SIGNATURE
RESOURCES
Discipline | Execution | Integrity

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEARS ENDED

OCTOBER 31, 2024 AND 2023

McGovern Hurley

Audit. Tax. Advisory.

Independent Auditor's Report

To the Shareholders of Signature Resources Ltd.

Opinion

We have audited the consolidated financial statements of Signature Resources Ltd. and its subsidiary (the "Company"), which comprise the consolidated statements of financial position as at October 31, 2024 and 2023, and the consolidated statements of loss and comprehensive loss, consolidated statements of cash flows and consolidated statements of changes in equity (deficiency) for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at October 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with International Financial Reporting Standards ("IFRS").

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1 in the consolidated financial statements, which indicates that the Company has an accumulated deficit and working capital deficiency as at October 31, 2024 and, is not generating cash flows from operations. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that material uncertainties exist that cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

251 Consumers Road, Suite 800
Toronto, Ontario
M2J 4R3
mcgovernhurley.com
t. 416-496-1234

McGovern Hurley

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Except for the matter described in the Material uncertainty related to going concern section, we have determined that there were no additional key audit matters to communicate in our report.

Other information

Management is responsible for the other information. The other information comprises Management's Discussion and Analysis .

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

We obtained Management's Discussion and Analysis prior to the date of this auditor's report. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS , and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risks of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

McGovern Hurley

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor’s report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner of the audit resulting in this independent auditor’s report is Regina Kwong.

McGovern Hurley LLP

McGovern Hurley LLP

Chartered Professional Accountants
Licensed Public Accountants

Toronto, Ontario
February 27, 2025

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

AS AT	Note	October 31, 2024	October 31, 2023
ASSETS		**$**	$
CURRENT			
Cash		**90,488**	121,179
Investments	4	**405,750**	5,750
Amounts receivable		**102,011**	14,884
Prepaid expenses		**114,323**	47,404
Total current assets		**712,572**	189,217
Equipment	5	**497,296**	766,222
Total assets		**1,209,868**	955,439
LIABILITIES			
CURRENT			
Accounts payable and accrued liabilities	7,9	**1,253,847**	1,064,875
Total current liabilities		**1,253,847**	1,064,875
Rehabilitation provision	11	**919,326**	846,225
Total liabilities		**2,173,173**	1,911,100
SHAREHOLDERS' DEFICIENCY			
Share capital	8	**21,627,322**	18,886,949
Contributed surplus	8	**4,542,715**	4,467,812
Deficit		**(27,133,342)**	(24,310,422)
Total shareholders' deficiency		**(963,305)**	(955,661)
Total liabilities and shareholders' deficiency		**1,209,868**	955,439

Nature of business and continuing operations (note 1)
Commitments and contingencies (notes 6, 11, 12)
Subsequent events (note 16)

Approved by the Board:

S/ "Paolo Lostritto" — Director

S/ "Stephen Timms" — Director

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

CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian dollars)

Years ended October 31,	Note	2024	2023
		$	$
OPERATING EXPENSES			
Exploration and evaluation expenditures	6	**2,032,042**	400,837
Salaries and wages	7	**174,878**	141,360
Office and general		**232,744**	224,015
Share-based payments	7,8	**74,903**	109,859
Depreciation	5	**311,583**	357,042
Professional fees		**50,725**	63,063
NET LOSS BEFORE OTHER ITEMS		**(2,876,875)**	(1,296,176)
Premium on flow-through shares income	10	**50,114**	-
Foreign exchange income		**3,841**	2,013
Gain on sale of assets		**-**	155,000
NET LOSS AND COMPREHENSIVE LOSS		**(2,822,920)**	(1,139,163)
LOSS PER SHARE, basic and diluted		**(0.02)**	(0.02)
Weighted average number of common shares, basic and diluted		**120,083,934**	71,594,104

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

SIGNATURE RESOURCES
Discipline | Execution | Integrity

CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)

Years ended October 31,	Note	2024	2023
		$	$
OPERATING ACTIVITIES			
Net loss for the year		**(2,822,920)**	(1,139,163)
Items not affecting cash:			
Depreciation expense	5	**311,583**	357,042
Share-based payments	8	**74,903**	109,859
Premium on flow-through shares income	10	**(50,114)**	-
Accretion of rehabilitation provision	11	**34,538**	34,232
Change in estimate for rehabilitation provision	11	**38,563**	25,058
Gain on sale of assets		**-**	(155,000)
		(2,413,447)	(767,972)
Changes in non-cash working capital items:			
Amounts receivable		**(87,127)**	37,187
Prepaid expenses		**(66,919)**	24,774
Accounts payable and accrued liabilities		**188,972**	(381,257)
Net cash used in operating activities		**(2,378,521)**	(1,087,268)
FINANCING ACTIVITIES			
Proceeds from private placement	8	**2,797,487**	813,000
Share issuance costs	8	**(7,000)**	(14,522)
Loan proceeds received	8	**-**	200,000
Net cash provided by financing activities		**2,790,487**	998,478
INVESTING ACTIVITIES			
Expenditures on equipment	5	**(42,657)**	-
Proceeds from sale of assets		**-**	155,000
Investments	4	**(400,000)**	51,750
Net cash provided by investing activities		**(442,657)**	206,750
Net change in cash		**(30,691)**	117,960
Cash, beginning of year		**121,179**	3,219
Cash, end of year		**90,488**	121,179
Non-cash activities:			
Shares for debt	8	$ -	$ 217,402

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

SIGNATURE RESOURCES
Discipline | Execution | Integrity

CONSOLIDATED STATEMENTS OF CHANGES IN DEFICIENCY
(Expressed in Canadian dollars)

	Note	Number of Shares	Share Capital	Contributed Surplus	Deficit	Total
		#	$	$	$	$
Balance, October 31, 2022		**55,139,622**	**17,871,069**	**4,357,953**	**(23,171,259)**	**(942,237)**
Private placement	8	20,325,000	813,000	-	-	813,000
Share issuance costs	8	-	(14,522)	-	-	(14,522)
Shares issued for debt	8	5,435,050	217,402	-	-	217,402
Share-based payments	8	-	-	109,859	-	109,859
Net loss and comprehensive loss for the year		-	-	-	(1,139,163)	(1,139,163)
Balance, October 31, 2023		**80,899,672**	**18,886,949**	**4,467,812**	**(24,310,422)**	**(955,661)**
Private placements	8	67,870,191	2,797,487	-	-	2,797,487
Share issuance costs	8	-	(7,000)	-	-	(7,000)
Share-based payments	8	-	-	74,903	-	74,903
Premium on flow-through shares	10	-	(50,114)	-	-	(50,114)
Net loss and comprehensive loss for the year		-	-	-	(2,822,920)	(2,822,920)
Balance, October 31, 2024		**148,769,863**	**21,627,322**	**4,542,715**	**(27,133,342)**	**(963,305)**

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

1. NATURE OF BUSINESS AND CONTINUING OPERATIONS

Signature Resources Ltd. (the "Company" or "Signature") was incorporated on May 3, 2010, under the British Columbia Business Corporations Act. The Company's principal business activities include the acquisition and exploration of mineral resource assets in Canada, with a focus on precious metals. The Company's common shares are publicly traded on the TSX Venture Exchange ("TSXV") under the stock symbol "SGU", on the OTCQB under the symbol "SGGTF", and on the FSE under the symbol "3S3". The Company's corporate office address is 372 Bay Street, 18th Floor, Toronto, ON M5H 2W9.

As at October 31, 2024, the Company had not yet determined whether its properties contained ore reserves that are economically recoverable. Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry practice for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or non-compliance with regulatory requirements. The Company's assets may also be subject to increases in taxes and royalties, renegotiation of contracts, currency exchange fluctuations and restrictions and political uncertainty.

As at October 31, 2024, the Company had an accumulated deficit of $27,133,342 (October 31, 2023 - $24,310,422), a working capital deficiency of $541,275 (October 31, 2023 – $875,658), and is not yet generating positive cash flows from operations. These factors indicate the existence of material uncertainties that cast significant doubt about the Company's ability to continue its operations as a going concern and to realize its assets and recover the amounts expended on its exploration and evaluation properties as this is dependent upon obtaining additional financing and for generating revenues sufficient to cover its operating costs.

On December 6, 2022, the Company completed a share consolidation of its share capital on the basis of five (5) pre-consolidation common shares for one (1) post-consolidation common share. All common shares, per common share amounts, warrants and stock options in these consolidated financial statements have been retroactively restated to reflect the share consolidation.

The Company will need to raise capital in order to fund its operations. To address its financing requirements, the Company will seek financing through debt and equity financings, asset sales, and rights offerings to existing shareholders. The Company successfully completed a financing during the year ended October 31, 2024, however, the ability of the Company to raise sufficient capital on an ongoing basis cannot be predicted at this time.

These consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying consolidated financial statements. Such adjustments could be material.

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

These consolidated financial statements for the year ended October 31, 2024, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Reporting Interpretations Committee ("IFRIC").

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, revenues, and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The functional and presentation currencies of the Company and its subsidiary are the Canadian dollar.

These financial statements include the accounts of the Company and its wholly-owned subsidiary, Signature Exploration Ltd. All intercompany amounts and transactions have been eliminated on consolidation.

The financial statements were authorized for issuance by the Board of Directors on February 27, 2025.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods.

3. MATERIAL ACCOUNTING POLICIES

a) Basis of Consolidation

The consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Signature Exploration Ltd. ("SEL"). All intercompany balances and transactions have been eliminated upon consolidation. Subsidiaries are entities over which the Company has control, where control is defined to exist when the Company is exposed to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiaries are fully consolidated from the date control is transferred to the Company and are de-consolidated from the date control ceases.

b) Rehabilitation Provisions

An obligation to incur restoration, rehabilitation and environmental costs arises when environmental disturbance is caused by the exploration or development of an exploration and evaluation property. Such costs arise from the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and capitalized at the start of each project to the carrying amount of the asset, along with a corresponding liability as soon as the obligation to incur such costs arises. The timing of the actual rehabilitation expenditure is dependent on a number of factors such as the life and nature of the asset, the operating license conditions and, when applicable, the environment in which the mine operates.

Discount rates using a pre-tax rate that reflects the time value of money are used to calculate the net present value. These costs are charged against profit or loss over the economic life of the related asset, through amortization using either the unit-of-production or the straight-line method. The corresponding liability is progressively increased as the effect of discounting unwinds creating a related expense recognized in profit or loss.

c) Cash

Cash in the consolidated statements of financial position is comprised of cash held at major financial institutions or lawyer's trust accounts.

d) Exploration and Evaluation Expenditures

The Company expenses its exploration and evaluation expenditures as incurred. Expenses charged to exploration property expenditures include acquisition costs of mineral property rights, property option payments, and certain exploration and evaluation activities.

Once a project has been established as commercially viable, and technically feasible, and the decision to proceed with development has been approved by the Board of Directors, related development expenditures are capitalized. This includes costs incurred in preparing the site for mining operations. Capitalization ceases when the mine is capable of commercial production.

e) Income Taxes

Income tax on the profit or loss for the periods presented comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized in other comprehensive income or loss or directly in equity, in which case it is recognized in other comprehensive income or loss or equity.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at year end, adjusted for amendments to tax payable with regards to previous years.

Deferred tax is recognized in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements unless such differences arise from goodwill or the initial recognition (other than in a business combination) of other assets or liabilities in a transaction that affects neither the taxable profit nor the accounting profit or loss. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the end of the reporting period applicable to the period of expected realization or settlement.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the group intends to settle its current tax assets and liabilities on a net basis.

f) Share Capital and Flow-Through Shares

Common shares are classified as equity. Transaction costs directly attributable to the issue of common shares are recognized as a deduction from equity, net of any tax effects.

The Company finances some exploration expenditures through the issuance of flow-through shares. At the time the flow-through shares are issued, there is a potential premium paid on the flow-through shares calculated based on the share issuance price and the market price at the time of closing. In the absence of a market price, the Company uses the fair value as determined by the price per share in recent non-flow-through share financings or other techniques as considered necessary. This premium is recorded as premium on flow-through shares liability on the consolidated statements of financial position reducing share capital and is drawn down proportionately as the flow-through exploration spending occurs and recorded to other income.

Resource expenditure deductions for income tax purposes related to exploration and evaluation activities funded by flow-through share arrangements are renounced to investors in accordance with income tax legislation.

g) Share-Based Payments

The Company has an equity-settled share-based compensation plan. Equity settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date. The fair value is measured at the grant date using the Black-Scholes option pricing model and each tranche is recognized on a graded-vesting basis over the period in which options vest. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to contributed surplus. Upon expiry, the recorded value remains in contributed surplus.

Equity-settled share-based payment transactions with parties other than employees are measured at the fair value of the goods or services received, except where that fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments granted, measured at the date the entity obtains the goods or the counterparty renders the service.

h) Loss Per Share

The Company presents basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the year. Diluted loss per share does not adjust the loss attributable to common shareholders or the weighted average number of common shares outstanding when the effect is anti-dilutive. During the years ended October 31, 2024 and 2023, all outstanding options and warrants were considered anti-dilutive and were therefore excluded from the diluted loss per share calculation.

i) Financial Instruments

Classification

On initial recognition, the Company determines the classification of financial instruments based on the following categories:

1. Measured at amortized cost
2. Measured at fair value through profit or loss (FVTPL)

3. Measured at fair value through other comprehensive income (FVTOCI)

The classification is based on the business model under which a financial asset is managed and on its contractual cash flow characteristics. Assets held for the collection of contractual cash flows and for which those cash flows correspond solely to principal repayments and interest payments are measured at amortized cost. Contracts with embedded derivatives where the host is a financial instrument in the scope of the standard will be assessed as a whole for classification.

A financial asset is measured at amortized cost if both of the following criteria are met:

1. Held within a business model whose objective is to hold assets to collect contractual cash flows; and
2. Contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Equity investments held for trading are classified as FVTPL. For all other equity investments that are not held for trading, the Company may irrevocably elect, on initial recognition, to present subsequent changes in the investment's fair value in other comprehensive income. This election is made on an investment-by-investment basis.

Financial liabilities are measured at amortized cost unless they must be measured at FVTPL (such as derivatives), or if the Company has chosen to evaluate them at FVTPL.

The Company has assessed the classification and measurement of its financial instruments as follows:

Financial Instrument	**Classification**
Cash	Amortized cost
Investments	Amortized cost
Amounts receivable	Amortized cost
Accounts payable and accrued liabilities	Amortized cost

Measurement

Initial recognition – A financial asset or financial liability is initially recorded at its fair value, which is typically the transaction price, plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. In the event that fair value is determined to be different from the transaction price, and that fair value is evidenced by a quoted price in an active market for an identical asset or liability or is based on a valuation technique that uses only data from observable markets, then the difference between fair value and transaction price is recognized as a gain or loss at the time of initial recognition.

Amortized cost – The amount at which a financial asset or financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any expected credit losses. The effective interest method is a method of calculating the amortized cost of a financial asset or liability and of allocating interest and any transaction costs over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or liability to the net carrying amount on initial recognition.

Fair value through profit or loss – Changes in fair value after initial recognition, whether realized or not, are recognized through the consolidated statements of loss. Income arising in the form of interest, dividends, or similar, is recognized through the consolidated statements of loss when the right to receive payment is established, the economic benefits will flow to the Company, and the amount can be measured reliably.

Fair value through other comprehensive income – Changes in fair value after initial recognition, whether realized or not, are recognized through other comprehensive income or loss. Income arising in the form of interest, dividends, or similar, is recognized through the statements of net loss and comprehensive loss when the right to receive payment is established, the economic benefits will flow to the Company, and the amount can be measured reliably.

Impairment

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition.

The Company has applied the simplified approach to recognize lifetime expected credit losses for its amounts receivable. In general, the Company anticipates that the application of the expected credit loss model of IFRS 9 results in earlier recognition of credit losses for the respective items.

Derecognition

Financial assets – The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset have expired or when contractual rights to the cash flows have been transferred. Gains and losses from the derecognition are recognized in the consolidated statements of loss.

Financial liabilities – The Corporation derecognizes a financial liability when the obligation specified in the contract is discharged, canceled or expired. The difference between the carrying amount of the derecognized financial liability and the consideration paid or payable, including non-cash assets transferred or liabilities assumed, is recognized in the consolidated statements of loss.

j) Warrants

Warrants are measured at fair value on the date of grant and included in contributed surplus. The fair value is estimated using the Black-Scholes option pricing model. Upon expiry, the recorded value remains in contributed surplus.

k) Equipment

Equipment is carried at cost less accumulated depreciation. Depreciation is recognized in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the assets. The estimated useful lives for the current and comparative periods for equipment are as follows:

- Computer and communication equipment - 3 years
- Vehicles - 5 years
- Field equipment - 5 years

Depreciation methods, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.

l) Impairment of non-financial assets

At the end of each reporting period, the carrying amounts of the Company's assets are reviewed to determine whether there is any indication that those assets are impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any. The recoverable amount is the higher of fair value less costs to sell and value in use. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction between knowledgeable and willing parties. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in profit or loss for the period. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs. Following the recognition of an impairment loss, the depreciation charge applicable to the asset is adjusted prospectively in order to systematically allocate the revised carrying amount, net of any residual value, over the remaining useful life.

Where an impairment subsequently reverses, the carrying amount of the asset (or cash generating unit) is increased to the revised estimate and its recoverable amount, but to an amount that does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

m) Critical Accounting Estimates

The preparation of these consolidated financial statements under IFRS requires management to make certain estimates, judgments and assumptions about future events that affect the amounts reported in the financial statements and related notes to the financial statements. Although these estimates are based on management's best knowledge on the amount, event or actions, actual results may differ from those estimates and these differences could be material.

The areas which require management to make significant judgements, estimates and assumptions in determining carrying values include, but are not limited to:

i. Income, value added, withholding and other taxes related estimates

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company's provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company's income, value added, withholding and other tax liabilities, such as those arising from the renunciation of flow-through expenditures, requires interpretation of complex laws and regulations. The Company's interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax related accruals and deferred income tax provisions in the period in which such determination is made. In the case of flow-through, reassessment may result in amounts owing to certain shareholders.

ii. Estimation of restoration, rehabilitation and environmental obligation

Restoration, rehabilitation and environmental liabilities are estimated based on the Company's interpretation of current regulatory requirements, constructive obligations and are measured at fair value. Fair value is determined based on the net present value of estimated future cash expenditures for the settlement of restoration, rehabilitation and environmental liabilities that may occur upon ceasing exploration and evaluation activities. Such estimates are subject to change based on changes in laws and regulations and negotiations with regulatory authorities.

iii. Share-based payments

The Company measures the cost of equity-settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumption about them, the assumptions and models used for estimating fair value for share-based payment transactions are disclosed in note 8.

iv. Asset carrying values and impairment charges

In the determination of carrying values and impairment charges, management looks at the higher of: recoverable amount; fair value less costs to sell in the case of assets; and significant or prolonged decline of fair value on financial assets indicating impairment. These determinations and their individual assumptions require that management make a decision based on the best available information at each reporting period.

n) New accounting standards

IAS 8 – In February 2021, the IASB issued 'Definition of Accounting Estimates' to help entities distinguish between accounting policies and accounting estimates. The amendments are effective for year ends beginning on or after January 1, 2023.

These amendments were adopted on November 1, 2023. The adoption of these standards did not have a material impact on the Company's financial statements.

o) Standards issued and effective for annual periods beginning on or after November 1, 2024

IAS 1 – In February 2021, the IASB issued 'Disclosure of Accounting Policies' with amendments that are intended to help preparers in deciding which accounting policies to disclose in their financial statements. Presentation of Financial Statements ("IAS 1") was amended in January 2020 to provide a more general approach to the classification of liabilities under IAS 1 based on the contractual arrangements in place at the reporting date. The amendments clarify that the classification of liabilities as current or noncurrent is based solely on a company's right to defer settlement at the reporting date. The right needs to be unconditional and must have substance. The amendments also clarify that the transfer of a company's own equity instruments is regarded as a settlement of liability, unless it results from the exercise of a conversion option meeting the definition of an equity instrument. The amendments are effective for annual periods beginning on or after January 1, 2024.

IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments were amended. The amendment to IFRS 9, Financial Instruments ("IFRS 9") and IFRS 7, Financial Instruments: Disclosures ("IFRS 7") clarifies the date of recognition and derecognition of some financial assets and liabilities, such as using the settlement date as opposed to the trade date in the initial recognition or derecognition, including a new exception for certain financial liabilities settled through an electronic payment system before the settlement date. The amendments also aim to clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion; and add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets). IFRS 9 amends some of the requirements of IFRS 7 including adding disclosures about investments in equity instruments designated as at FVTOCI, disclosures on risk management activities and hedge accounting and disclosures on credit risk management and impairment. The amendments are effective for annual periods beginning on or after January 1, 2026 with earlier adoption permitted and prospective application is required.

IFRS 18 – Presentation and Disclosures in Financial Statements is a new standard on presentation and disclosure in financial statements which replaces IAS 1, with a focus on updates to the statement of profit or loss. IFRS 18 introduces new requirements to:

- present specified categories and defined subtotals in the statement of profit or loss
- provide disclosures on management-defined performance measures (MPMs) in the notes to the financial statements
- improve aggregation and disaggregation

An entity is required to apply IFRS 18 for annual reporting periods on or after January 1, 2027, with earlier adoption permitted. IFRS 18 requires retrospective application with specific transition provisions.

The Company is currently assessing the impact of these standards. The Company anticipates that the application of the above new and revised standards, amendments, and interpretations will have no material impact on its results and financial position.

4. INVESTMENTS

As of October 31, 2024, the Company had interest-bearing guaranteed investment certificates ("GICs") in the amount of $405,750 (October 31, 2023 - $5,750). The Company's GICs are held with first-tier banks, with a maturity greater than 90 days but less than one year.

(Expressed in Canadian Dollars)

5. EQUIPMENT

	Vehicles	Field Equipment	Computer Equipment	Total
Cost				
Balance, October 31, 2022	$ 344,498	$ 1,508,760	$ 10,627	$ 1,863,885
Additions for the year	-	-	-	-
Balance, October 31, 2023	**$ 344,498**	**$ 1,508,760**	**$ 10,627**	**$ 1,863,885**
Additions for the year	-	42,657	-	42,657
Balance, October 31, 2024	**$ 344,498**	**$ 1,551,417**	**$ 10,627**	**$ 1,906,542**
Accumulated Depreciation				
Balance, October 31, 2022	$ 121,459	$ 614,353	$ 4,809	$ 740,621
Depreciation for the year	62,040	291,460	3,542	357,042
Balance, October 31, 2023	**$ 183,499**	**$ 905,813**	**$ 8,351**	**$ 1,097,663**
Depreciation for the year	62,040	247,267	2,276	311,583
Balance, October 31, 2024	$ 245,539	$ 1,153,080	$ 10,627	$ 1,409,246
Net Book Value				
Balance, October 31, 2023	$ 160,999	$ 602,947	$ 2,276	$ 766,222
Balance, October 31, 2024	**$ 98,959**	**$ 398,337**	**$ -**	**$ 497,296**

6. EXPLORATION AND EVALUATION ("E&E") EXPENDITURES

The Company holds a 100% interest in the Lingman Lake Property for the main purpose of gold exploration. A 3% net smelter return ("NSR") is attached to each of three different claim blocks. The Company can purchase one-half (1/2) of the NSR of each claim block for $1,500,000, collectively totaling $4,500,000 for all three blocks at any time.

The Company holds 1,300 claims covering over 24,000 hectares. The claims package remains in good standing.

The following table summarizes the cumulative E&E expenditures incurred at the Lingman Lake Property:

(Expressed in Canadian Dollars)

	October 31, 2024	October 31, 2023
Cumulative expenditures, beginning of the year	**$ 15,832,543**	$ 15,431,706
Logistics	**647,289**	77,671
Geophysical and geological consulting	**208,572**	-
Contract labour, salaries, wages	**252,010**	14,809
Consulting expenses	**129,998**	161,428
Field Supplies	**192,291**	29,180
Drilling	**197,420**	-
Geotechnical and storage	**79,500**	-
Travel and lodging	**128,571**	31,249
Asset retirement obligation accretion expense (note 11)	**34,538**	34,232
Assays	**119,245**	11,804
Equipment rentals	**4,045**	15,406
Asset retirement obligation adjustment (note 11)	**38,563**	25,058
Total expenditures during the year	**2,032,042**	400,837
Cumulative expenditures, end of the year	**$ 17,864,585**	$ 15,832,543

7. RELATED PARTY TRANSACTIONS

Short-term management fees paid during the year ended October 31, 2024 and 2023 relate to services provided by the CEO, CFO and Corporate Secretary.

Years ended October 31,	2024	2023
Short-term wages	$ 174,878	$ 113,700
Share-based payments	69,028	87,710
	$ 243,906	$ 201,410

As at October 31, 2024, the Company owes $69,174 (October 31, 2023 - $nil) to executives of the Company for unpaid consulting fees and expenses. These amounts are included in accounts payable and accrued liabilities. They are unsecured, non-interest-bearing, and due on demand.

On November 16, 2022, the Company entered into a short-term loan agreement with a director of the Company in the amount of $200,000. The amount was settled through the issuance of 5,000,000 shares in March 2023 (see note 8(b)(ii)). The loan was unsecured and non-interest bearing.

Refer also to note 8 for details of related party participation in the Company's private placements.

8. SHARE CAPITAL

a) Authorized

Unlimited number of common shares without par value.

b) Issued and outstanding – see consolidated statements of changes in deficiency.

i. On March 8, 2023, the Company completed a non-brokered private placement, through the issuance of 20,325,000 common shares, priced at $0.04 per share, for total proceeds of $813,000 (the "March 2023 Offering"). Participants in the private placement included directors and an officer of the Company who subscribed for a total of 10,000,000 common shares in the March 2023 Offering.

ii. On March 31, 2023, Signature completed a shares-for-debt transaction, previously announced on March 8, 2023, whereby $217,402 of the Company's outstanding debt was settled through the issuance of 5,435,050 common shares of the Company at a fair value of $0.04 per share. The debt settled includes a $200,000 loan made by a director of the Company on November 19, 2022 (note 7) for which 5,000,000 shares of the total were issued.

iii. On December 13, 2023, Signature completed a non-brokered private placement of flow-through shares ("FT Shares") and non-flow-through shares ("NFT Shares") for gross proceeds of $696,250. The offering was comprised of 20,045,455 FT shares at $0.0275 per share and 5,800,000 NFT Shares at a price of $0.025 per share. 4,800,000 NFT shares and 18,545,455 FT Shares of the offering were purchased by members of the Company's board of directors and management.

iv. On June 12, 2024, Signature completed a non-brokered private placement of 10,900,000 flow-through shares ("FT Shares") and 31,124,736 non-flow-through shares ("NFT Shares") each price at $0.05 per share for gross proceeds of $2,101,237. Participants in the private placement included directors of the Company who purchased or acquired direction and control over a total of 36% of the offering by acquiring 20,000,000 shares.

c) Stock options

Stock Option Plan

Under the Company's stock option plan (the "Plan"), the Company's Board of Directors is authorized to grant stock options to directors, officers, employees, consultants, consulting companies, and management company employees of the Company, and its subsidiaries. Total options granted shall not exceed 10% of the issued and outstanding common shares of the Company. Stock options granted are exercisable over a period not exceeding 10 years from the date of grant, and exercise prices may not be less than the market price of the common shares at the time of the grant. Options shall vest in the manner imposed by the Board of Directors as a condition at the date of grant.

The following table summarizes the stock options activity for the years ended October 31, 2024 and 2023:

(Expressed in Canadian Dollars)

	Number of Options	Weighted Average Exercise Price $
Balance at October 31, 2022	**7,237,500**	**0.45**
Granted	1,000,000	0.05
Expired	(777,500)	0.41
Cancelled note 8(c)(iii)	(2,400,000)	0.40
Balance at October 31, 2023	**5,060,000**	**0.42**
Granted	2,450,000	0.05
Expired	(1,760,000)	0.53
Balance at October 31, 2024	**5,750,000**	**0.22**

The following table summarizes the outstanding stock options at October 31, 2024:

Grant Dates	Exercise Price $	Weighted Average Remaining Life (years)	Number of Options Outstanding	Number of Options Exercisable
November 7, 2019	0.25	0.02	20,000	20,000
Jul.14 - Aug. 17, 2020	0.25 - 0.50	0.70 – 0.79	500,000	500,000
Nov. 8 - Dec. 23, 2020	0.33 - 0.65	1.02 – 1.15	840,000	840,000
Jan. 19 - Feb.12, 2021	0.55 - 0.65	1.22 – 1.28	120,000	120,000
August 4, 2021	0.80	1.76	220,000	220,000
May 27, 2022	0.30	2.57	600,000	450,000
June 26, 2023	0.05	3.65	1,000,000	500,000
November 6, 2023	0.05	4.02	2,100,000	525,000
December 13, 2023	0.05	4.12	350,000	131,250
	0.22	**2.94**	**5,750,000**	**3,306,250**

i. On May 22, 2022, 800,000 options were granted to directors, an office, and a consultant of the Company. The options have an exercise price of $0.30 and expire five years from the grant date. These options vest as to 25% immediately and 25% annually thereafter, through to the third anniversary of the grant date. The fair value of these options was estimated on the date of grant using Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; risk-free rate interest rate of 2.61% and expected volatility of 125%. The fair value assigned to these options was $166,611. Directors and officers were granted 700,000 options as part of this grant.

ii. On June 26, 2023, 1,000,000 options were granted to a director and officer of the Company. The options have an exercise price of $0.05 and expire five years from the grant date. These options vest as to 25% immediately and 25% annually thereafter, through to the third anniversary of the grant date. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; risk-free rate interest rate of 3.70%, an underlying share price of $0.03, an exercise price of $0.05, and expected volatility of 146%. The fair value assigned to these options was $21,689.

iii. During the year ended October 31, 2023, 777,500 options expired, unexercised. The options had a weighted average exercise price of $0.41. Due to the resignation of officers in November 2022, and prior to meeting their performance targets, 2,400,000 options did not vest and were cancelled. The options had a weighted average exercise price of $0.40.

(Expressed in Canadian Dollars)

iv. On November 6, 2023, 2,100,000 options were granted to directors of the Company. The options have an exercise price of $0.05 and expire five years from the grant date. These options vest as to 25% immediately and 12.5% semi-annually thereafter until the third anniversary of the grant date. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; risk-free interest rate of 3.87%, an underlying share price of $0.025, an exercise price of $0.05, and expected volatility of 154%. The fair value assigned to these options was $46,802.

v. On December 13, 2023, 350,000 options were granted to a new director of the Company. The options have an exercise price of $0.05 and expire five years from the grant date. These options vest as to 25% immediately and 12.5% semi-annually thereafter until the third anniversary of the grant date. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, risk-free interest rate of 3.33%, an underlying share price of $0.03, an exercise price of $0.05, and expected volatility of 156%. The fair value assigned to these options was $9,502.

vi. During the year ended October 31, 2024, 1,760,000 options expired, unexercised. The options had a weighted average exercise price of $0.53.

vii. During the years ended October 31, 2024, a total of $74,903 (2023 - $109,859) was recorded to share-based payments expense and charged to contributed surplus. Further, the weighted average exercise price of options granted during the year was approximately $0.05 (2023 - $0.05).

d) Warrants

The following is the warrants activity for the years ended October 31, 2024 and 2023:

	Number of Warrants	**Weighted Average Exercise Price $**
Balance, October 31, 2022	**2,434,828**	**1.16**
Expired	(2,434,828)	1.16
Balance, October 31, 2023 and 2024	**-**	**-**

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

As at	**October 31, 2024**	October 31, 2023
Accounts payable	**$319,004**	$130,065
Accrued liabilities - MENDM(1)	**884,325**	884,325
Other accrued liabilities	**50,518**	50,485
	$1,253,847	$1,064,875

(1) Prior to the acquisitions of Signature Exploration Ltd. and the Lingman Lake Property, the Ministry of Energy, Northern Development and Mines (”MENDM”) had requested the removal of certain

(Expressed in Canadian Dollars)

above-ground storage tanks containing approximately 800,000 litres of fuel that were considered a mine hazard. Due to the failure of the prior owners to comply with MENDM's request for it to be cleaned up, MENDM took action and managed the disposition of the fuel at a cost of $884,325.

10. DEFERRED PREMIUM ON FLOW-THROUGH SHARES

The premium paid for FT Shares in excess of the market value of the shares without the flow-through features is initially recognized as a liability. The liability is subsequently reduced and recorded as other income in the consolidated statements of loss and comprehensive loss, on a pro-rata basis, based on the corresponding Canadian Eligible Exploration ("CEE") expenditures that have been incurred. Total premium liability of $50,114 was recognized in respect of the December 13, 2023 flow-through financing (note 8).

During the year ended October 31, 2024, $50,114 (2023 - $nil) of deferred premium liability was recognized as income.

11. REHABILITATION PROVISION

Historical work done by other companies on the Company's mining sites also resulted in MENDM issuing an order to the Company requiring the filing of a mine closure plan ("MCP"). Therefore, the rehabilitation provision recorded in these consolidated financial statements represents the estimate of the eventual legal and contractual obligations associated with a future closure of the Company's mining operations either progressively or at the end of the mine life. A draft MCP was submitted to MENDM in September 2021. The Company is awaiting a response from MENDM to discuss the results of actions taken by the Company with respect to the MCP, and to discuss any further requirements needed to finalize the closure plan. The MCP obligations consist of estimated costs associated with reclamation and monitoring activities and the removal of tangible assets from the Company's mining sites.

A summary of the Company's rehabilitation provision is presented below:

As at	**October 31, 2024**	October 31, 2023
Balance, beginning of year	**$846,225**	$786,935
Change in estimate	**38,563**	25,058
Accretion expense	**34,538**	34,232
Balance, end of year	**$919,326**	$846,225

During the year ended October 31, 2024, the Company recorded an adjustment to the liability on the statement of financial position at its present value amount, adjusted for 2.88% (2023 – 2.58%) annual inflation, and discounted back to October 31, 2024, using a risk-free interest rate of 3.28% (2023 – 3.92%), which resulted in a change in estimate of $38,563 (2023 –$25,058), and is included in exploration and evaluation expenditures. During the year ended October 31, 2024, the Company has recorded accretion expense of $34,538 (2023 - $34,232).

12. COMMITMENTS AND CONTINGENCIES

As at October 31, 2024, the Company has recorded an accrued liability for certain future costs detailed in the MCP and a rehabilitation provision (note 11) for its potential environmental liabilities.

The Company's exploration and evaluation activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

The Company has termination and change of control provisions included in separate agreements with the CEO and Grove Corporate Services for the provision of services. In the event of termination by the Company, these contracts contain minimum commitments of approximately $59,590, which would all be due within one year in the event of a termination. In the event of a transaction that constitutes a change of control of the Company, certain amounts would be required to be paid out to the CEO based on his annual base fees, if certain conditions are met. This contract contains a minimum commitment of approximately $200,040 with respect to change of control provisions. As a triggering event has not taken place, the contingent payments have not been reflected in these financial statements.

The Company has indemnified the subscribers of Signature's prior flow-through share offerings against any tax-related amounts that become payable by the subscribers as a result of the Company not meeting its spending commitments. As at October 31, 2024, the Company has met its spending commitments of $1,096,250 under the flow-through share program for the flow-through funds raised during the year ended October 31, 2024.

500,000 options were committed to be granted to Grove pursuant to an amended fee agreement signed on October 1, 2024.

13. MANAGEMENT OF CAPITAL

The Company considers its capital structure to include the components of shareholders' deficiency. Management's objective is to ensure that there is sufficient capital to support the Company's exploration and corporate activities. In doing so, the Company strives to safeguard its ability to continue as a going concern in order to pursue its principal business of exploration and thereby maximize shareholder returns. As the Company has no revenue from operations, it must self-finance. Historically, the Company has been successful in obtaining financing from private equity placements, however, there can be no assurance that the Company will be able to obtain adequate financing in the future, or that the terms of such financings will be favourable.

The Company's capital management objectives, policies, and processes have remained unchanged during the years ended October 31, 2024, and 2023. The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than that of the TSXV which requires adequate working capital or financial resources of the greater of (i) $50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for the year end.

As at October 31, 2024, the Company is not compliance with the TSXV working capital requirements. The consequences of non-compliance are at the discretion of the TSXV.

14. FINANCIAL INSTRUMENTS

Categories and fair value of financial instruments

The Company's financial instruments consist of cash, investments, amounts receivable, and accounts payable and accrued liabilities. The carrying values of the Company's short-term financial assets and liabilities approximate their fair values due to their short periods to maturity.

The following table summarizes the categories and fair values of the Company's financial instruments:

As at October 31, 2024				
		Carrying Value		**Fair Value**
	FVTPL	**FVTOCI**	**Amortized Cost**	**Total**
Financial Assets and Liabilities			**$**	**$**
Cash	**-**	**-**	**90,488**	**90,488**
Investments	**-**	**-**	**405,750**	**405,750**
Amounts receivable	**-**	**-**	**102,011**	**102,011**
Accounts payable and accrued liabilities	**-**	**-**	**(1,253,847)**	**(1,253,847)**

As at October 31, 2023				
		Carrying Value		Fair Value
	FVTPL	FVTOCI	Amortized Cost	Total
Financial Assets and Liabilities			$	$
Cash	-	-	121,179	121,179
Investments	-	-	5,750	5,750
Amounts receivable	-	-	14,884	14,884
Accounts payable and accrued liabilities	-	-	(1,064,875)	(1,064,875)

Credit Risk
Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash and investments. To minimize the credit risk on cash and investments, the Company places the instruments with a high-credit quality financial institution.

Liquidity Risk
The Company has in place a planning and budgeting process to help determine the funds required to support the Company's normal operating requirements on an ongoing basis and its capital, administrative, and exploration and evaluation expenditures. The objective of this process is to ensure that it secures sufficient cash to meet these planned expenditures. All of the Company's financial liabilities have contractual maturities of 30 days or less or are due on demand and are subject to normal trade terms. The Company does not have investments in any asset-backed commercial paper or similar instruments.

Foreign Exchange Risk
The Company does not have significant foreign exchange risk as most of its transactions are in Canadian dollars.

Interest Rate Risk
The Company is not exposed to significant interest rate risk.

(Expressed in Canadian Dollars)

Commodity Price Risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities may be subject to risks associated with fluctuations in the market price of commodities. Management closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

15. INCOME TAXES

a) Provision for Income Taxes

Major items causing the Company's effective income tax rate to differ from the combined Canadian federal and provincial statutory rate of 26.5% (2023 – 26.5%) were as follows:

	2024	2023
	$	$
Loss before income taxes:	**(2,822,920)**	(1,139,163)
Expected income tax (recovery) based on statutory rate	**(748,000)**	(302,000)
Adjustment to expected income tax benefit:		
Flow-through renunciation	**291,000**	-
Non-deductible expenses and other	**20,000**	29,000
Change in unrecorded deferred tax asset	**437,000**	273,000
Deferred income tax provision (recovery)	**-**	**-**

b) Deferred Income Taxes:

Deferred taxes are as a result of temporary differences that arise due to the differences between the income tax values and the carrying amount of assets and liabilities.

	2024	2023
	$	$
Unrecognized deferred tax assets and liabilities		
Non-capital loss carry-forwards	**6,432,000**	5,889,000
Share issue costs	**105,000**	202,000
Mineral property costs	**7,700,000**	6,874,000
Other temporary differences	**2,334,000**	1,949,000
Total	**16,571,000**	14,914,000

The non-capital loss carry-forwards expire from 2031 to 2044. The other temporary differences do not expire under current legislation. Deferred tax assets have not been recognized in respect of these items because it is not probable that future taxable profit will be available against which the Company can use the benefits.

16. SUBSEQUENT EVENTS

a) On November 1, 2024, the Board of Directors granted a combined total of 2,750,000 incentive stock options to the Board, Management and Advisors of the Company. The options have an exercise price of $0.05 and expire five years from the grant date. The options vest 25% immediately and 25% annually thereafter until the third anniversary.

b) On November 7, 2024, 20,000 options expired, unexercised. The options had a weighted average exercise price of $0.25.

c) On January 2, 2025, the Company entered into a short-term loan agreement with a director of the Company in the amount of $200,000. The loan is unsecured and non-interest bearing. The loan matures on April 30, 2025.