



**AZTEC MINERALS CORP.**

**Third Quarter Report**

**Condensed Consolidated Interim Financial Statements**

**(stated in Canadian dollars)**

**Three and Nine Months ended September 30, 2023**

**(Unaudited – Prepared by Management)**

**Notice of No Auditor Review of  
Unaudited Condensed Consolidated Interim Financial Statements  
For the Three and Nine Months Ended September 30, 2023**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these unaudited condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the unaudited condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of Aztec Minerals Corp. (the “Company”) for the three and nine months ended September 30, 2023 (the “Financial Statements”) have been prepared by and are the responsibility of the Company’s management, and have not been reviewed by the Company’s auditors. The Financial Statements are stated in Canadian dollars, unless otherwise indicated, and are prepared in accordance with International Accounting Standards 34 (“IAS 34”) and International Financial Reporting Standards (“IFRS”).

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Financial Position

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

	Notes	September 30, 2023	December 31, 2022
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash		\$ 1,281,885	\$ 1,471,056
Receivables	6	149,330	304,531
Prepays, current		261,020	130,561
Total Current Assets		1,692,235	1,906,148
<b>Non-Current Assets</b>			
Prepays, non-current		57,204	40,514
Mineral property interests	6, 8(b), 10	10,891,703	9,030,358
Equipment	7	1,609	2,280
Total Non-Current Assets		10,950,516	9,073,152
Total Assets		\$ 12,642,751	\$ 10,979,300
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued liabilities	10	\$ 133,856	\$ 324,416
<b>Shareholders' Equity</b>			
Share capital	8(b)	20,904,398	18,379,155
Reserve for share-based payments		1,708,820	1,255,315
Deficit		(10,104,323)	(8,979,586)
Total Shareholders' Equity		12,508,895	10,654,884
Total Liabilities and Shareholders' Equity		\$ 12,642,751	\$ 10,979,300

Nature of operations and going concern (Note 1)

Refer to the accompanying notes to the condensed consolidated interim financial statements.

Approved on behalf of the Board:

/s/ Simon Dyakowski

Director

/s/ Patricio Varas

Director

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Comprehensive Loss

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

		Three Months ended September 30,		Nine Months ended September 30,	
	Notes	2023	2022	2023	2022
<b>Expenses:</b>					
Accounting and audit		\$ -	\$ (3,418)	\$ 19	\$ 25,657
Amortization	7	224	346	671	1,244
Employee and director remuneration	10	123,810	78,463	275,657	295,559
Legal		17,132	2,908	20,128	19,614
Office and sundry	9, 10	19,464	22,348	56,776	62,680
Regulatory		21,280	28,955	69,118	80,945
Shareholder relations		186,361	41,112	445,359	420,786
Share-based payments	8(c), 10	131,020	57,373	494,273	367,506
<b>Operating loss</b>		<b>(499,291)</b>	<b>(228,087)</b>	<b>(1,362,001)</b>	<b>(1,273,991)</b>
Interest income		1,421	-	9,847	1,668
Foreign exchange gain (loss)		17,366	(32,268)	74,788	(30,001)
<b>Net loss and comprehensive loss for the period</b>		<b>\$ (480,504)</b>	<b>\$ (260,355)</b>	<b>\$ (1,277,366)</b>	<b>\$ (1,302,324)</b>
<b>Attributable to:</b>					
Non-controlling interest		-	-	-	(1,041)
Shareholders of Aztec Minerals Corp.		(480,504)	(260,355)	(1,277,366)	(1,303,365)
<b>Basic and diluted loss per share</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ (0.01)</b>	<b>\$ (0.02)</b>
<b>Weighted average number of common shares outstanding</b>		<b>96,291,331</b>	<b>84,714,811</b>	<b>94,308,082</b>	<b>73,844,283</b>

Refer to the accompanying notes to the condensed consolidated interim financial statements.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(Prepared by Management)

(Stated in Canadian dollars)

	Notes	Share Capital		Reserve for Share-Based Payments	Deficit	Non-Controlling Interest	Total
		Number of Shares	Amount				
Balance, December 31, 2021		64,981,505	\$ 11,749,159	\$ 1,576,759	\$ (6,945,014)	\$ 1,721,367	\$ 8,102,271
Private placement	8(b)(ii)	11,388,089	3,359,486	56,940	-	-	3,416,426
Adjustment on acquisition of controlled subsidiary	8(b)(ii)	10,000,000	2,400,000	-	(540,279)	(1,859,721)	-
Share issue expenses		-	(71,967)	-	-	-	(71,967)
Exercise of warrants		2,480,000	248,000	-	-	-	248,000
Exercise of stock options		1,300,000	694,477	(557,977)	-	-	136,500
Expiration of stock options		-	-	(171,601)	171,601	-	-
Expiration of finders fee warrants		-	-	(73,729)	73,729	-	-
Share-based payments		-	-	424,923	-	-	424,923
Contributions by non-controlling interest	6(a)	-	-	-	-	96,437	96,437
Comprehensive income (loss) for the year		-	-	-	(1,739,623)	41,917	(1,697,706)
Balance, December 31, 2022		90,149,594	18,379,155	1,255,315	(8,979,586)	-	10,654,884
Private placement	8(b)(i)	11,270,007	2,527,627	117,580	-	-	2,645,207
Share issue expenses		-	(39,837)	-	-	-	(39,837)
Fair value of finders fee warrants		-	-	7,734	-	-	7,734
Exercise of stock options		200,000	37,453	(13,453)	-	-	24,000
Cancellation of stock options		-	-	(152,629)	152,629	-	-
Share-based payments		-	-	494,273	-	-	494,273
Comprehensive income (loss) for the period		-	-	-	(1,277,366)	-	(1,277,366)
Balance, September 30, 2023		101,619,601	\$ 20,904,398	\$ 1,708,820	\$ (10,104,323)	\$ -	\$ 12,508,895

  

Balance, December 31, 2021		64,981,505	\$ 11,749,159	\$ 1,576,759	\$ (6,945,014)	\$ 1,721,367	\$ 8,102,271
Private placement	8(b)(ii)	11,388,089	3,359,486	56,940	-	-	3,416,426
Adjustment on acquisition of controlled subsidiary	8(b)(ii)	10,000,000	2,400,000	-	(540,279)	(1,859,721)	-
Share issue expenses		-	(70,815)	-	-	-	(70,815)
Exercise of warrants		2,480,000	248,000	-	-	-	248,000
Exercise of stock options		1,300,000	694,477	(557,977)	-	-	136,500
Expiration of stock options	8(c)	-	-	(171,601)	171,601	-	-
Expiration of finders fee warrants	8(d)	-	-	(73,729)	73,729	-	-
Share-based payments		-	-	367,506	-	-	367,506
Contributions by non-controlling interest	6(a)	-	-	-	-	43,660	43,660
Comprehensive income (loss) for the period		-	-	-	(1,303,365)	1,041	(1,302,324)
Balance, September 30, 2022		90,149,594	\$ 18,380,307	\$ 1,197,898	\$ (8,543,328)	\$ (93,653)	\$ 10,941,224

Refer to the accompanying notes to the condensed consolidated interim financial statements.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Cash Flows

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

	Three Months ended September 30,		Nine Months ended September 30,	
	2023	2022	2023	2022
		(Restated - Note 3(d))		(Restated - Note 3(d))
<b>Cash provided from (used by):</b>				
<b>Operations:</b>				
Loss for the period	\$ (480,504)	\$ (260,355)	\$ (1,277,366)	\$ (1,302,324)
Items not involving cash:				
Amortization	224	346	671	1,244
Foreign exchange loss (gain)	(1,570)	(23,177)	(55)	(29,075)
Share-based payments	131,020	57,373	494,273	367,506
	(350,830)	(225,813)	(782,477)	(962,649)
Changes in non-cash working capital items:				
Receivables	9,969	(14,264)	199,251	312,985
Prepays, current	(134,876)	(10,137)	(130,459)	45,019
Accounts payable and accrued liabilities	(15,063)	(143,536)	(141,361)	(110,014)
Cash used by operating activities	(490,800)	(393,750)	(855,046)	(714,659)
<b>Financing:</b>				
Issuance of common share	1,550,665	-	2,645,207	3,416,426
Share issue expenses	(20,515)	(3,409)	(32,103)	(70,815)
Exercise of warrants	-	-	-	248,000
Exercise of stock options	-	-	24,000	136,500
Cash provided from (used by) financing activities	1,530,150	(3,409)	2,637,104	3,730,111
<b>Investing:</b>				
Mineral property interests, net of recoveries	(231,881)	(735,679)	(1,954,594)	(2,174,912)
Prepays, non-current	6,182	-	(16,690)	-
Acquisition of equipment	-	(596)	-	(596)
Cash used by investing activities	(225,699)	(736,275)	(1,971,284)	(2,175,508)
<b>Foreign exchange (loss) gain on cash held in foreign currency</b>	<b>1,570</b>	<b>23,177</b>	<b>55</b>	<b>29,075</b>
<b>(Decrease) increase in cash</b>	<b>815,221</b>	<b>(1,110,257)</b>	<b>(189,171)</b>	<b>869,019</b>
Cash, beginning of period	466,664	3,599,517	1,471,056	1,620,241
<b>Cash, end of period</b>	<b>\$ 1,281,885</b>	<b>\$ 2,489,260</b>	<b>\$ 1,281,885</b>	<b>\$ 2,489,260</b>

Refer to the accompanying notes to the condensed consolidated interim financial statements.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Cash Flows

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

		<b>Three Months ended September 30, Nine Months ended September 30</b>			
	Notes	<b>2023</b>	2022	<b>2023</b>	2022
<b>Non-cash financing and investing activities:</b>					
Accrual for mineral property interests		\$ (4,913)	\$ 166,243	\$ 124,274	\$ 572,651
Fair value of common shares issued for:					
Adjustment for acquisition of controlled subsidiary	8(b)	-	2,500,000	-	2,500,000
Exercise of stock options	8(c)	-	-	13,453	557,977
Fair value from expiration / cancellation of:					
Stock options	8(c)	152,629	-	152,629	171,601
Finders fee warrants	8(d)	-	73,729	-	73,729
Interest paid		-	-	-	-
Income taxes paid		-	-	-	-

Refer to the accompanying notes to the condensed consolidated interim financial statements.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 1. Nature of Operations and Going Concern

Aztec Minerals Corp. (the “Company”) was incorporated on July 6, 2007 under the laws of British Columbia, Canada. The address of the Company’s registered office is #910 – 800 West Pender Street, Vancouver, BC, Canada, V6C 2V6 and its principal place of business is ##1610 – 777 Dunsmuir Street, Vancouver, BC, Canada, V7Y 1K4.

The Company is in the mineral exploration business and has not yet determined whether its mineral property interests contain reserves. The recoverability of amounts capitalized for mineral property interests is dependent upon the ability of the Company to arrange appropriate financing as needed, the discovery of reserves, the development of its properties, confirmation and maintenance of the Company’s interest in the underlying properties, the receipt of necessary permitting and upon future profitable production or proceeds from the disposition thereof.

The Company has no operating revenues, has incurred a significant net loss of \$1.28 million for the nine months ended September 30, 2023 (September 30, 2022 - \$1.30 million), and has a deficit of \$10.1 million as at September 30, 2023 (December 31, 2022 - \$8.98 million). These condensed consolidated interim financial statements have been prepared on a going concern basis, which assumes the realization of assets and liquidation of liabilities in the normal course of business. The Company’s ability to continue as a going concern is dependent on the ability of the Company to raise debt or equity financings, and the attainment of profitable operations. Management would need to raise the necessary capital to meet its planned business objectives. There can be no assurance that management’s plans will be successful. These matters indicate the existence of material uncertainties that may cast significant doubt about the Company’s ability to continue as a going concern. These condensed consolidated interim financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern, and such adjustments could be material.

## 2. Basis of Presentation

### (a) Statement of compliance:

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”) using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board and the interpretations of the International Financial Reporting Standards Interpretations Committee. These unaudited condensed consolidated interim financial statements do not include all of the information and disclosures required for full and complete annual financial statements, and accordingly should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2022. The Company has consistently applied the same accounting policies for all periods as presented except as noted in Note 3(d). Certain of the prior periods’ comparative figures may have been reclassified to conform to the presentation adopted in the current period.

### (b) Approval of condensed consolidated interim financial statements:

These condensed consolidated interim financial statements were approved by the Company’s Board of Directors on November 28, 2023.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 2. Basis of Presentation (continued)

### (c) Basis of presentation:

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial instruments which are measured at fair value, as disclosed in Note 5. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

### (d) Functional currency and presentation currency:

The functional and presentation currencies of the Company and its subsidiaries are the Canadian dollar. Amounts recorded in a foreign currency are translated into Canadian dollars as follows:

- monetary assets and liabilities at the exchange rate at the condensed consolidated interim statement of financial position date;
- non-monetary assets and liabilities at historical exchange rates, unless such items are carried at fair value, in which case they are translated at the exchange rate in effect on the date which the fair value was determined; and
- revenue and expense items at the rate of exchange in effect on the transaction date.

Exchange gains and losses are recorded in profit or loss in the period in which they occur.

### (e) Critical accounting estimates and judgments:

The preparation of the condensed consolidated interim financial statements in accordance with IFRS requires management to make estimates, assumptions and judgements that affect the application of accounting policies and the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements along with the reported amounts of revenues, if any, and expenses during the period. Actual results may differ from these estimates and, as such, estimates and underlying assumptions are reviewed on an ongoing basis. Revisions are recognized in the period in which the estimates are revised and in any future periods affected.

Significant areas requiring the use of management estimates relate to the variables used in the determination of the fair values of stock options granted and finders fee warrants issued; and the valuation of deferred tax assets. While management believes the estimates are reasonable, actual results could differ from those estimates and could impact future financial performance and cash flows.

The Company applies judgment in assessing whether material uncertainties exist that would cast significant doubt as to whether the Company could continue as a going concern.

The Company applies judgment in assessing the functional currency of each entity consolidated in these condensed consolidated interim financial statements. The functional currency of the Company and its subsidiaries is determined using the currency of the primary economic environment in which that entity operates.

The Company applies judgement in determining whether the Company has control of its entities by assessing the following factors: whether the Company has power; whether the Company has exposure or rights to variable returns; and whether the Company has the ability to use its power to affect the amount of its returns.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 2. Basis of Presentation (continued)

### (e) Critical accounting estimates and judgments: (continued)

The Company applies judgement in determining whether a voluntary change in accounting policy provides more reliable and relevant information in the condensed consolidated interim financial statements.

At the end of each reporting period, the Company assesses each of its mineral property interests to determine whether any indication of impairment exists. Judgment is required in determining whether indicators of impairment exist, including factors such as: the period for which the Company has the right to explore; expected renewals of exploration rights; whether substantive expenditures on further exploration and evaluation of mineral property interests are budgeted or planned; and results of exploration and evaluation activities.

## 3. Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these condensed consolidated interim financial statements.

### (a) Basis of consolidation:

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries, Aztec Minerals America Corp. (USA) and Aztec Minerals (Mexico) JV Corp. (“Aztec Mexico JV”) (Canada) which owns 100% interest in Minera Azteca Dorada S.A. de C.V (Mexico). In 2022, the Company increased its interest from 65% to 100% in Aztec Mexico JV (Notes 6(a) and 8(b)(ii)). The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date control commences until the date control ceases. All significant intercompany transactions and balances are eliminated on consolidation.

Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Non-controlling interests in the net assets are identified separately from the Company’s deficiency. The non-controlling interest consists of the non-controlling interest as at the date of the original acquisition plus the non-controlling interest’s share of changes in equity or deficiency since the date of acquisition.

### (b) Financial instruments:

The Company categorizes financial instruments measured at fair value at one of three levels according to the reliability of the inputs used to estimate fair values. The fair value of financial assets and financial liabilities included in Level 1 are determined by reference to quoted prices in active markets for identical assets and liabilities. Financial assets and liabilities in Level 2 are valued using inputs other than quoted prices for which all significant inputs are based on observable market data. Level 3 valuations are based on inputs that are not based on observable market data.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 3. Significant Accounting Policies (continued)

### (c) Mineral property interests:

The Company capitalizes all costs related to investments in mineral property interests on a property-by-property basis. Such costs include mineral property acquisition or staking costs and exploration and development expenditures, net of any recoveries. Costs are deferred until such time as the extent of mineralization has been determined and mineral property interests are either developed or the Company's mineral rights are allowed to lapse.

All deferred mineral property expenditures are reviewed, on a property-by-property basis, to consider whether there are any conditions that may indicate impairment. When the carrying value of a property exceeds its net recoverable amount that may be estimated by quantifiable evidence of an economic geological resource or reserve, joint venture expenditure commitments or the Company's assessment of its ability to sell the property for an amount exceeding the deferred costs, provision is made for the impairment in value.

The amounts shown for acquisition costs and deferred exploration expenditures represent costs incurred to date and do not necessarily reflect present or future values. These costs will be depleted over the useful lives of the properties upon commencement of commercial production or written off if the property interests are abandoned or the claims are allowed to lapse.

From time to time, the Company may acquire or dispose of a mineral property interest pursuant to the terms of a property option agreement. As the property options are exercisable entirely at the discretion of the optionee, the amounts payable or receivable in the future are not recorded. Property option payments are recorded as property costs or recoveries when the payments are made or received, respectively. When the amount of recoveries exceeds the total amount of capitalized costs of the property, the amount in excess of costs is credited to profit or loss.

### (d) Change in accounting policy:

In fiscal 2022, the Company voluntarily changed in its accounting policy for value added tax receivable ("VAT") in Mexico. Previously the Company recorded VAT in receivables as current asset. Under its new policy, the Company recorded VAT in mineral property interests. Management considers this accounting policy to provide more reliable and relevant information and more clearly represents the cost of the Company's mineral property expenditures. The accounting policy change has been applied retrospectively. Any receipts from VAT will be recorded as recoveries which reduce the value of mineral property interests. In accordance with IAS8 – *Accounting Policies in Accounting Estimates and Errors*, the Company has applied this change retrospectively and the comparatives have been adjusted accordingly for all the periods presented, as if the policy has been applied as of January 1, 2021.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 3. Significant Accounting Policies (continued)

### (d) Change in accounting policy: (continued)

The impacts to the Company's condensed consolidated interim statement of cash flows for the three and nine months ended September 30, 2022 are as follows:

	Three months ended September 30, 2022			Nine months ended September 30, 2022		
	As Previously Reported	Effect of Change in Accounting Policy	As Restated	As Previously Reported	Effect of Change in Accounting Policy	As Restated
<b>Operations:</b>						
Receivables	\$ (129,138)	\$ 114,874	\$ (14,264)	\$ 8,829	\$ 304,156	\$ 312,985
<b>Cash used by operating</b>	<b>(508,624)</b>	<b>114,874</b>	<b>(393,750)</b>	<b>(1,018,815)</b>	<b>304,156</b>	<b>(714,659)</b>
<b>Investing:</b>						
Mineral property interests, net of recoveries	(620,805)	(114,874)	(735,679)	(1,870,756)	(304,156)	(2,174,912)
<b>Cash used by investing activities</b>	<b>(621,401)</b>	<b>(114,874)</b>	<b>(736,275)</b>	<b>(1,871,352)</b>	<b>(304,156)</b>	<b>(2,175,508)</b>
<b>Cash, end of period</b>	<b>2,489,260</b>	<b>-</b>	<b>2,489,260</b>	<b>2,489,260</b>	<b>-</b>	<b>2,489,260</b>

## 4. Management of Capital

The Company is an exploration stage company and its activities involve a high degree of risk. The Company has not yet determined whether its mineral property interests contain reserves and currently has not earned any revenues from its mineral property interests and does not generate cash flows from operations. The Company's primary sources of funds are from debt capital and the issuance of share capital.

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

The Company invests its excess capital in liquid investments to obtain adequate returns. The investment decision is based on cash management to ensure working capital is available to meet the Company's short-term obligations while maximizing liquidity and returns of unused capital.

Management reviews the capital availability and needs on a regular basis to ensure the above-noted objectives are met. There have been no changes to the Company's approach to capital management during the three and nine months ended September 30, 2023.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 4. Management of Capital (continued)

Although the Company has raised funds in the past from the issuance of share capital, it is uncertain whether it would be able to continue this financing in the future. The Company will continue to rely on debt and equity financings to meet its commitments as they become due, to continue exploration work on its mineral property interests, and to meet its administrative overhead costs for the coming periods.

As at September 30, 2023, the Company was not subject to any externally imposed capital requirements.

## 5. Financial Instruments and Management of Financial Risk

The Company has classified its cash as FVTPL; receivables as amortized cost; and accounts payable and accrued liabilities as amortized cost.

The fair values of the Company's receivables and accounts payable and accrued liabilities approximate their carrying values due to the short terms to maturity. Cash is measured at fair value using Level 1 inputs.

The Company is exposed in varying degrees to a variety of financial instrument related risks, including credit risk, liquidity risk, and market risk which includes foreign currency risk, interest rate risk and other price risk. The types of risk exposure and the way in which such exposure is managed are as follows.

### (a) Credit risk:

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations.

The Company's credit risk is primarily attributable to its cash. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality Canadian financial institutions. Non-contractual taxes receivables from government agencies are not considered financial instruments.

Management has reviewed the items comprising the accounts receivable balance, and determined that the accounts are collectible. As at September 30, 2023, the Company has recorded an allowance for doubtful accounts of \$nil (December 31, 2022 - \$nil) and the Company's receivables are due within 30 days of September 30, 2023.

### (b) Liquidity risk:

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due.

The Company ensures that there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash and its ability to raise debt and equity financings. As at September 30, 2023, the Company had working capital (current assets less current liabilities) of \$1.56 million (December 31, 2022 - \$1.58 million). The Company will require additional funding to meet its short-term liabilities and administrative overhead costs, and to maintain its mineral property interests in 2023.

Accounts payable and accrued liabilities are due in less than 90 days.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

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(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 5. Financial Instruments and Management of Financial Risk (continued)

### (c) Market risk:

The significant market risk to which the Company is exposed are foreign currency risk, interest rate risk and other price risk.

#### (i) Foreign currency risk:

The Company has certain cash, receivables and accounts payable stated in United States dollars and Mexican pesos, mineral property interests which are in the USA and Mexico, and a portion of its operations are in Mexico, resulting in expenditures subject to foreign currency fluctuations. Fluctuations in the United States dollar and Mexican peso would impact the losses of the Company and the values of its assets and liabilities as the Company's functional and presentation currencies are the Canadian dollar. The Canadian dollar fluctuates with the United States dollar and Mexican peso.

At September 30, 2023, the Company was exposed to currency risk for its Canadian dollar equivalent of financial assets and liabilities denominated in currencies other than Canadian dollars as follows:

	Stated in Canadian Dollars		
	Held in		Total
	United States Dollars	Mexican Pesos	
Cash	\$ 74,920	\$ 1,926	\$ 76,846
Accounts receivable	79,981	-	79,981
Accounts payable and accrued liabilities	(116,377)	(3,801)	(120,178)
Net financial assets (liabilities), September 30, 2023	\$ 38,524	\$ (1,875)	\$ 36,649

Based upon the above net exposure as at September 30, 2023 and assuming all other variables remain constant, a 5% depreciation or appreciation of the Canadian dollar relative to the United States dollar and Mexican peso could result in a decrease/increase of approximately \$2,000 in the Company's net losses. The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks at this time.

The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks at this time.

#### (ii) Interest rate risk:

In respect of financial assets, the Company's policy is to invest excess cash at floating rates of interest in cash equivalents, in order to maintain liquidity, while achieving a satisfactory return. Fluctuations in interest rates impact on the value of cash equivalents. Interest rate risk is not significant to the Company as it has no cash equivalents at year-end.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

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(Unaudited – Prepared by Management)

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## 5. Financial Instruments and Management of Financial Risk (continued)

(c) Market risk: (continued)

(iii) Other price risk:

Other price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices. The Company currently does not have any financial instruments which fluctuate with market prices.

## 6. Mineral Property Interests

	September 30, 2023		
	Mexico	USA	Total
	Cervantes	Tombstone	
<b>Acquisition Costs:</b>			
Balance, December 31, 2022	\$ 582,611	\$ 478,312	\$ 1,060,923
Acquisition	-	92,880	92,880
Balance, September 30, 2023	582,611	571,192	1,153,803
<b>Deferred Exploration Expenditures:</b>			
Balance, December 31, 2022	6,144,193	1,825,242	7,969,435
Access and facilities	105,956	-	105,956
Assays	41,246	65,443	106,689
Drilling	31,854	963,154	995,008
Equipment and systems	10,800	31,833	42,633
Environmental	532	40,025	40,557
Field, camp, supplies	15,137	25,542	40,679
General, administrative, legal, sundry	63,448	18,374	81,822
Geology	261,041	85,604	346,645
Salaries and local labour	60,258	91,875	152,133
Surface taxes	17,613	9,549	27,162
Surveying	4,490	-	4,490
Transportation and travel	36,209	70,934	107,143
Value added tax	128,732	-	128,732
Contribution by joint venture partner	-	(411,184)	(411,184)
Balance, September 30, 2023	\$ 6,921,509	\$ 2,816,391	\$ 9,737,900
<b>Mineral Property Interests:</b>			
December 31, 2022	\$ 6,726,804	\$ 2,303,554	\$ 9,030,358
September 30, 2023	7,504,120	3,387,583	10,891,703

# AZTEC MINERALS CORP.

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Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

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## 6. Mineral Property Interests (continued)

### (a) Cervantes property (Mexico):

On September 30, 2016, the Company entered into the Option Amendment and Assignment Agreement for the Cervantes Property (“Option Assignment Agreement”) for the Cervantes Property with Aztec Metals Corp., which share common directors with the Company, (“AzMet”) and Kootenay Silver Inc. (“Kootenay”), whereby AzMet assigned to the Company all of its rights and interests in the Property Option Agreement dated July 25, 2015 between AzMet and Kootenay (the “Option Agreement”). In July 2019, the Company earned its 65% interest in the Cervantes property.

In December 2020, the Company entered into a joint venture agreement with Kootenay whereby the Company holds 65% interest in the joint venture entity, Aztec Minerals (Mexico) JV Corp. (“Aztec Mexico JV”). Minera Azteca Dorada SA de CV is a wholly-owned subsidiary of Aztec Mexico JV and owns the Cervantes property. The Company determined that the 65% interest in Aztec Mexico JV does not constitute a loss of control. The issuance of the shares is accounted for as an equity transaction and resulted in a non-controlling interest of \$954,847.

In August 2022, the Company closed the purchase transaction with Kootenay whereby the Company acquired Kootenay’s 35% interest in the joint venture, Aztec Mexico JV, resulting in the Company owning a 100% interest in the Cervantes project. As consideration for the 35% interest in Aztec Mexico JV, the Company issued to Kootenay 10,000,000 common shares in the capital of the Company at a fair value of \$0.24 per share, and Kootenay retains a 0.5% net smelter return royalty.

In May 2023, the Company received funds of \$150,000 from Kootenay in full settlement of balances owed from the prior joint venture.

### (b) Tombstone property (USA):

On November 30, 2017, as amended on February 28, 2018, the Company entered into a Purchase Option Agreement for the Tombstone property (the “Tombstone Option Agreement”) with Baroyeca Gold & Silver Inc. and its two wholly owned U.S. subsidiaries (collectively, “Baroyeca”). In February 2021, the Company earned a 75% interest by making cash payments of \$100,000, incurred exploration expenditures of \$1 million and issued 1 million common shares over a three year period starting from March 2018.

In February 2021, the Company entered into a joint venture with Baroyeca’s two U.S. subsidiaries whereby the Company holds 75% interest in the joint venture; in April 2022, Baroyeca’s two U.S. subsidiaries assigned their interests to their affiliate, Dragoon Resources LLC (“Dragoon”). The Company determined that the 75% interest in the joint venture does not constitute a loss of control. The Company records its proportionate share of their 75% interest in the Tombstone property in mineral property interests. As at September 30, 2023, the Company has an estimate amount receivable from Dragoon of \$124,030 (December 31, 2022 - \$104,600) in relation to the joint venture.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 6. Mineral Property Interests (continued)

### (c) Title to mineral property interests:

The Company has investigated rights of ownership of all of its mineral properties/concessions and, to the best of its knowledge, all agreements relating to such ownership rights are in good standing. However, all properties/concessions may be subject to prior claims, agreements or transfers, and rights of ownership may be affected by undetected defects.

### (d) Realization of assets:

The Company's investment in and expenditures on its mineral property interests comprise a significant portion of the Company's assets. Realization of the Company's investment in these assets is dependent on establishing legal ownership of the properties, on the attainment of successful commercial production or from the proceeds of their disposal. The recoverability of the amounts shown for mineral property interests is dependent upon the existence of reserves, the ability of the Company to obtain necessary financing to complete the development of the properties, and upon future profitable production or proceeds from the disposition thereof.

### (e) Environmental matters:

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 materials 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 conducts its mineral exploration activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former mineral property interests that may result in material liability to the Company.

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation of the Company's operation may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the mineral properties, the potential for production on the property may be diminished or negated.

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(Stated in Canadian dollars)

## 7. Equipment

	Office Furnishings	Office Equipment	Total
<b>Cost:</b>			
Balance, December 31, 2021	\$ 4,121	\$ 10,859	\$ 14,980
Add: Acquisitions	-	596	596
Balance, December 31, 2022	4,121	11,455	15,576
Add: Acquisitions	-	-	-
Balance, September 30, 2023	4,121	11,455	15,576
<b>Accumulated amortization:</b>			
Balance, December 31, 2021	3,112	8,692	11,804
Add: Amortization	708	784	1,492
Balance, December 31, 2022	3,820	9,476	13,296
Add: Amortization	195	476	671
Balance, September 30, 2023	\$ 4,015	\$ 9,952	\$ 13,967
<b>Net book value:</b>			
Balance, December 31, 2022	\$ 301	\$ 1,979	\$ 2,280
Balance, September 30, 2023	106	1,503	1,609

## 8. Share Capital

### (a) Authorized:

The authorized share capital of the Company is comprised of an unlimited number of common shares without par value.

### (b) Issued:

- (i) On February 23, 2023, the Company closed a private placement for 4,378,168 shares at \$0.25 per share for total proceeds of \$1.09 million.

In April 2023, stock options for 200,000 common shares were exercised for gross proceeds of \$24,000, resulting in a fair value reallocation of \$13,453 from reserve for share-based payments to share capital.

In August and September 2023, the Company closed a private placement in two tranches totalling 6.89 million units at \$0.225 per unit for gross proceeds of \$1.55 million. Each unit was comprised of one common share and one-half of one share purchase warrant; each whole share purchase warrant is exercisable to acquire one common share at an exercise price of \$0.30 for a period of three years. On August 29, 2023, the Company closed the first tranche for 4.05 million units for gross proceeds of \$911,576. On November 17, 2021, the Company closed the second tranche for 2.84 million units for gross proceeds of \$637,087. Finders fees were comprised of \$18,324 in cash and 75,700 warrants of which 56,520 warrants have an exercise price of \$0.30 and expiry date of August 29, 2026 and 19,180 warrants have an exercise price of \$0.225 and expiry date of August 29, 2025.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 8. Share Capital (continued)

### (b) Issued: (continued)

- (ii) In June 2022, the Company closed a private placement for 11.4 million units at \$0.30 per unit for gross proceeds of \$3.4 million. Each unit is comprised of one common share and one share purchase warrant which is exercisable to acquire one common share at an exercise price of \$0.40 until June 6, 2024. Each underlying warrant has a fair value of \$0.005.

In August 2022, the Company issued 10 million common shares at a fair value of \$0.24 per share to acquire 35% of Kootenay's interest in the Cervantes project (Note 6(a)).

In 2022, warrants for 2.48 million common shares and stock options for 600,000 common shares were exercised for gross proceeds of \$384,500, resulting in a fair value reallocation of \$557,977 from reserve for share-based payments to share capital.

### (c) Stock option plan:

In January 20, 2017, the Company adopted a stock option plan that allows it to grant stock options to its directors, officers, employees and consultants, provided that the aggregate number of stock options granted shall not at any time exceed 10% of the total number of issued and outstanding common shares of the Company. The exercise price of each stock option shall be based on the market price of the Company's shares as traded on the TSX-V at the time of grant. Stock options have a maximum term of ten years and terminate 30 days following the termination of the optionee's employment, except in the case of death, in which case they terminate one year after the event. Vesting of stock options is made at the discretion of the Board at the time the stock options are granted.

The continuity of stock options for nine months ended September 30, 2023 is as follows:

	September 30, 2023	
	Number of shares	Weighted average exercise price
Outstanding balance, beginning of period	5,135,000	\$0.30
Granted	3,225,000	\$0.26
Exercised	(200,000)	\$0.12
Cancellation	(640,000)	\$0.35
Outstanding balance, end of period	7,520,000	\$0.29

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 8. Share Capital (continued)

### (c) Stock option plan: (continued)

The following table summarizes information about stock options outstanding and exercisable at September 30, 2023:

Exercise Prices	Options Outstanding			Options Exercisable		
	Number Outstanding at Sept 30, 2023	Weighted Average Remaining Contractual Life (Number of Years)	Weighted Average Exercise Prices	Number Exercisable at Sept 30, 2023	Weighted Average Remaining Contractual Life (Number of Years)	Weighted Average Exercise Prices
\$0.12	600,000	0.76	\$0.12	600,000	0.76	\$0.12
\$0.40	1,330,000	1.85	\$0.40	1,330,000	1.85	\$0.40
\$0.30	865,000	2.53	\$0.30	865,000	2.53	\$0.30
\$0.30	1,500,000	3.49	\$0.30	1,500,000	3.49	\$0.30
\$0.255	3,025,000	4.41	\$0.26	1,512,500	4.41	\$0.26
\$0.30	200,000	4.73	\$0.30	100,000	4.73	\$0.30
	7,520,000	3.28	\$0.29	5,907,500	2.96	\$0.29

In 2022, the Company granted the following stock options:

- on March 28, 2022, stock options were granted for 1,875,000 common shares to directors, officers and employees with an exercise price of \$0.30 and expiry date of March 28, 2027. The stock options are subject to vesting provisions in which 20% vest on grant date and 20% vest every 3 months thereafter.
- on October 1, 2022, stock options were granted for 100,000 common shares to a consultant with an exercise price of \$0.30 and expiry date of October 1, 2025. The stock options fully vest on February 1, 2023.

For the nine months ended September 30, 2023, the Company granted the following stock options:

- on February 27, 2023, stock options were granted for 3,025,000 common shares to directors, officers, an employee and a consultant with an exercise price of \$0.255 and expiry date of February 27, 2028. The stock options are subject to vesting provisions in which 25% vest on May 27, 2023 and 25% vest every 3 months thereafter.
- on June 22, 2023, stock options were granted for 200,000 common shares to a consultant with an exercise price of \$0.30 and expiry date of June 22, 2028. The stock options are subject to vesting provisions whereby the initial 25% vest on June 30, 2023 and 25% vest every 3 months thereafter.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

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(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 8. Share Capital (continued)

### (c) Stock option plan: (continued)

During the three and nine months ended September 30, 2023, the Company recognized share-based payments of \$131,020 and \$494,273, respectively (September 30, 2022 - \$57,373 and \$367,506, respectively), net of forfeitures, based on the fair value of options that were earned by the provision of services during the period. Share-based payments are segregated between directors and officers, employees and consultants, as applicable, as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Directors and officers	\$ 107,732	\$ 46,622	\$ 405,381	\$ 321,522
Consultants	15,997	10,438	62,790	44,455
Employees	7,291	313	26,102	1,529
	<u>\$ 131,020</u>	<u>\$ 57,373</u>	<u>\$ 494,273</u>	<u>\$ 367,506</u>

The weighted average fair value of stock options granted and the weighted average assumptions used to calculate share-based payments for stock option grants are estimated using the Black-Scholes option pricing model as follows:

	September 30,	
	2023	2022
Number of stock options granted	3,225,000	1,875,000
Fair value of stock options granted	\$0.18	\$0.21
Market price of shares on grant date	\$0.25	\$0.29
Pre-vest forfeiture rate	7.23%	5.50%
Risk-free interest rate	3.92%	2.47%
Expected dividend yield	0%	0%
Expected stock price volatility	109.38%	116.82%
Expected option life in years	3.47	3.32

Expected stock price volatility is based on the historical price volatility of the Company. 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 with the valuation model. The Company has not paid and does not anticipate paying dividends on its common shares.

# AZTEC MINERALS CORP.

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Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 8. Share Capital (continued)

### (d) Warrants:

At September 30, 2023, the Company had outstanding warrants as follows:

Exercise Prices	Expiry Dates	Outstanding at December 31, 2022	Issued	Exercised	Expired	Outstanding at September 30, 2023
\$0.40	October 29, 2023 <sup>(1)</sup>	3,332,453	-	-	-	3,332,453
\$0.40	October 29, 2023 <sup>(2)</sup>	980	-	-	-	980
\$0.40	November 17, 2023 <sup>(3)</sup>	1,917,939	-	-	-	1,917,939
\$0.40	June 6, 2024 <sup>(4)</sup>	11,388,089	-	-	-	11,388,089
\$0.30	August 29, 2026 <sup>(5)</sup>	-	2,025,725	-	-	2,025,725
\$0.30	August 29, 2026 <sup>(6)</sup>	-	56,520	-	-	56,520
\$0.225	August 29, 2025 <sup>(7)</sup>	-	19,180	-	-	19,180
\$0.30	September 25, 2026 <sup>(8)</sup>	-	1,420,195	-	-	1,420,195
		16,639,461	3,521,620	-	-	20,161,081

(1) On October 29, 2021, the Company issued 3,332,453 warrants with an exercise price of \$0.40 and an expiry date of October 29, 2023, and have a total fair value of \$99,973 as determined by the excess private placement price over the market price of the common share on closing date. These warrants expired unexercised on the expiry date.

(2) These finders fee warrants have a fair value of \$147 and was recorded as share issuance expense as applied to share capital with a corresponding credit to reserve for share-based payments calculated using the Black-Scholes option pricing model with the following assumptions: volatility 126%, risk-free rate 1.08%, expected life 2 years, and expected dividend yield 0%. These warrants expired unexercised on the expiry date.

(3) On November 17, 2021, the Company issued 1,917,939 warrants with an exercise price of \$0.40 and an expiry date of November 17, 2023, and have a total fair value of \$38,358 as determined by the excess private placement price over the market price of the common share on closing date. These warrants expired unexercised on the expiry date.

(4) On June 6, 2022, the Company issued 11,388,089 warrants with an exercise price of \$0.40 and an expiry date of June 6, 2024, and have a total fair value of \$56,940 as determined by the excess private placement price over the market price of the common share on closing date (Note 8(b)(ii)).

(5) On August 29, 2023, the Company issued 2,025,725 warrants with an exercise price of \$0.30 and an expiry date of August 29, 2026, and have a total fair value of \$60,772 as determined by the excess private placement price over the market price of the common share on closing date (Note 8(b)(i)).

(6) These finders fee warrants have a fair value of \$5,444 and was recorded as share issuance expense as applied to share capital with a corresponding credit to reserve for share-based payments calculated using the Black-Scholes option pricing model with the following assumptions: volatility 80%, risk-free rate 4.38%, expected life 3 years, and expected dividend yield 0%.

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## 8. Share Capital (continued)

### (d) Warrants: (continued)

- (7) These finders fee warrants have a fair value of \$1,698 and was recorded as share issuance expense as applied to share capital with a corresponding credit to reserve for share-based payments calculated using the Black-Scholes option pricing model with the following assumptions: volatility 77%, risk-free rate 4.63%, expected life 2 years, and expected dividend yield 0%.
- (8) On September 25, 2023, the Company issued 1,420,195 warrants with an exercise price of \$0.30 and an expiry date of September 25, 2026, and have a total fair value of \$56,808 as determined by the excess private placement price over the market price of the common share on closing date (Note 8(b)(i)).

## 9. Office and Sundry

	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Office and Sundry:				
Insurance	\$ 3,800	\$ 7,625	\$ 11,400	\$ 14,975
Office and sundry	3,054	1,491	5,656	5,366
Rent	3,000	4,776	9,643	15,081
Software and system support	7,482	6,234	23,620	20,640
Telecommunications	2,128	2,222	6,457	6,618
	<u>\$ 19,464</u>	<u>\$ 22,348</u>	<u>\$ 56,776</u>	<u>\$ 62,680</u>

# AZTEC MINERALS CORP.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

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(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

## 10. Related Party Transactions

Key management includes directors (executive and non-executive) and senior management. The compensation paid or payable to key management for employee services is disclosed in the table below.

Except as disclosed elsewhere in the condensed consolidated interim financial statements, the Company had the following transactions with related parties:

	Nine months ended September 30		Net balance receivable (payable)	
	2023	2022	September 30, 2023	December 31, 2022
Key management compensation:				
Executive salaries and remuneration <sup>(1)</sup>	\$ 354,692	\$ 353,046	\$ -	\$ -
Directors fees	14,813	16,063	(14,813)	-
Share-based payments	405,381	321,522	-	-
	<u>\$ 774,886</u>	<u>\$ 690,631</u>	<u>\$ (14,813)</u>	<u>\$ -</u>
Net office, sundry, rent and salary allocations recovered from (incurred to) company(ies) sharing certain common director(s)	\$ -	\$ (7,105)	\$ -	\$ -

<sup>(1)</sup> Includes key management compensation which is included in mineral property interests, employee remuneration and property investigation.

The above related party transactions are incurred in the normal course of business. Any amounts payable to related parties are due in less than 90 days.

## 11. Segment Disclosures

The Company has one operating segment, being mineral exploration, with assets located in Canada, Mexico and U.S.A, as follows:

	September 30, 2023				December 31, 2022			
	Canada	Mexico	USA	Total	Canada	Mexico	USA	Total
Mineral property interests	\$ -	\$ 7,504,120	\$ 3,387,583	\$ 10,891,703	\$ -	\$ 6,726,804	\$ 2,303,554	\$ 9,030,358
Prepays, non current	-	37,344	19,860	57,204	-	37,128	3,386	40,514
Equipment	1,609	-	-	1,609	2,280	-	-	2,280

# **AZTEC MINERALS CORP.**

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Notes to the Condensed Consolidated Interim Financial Statements

Three and Nine Months ended September 30, 2023

(Unaudited – Prepared by Management)

(Stated in Canadian dollars)

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## **12. COVID-19**

In 2020, the coronavirus global pandemic (“COVID-19”) affected the global economy as well as caused volatility in the global financial markets. While the full impact of COVID-19 on the global economy remains uncertain, rapid spread of COVID-19 may have an adverse effect on the Company's financing capabilities. The extent to which COVID-19 may impact the Company's business will depend on future developments such as the geographic spread of the disease, vaccination rates, the duration of the outbreak, travel restrictions and social distancing, business closures or business disruptions, and the effectiveness of actions taken in Canada, the United States and other countries to contain and treat the disease. It is not possible to reliably estimate the length or severity of these developments and their financial impact to the date of approval of these condensed consolidated interim financial statements. As at September 30, 2023, COVID-19 has not had a significant negative impact on the Company's operations or ability to raise capital.

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J. Patricio Varas  
Mark Rebagliati  
James Schilling  
Stewart Lockwood (Corporate Secretary)

**OFFICERS**

Allen David Heyl ~ Vice President (Exploration)  
Philip Yee ~ Chief Financial Officer

**REGISTRAR AND  
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