursuant to the exercise of the stock options, the Company issued a total of 345,000 shares for an exercise value of \$107. The corresponding fair value of \$76 was transferred from reserves to share capital.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

12. SHARE CAPITAL (continued)

Warrants

As at June 30, 2024, the Company had 1,883,076 (September 30, 2023 - 1,883,076) warrants outstanding.

Transactions during the nine months ended June 30, 2024

There were no warrants transactions during the nine months ended June 30, 2024.

Transactions during the year ended September 30, 2023

There were no warrants transactions during the year ended September 30, 2023.

Restricted Stock Units

Restricted Stock Units Plan

The Company has a stock option plan under which the Board of Directors may, in its discretion, at any time, and from time to time, issue Restricted Share Units ("RSU") to eligible persons as it determines appropriate under this plan. However, any such issued RSU may not be paid out in shares in any event until receipt of any necessary approvals of the Company, shareholders, disinterested shareholders of the Company, the TSXV, and any other regulatory bodies. The aggregate number of shares available for issuance from treasury under this plan shall be 2,211,186 shares. Any share subject to an RSU, which has been cancelled or terminated in accordance with the terms of this plan without being paid out, shall again be available under this Plan.

The following is a summary of changes in RSU for the nine months ended June 30, 2024, and September 30, 2023:

	Number
Balance as at September 30, 2022	-
RSU granted	2,205,000
Balance as at September 30, 2023	2,205,000
RSU vested	(840,000)
Balance as at June 30, 2024	1,365,000

Transactions during the nine months ended June 30, 2024

No RSU were issued during the nine months ended June 30, 2024

Transactions during the year ended September 30, 2023

On May 25, 2023, the Company issued 840,000 RSU to the directors, officers, and consultants of the Company that will vest on May 25, 2024.

On October 19, 2022, the Company issued a total of 1,365,000 RSU to the directors, officers, and consultants of the Company that will vest on October 19, 2023.

The RSU were valued at the trading price of the Company's common shares on the issuance date and expensed evenly over the vesting period. During the year ended September 30, 2023, \$492 was expensed for the vested value of RSU (2022 - \$Nil).

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

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13. INCOME (LOSS) FROM INVESTMENTS

	Three months ended		Nine months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Fair value gain (loss) on investments	\$ (4,031)	\$ 7,086	\$ (7,160)	\$ 19,906
Gain (loss) on sale of investments	155	302	(1,018)	3,340
	\$ (3,876)	\$ 7,388	\$ (8,178)	\$ 23,246

14. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended		Nine months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Management fees	\$ 91	\$ 89	\$ 697	\$ 267
Share based compensation	170	203	635	578
Professional and consulting fees	118	164	427	524
Office expenses	60	327	177	478
Transfer and filing fees	14	31	106	158
Bonus	66	-	66	-
Advertising	17	-	51	-
Broker's commission	13	77	35	176
Other	-	33	20	50
Research and development	9	-	18	-
Property investigation	9	13	9	13
	\$ 567	\$ 937	\$ 2,241	\$ 2,245

15. OTHER INCOME (EXPENSE)

	Three months ended		Nine months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Recovery of bad debts	\$ 1,269	\$ -	\$ 1,269	\$ -
Interest income	48	30	72	87
Foreign exchange gain (loss)	39	(40)	40	(166)
Other Income	7	-	7	-
Loss on allowance on due from related parties	-	(15)	-	(1,569)
Gain (loss) on loan written off	-	21	-	(425)
Dividend income	-	-	-	1
	\$ 1,363	\$ (4)	\$ 1,388	\$ (2,072)

16. INCOME (LOSS) PER SHARE

The calculation of income (loss) per share is based on the following data:

	Three months ended		Nine months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Net income (loss) for the period	\$ (3,080)	\$ 6,447	\$ (9,031)	\$ 18,929
Weighted average number of shares - Basic	15,294,645	17,369,552	15,294,645	19,407,676
Weighted average number of shares - Diluted	17,755,803	20,201,475	17,747,011	22,343,680
Income (loss) per share - Basic	(0.20)	0.37	(0.59)	0.98
Income (loss) per share - Diluted	\$ (0.17)	\$ 0.32	\$ (0.51)	\$ 0.85

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

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16. INCOME (LOSS) PER SHARE (continued)

The basic income (loss) per share is computed by dividing the net loss by the weighted average number of common shares outstanding during the period. The diluted income (loss) per share reflects the potential dilution of common share equivalents, such as outstanding stock options, and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive.

17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Categories of financial instruments

The following table summarizes the carrying amounts of the Company's financial instruments:

	As at		
	June 30, 2024	September 30, 2023	
<u>Financial Assets:</u>			
Cash and cash equivalents	\$ 99	\$ 40	
Investments	13,766	22,147	
Amounts receivable	60	36	
Due from related parties	397	631	
Loan receivable	-	200	
<u>Financial Liabilities:</u>			
Margin facility	1,376	2,951	
Accounts payables and accrued liabilities	137	114	
Due to related parties	1,459	240	
Total	\$ 11,350	\$ 19,749	

Fair value estimation of financial instruments

The fair value of cash and cash equivalents, amount receivable, due from related party, loan receivable, accounts payable and accrued liabilities, and due to related parties approximate their carrying values due to the short-term maturity of the financial instruments. Public investments and derivatives are valued using the quoted price and observable inputs, respectively. Therefore, their carrying value represents their fair value. Private equity investments are value using unobservable inputs, which involves significant assumptions based on the conditions prevailing at the reporting date.

Financial instruments measured at fair value

Financial instruments that are measured at fair value subsequent to initial recognition are grouped in a hierarchy based on the degree to which the fair value is observable. The levels in the hierarchy are:

- 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 or indirectly; and
- Level 3 – inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Fair value of financial instruments

The Company is responsible for performing the valuation of fair value measurements included in the Financial Statements, including Level 3 fair values. The valuation processes and results for recurring measurements are reviewed at least once every quarter, in line with the Company's quarterly reporting dates.

The following is a summary of the Company's financial instruments categorized in the fair value hierarchy as at June 30, 2024, and September 30, 2023.

	Fair Value Measurements Using			Total
	Quoted Prices in Active Markets For Identical Instruments (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
June 30, 2024				
Assets:				
Cash and cash equivalents	\$ 99	\$ -	\$ -	\$ 99
Amounts receivable	60	-	-	60
Investments - Public	13,283	-	-	13,283
Investments - Private	-	-	225	225
Investments - Derivatives and debt securities	-	259	-	259
Due from related parties	-	397	-	397
Liabilities:				
Margin facility	1,376	-	-	1,376
Accounts payable and accrued liabilities	-	137	-	137
Due to related parties	-	1,459	-	1,459
September 30, 2023				
Assets:				
Cash and cash equivalents	40	-	-	40
Amounts receivable	36	-	-	36
Investments – Public	21,468	-	-	21,468
Investments – Private	-	-	153	153
Investments - Derivatives and debt securities	-	526	-	526
Due from related parties	-	631	-	631
Loan receivable	-	200	-	200
Liabilities:				
Margin facility	2,951	-	-	2,951
Accounts payable and accrued liabilities	-	114	-	114
Due to related parties	\$ -	\$ 240	\$ -	\$ 240

Financial risk management

The Company's financial instruments are exposed to certain financial risks, including currency risk, interest rate risk, credit risk and liquidity risk. Except as disclosed below, the Company's exposure to these risks and its methods of managing the risks remain consistent.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

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17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Financial risk management (continued)

Currency risk

The Company is exposed to financial risk related to fluctuations in foreign exchange rates. Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

As at June 30, 2024, the Company's head office held United States dollars ("US\$") \$2 (September 30, 2023 – US\$7) of foreign currency in cash and cash equivalents and US\$46 (September 30, 2023 – US\$1,311) in investments. The Company had \$132 owed to the Margin facility (September 30, 2023 - \$Nil.) The Company estimates that a 5% weakening of the Canadian dollar vis-à-vis the US\$ at June 30, 2024 would have increased the Company's reported net loss for the period ended June 30, 2024 by approximately \$6 (September 30, 2023 - \$21). A 5% strengthening of the Canadian dollar at June 30, 2024, would have had an equal but opposite effect.

Interest rate risk

Interest rate risk is the potential fluctuation in the fair value or future cash flows of a financial instrument due to market interest rate changes. When investing, the Company staggers maturity dates to minimize exposure. The Company has a margin facility with an interest rate of prime lending rate plus 3%, actively monitored to optimize financing costs. No derivatives manage this risk, and management believes the Company has minimal interest rate exposure. As of June 30, 2024, the Company had a payable balance of \$1,376 (September 30, 2023 - \$2,951) in the margin facility. During the period ended June 30, 2024, the Company paid an interest of \$162 (June 30, 2023 - \$19)

Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligation. The Company's exposure to credit risk is related to its cash and cash equivalents and loan receivable. The carrying value of the financial assets represents the maximum exposure to credit risk. The Company's exposure to credit risk is considered to be low-moderate, given the size and nature of the various counterparties involved and their history of performance.

As at June 30, 2024, all of the Company's cash amounting to \$99 (September 30, 2023 - \$40) is held with a financial institution in Canada that was assigned a long-term issuer default rating of AAA (Fitch Ratings).

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company attempts to ensure that there are sufficient funds to meet its short-term business requirements, taking into account its holdings of cash. All of the Company's financial liabilities are short-term and without fixed terms of repayment.

To date, the Company has relied on cash flows from operations, equity financing, and sale of assets to fund its operations and capital expenditures.

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

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17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

Financial risk management (continued)

Equity price risk

Equity price risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The Company's equity investments consisting of common shares and investments consisting of share purchase warrants and options are exposed to significant equity price risk due to the potentially volatile and speculative nature of the businesses in which the investments are held. The Company's investments are monitored by the Board with decisions on sale or exercise taken by Management. An 18% decrease in fair value of the equity and derivative investments would result in an approximate \$2,442 increase in the net loss for nine months ended June 30, 2024 (June 30, 2023 – decrease in net income by \$7,539).

18. RELATED PARTY TRANSACTIONS

The Company's related parties consist of key management personnel and companies owned or controlled directly or indirectly by key management personnel.

Key management personnel, including executive and non-executive members of the Board of Directors and corporate officers (CEO, CFO, and CDO), are responsible for planning, directing, and controlling the activities of the Company. Management fees for the CEO, CFO, and CDO are reported under "Management Fees," while Director fees are grouped within "Professional and Consulting Fees" in the financial statements.

As at June 30, 2024, the Company has a balance of \$397 due from related parties (September 30, 2023 - \$631).

	As at	
	June 30, 2024	September 30, 2023
Company controlled by Chief Executive Officer ("CEO")	\$ 276	\$ 311
Company indirectly controlled by CEO	108	307
Company controlled by Chief Financial Officer ("CFO")	13	13
	\$ 397	\$ 631

During the year ended September 30, 2023, the Company entered into a loan agreement with Canuck Lithium Corp. ("CLC"), a company controlled by a CEO. The Company has advanced \$265 to assist CLC in its mineral exploration projects. The amount bears interest at a rate of 4% and was due to be payable on December 31, 2023. On December 31, 2023, the Company entered into an amended agreement with Canuck to extend the due date of a promissory note from December 31, 2023, to December 31, 2024. As at June 30, 2024, the Company accrued \$11 as interest receivable on the promissory note.

As at June 30, 2024, due to related parties of \$1,459 (September 30, 2023 – \$240) comprises of amounts payable to key management personnel and/or companies directly or indirectly owned or controlled by key management personnel.

	As at	
	June 30, 2024	September 30, 2023
Company controlled by CEO	\$ 936	\$ 23
Company indirectly controlled by CEO	276	-
Firm where a director is a partner	232	202
Party related to the CEO	11	11
Company controlled by Corporate Development Officer ("CDO")	4	-
Companies controlled by directors	-	4
	\$ 1,459	\$ 240

Coloured Ties Capital Inc.

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18. RELATED PARTY TRANSACTIONS (continued)

Remuneration to the Company's related parties was as follows:

	Nine months ended	
	June 30, 2024	June 30, 2023
Expenses paid or accrued to directors of the Company, senior officers and companies with common directors:		
Management fees	\$ 697	\$ 268
Share based compensation	563	518
Professional fees	251	215
Consulting fees	77	69
Bonus	66	-
	\$ 1,654	\$ 1,070

Management fees and bonus consisted of the following:

	Nine months ended	
	June 30, 2024	June 30, 2023
Company controlled by CEO	\$ 616	\$ 190
Company controlled by CFO	48	47
Company controlled by CDO	33	31
	\$ 697	\$ 268

Share based payments expense comprises of the following related parties:

	Nine months ended	
	June 30, 2024	June 30, 2023
CEO	\$ 401	\$ 246
CDO	114	203
Directors	36	47
CFO	12	22
	\$ 563	\$ 518

Professional fees were paid or accrued to the following:

	Nine months ended	
	June 30, 2024	June 30, 2023
Firm where a director is a partner	\$ 180	\$ 160
Company controlled by the CFO	71	55
	\$ 251	\$ 215

Consulting fees consisted of the following:

	Nine months ended	
	June 30, 2024	June 30, 2023
Companies controlled by directors	\$ 51	\$ 47
Party related to a director	26	22
	\$ 77	\$ 69

Coloured Ties Capital Inc.

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18. RELATED PARTY TRANSACTIONS (continued)

Bonus fees consisted of the following:

	Nine months ended	
	June 30, 2024	June 30, 2023
Company controlled by CEO	\$ 50	\$ -
CDO	12	-
Directors	4	-
	\$ 66	\$ -

Transactions during the nine months ended June 30, 2024

On January 30, 2024, the Company received two loans from FLE: \$161 at 4% interest and \$1,300 at 9.5% interest, both maturing on January 30, 2025. The \$161 loan was fully repaid on March 5, 2024. By June 30, 2024, \$1,027 of the \$1,300 loan was repaid, with \$3 accrued as interest expense

On January 25, 2024, the Company received a loan of \$30 from FLE and signed a promissory note bearing an interest of 4% per annum. The loan will mature on January 30, 2025. This loan was repaid on March 5, 2024 in full.

On January 24, 2024, the Company received a \$350 loan from CEO Kulwant Malhi, with a 10% annual interest rate. The loan and interest are payable on demand. As of June 30, 2024, \$9 in interest expense has accrued.

Pursuant to the agreement, the Company has accrued \$426 related to a bonus to be paid to the CEO. This bonus is based off 10% of earnings before interest, tax and depreciation for the fiscal year ended September 30, 2023.

Transactions during the year ended September 30, 2023

During the year ended September 30, 2023, the Company advanced \$1,150 to QPC via a promissory note at 4% interest, due December 31, 2024, with \$8 accrued as interest by June 30, 2024. On May 24, 2024, LaFleur Minerals Inc. settled its debt by transferring 6,666,666 shares of Superior Mining International Corporation.

During the year ended September 30, 2023, the Company also paid \$27 for some expenses on behalf of QPC.

During the year ended September 30, 2023, the Company advanced \$300 to Flowing Lithium Exploration Inc. (FLE) via a promissory note at 4% interest, due December 31, 2024. On December 8, 2023, FLE fully repaid the note with \$7 interest.

On March 31, 2023, the Company sold its mineral claims to QPC for \$90. A \$90 allowance for doubtful accounts was recorded for the year ending September 30, 2023, based on lifetime expected credit losses under Level 3 of the fair value hierarchy.

On May 25, 2024, the Company issued 780,000 common shares to related parties, including directors, officers, and consultants, following the vesting of the Restricted Share Units (RSUs).

The Company has acquired common shares of entities related to its directors and officers. The table below details the number of shares and corresponding costs as of June 30, 2024:

	As at June 30, 2024	
	Number of shares	Cost
AuAg Exploration Inc.	3,500,000	\$ 460
Beyond Medical Technologies Inc.	1,086,000	940
Canadian Towers and Fiber Optics Inc.	7,000,000	350
Hardcore Discoveries Ltd.	150,000	1,605
PAWS Pharmaceuticals Inc.	1,500,000	225
Power Metals Corp.	250,000	51
Navco Pharmaceuticals Inc.	263,333	39
Rockland Resources Ltd.	1,350,000	85
	15,099,333	\$ 3,755

Coloured Ties Capital Inc.

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(Expressed in thousands of Canadian dollars, except per share amounts)

19. CAPITAL MANAGEMENT

The Company's objectives in managing liquidity and capital are to safeguard the Company's ability to continue as a going concern and provide the financial capacity to meet its strategic objectives. The Company defines its capital as equity attributable to shareholders of the Company. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue new debt and/or acquire or dispose of assets to facilitate the management of its capital requirements. The Company's investment policy is to invest in equity, debt and/or convertible securities, with the intention to hold both for long-term capital appreciation and shorter-term gains. The Company prepares annual expenditure budgets that are updated as necessary depending upon various factors, including successful capital deployment and general industry conditions. The Company's board of directors approves the annual and updated budgets.

The Company is not subject to any external imposed capital requirements and there were no changes in the Company's capital management during the nine months ended June 30, 2024, and 2023.

20. SUPPLEMENTAL CASH FLOW INFORMATION

Following table depicts the supplemental cash flow information for the nine months ended June 30, 2024, and 2023:

	June 30, 2024	June 30, 2023
	- \$ -	- \$ -
Cash paid for the period for:		
Interest	161	146

21. SEGMENT DISCLOSURE

The Company has one operating segment, being the acquisition and sale of investments in other companies.

22. NON-CONTROLLING INTEREST

As at September 30, 2022, the Company held a 95% interest in GAC with the remaining 5% interest in GAC held by non-controlling interests. During the year ended September 30, 2023, GAC was dissolved. The accumulated non-controlling interest of GAC at the time of dissolution of \$111 was reclassified to deficit. At the time of dissolution, GAC held no assets or liabilities other than the intercompany balance with the Company and accordingly no gain or loss was recognized on the dissolution.

23. COMMITMENTS AND CONTINGENCIES

On August 9, 2022, Alfred & Company Advisors Inc. ("ACO") filed a claim in the Provincial Court of British Columbia (Small Claims Court) against the Company for unpaid fees of \$31 related to a management consulting agreement for July 2022, plus filing and service fees, totaling \$32. On May 13, 2024, the court issued a judgment in favor of ACO for \$8 regarding these unpaid fees. This amount has been accrued for the nine months ended June 30, 2024.

On December 2, 2021, the Company entered into a consulting agreement with the CEO. In consideration of the CEO's services, the Company is committed to compensating him with a bonus equal to 10% of the Company's EBITDA stipulated at the end of each fiscal year-end. The Company retains the discretion to review and potentially increase the base fee and issue other bonuses based on performance and financial circumstances. During the period ended June 30, 2024, the Company accrued \$426 associated with a bonus for the CEO, based on 10% of the 2023 fiscal year's earnings before interest, tax, depreciation, and amortization ("EBITDA").

Coloured Ties Capital Inc.

Notes to the Interim Condensed Financial Statements

(Expressed in thousands of Canadian dollars, except per share amounts)

24. SUBSEQUENT EVENTS

On June 27, 2024, the Company entered into a loan agreement with Bullrun Capital Inc. a related party. Under this agreement, the Company borrowed \$100 from BullRun Capital Inc. (a company controlled by the CEO). The loan bears an interest rate of 4.0% per annum and is due in full on July 27, 2024.