MINERAL MOUNTAIN RESOURCES LTD.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine Months Ended December 31, 2022

(Unaudited – Prepared by Management)

(EXPRESSED IN CANADIAN DOLLARS)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL REPORT

The accompanying unaudited interim financial report of Mineral Mountain Resources Ltd. (the "Company") has been prepared by and is the responsibility of the Company's management. The Company's independent auditor has not performed a review of this financial report.

MINERAL MOUNTAIN RESOURCES LTD.
INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited – Prepared by Management)

	Note	December 31, 2022	March 31, 2022
ASSETS			
Current assets			
Cash		$ 15,899	$ 3,969
Sales tax recoverable		25,231	15,267
Prepaid expenses and deposits	4	110,959	148,499
		152,089	167,735
Non-current assets			
Exploration and evaluation assets	7	10,652,245	10,450,842
Restricted cash	5	25,013	24,437
Property and equipment	6	58,665	94,356
		10,735,923	10,569,635
Total assets		$ 10,888,012	$ 10,737,370
LIABILITIES AND EQUITY			
Current liabilities			
Trade and other payables	8	$ 707,446	$ 681,255
Amounts due to related parties	10	381,237	169,298
Lease liability – current portion	9	51,234	42,265
Loans payable to related parties	10	-	20,000
		1,139,917	912,818
Non-current liabilities			
Lease liability	9	11,881	45,467
Total liabilities		1,151,798	958,285
Equity			
Share capital	11	50,057,792	49,599,852
Share subscription proceeds		-	7,380
Share-based payments reserve		2,829,801	2,966,871
Deficit		(43,151,379)	(42,795,018)
Total equity		9,736,214	9,779,085
Total liabilities and equity		$ 10,888,012	$ 10,737,370

Commitments (Note 9)
Events after the reporting period (Note 18)

The financial statements were authorised for issue by the board of directors on February 28, 2023 and were signed on its behalf by:

"Brian Corrall" Director *"T. Barry Coughlan"* Director

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

MINERAL MOUNTAIN RESOURCES LTD.
INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited – Prepared by Management)

	Note	Three Months Ended December 31, 2022	Three Months Ended December 31, 2021	Nine Months Ended December 31, 2022	Nine Months Ended December 31, 2021
EXPENSES					
Consulting fees		$ 61	$ 32,088	$ 13,494	$ 47,445
Depreciation	6	11,388	11,387	34,164	36,156
Interest expenses		2,125	4,134	11,768	11,249
Management fee	10	88,500	83,500	260,500	245,500
Media and news dissemination		500	4,409	11,039	13,628
Office and miscellaneous		16,574	24,057	51,913	72,946
Professional fees	10	11,271	26,766	39,582	65,553
Rent		12,377	10,744	42,862	28,576
Share-based payments	12	-	-	55,861	117,173
Transfer agent and filing fees		9,870	12,933	33,452	34,554
Loss before items below		(152,666)	(210,018)	(554,635)	(672,780)
Interest income		2	29	2	29
Foreign exchange		(12,506)	31	(44,659)	(7,887)
Gain on sale of exploration and evaluation assets		-	-	50,000	50,000
Comprehensive loss for the period		$ (165,170)	$ (209,958)	$ (549,292)	$ (630,638)
Basic and diluted loss per common share	11	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)

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

MINERAL MOUNTAIN RESOURCES LTD.
INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(EXPRESSED IN CANADIAN DOLLARS)
(Unaudited – Prepared by Management)

	Note	Number of Shares	Share capital	Share subscription proceeds	Share-based payments reserve	Deficit	Total equity
Balance, March 31, 2022		103,541,709	$ 49,599,852	$ 7,380	$ 2,966,871	$ (42,795,018)	$ 9,779,085
Comprehensive loss for the period		-	-	-	-	(549,292)	(549,292)
Transactions with owners							
Private placements	11	5,873,429	458,690	(7,380)	-	-	451,310
Share issuance costs	11	-	(750)	-	-	-	(750)
Share-based payments	12	-	-	-	55,861	-	55,861
Adjustment on expiration of stock options		-	-	-	(192,931)	192,931	-
		5,873,429	457,940	(7,380)	(137,070)	-	506,421
Balance, December 31, 2022		109,415,138	$ 50,057,792	$ -	$ 2,829,801	$ (43,151,379)	$ 9,736,214

	Note	Number of Shares	Share capital	Share subscription proceeds	Share-based payments reserve	Deficit	Total equity
Balance, March 31, 2021		102,208,369	$ 49,401,602	$ -	$ 3,015,395	$ (42,138,833)	$ 10,278,164
Comprehensive loss for the period		-	-	-	-	(630,638)	(630,638)
Transactions with owners							
Private placements	11	1,333,340	200,001	-	-	-	200,001
Share subscription proceeds	11	-	-	7,380	-	-	7,380
Share issuance costs	11	-	(1,751)	-	-	-	(1,751)
Share-based payments	12	-	-	-	117,173	-	117,173
Adjustment on expiration of stock options		-	-	-	(165,697)	165,697	-
		1,333,340	198,250	7,380	(48,524)	165,697	322,803
Balance, December 31, 2021		103,541,709	$ 49,599,852	$ 7,380	$ 2,966,871	$ (42,603,774)	$ 9,970,329

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

MINERAL MOUNTAIN RESOURCES LTD.
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(EXPRESSED IN CANADIAN DOLLARS)
NINE MONTHS ENDED DECEMBER 31
(Unaudited – Prepared by Management)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	$ (549,292)	$ (630,638)
Items not affecting cash:		
Depreciation	34,164	36,156
Foreign exchange	42,512	(267)
Gain on sale of exploration and evaluation assets	(50,000)	(50,000)
Interest expense	11,768	10,282
Share-based payments	55,861	117,173
Changes in non-cash working capital items:		
Sales tax recoverable	(9,964)	6,277
Prepaid expenses and deposits	40,067	(10,539)
Trade and other payables	(71,908)	38,973
Amounts due to related parties	211,939	87,146
Net cash used in operating activities	(284,853)	(395,437)
CASH FLOWS FROM INVESTING ACTIVITIES		
Exploration and evaluation assets	(151,419)	(254,448)
Proceeds from sale of exploration and evaluation assets	50,000	50,000
Net cash used in investing activities	(101,419)	(204,448)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of share capital	451,310	200,001
Share subscription proceeds	-	7,380
Share issuance costs	(750)	(1,751)
Payment of lease liability	(31,864)	(31,864)
Loans from related parties	3,000	-
Repayment of related party loans	(23,000)	-
Loan interest paid	(494)	-
Net cash provided by financing activities	398,202	173,766
Change in cash during the period	11,930	(426,119)
Cash, beginning of the period	3,969	456,167
Cash, end of the period	$ 15,899	$ 30,048

Supplemental disclosures with respect to cash flows (Note 13)

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

1. NATURE OF BUSINESS

Mineral Mountain Resources Ltd. (the "Company") was incorporated on September 1, 2006 under the laws of British Columbia, Canada and maintains its head office at Suite 401, 1195 West Broadway, Vancouver, British Columbia, Canada, V6H 3X5. Its registered office is located at Suite 2300, 550 Burrard Street, Vancouver, British Columbia, Canada, V6C 2B5. The Company is engaged in the acquisition, exploration, and development of mineral properties in North America. The Company's common shares are listed on the TSX Venture Exchange (TSX-V) under the symbol "MMV", on the OTCQX under the symbol "MNRLF", and on the Frankfurt Stock Exchange under the symbol "M8M".

2. BASIS OF PREPARATION

These condensed interim consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by International Accounting Standards Board ("IASB"), applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34 *Interim Financial Reporting*. The condensed unaudited interim financial statements do not include all of the disclosures required for a complete set of annual financial statements and should be read in conjunction with the audited annual consolidated financial statements for the year ended March 31, 2022, which have been prepared in accordance with IFRS as issued by the IASB.

These consolidated financial statements incorporate the financial statements of the Company and its wholly-owned subsidiary, Mineral Mountain Resources (SD) Inc. All inter-company transactions, balances, income and expenses are eliminated in full on consolidation.

Basis of measurement

These consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments that are measured at fair values. In addition these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Functional and presentation currency

These consolidated financial statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiary.

2. BASIS OF PREPARATION (cont'd…)

Going concern of operations

The Company is an exploration stage company. The Company has a history of losses with no operating revenue. The ability of the Company to recover the costs it has incurred to date on the exploration and evaluation assets is dependent upon the Company being able to identify a commercial ore body, to finance its exploration and development costs and to resolve any environmental, regulatory, or other constraints which may hinder the successful development of the assets. The aforementioned factors indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent on its ability to obtain adequate financing on reasonable terms from lenders, shareholders and other investors and/or to commence profitable operations in the future. Although the Company has been successful in raising funds in the past, there is no assurance that it will be able to obtain adequate financing in which case the Company may be unable to meet its obligations. The directors, after reviewing the current cash position and having considered the Company's ability to raise funds in the short term, adopt the going concern basis in preparing its consolidated financial statements.

These consolidated financial statements do not include adjustments that would be required if going concern is not an appropriate basis for preparation of the financial statements. These adjustments could be material.

In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is currently not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds. The Company is closely monitoring the impact of the pandemic on all aspects of its business.

Significant estimates and assumptions

The preparation of these consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the period. Actual results could differ from these estimates. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised. Significant areas requiring the use of management estimates include:

i) The determination of the fair value of stock options and agent's warrants using stock pricing models, require the input of highly subjective assumptions, including the expected price volatility. Changes in the subjective input assumptions could materially affect the fair value estimate.

ii) The determination of deferred income tax assets or liabilities requires subjective assumptions regarding future income tax rates and the likelihood of utilizing tax carryforwards. Changes in these assumptions could materially affect the recorded amounts.

(EXPRESSED IN CANADIAN DOLLARS)

2. BASIS OF PREPARATION (cont'd…)

Significant judgments

The preparation of these consolidated financial statements requires management to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in applying the Company's financial statements include:

i) Recorded costs of exploration and evaluation assets are not intended to reflect present or future values of these assets. The assessment of indications of impairment loss and the reversal of an impairment loss and the measuring of the recoverable amount when impairment tests have been prepared involve judgment. The recorded costs are subject to measurement uncertainty and it is reasonably possible, based on existing knowledge, that change in future conditions could require a material change in the recognized amount.

ii) The assessment of the Company's ability to continue as a going concern involves judgment regarding future funding available for its exploration projects and working capital requirements and whether there are events or conditions that may give rise to significant uncertainty.

iii) The classification of financial instruments.

iv) The determination of whether it is likely that future taxable profits will be available to utilize against any deferred tax assets.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out in the Company's audited annual consolidated financial statements for the year ended March 31, 2022 were consistently applied to all the periods presented unless otherwise noted below.

New accounting standards

The Company has reviewed future new and amended IFRS pronouncements and determined that there are no standards that are not yet effective that would be expected to have a material impact on the Company's consolidated financial statements.

4. PREPAID EXPENSES AND DEPOSITS

	December 31, 2022	March 31, 2022
Exploration deposits	$ 27,751	$ 25,525
Prepaid expenses	52,538	92,304
Rental deposit	30,670	30,670
	$ 110,959	$ 148,499

(EXPRESSED IN CANADIAN DOLLARS)

5. RESTRICTED CASH

The Company has provided corporate credit cards to its Chief Executive Officer with a credit limit totalling $21,400 ($15,000 in Canadian and $5,000 in US) for the Company's expenses. As collateral for the credit cards, the Company has a one-year term deposit of $17,250 earning average annual interest at the prime rate minus 2.27% and a one-year US term deposit of US$5,750 earning annual interest of 0.2%. As at December 31, 2022, the credit cards had an outstanding balance of $1,434 (March 31, 2022 - $99) in total.

6. PROPERTY AND EQUIPMENT

		Right-of-use asset		Computer equipment		Office equipment		Field equipment		Total
Cost										
Balance as at March 31, 2022 and December 31, 2022	$	214,457	$	7,970	$	13,299	$	20,367	$	256,093
Accumulated depreciation										
Balance as at March 31, 2022		128,674		7,970		10,440		14,653		161,737
Depreciation for the period		32,169		-		1,995		1,527		35,691
Balance as at December 31, 2022		160,843		7,970		12,435		16,180		197,428
Net value as at December 31, 2022	$	53,614	$	-	$	864	$	4,187	$	58,665

		Right-of-use asset		Computer equipment		Office equipment		Field equipment		Total
Cost										
Balance as at March 31, 2021 and 2022	$	214,457	$	7,970	$	13,299	$	20,367	$	256,093
Accumulated depreciation										
Balance as at March 31, 2021		85,783		5,977		7,780		12,616		112,156
Depreciation for the year		42,891		1,993		2,660		2,037		49,581
Balance as at March 31, 2022		128,674		7,970		10,440		14,653		161,737
Net value as at March 31, 2022	$	85,783	$	-	$	2,859	$	5,714	$	94,356

During the nine months ended December 31, 2022, the Company expensed $34,164 (2021 - $36,156) in depreciation to the consolidated statement of comprehensive loss and capitalized $$1,527 (2021 - $1,528) to exploration and evaluation assets.

(EXPRESSED IN CANADIAN DOLLARS)

7. EXPLORATION AND EVALUATION ASSETS

	March 31, 2021	Additions	March 31, 2022	Additions	December 31, 2022
Standby Gold Project, South Dakota					
Acquisition costs					
Option payments	$ 2,150,850	$ -	$ 2,150,850	$ -	$ 2,150,850
Staking and other property costs	1,331,278	117,535	1,448,813	112,578	1,561,391
	3,482,128	117,535	3,599,663	112,578	3,712,241
Exploration costs					
Assays	132,660	64,008	196,668	1,472	198,140
Drilling	3,388,602	2,992	3,391,594	-	3,391,594
Equipment rental	116,334	10,802	127,136	3,427	130,563
Field work	199,755	2,709	202,464	2,038	204,502
Geological consulting	1,406,743	109,087	1,515,830	65,708	1,581,538
Geophysical survey	446,354	900	447,254	-	447,254
Miscellaneous	546,548	29,396	575,944	13,032	588,976
State and local taxes	180,486	40,466	220,952	3,148	224,100
Travel	173,337	-	173,337	-	173,337
	6,590,819	260,360	6,851,179	88,825	6,940,004
	$ 10,072,947	$ 377,895	$ 10,450,842	$ 201,403	$ 10,652,245

7. EXPLORATION AND EVALUATION ASSETS (cont'd…)

Standby Gold Project, South Dakota

The Company's Standby Gold project is located in the Rochford Mining District of the Black Hills, South Dakota. The Standby project includes the following properties:

<u>BHB Claims</u>

On March 7, 2016, the Company and its wholly-owned US subsidiary entered into a purchase and sale agreement ("BHB Agreement") with four individuals (collectively the "Owners") to purchase a 100% interest in 19 unpatented lode mineral claims ("BHB Claims") located in the Rochford Mining District and the historical database pertaining to the BHB Claims in consideration of 4,000,000 shares of the Company (issued during the year ended March 31, 2017 with a fair value of $1,500,000).

In addition, the Company agreed to grant the Owners a collective 2% net smelter returns royalty ("NSR") on the BHB Claims, a collective 1% NSR on the Company's Rochford Claims and a collective 1.5% NSR on claims falling within the area of mutual interest ("Area of Interest Claims Royalty"). The Area of Interest Claims Royalty will only be granted if the acquired property or properties are not already burdened with a royalty.

<u>Standby Property</u>

On September 2, 2016, the Company and its wholly-owned US subsidiary entered into an option agreement to acquire a 100% interest in the 9 patented lode mineral claims located in the Rochford Mining District. Pursuant to the option agreement, the Company made cash payments of US$500,000 to the optionor and earned a 100% interest in the Standby Property.

In addition, the Company agreed to grant the optionor a 2% NSR and the Company has the option to purchase up to one-half of the NSR (1% NSR) at the price of US$1,500,000 for 1% NSR or a proportionate amount if the Company purchases less than 1% of the NSR.

On September 23, 2016, the Company purchased a digital database relating to the Standby property in consideration of US$75,000 (paid) and 500,000 common shares of the Company (issued).

Straw Lake Property, Ontario

The Company holds a 100% interest in certain mineral claims in the Kenora Mining District in northwestern Ontario, previously known as the Straw Lake project. On June 3, 2021, the Company entered into an agreement to sell its interest in the Straw Lake claims for a total of $200,000, receivable in four equal installments over a three year period. The Company received the first instalment of $50,000 upon the signing of the agreement. During the nine months ended December 31, 2022, the Company received the second instalment of $50,000.

(EXPRESSED IN CANADIAN DOLLARS)

8. TRADE AND OTHER PAYABLES

	December 31, 2022	March 31, 2022
Trade payables	$ 704,658	$ 662,255
Accrued expenses	2,788	19,000
	$ 707,446	$ 681,255

Trade payables of the Company are principally comprised of amounts outstanding for trade purchases relating to exploration activities and accrued expenses for operating activities. The usual credit period taken for trade purchases is between 30 to 90 days.

9. LEASE LIABILITY

A continuity of the Company's lease liability is as follows:

Balance as at March 31, 2021	$ 120,122
Interest accrued	13,131
Lease payment paid during the year	(45,521)
Balance as at March 31, 2022	$ 87,732
Interest accrued	7,247
Lease payment paid during the period	(31,864)
Balance as at December 31, 2022	$ 63,115
Current liability	$ 51,234
Long-term liability	$ 11,881

The Company discounted remaining lease payments using its incremental borrowing rate, which was a weighted-average rate of 12%. The Company's share of operating costs for the nine months ended December 31, 2022 were $42,862 (2021 - $28,576) which are variable and were therefore expensed in net loss.

The Company has entered into an office lease agreement for its office premises for a term ending March 31, 2024. The undiscounted future lease payments are as follows:

2023	$ 13,656
2024	54,625
	$ 68,281

(EXPRESSED IN CANADIAN DOLLARS)

10. RELATED PARTY TRANSACTIONS

Amounts due to related parties of $381,237 (March 31, 2022 - $169,298) were for services rendered to the Company by the directors and officers or companies controlled by its directors and officers and are unsecured, non-interest bearing, and have no specific terms of repayment.

During the year ended March 31, 2022, the Company received a loan of $10,000 each from a close family member of the President of the Company and a Company controlled by a director of the Company. In June 2022, the Company received a loan of $3,000 from a Company controlled by a director of the Company. The loans are unsecured, bear annual interest at 5% and are payable on demand. In July 2022, the Company repaid the loans totaling $23,000 together with accrued interest of $494 on the loans.

Key management personnel include directors (executive and non-executive) and senior officers of the Company. The compensation paid or payable to key management personnel during the nine month periods ended December 31 is as follows:

		2022		2021
Management fees	$	260,500	$	245,500
Professional fees		5,440		45,985
Share-based payments		-		100,434
Total	$	265,940	$	391,919

The Company entered the following transactions relating to key management personnel and entities over which they have control or significant influence during the nine month period ended December 31, 2022:

a) Incurred management fees of $90,000 (2021 - $90,000) to a company controlled by the President of the Company.

b) Incurred management fees of $85,000 (2021 - $45,000) to two companies controlled separately by two directors of the Company.

c) Incurred management fees of $63,000 (2021 - $63,000) to a director of the Company.

d) Incurred management fees of $22,500 (2021 - $2,500) to the Chief Financial Officer of the Company

e) Incurred professional fees of $nil (2021 - $32,355) and management fees of $nil (2021 - $45,000) to a company controlled by the former Chief Financial Officer of the Company.

f) Incurred professional fees of $5,440 (2021 - $13,630) and other fees of $375 (2021 - $945) to a company with the Secretary in common with the Company.

The Company has entered into three consulting agreements with a director and two companies controlled separately by two directors of the Company for management and corporate consulting services for a total monthly fee of $22,000 plus applicable taxes. These agreements are for a one year term and continue thereafter on a month to month basis and may be terminated with a six month notice or a termination payment equal to six months' remuneration.

11. SHARE CAPITAL

Authorized share capital

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

Issued share capital

At December 31, 2022, the Company had 109,415,138 common shares outstanding (March 31, 2022 - 103,541,709).

Share issuance

During the nine months ended December 31, 2022, the Company:

a) Completed a non-brokered private placement of 1,585,000 units at a price of $0.10 per unit for gross proceeds of $158,500. Each unit is comprised of one common share and one share purchase warrant; each warrant entitles the holder to acquire one additional common share for a period of 12 months at an exercise price of $0.25. No value was allocated to the warrants based on the residual method. The Company incurred filing expenses of $750 in connection with the private placement.

b) Completed a non-brokered private placement of 4,288,429 units at a price of $0.07 per unit for gross proceeds of $300,190. Each unit is comprised of one common share and one share purchase warrant; each warrant entitles the holder to acquire one additional common share for a period of 6 months at an exercise price of $0.15. No value was allocated to the warrants based on the residual method.

During the year ended March 31, 2022, the Company completed a non-brokered private placement of 1,333,340 units at a price of $0.15 per unit for gross proceeds of $200,001. Each unit is comprised of one common share and one share purchase warrant; each warrant entitles the holder to acquire one additional common share for a period of 12 months at an exercise price of $0.30. No value was allocated to the warrants based on the residual method. The Company incurred filing expenses of $1,751 in connection with the private placement.

Basic and diluted loss per share

The calculation of basic and diluted loss per share for the nine months ended December 31, 2022 was based on the loss attributable to common shareholders of $549,292 (2021 - $630,638) and a weighted average number of common shares outstanding of 106,825,868 (2021 - 102,902,946).

At December 31, 2022, 6,425,000 stock options (2021 - 6,675,000) and 12,537,369 warrants (2021 - 6,663,940) were excluded from the diluted weighted average number of common shares calculation as their effect would have been anti-dilutive.

(EXPRESSED IN CANADIAN DOLLARS)

12. SHARE-BASED PAYMENTS

Stock options

The Company has adopted an incentive rolling stock option plan (the "Plan") under which it is authorized to grant options to directors, officers, employees and consultants enabling them to acquire up to a maximum of 10% of the issued and outstanding common shares of the Company. The options can be granted for a maximum term of 5 years and vest as determined by the board of directors. Options granted to employees or consultants performing investor relations will vest in stages over 12 months with no more than one quarter of the options vesting in any three month period. The exercise price of options granted under the Plan shall not be less than the closing price of the Company's shares on the trading day immediately preceding the date of grant, less the discount permitted under the TSX-V's policies.

Stock option transactions are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Balance, March 31, 2021	7,425,000	$ 0.25
Cancelled/expired	(750,000)	0.25
Balance, March 31, 2022	6,675,000	$ 0.25
Granted	950,000	0.10
Cancelled/expired	(1,200,000)	0.21
Balance, December 31, 2022	6,425,000	$ 0.24
Exercisable at December 31, 2022	6,425,000	$ 0.24
Weighted average fair value of options granted during the period	$ 0.06	(2021 - $nil)

The options outstanding at December 31, 2022 have exercise prices in the range of $0.10 to $0.40 and a weighted average remaining contractual life of 1.80 years.

The fair value calculated for stock options granted during the nine months ended December 31, 2022 was $55,861 (2021 - $nil) using the Black-Scholes option pricing model. For the nine months ended December 31, 2022, the Company recognized share based payment expense of $55,861 (2021 - $117,173) for the portion of stock options that vested during the period. The following weighted average assumptions were used for the Black-Scholes valuation of stock options granted:

	2022	2021
Risk-free interest rate	2.55%	-
Expected life of options	3.58 Years	-
Annualized volatility	99.70%	-
Dividend rate	Nil	-

(EXPRESSED IN CANADIAN DOLLARS)

12. SHARE-BASED PAYMENTS (Cont'd…)

Stock options (Cont'd…)

As at December 31, 2022 the following stock options were outstanding:

Number of Options	Exercise Price		Expiry Date
1,150,000	$	0.35	January 8, 2023 (subsequently expired)
150,000	$	0.39	January 18, 2023 (subsequently expired)
300,000	$	0.395	January 20, 2023 (subsequently expired)
300,000	$	0.10	November 3, 2023
325,000	$	0.25	January 21, 2024
250,000	$	0.15	April 9, 2024
1,375,000	$	0.175	October 7, 2024
200,000	$	0.40	January 3, 2025
150,000	$	0.10	April 26, 2025
1,725,000	$	0.25	January 21, 2026
500,000	$	0.10	April 1, 2027
6,425,000			

Warrants

Warrants are issued as private placement incentives. Value was allocated to the warrants issued with private placement units based on the residual method. Agents' warrants are measured at fair value on the date of the grant as determined using the Black-Scholes option pricing model.

Warrant transactions are summarized as follows:

	Number of Warrants		Weighted Average Exercise Price
Balance, March 31, 2021	8,247,267	$	0.40
Warrants granted	1,333,340		0.30
Warrants expired	(2,916,667)		0.40
Balance, March 31, 2022	6,663,940	$	0.38
Warrants granted	5,873,429		0.18
Balance, December 31, 2022	12,537,369	$	0.28

(EXPRESSED IN CANADIAN DOLLARS)

12. SHARE-BASED PAYMENTS (Cont'd…)

Warrants (Cont'd…)

The warrants outstanding at December 31, 2022 have exercise prices in the range of $0.15 to $0.40 and a weighted average remaining contractual life of 0.23 year.

As at December 31, 2022, the following warrants were outstanding:

Number of Warrants	Exercise Price	Expiry Date
2,859,857	$ 0.15	February 25, 2023
1,428,572	$ 0.15	March 1, 2023
1,333,340	$ 0.30	March 31, 2023
5,330,600	$ 0.40	March 31, 2023
1,100,000	$ 0.25	April 21, 2023
485,000	$ 0.25	July 15, 2023
12,537,369		

13. SUPPLEMENTAL CASH FLOW INFORMATION

Significant non-cash investing and financing transactions during the nine month period ended December 31, 2022 included:

(a) The Company allocated depreciation of equipment of $1,527 to exploration and evaluation assets.

(b) Included in trade and other payables are $567,553 related to exploration and evaluation assets.

Significant non-cash investing and financing transactions during the nine month period ended December 31, 2021 included:

(a) The Company allocated depreciation of equipment of $1,528 to exploration and evaluation assets.

(b) Included in trade and other payables are $524,041 related to exploration and evaluation assets.

14. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows: cash and restricted cash classified as subsequently measured at amortized cost; trade and other payables as subsequently measured at amortized cost financial liabilities. The carrying amount of financial assets and liabilities carried at amortized cost is a reasonable approximation of fair value due to the relatively short period to maturity of these financial instruments.

Financial risk management

The Company's financial risks arising from its financial instruments are credit risk, liquidity risk, interest rate risk and foreign exchange rate risk. The Company's exposures to these risks and the policies on how to mitigate these risks are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

Credit risk

Credit risk is the risk of potential loss to the Company if the counter party to a financial instrument fails to meet its contractual obligations. The credit risk of the Company is associated with cash and restricted cash. The credit risk with respect to its cash and restricted cash is minimal as they are held with high-credit quality financial institutions. Management does not expect these counterparties to fail to meet their obligations.

Liquidity risk

Liquidity risk is the risk that the Company will not meet its obligations associated with its financial liabilities as they fall due. The Company performs cash flow forecasting for each fiscal year to ensure there is sufficient cash available to fund its projects and operations. As at December 31, 2022, the Company had a cash balance of $15,899 and current liabilities of $1,139,917. The Company's financial liabilities include trade and other payables which have contractual maturities of 30 days or are due on demand.

At present, the Company's operations do not generate cash flows. The Company's primary source of funding has been the issuance of equity securities through private placements and the exercise of stock options and warrants as well as loans from related parties. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings.

Interest rate risk

Interest risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The Company is exposed to interest rate risk to the extent that the cash maintained at the financial institutions. The interest rate risks on cash and restricted cash are not considered significant due to their short-term nature and maturity.

Foreign exchange rate risk

Foreign exchange risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company funds certain operations, exploration and administrative expenses in the United States by using US dollars converted from its Canadian bank accounts. At December 31, 2022, the Company had financial assets of $8,487 and financial liabilities of $554,582 denominated in United States dollars. A 10% strengthening of the US dollar would affect net loss by approximately $54,000. The Company does not hedge its foreign exchange risk.

(EXPRESSED IN CANADIAN DOLLARS)

15. FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data or other means. Level 3 inputs are unobservable (supported by little or no market activity). The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.

As at December 31, 2022, the Company has no financial assets or financial liabilities measured at fair value. There have been no changes in these levels and no changes in classifications during the nine months ended December 31, 2022.

16. SEGMENTED INFORMATION

Operating segments

The Company operates in a single reportable segment – the acquisition, exploration and development of mineral properties.

Geographic segments

The Company's non-current assets are located in Canada the USA as follows:

At December 31, 2022:

	Canada	USA	Total
Property and equipment	$ 54,478	$ 4,187	$ 58,665
Exploration and evaluation assets	-	10,652,245	10,652,245
	$ 54,478	$ 10,656,432	$ 10,710,910

At March 31, 2022:

	Canada	USA	Total
Property and equipment	$ 88,642	$ 5,714	$ 94,356
Exploration and evaluation assets	-	10,450,842	10,450,842
	$ 88,642	$ 10,456,556	$ 10,545,198

17. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern, pursue exploration of its mineral property interest and to maintain a flexible capital structure for the benefits of its stakeholders. In the management of capital, the Company includes components of shareholders' equity in the definition of capital.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristic of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets.

Management reviews the capital structure on a regular basis to ensure that the Company's capital management objectives are achieved. There was no change in the Company's approach to capital management from the prior year. The Company's capital is not subject to any external restrictions.

18. EVENTS AFTER THE REPORTING PERIOD

Subsequent to December 31, 2022, the Company granted stock options to directors, officers, and consultants of the Company to purchase 2,700,000 common shares at an exercise price of $0.12 per share for periods ranging from 3 to 5 years.

Subsequent to December 31, 2022, the Company filed to extend the exercise period of the following warrants:

- 5,330,600 outstanding share purchase warrants, all of which are exercisable at $0.40 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be September, 30, 2023.
- 1,333,340 outstanding share purchase warrants, all of which are exercisable at $0.30 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be September 30, 2023.
- 1,100,000 outstanding share purchase warrants, all of which are exercisable at $0.25 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be October 21, 2023.
- 485,000 outstanding share purchase warrants, all of which are exercisable at $0.25 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be January 15, 2024.
- 2,859,857 outstanding share purchase warrants, all of which are exercisable at $0.15 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be August 25, 2023.
- 1,428,572 outstanding share purchase warrants, all of which are exercisable at $0.15 per share (collectively, the "Warrants"). The new expiration dates of the Warrants will be September 1, 2023.

The exercise price of the Warrants will remain unchanged. The Warrant extension is subject to the acceptance of the TSX Venture Exchange.