WHITE GOLD CORP

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the Three and Nine Months Ended
September 30, 2024 and 2023

(Stated in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these unaudited condensed consolidated interim financial statements in accordance with standards established by CPA Canada for a review of interim consolidated financial statements by an entity's auditor.

White Gold Corp.
Unaudited Condensed Consolidated Interim Statements of Financial Position
As at September 30, 2024 and December 31, 2023
(Stated in Canadian Dollars)

	2024 September 30	2023 December 31
Assets		
Current assets		
Cash & cash equivalents	**$ 844,536**	$ 4,933,962
Amounts receivable [Note 4]	**190,697**	103,300
Prepaid expenses	**8,834**	42,675
	1,044,067	5,079,937
Non-Current assets		
Property, plant & equipment	**5,678**	7,326
Exploration and evaluation assets [Note 5]	**133,032,432**	129,401,079
	133,038,110	129,408,405
Total Assets	**$ 134,082,177**	$ 134,488,342
Liabilities		
Current liabilities		
Accounts payable	**$ 1,002,733**	$ 254,549
Accrued liabilities	**32,550**	17,580
Due to related parties [Note 6]	**171,853**	132,011
Flow-through share premium liability [Note 7]	**60,446**	606,061
	1,267,582	1,010,201
Non-Current liabilities		
Contingent consideration & advance royalty [Note 8]	**7,348,207**	6,254,135
Deferred income tax liability	**6,992,000**	6,992,000
	14,340,207	13,246,135
Total liabilities	**15,607,789**	14,256,336
Shareholders' equity		
Share capital [Note 7]	**142,619,451**	142,619,451
Contributed surplus	**7,927,785**	7,236,158
Accumulated deficit	**(32,072,848)**	(29,623,603)
Total Shareholders' Equity	**118,474,388**	120,232,006
Total Liabilities and Shareholders' Equity	**$ 134,082,177**	$ 134,488,342

Nature of operations and going concern [Note 1]

Approved on behalf of the Board: *(Signed) "Maruf Raza"* Maruf Raza, Director — *(Signed) "David D'Onofrio"* David D'Onofrio, Director

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

White Gold Corp.
Unaudited Condensed Consolidated Interim Statements of Operations and Comprehensive Loss
For the three and nine months ended September 30, 2024 and 2023
(Stated in Canadian Dollars)

	Three months ended September 30, 2024	Three months ended September 30, 2023	**Nine months ended September 30, 2024**	Nine months ended September 30, 2023
Expenses				
Interest and bank charges	**$ 1,481**	$ 2,906	**$ 9,856**	$ 40,221
Advance royalty accretion expense [Note 8]	**32,866**	34,183	**97,838**	101,268
Contingent consideration fair value adjustment [Note 8]	**377,197**	376,967	**1,063,703**	1,059,488
Consulting fees	**30,000**	30,000	**90,000**	90,000
Depreciation	**549**	785	**1,648**	2,355
Salary and wages	**70,537**	371,879	**214,388**	861,289
Marketing, office and administration	**151,551**	92,791	**481,263**	461,400
Insurance	**6,837**	11,358	**35,208**	50,058
Travel expenses	**50,982**	54,117	**80,668**	131,823
Conferences and events	**25,354**	22,924	**80,776**	97,664
Professional fees	**26,761**	11,316	**113,872**	51,986
Stock based compensation [Note 7]	**240,531**	203,938	**691,627**	520,577
Transfer agent & regulatory	**8,627**	15,718	**143,278**	108,872
Loss before undernoted items	**1,023,273**	1,228,882	**3,104,125**	3,577,001
Interest expense (income)	**(16,436)**	(69,685)	**(109,266)**	(127,526)
Other income – Flow through premium	**(325,783)**	(210,246)	**(545,614)**	(351,127)
Net loss and comprehensive loss for the year	**$ 681,054**	$ 948,951	**$ 2,449,245**	$ 3,098,348
Basic and diluted loss per share [Note 7]	**$ (0.01)**	$ (0.01)	**$ (0.02)**	$ (0.02)
Weighted average shares outstanding	**176,344,045**	160,500,700	**176,344,045**	160,500,700

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

White Gold Corp.
Unaudited Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
For the nine months ended September 30, 2024 and 2023
(Stated in Canadian Dollars)

	Number of shares	Amount $	Contributed surplus $	Deficit $	Total equity $
Balance at January 1, 2024	176,344,045	142,619,451	7,236,158	(29,623,603)	120,232,006
Stock based compensation	-	-	691,627	-	691,627
Net loss for the period	-	-	-	(2,449,245)	(2,449,245)
Balance at September 30, 2024	176,344,045	142,619,451	7,927,785	(32,072,848)	118,474,388
Balance at January 1, 2023	**160,500,700**	**138,143,590**	**6,511,643**	**(27,407,811)**	**117,247,422**
Stock based compensation	-	-	520,577	-	520,577
Net loss for the period	-	-	-	(3,098,348)	(3,098,348)
Balance at September 30, 2023	160,500,700	138,143,590	7,032,220	(30,506,159)	114,669,651

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

White Gold Corp.
Unaudited Condensed Consolidated Interim Statements of Cash Flows
For the nine months ended September 30, 2024 and 2023
(Stated in Canadian Dollars)

Operating activities	**Nine months ended September 30, 2024**	Nine months ended September 30, 2023
Net loss for the period	**$ (2,449,245)**	$ (3,098,348)
Items not involving cash		
Depreciation	**1,648**	2,355
Stock based compensation	**691,627**	520,577
Fair value adjustment and accretion expense	**1,161,541**	1,160,756
Deferred income tax expense (recovery)	**(545,614)**	(351,127)
	(1,140,043)	(1,765,787)
Change in non-cash components of working capital		
Amounts receivables	**(87,397)**	(78,291)
Prepaid expenses	**33,841**	(69,955)
Accounts payable and accrued liabilities	**763,154**	834,922
Due to related parties	**(27,628)**	(319,479)
Cash used in operating activities	**(458,073)**	(1,398,590)
Investing activities		
Exploration and evaluation assets	**(3,631,353)**	(3,261,521)
Cash used in investing activities	**(3,631,353)**	(3,261,521)
Financing activities		
Net proceeds from private placements	**-**	-
Cash provided by financing activities	**-**	-
Increase (decrease) in cash and cash equivalents	**(4,089,426)**	(4,660,111)
Cash and cash equivalents – Beginning of the period	**4,933,962**	6,128,051
Cash and cash equivalents – End of the period	**$ 844,536**	$ 1,467,940
Interest paid	-	-
Income tax paid	-	-

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

1. Nature of operations and going concern

The Company was incorporated on March 26, 1987 under the provisions of the Company Act of British Columbia and was transitioned to the Business Corporations Act (British Columbia) on September 30, 2005. The Company changed its name to “G4G Capital Corp.” on January 23, 2015 and the common shares (the “Common Shares”) were traded on the TSX Venture Exchange (the “TSXV”) under its symbol “GGC”. The Company is classified as a ‘Junior Natural Resource-Mining’ company’.

The Company then changed its name to “White Gold Corp.” on December 19, 2016 and in connection with its rebranding, the Company registered to continue its corporate existence in the Province of Ontario.

The Company’s head office is located at 82 Richmond Street East, Toronto, Ontario, Canada and the common shares of the Company (the “Common Shares”) are listed on the TSX Venture Exchange (the “TSXV”) under the symbol “WGO”.

White Gold Corp. is in the business of acquiring and exploring mineral properties. As of September 30, 2024, the Company owned several properties in the Yukon’s White Gold District in Canada (the “White Gold District”). The properties range from grass roots to more advanced exploration projects and the Company is continuing with exploration activities on its properties.

There has been no determination whether properties held contain mineral resources or mineral reserves that are economically recoverable. The recoverability of valuations assigned to mineral properties is dependent upon the discovery of economically recoverable mineral resources and mineral reserves, confirmation of the Company’s interest in the properties, the ability to obtain the necessary financing to complete development, and future profitable production or proceeds from disposition.

Going Concern

Management believes the Company will be successful at securing additional funding so that its capital resources will be sufficient to carry its operations through the next twelve months; however, there are several conditions that may cast significant doubt on the Company’s ability to continue as a going concern. During the nine months ended September 30, 2024, the Company incurred a net loss of $2,449,245 (September 30, 2023 – $3,098,348), and used cash flow of $458,073 for operating activities (September 30, 2023 – $1,398,590). As at September 30, 2024, the Company has an accumulated deficit of $32,072,848 (September 30, 2023 – $30,506,159). These unaudited condensed consolidated interim financial have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying unaudited condensed consolidated interim financial statements.

The unaudited condensed consolidated interim financial statements were approved by the Board of Directors on November 29, 2024.

2. Basis of Presentation

Statement of Compliance

These unaudited condensed consolidated interim financial statements were prepared in accordance with International Accounting Standards (“IAS”) 34 “Interim Financial Reporting” (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS’) as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

2. Basis of Presentation (continued)

Basis of Presentation

These unaudited condensed consolidated interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these unaudited condensed consolidated interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

The Company has prepared the unaudited condensed consolidated interim financial statements on the basis that it will continue to operate as a going concern.

Principles of Consolidation

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries 0814117 BC Ltd. and Selene Holdings Limited Partnership. All inter-company transactions and balances have been eliminated upon consolidation.

Use of Estimates

The preparation of unaudited condensed consolidated interim financial statements in conformity with IFRS requires management to make estimates and assumptions which affect the reported amount of the Company's assets, liabilities, expenses, and related disclosures. Assumptions and estimates are based on historical experience, expectations, current trends and other factors that management believes to be relevant at the time at which the Company's consolidated financial statements are prepared.

Management reviews, on a regular basis, the Company's accounting policies, assumptions, estimates and judgments in order to ensure that consolidated financial statements are presented fairly and in accordance with IFRS.

Critical accounting estimates are those that have a significant risk of causing material adjustments and are often applied to matters or outcomes that are inherently uncertain and subject to change. As such, management cautions that future events often vary from forecasts and expectations and that estimates routinely require adjustments. Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include: the recoverability of the carrying value of exploration and evaluation assets, the fair value adjustment of contingent consideration, going concern assumption and measurement of deferred tax assets and liabilities. Actual results may differ from those estimates and assumptions.

Use of Judgments

The preparation of unaudited condensed consolidated interim financial statements in accordance with IFRS requires management to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments applying to the Company's unaudited condensed consolidated interim financial statements include the assumption regarding economic recoverability and probability of future economic benefits of exploration and evaluation expenditures.

3. Material Accounting Policy Information

The financial framework and material accounting policies applied in the preparation of these unaudited condensed consolidated interim financial statements are consistent with those as disclosed in its most recently completed audited consolidated financial statements for the fiscal year ended December 31, 2023.

(Stated in Canadian Dollars)

4. Amounts receivable

The Company has GST/HST recoverable from the Canadian government through its costs incurred to date. No allowance has been recorded, as the amounts have been historically collected in full.

5. Exploration and evaluation assets

	White Gold Properties
Mineral property cost	
Balance as at December 31, 2022	$ 124,850,517
Acquisition/Staking/Renewal Cost	62,360
Exploration expenditures [Note 6]	4,488,202
Balance as at December 31, 2023	$ 129,401,079
Acquisition/Staking/Renewal Cost	136,541
Exploration expenditures	3,494,813
Balance as at September 30, 2024	$ 130,882,666

White Gold Properties (Yukon)

Ryan Option

On October 27, 2016, the Company entered into an agreement granting it the option (the "Option") to purchase 21 properties (the "Properties"), comprising approximately 12,301 quartz claims (the "Claims") located in the White Gold District from Shawn Ryan and Wildwood Exploration Inc., a corporation wholly owned by Mr. Ryan, a director and officer of the Company ("Wildwood"). The Claims are grouped in six project areas covering various prospective geological terrain in the White Gold District. The Properties represent all of Mr. Ryan's precious metal interests located in the White Gold District that are not in a current joint venture with third parties.

On December 13, 2016 White Gold Corp. completed the exercise of its option and acquired the claims across the 21 properties. Specifically, on October 28, 2016 the Company issued 1,000,000 shares (at fair value of $0.71 per share) and paid cash of $500,000 and on December 13, 2016 the Company issued 6,000,000 shares (at fair value of $1.14 per share) and paid cash of $3,000,000 and the company reimbursed $40,000 for staking costs, completing the option payment requirements. An additional legal expenditure of $10,560 has also been capitalized as acquisition costs directly related to acquisition of these properties.

The Properties are subject to a 2% net smelter royalty ("NSR") which will also be payable on each quartz claim staked by the Company (or any subsidiary or affiliate) in a specified area of influence during the five year period following October 27, 2016, of which 1% will be payable to Mr. Ryan and 1% is payable to a related party.

Kinross acquisition

On June 14, 2017 the Company successfully completed the acquisition of entities holding the White Gold, Black Fox, JP Ross, Yellow, and Battle properties (the "White Gold Properties") from Kinross Gold Corporation ("Kinross") for $10 million in cash, the issuance to Kinross of 17.5 million common shares of the Company (at the value of $ 2.10 per share) and up to $15 million in deferred milestone payments specifically related to the advancement of the White Gold Properties (the "Acquisition").

5. Exploration and evaluation assets (continued)

Total expenditures of $1,032,756, which includes legal fees, due diligence fee and financial advisory fees, has also been capitalized as acquisition costs directly related to acquisition of these properties.

Key estimates on the valuation of the Kinross “White Gold Properties” (“Former Kinross Properties”) were made using discounted cash flow model of the contingent consideration and advance royalty including a discount rate of 25% for the $15 million in deferred milestone payments and 25% discount rate for advance royalty payments. The milestone payments are originally estimated to commence in 2020 with production starting in 2025. The amounts included as part of the asset acquisition noted above are $6,242,582 and $383,003 for the milestone payments and advance royalty, respectively.

Certain of the Former Kinross Properties, consolidated into The White Gold Properties (Yukon), are subject to two annual advance royalty payments in the amount of $100,000 and $30,000, respectively, that are payable to a related party each year until the commencement of commercial production; these advanced royalty payables will be deducted from the pre-existing net smelter return royalties equal to 4%, 2% and 2%, respectively, each relating to different claims and each subject to different reduction options. The 4% net smelter return royalty can be reduced to 1% by making payments as follows: 1% (from 4% to 3%) by paying $2,000,000; 1% (from 3% to 2%) by paying $3,000,000; 1% (from 2% to 1%) by paying $5,000,000. Furthermore, if either mineral reserves, measured mineral resources or indicated mineral resources are located on certain claims comprising the Former Kinross Properties and are disclosed in an NI 43-101 technical report then the Company will be obligated to pay a royalty equal to $1.00 per gold ounce (using a cut off of 0.5g/t). As of September 30, 2024, there are no royalty payment obligations. Each of these royalties is held by an officer and director of the Company.

As of September 30, 2024, the Company has incurred acquisition, additional claims, renewal and staking expenditures of $136,541 ($62,360 – September 30, 2023) and exploration expenditures on all Properties of $3,494,813 ($3,199,161 – September 30, 2023).

<u>IGO Properties</u>
On October 15, 2018 the Company completed an acquisition from Independence Gold Corp. (“IGO”) of the Flow, Work Creek and Henderson property claims for $35,000 cash and 160,000 common shares of the Company. Under the terms of the agreements to acquire the Properties, IGO will maintain: (i) a 1.0% NSR royalty over the claims comprising the Henderson property, which can be purchased by the Company at any time for $2,000,000; and (ii) a 1.0% NSR royalty over the claims comprising the Flow/Work Creek property, which can be purchased by the Company at any time for $1,000,000.

<u>QV Property</u>
On March 1, 2019 the Company completed an acquisition from Comstock Metals Ltd. the QV Gold Project (the “QV Property”). The property is comprised of 16,335 hectares (40,000 acres) in the Yukon’s White Gold District, received in exchange for payment of $375,000 cash and the issuance of 1,500,000 common shares of the Company and 375,000 share purchase warrants. Each Warrant will be exercisable to acquire one additional common share of the Company for a period of three years at an exercise of $1.50. The property is subject to a 2.0% underlying net smelter return royalty, of which 1.0% may be purchased for $2,500,000. Annual cash advance payments of $25,000, deductible against the royalty, are payable to a related party until commencement of commercial production.

(Stated in Canadian Dollars)

6. Related Party Transactions

Compensation of key management consists of the Board of Directors, CEO & President and CFO. Key management compensation which included cash & vesting accrual impacts of stock-based compensation, for the nine months ended September 30, 2024 was $389,345 ($337,986 – September 30, 2023).

During the nine months ended September 30, 2024, the Company also incurred the following related party transactions:

Ground Truth Exploration Inc., Dawson City, YT ("Ground Truth"), conducted exploration work completed by the Company for total billing in 2024 of $217,359 ($252,938 – September 30, 2023). Ground Truth is controlled by the spouse of a director of the Company. At September 30, 2024, $27,372 of due to related parties was payable and accrued to Ground Truth ($131,528 – September 30, 2023). A deposit of $Nil is held by Ground Truth for work to be performed in 2024, to be applied against future amounts payable ($Nil – September 30, 2023).

$180,000 in Corporate Support, Administration and Office fees ($180,000 – September 30, 2023) was paid and accrued to a company of which an officer is an officer and director of the Company.

$90,000 (9$0,000 – September 30, 2023) was paid as compensation for consulting services rendered by a shareholder, who is also the beneficial owner receiving the royalty on the properties under the original Ryan Option.

The current portion of the advance royalty payments of $123,220 ($123,204 – September 30, 2023) on the Former Kinross Properties, and $21,261 ($21,261 – September 30, 2023) on the QV Property respectively, are due to an officer and director of the Company.

All related party transactions are in the normal course of operations and have been measured at the agreed to amounts, which is the amount of consideration established and agreed to by the related parties.

Summary of Due to Related Parties as below:		
Current portion of Advance Royalty payable [Note 8]	$	144,481
Accounts payable & Accrued liabilities to Ground Truth	$	27,372
Total Current Portion	**$**	**171,853**
Total Long-Term Portion of Advance Royalty payable [Note 8]	**$**	**451,448**

7. Share Capital

Authorized share capital

At September 30, 2024, the authorized share capital consisted of an unlimited number of common shares without par value.

7. Share Capital (continued)

Common Shares Issued

[a] On December 13, 2023, the Company completed a non-brokered private placement for aggregate gross proceeds of $5,116,640 (the “December 2023 Offering”). The December 2023 Offering was comprised of: (i) 3,722,133 common shares in the capital of the Company (the “December 2023 Common Shares”) at a price of $0.30 per December 2023 Common Share; and (ii) 12,121,212 Common Shares issued on a “flow-through basis” (the “December 2023 FT Shares”) at a price of $0.33 per December 2023 FT Share. Legal fees and expenses of $34,718 were paid in relation to the private placement. A flow-through share premium liability of $606,061 was recorded in connection with this private placement. As of September 30, 2024, the remaining premium liability resulted from un-spent exploration expenditures was $60,446 and a total amount of deferred income tax recovery of $545,614 was recognized as income to operations.

Loss per share

Basic loss per share is computed using the weighted average number of common shares outstanding during the period. The treasury stock method is used for the calculation of diluted loss per share. Stock options and warrants are dilutive when the average market price of the common shares during the period exceeds the exercise price of the options and warrants.

As the Company has recorded a loss in each of the periods presented, basic and diluted loss per share are the same since the exercise of warrants or options is anti-dilutive.

Stock Options

The Company has a stock option plan whereby it may grant options to its directors, officers and employees at exercise prices determined by the Board.

On February 23, 2023, the company issued 5,800,000 options and granted them to directors, officers, employees and consultants at an exercise price of $0.38 per share, expiring on February 1, 2028. 25% of these options vest one year after the date of grant and 25% of the grant on each of the following one-year anniversaries.

On March 11, 2024, the company issued 6,550,000 options and granted them to directors, officers, employees and consultants at an exercise price of $0.34 per share, expiring on March 11, 2029. 25% of these options vest one year after the date of grant and 25% of the grant on each of the following one-year anniversaries.

Total share-based compensation of $240,531 and $691,627 was accrued for using graded vesting method and was charged to the statement of operations and comprehensive loss for the three and nine months ended September 30, 2024 ($203,938 and $520,577 – for the three and nine months ended September 30, 2023).

(Stated in Canadian Dollars)

7. Share Capital (continued)

The following table summarizes the continuity of the Company's stock options at September 30, 2024:

	Number of Options	Average Exercise price	Expiry Date
Balance at December 31, 2022	**5,850,000**	**$ 0.92**	
Options issued	5,800,000	$ 0.38	February 1, 2028
Options expired	(2,400,000)	$ 0.95	July 5, 2023
Balance at December 31, 2023	**9,250,000**	**$ 0.57**	
Options issued	6,550,000	0.34	March 11, 2029
Balance at September 30, 2024	**15,800,000**	**$ 0.48**	

The following table summarizes the outstanding and exercisable Company's stock options at September 30, 2024:

Outstanding				Exercisable	
Exercise price $	Number of Shares	Weighted average remaining contractual years	Weighted average exercise price	Number of shares	Weighted average exercise price
$ 0.90	3,450,000	0.69	$ 0.90	3,450,000	$ 0.90
$ 0.38	5,800,000	3.34	$ 0.38	1,450,000	$ 0.38
$ 0.34	6,550,000	4.45	$ 0.34	-	$ 0.34

The fair value of these options was estimated using the Black-Scholes model on the date of measurement. The model requires the use of assumptions, and historical data has been used in setting these assumptions. The options were valued at a total of $4,838,025 using the following assumptions at the issuance date:

(Stated in Canadian Dollars)

7. Share Capital (continued)

Issue	Number of Options	Exercise price ($)	Market price at issue ($)	Expected Volatility (%) *[1]	Risk-free interest rate (%)	Expected life (Years)	Expected Forfeiture (%)	Dividend yield (%)	Fair value of Options ($)
June 10, 2020	3,750,000	0.90	0.85	109	0.28	5.00	-	-	2,467,376
February 23, 2023	5,800,000	0.38	0.335	69	4.25	5.00	-	-	1,121,730
March 11, 2024	6,550,000	0.34	0.34	62	4.10	5.00	-	-	1,248,919

**[1] Based on historical volatility of the Company's publicly traded shares.*

Warrants and Agent Warrants

	Number of Warrants	**Average Exercise price**	**Fair Value**	**Expiry Date**
Balance at December 31, 2022	**2,139,564**	**$ 0.79**	**320,772**	
Warrants Expired	(2,139,564)	$ 0.79	($ 320,772)	July 29, 2023
Balance at December 31, 2023 and September 30, 2024	**-**	**-**	**-**	

The fair value is determined using the Black-Scholes Option Pricing Model on the date of grant, with assumptions for risk-free interest rate, volatility, expected forfeiture and life of the options or warrants.

(Stated in Canadian Dollars)

8. Contingent consideration & advance royalty

Key estimates on the valuation of the Kinross "White Gold Properties" were made using discounted cash flow model of the contingent consideration including a discount rate of 25% for the $15 million in deferred milestone payments and 25% discount rate for advance royalty payments. In the year ended December 31, 2023 management remeasured the estimated commencement dates of each milestone, to the dates listed in the below table. The terms of the deferred payments are summarized as follows:

Milestone 1: payable upon announcement of a Preliminary Economic Assessment;
Milestone 2: payable upon announcement of a Feasibility Study on the requisite properties; and
Milestone 3: payable upon announcement of a positive construction decision.

Contingent Consideration

	Estimated commencement	Gross	Fair Value as at September 30, 2024
Milestone 1	Jan 2026	$5,000,000	$ 3,778,921
Milestone 2	Jun 2029	$5,000,000	$ 1,732,132
Milestone 3	Jun 2030	$5,000,000	$ 1,385,706
		Contingent Consideration	**$ 6,896,759**

Contingent Consideration Sensitivity

The contingent consideration fair value and non-cash fair value adjustment are sensitive to changes in the estimated commencement dates and estimated discount rates, as summarized as follows:

Estimate Commencement	Estimate Discount Rate	Fair Value at September 30, 2024	Fair Value Adjustment for the Period Ended September 30, 2024
Current Estimate	**25%**	**$6,519,563**	**-**
Sensitivity – Milestone Dates			
2 additional years	25%	$4,413,384	($2,483,375)
5 additional years	25%	$2,258,549	($4,638,211)
Sensitivity – Discount Rate			
Current Estimate	15%	$9,008,040	$2,111,280
Current Estimate	20%	$7,832,728	$935,968

(Stated in Canadian Dollars)

8. Contingent liability & advance royalty (continued)

The following table summarizes the continuity of the Company's contingent liabilities at September 30, 2024:

	Contingent Liability
Balance at December 31, 2022	**5,833,057**
Fair value adjustment	-
Balance at December 31, 2023	**5,833,057**
Fair value adjustment	1,063,703
Balance at September 30, 2024	**6,896,760**

Advance Royalty

In June 2017, the Company acquired from Kinross, the White Gold Properties, with certain properties subject to two annual advance royalty payments in the amount of $100,000 and $30,000, respectively, that are payable to a related party each year until the commencement of commercial production, with a 25% discount rate used for estimating the value of future advance royalty payments.

In March 2019, the Company acquired from Comstock Metals, the QV Gold Project, subject to annual advance royalty payments of $25,000, that is payable until commencement of commercial production, with a 25% discount rate used for estimating the value of future advance royalty payments.

In the year ended December 31, 2022, management remeasured the estimated remaining payment period of each advance royalty, to the dates listed in the below table.

The terms of the of the Company's advance royalty payments are summarized as follows:

	Estimated remaining payment period	**Remaining gross payments**	**Accretion Expense**	**Carrying Value**	**Current Portion**	**Long-term Portion**
Advance Royalty - $30,000	2025-2035	$300,000	$18,735	$99,406	$25,157	$74,249
Advance Royalty - $100,000	2024-2035	$1,100,000	$62,935	$408,053	$98,063	$309,990
Advance Royalty - $25,000	2025-2035	$250,000	$16,168	$88,470	$21,261	$67,209
Total			**$97,838**	**$595,929**	**$144,481**	**$451,448**

(Stated in Canadian Dollars)

8. Contingent liability & advance royalty (continued)

The following table summarizes the continuity of the Company's advance royalties at September 30, 2024:

	Advance Royalty
Balance at December 31, 2022	**$ 574,834**
Accretion expense	133,255
Annual payments	(155,000)
Balance at December 31, 2023	**553,089**
Accretion expense	97,838
Annual payments	(55,000)
Balance a September 30, 2024	**$ 595,929**

Total Long Term Contingent Consideration & Advance Royalty **$7,348,207**

9. Segmented information

The Company conducts all of its operations in Canada in one industry segment being the acquisition, exploration and development of resource properties.

10. Capital management

The Company manages its capital structure and adjusts it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

(Stated in Canadian Dollars)

10. Capital management (continued)

In connection with the December 2023 Flow-through Private Placement, a flow-through share premium liability of $606,061 was initially recognized. As of September 30, 2024, the remaining un-spent exploration expenditures was $398,946 while the remaining related premium liability was $60,446.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the six months ended September 30, 2024.

11. Financial instruments

The Company's financial assets consist of cash and cash equivalents and property bonds in the form of Guaranteed Investment Certificates. The Company's financial liabilities consist due to related parties, contingent consideration and advance royalty, accounts payable and accrued liabilities. Amounts (GST/HST) receivable are not a financial instrument as they are a statutory and not a contractual right.

Due to related parties, accounts payable and accrued liabilities, and advance royalty are classified as measured at amortized cost.

Cash and cash equivalents, and contingent consideration are classified as fair value through profit or loss. These instruments are carried at fair value, with the changes in the fair value recognized in the consolidated statement of operations in the period they arise.

The fair values of the Company's due to related parties, accounts payables and accrued liabilities approximate their carrying values due to the short-term maturity of these instruments.

Fair Value Measurement

The Company classified the fair value of the financial instruments according to the following fair value hierarchy based on the amount of observable inputs used to value the instruments:

Level 1 – quoted prices in active markets for identical assets or liabilities.
Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e.: as prices) or indirectly (i.e.: derived from prices).
Level 3 – inputs for the asset or liability that are not based on observable market data.

At September 30, 2024 the levels in the fair value hierarchy into which the Company's financial instruments measured and recognized in the balance sheet at fair value are categorized are as follows:

	Level 1
Cash & cash equivalents	$ 844,536

	Level 3
Contingent consideration	$ 6,896,760

The significant unobservable inputs used in the fair value measurement of the contingent consideration include discount rate. A 2% increase (decrease) in the discount rate would result in an increase (decrease) in fair value of the contingent consideration liability by $335,000.

11. Financial instruments (continued)

Financial Instrument Risk Exposure

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework, approving and monitoring the risk management processes.

The Company's financial instruments are exposed to certain financial risks, including credit risk, liquidity risk, interest risk and commodity price risk.

(a) Credit risk

Credit risk is the risk of an unexpected loss if the other party to a financial instrument fails to meet contractual obligations. The Company manages this risk as cash and cash equivalents are held in a major Canadian financial institution. The Company does not have any asset-backed commercial paper in its cash and cash equivalents.

(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure. Accounts payable and accrued liabilities are due within the current operating period.

(c) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize a loss a decline in the fair value of the cash and cash equivalents is limited because they are generally held to maturity.

(d) Commodity price risk

The ability of the Company to develop its mineral properties and the future profitability of the Company are directly related to the market price of its related commodity. The Company has not hedged any of its future related commodity sales. The Company closely monitors the price of its related commodity and its related cost of production to determine the appropriate course of action to be taken by the Company.