PATRIOT BATTERY METALS INC.
Condensed Interim Consolidated Financial Statements
For the three-months periods ended June 30, 2023 and 2022
(Expressed in Canadian dollars)

Unaudited

Management's Responsibility for Financial Reporting

The unaudited condensed interim consolidated financial statements (the "Financial Statements") of Patriot Battery Metals Inc. ("the Company" or "Patriot") are the responsibility of the management and Board of Directors of the Company.

The Financial Statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the Financial Statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the Financial Statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 Interim Financial Reporting of International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the Financial Statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the Financial Statements, together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the Financial Statements and other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

"Blair Way"
President and Chief Executive Officer

"Natacha Garoute"
Chief Financial Officer

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements for the three-month periods ended June 30, 2023 and 2022 have not been reviewed by the Company's auditors.

PATRIOT BATTERY METALS INC.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited)
(Expressed in Canadian dollars)

	Notes	June 30, 2023 (Unaudited)	March 31, 2023 (Audited)
		$	$
ASSETS			
Current assets			
Cash and cash equivalents	3	**35,395,000**	56,724,000
Receivables	4	**4,872,000**	3,891,000
Prepaid expenses		**272,000**	249,000
		40,539,000	60,864,000
Non-current assets			
Exploration and evaluation properties	5	**55,603,000**	46,268,000
Property and equipment	6	**9,343,000**	588,000
Total assets		**105,485,000**	107,720,000
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		**2,915,000**	5,507,000
Current portion of lease liabilities	7	**50,000**	-
Flow-through premium liability	8	**25,501,000**	29,506,000
		28,466,000	35,013,000
Non-current liabilities			
Lease liabilities	7	**365,000**	-
Deferred income taxes		**4,227,000**	2,704,000
Total liabilities		**33,058,000**	37,717,000
EQUITY			
Share capital	9	**80,033,000**	77,966,000
Reserves	9	**15,467,000**	14,922,000
Accumulated other comprehensive loss		**(2,000)**	-
Deficit		**(23,071,000)**	(22,885,000)
Total equity		**72,427,000**	70,003,000
Total liabilities and equity		**105,485,000**	107,720,000

Corporate Information (Note 1), Commitments (Note 14) and Events After the Reporting Period (Note 16)

APPROVED ON BEHALF OF THE BOARD on August 4, 2023:

"Blair Way"
Director

"Brian Jennings"
Director

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

(Expressed in Canadian dollars)

	Notes	Three-Month Period Ended June 30, 2023	Three-Month Period Ended June 30, 2022
		$	$
General and Administrative Expenses			
Business development		**114,000**	98,000
Consulting fees	12	**163,000**	30,000
Investor communications		**171,000**	13,000
Salaries, benefits and management fees	12	**676,000**	442,000
Office and miscellaneous		**246,000**	15,000
Professional fees		**569,000**	96,000
Share-based compensation	9, 12	**802,000**	3,629,000
Transfer agent and filing fees		**97,000**	30,000
Travel		**355,000**	51,000
Total general and administrative expenses		**(3,193,000)**	(4,404,000)
Other Income (Loss)			
Flow-through premium income	8	**4,005,000**	576,000
Interest income		**525,000**	(1,000)
Flow-through interest		**-**	(35,000)
Income (Loss) before income taxes		**1,337,000**	(3,864,000)
Income taxes			
Deferred income tax expense		**(1,523,000)**	-
Net Loss for the period		**(186,000)**	(3,864,000)
Other comprehensive loss			
Foreign currency translation adjustment		**(2,000)**	-
Net Loss and Comprehensive Loss for the period		**(188,000)**	(3,864,000)
Loss per common share			
Basic and diluted	10	**(0.00)**	(0.05)

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

PATRIOT BATTERY METALS INC.
Condensed Interim Consolidated Statements of Changes in Equity
(Unaudited)
(Expressed in Canadian dollars)

	Number of shares[1]	Share capital	Subscriptions received	Reserves	AOCI	Deficit	Total
		$	$	$	$	$	$
Balances, March 31, 2022	78,548,991	32,922,000	252,000	3,460,000	-	(12,770,000)	23,864,000
Shares issued for:							
Warrants exercised	7,465,664	2,323,000	(213,000)	-	-	-	2,110,000
Options exercised	602,632	267,000	(39,000)	-	-	-	228,000
Fair value of warrants exercised	-	13,000	-	(13,000)	-	-	-
Fair value of options exercised	-	209,000	-	(209,000)	-	-	-
Share issuance costs - warrants	-	(685,000)	-	685,000	-	-	-
Share issuance costs - cash	-	(9,000)	-	-	-	-	(9,000)
Share-based compensation	-	-	-	3,629,000	-	-	3,629,000
Net loss and comprehensive loss for the period	-	-	-	-	-	(3,864,000)	(3,864,000)
Balances, June 30, 2022	**86,617,287**	**35,040,000**	**-**	**7,552,000**	**-**	**(16,634,000)**	**25,958,000**
Balances, March 31, 2023	**99,357,207**	**77,966,000**	**-**	**14,922,000**		**(22,885,000)**	**70,003,000**
Shares issued for:							
Warrants exercised	4,354,416	1,608,000	-	-	-	-	1,608,000
Options exercised	207,000	202,000	-	-	-	-	202,000
Fair value of warrants exercised	-	122,000	-	(122,000)	-	-	-
Fair value of options exercised	-	135,000	-	(135,000)	-	-	-
Fair value of warrants expired	-	-	-	-	-	-	-
Share issuance costs - warrants	-	-	-	-	-	-	-
Share issuance costs - cash	-	-	-	-	-	-	-
Share-based compensation	-	-	-	802,000	-	-	802,000
Net loss and comprehensive loss for the period	-	-	-	-	(2,000)	(186,000)	(188,000)
Balances, June 30, 2023	**103,918,623**	**80,033,000**	**-**	**15,467,000**	**(2,000)**	**(23,071,000)**	**72,427,000**

[1]Number of shares are adjusted for the share consolidation of one post-consolidated share for every 3 pre-consolidated share on June 7, 2021 (Note 9).

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

PATRIOT BATTERY METALS INC.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited)
(Expressed in Canadian dollars)

	Notes	Three-Month Period Ended June 30, 2023	June 30, 2022
		$	$
OPERATING ACTIVITIES			
Net loss for the year		**(186,000)**	(3,864,000)
Adjustments for:			
Accrued interest income		**(16,000)**	-
Flow-through premium income	8	**(4,005,000)**	(576,000)
Depreciation	6	**29,000**	-
Share-based compensation	9, 12	**802,000**	3,629,000
Deferred income tax expense		**1,523,000**	-
Changes in non-cash working capital items			
Increase in receivables	4	**(959,000)**	(147,000)
Increase in prepaid expenses		**(23,000)**	(34,000)
Decrease in trade payables and accrued liabilities		**(109,000)**	(801,000)
Cash used in operating activities		**(2,944,000)**	(1,793,000)
INVESTING ACTIVITIES			
Property and equipment	6	**(7,616,000)**	-
Exploration and evaluation property expenditures	5	**(12,577,000)**	(3,416,000)
Cash used in investing activities		**(20,193,000)**	(3,416,000)
FINANCING ACTIVITIES			
Share issuance costs-cash	9	**-**	(8,000)
Proceeds from exercise of options	9	**202,000**	267,000
Proceeds from exercise of warrants	9	**1,608,000**	2,322,000
Subscriptions received		**-**	(252,000)
Cash provided by financing activities		**1,810,000**	2,329,000
Decrease in cash and cash equivalents		**(21,327,000)**	(2,880,000)
Effect of exchange rate on cash		**(2,000)**	-
Cash and cash equivalents, beginning of period		**56,724,000**	11,698,000
Cash and cash equivalents, end of period		**35,395,000**	8,818,000

Supplemental cash flow information (Note 13)

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

1. CORPORATE INFORMATION

Patriot Battery Metals Inc. was incorporated on May 10, 2007, under the British Columbia Business Corporations Act. The principal business of the Company and its subsidiaries is the identification, evaluation and acquisition of exploration and evaluation properties, as well as exploration of those properties once acquired. The Company is domiciled in Canada and is a reporting issuer in British Columbia, Alberta and Ontario. The address of its head office and records office is Suite 700-838 West Hastings Street, Vancouver, British Columbia, V6C 0A6 and the address of its registered and records office is Suite 2501, 550 Burrard Street, Vancouver, British Columbia, V6C 2B5. The Company's mineral properties are located in the provinces of Quebec, British Columbia, the Northwest Territories and in Idaho (USA).

On December 7, 2022, the shares of the Company commenced trading on the Australian Securities Exchange ("ASX") under the stock symbol "PMT". Each share settles in the form of CHESS Depositary Interests ("CDIs") at a ratio of 10 CDIs to 1 common share.

On December 8, 2022, the shares of the Company commenced trading on the OTC Market in the United States under the symbol "PMETF".

As at June 30, 2023, the Company has not yet determined whether its mineral properties contained ore reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and future profitable production from the properties or realizing proceeds from their disposition.

For the three-month period ended June 30, 2023, the Company incurred a net loss and comprehensive loss of $188,000 (2022 – loss of $3,864,000). As at June 30, 2023, the Company had an accumulated deficit of $23,071,000 (March 31, 2023 - $22,885,000) which has been funded by the issuance of equity and working capital of $37,574,000, excluding the flow-through premium liability (March 31, 2023 - $55,357,000). The Company's ability to continue its operations and to realize its assets at their carrying values are dependent upon obtaining additional financing sufficient to cover its operating costs. The Company believes it has sufficient funds to meet its obligations and existing commitments for at least the next 12 months. The Company's business plan is dependent on raising additional funds to pursue the exploration and development of its projects, which may be completed in a number of ways, including the issuance of equity instruments or other types of financing arrangements. While the Company has been successful in securing financing in the past, there can be no assurance it will be able to do so in the future or that these sources of funding will be available to the Company or that they will be available on terms which are acceptable to the Company.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The unaudited condensed interim consolidated financial statements (the "Financial Statements") of the Company, including comparative disclosure, have been prepared in accordance with International Accounting Standards ("IAS") 34 'Interim Financial Reporting' issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), and in accordance with the same accounting policies and methods of computation as compared with the most recent annual financial statements, being for the year ended March 31, 2023.

These Financial Statements were approved and authorized for issue in accordance with a resolution from the Board of Directors on August 4, 2023.

2.2 Basis of presentation

The Financial Statements include the accounts of the Company and Metals Nevada Corp. ("Metals Nevada"), a wholly owned US subsidiary of the Company incorporated on March 2, 2021. All material inter-company balances and transactions have been eliminated upon consolidation.

The Company's Financial Statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value, as detailed in Note 11 and are presented in Canadian dollars except where otherwise indicated. The functional currency of Metals Nevada is U.S. Dollars. The assets and liabilities of Metals Nevada are translated into Canadian dollars at the rate of exchange prevailing at the reporting date and their income and expense items are translated at average exchange rates for the period. Exchange differences arising on the translation are recognized in other comprehensive income. The Company's functional currency is the Canadian dollar.

Certain comparative amounts have been reclassified to conform with the current year's Financial Statement presentation. Such reclassifications were not considered material.

2.3 Adoption of new and revised standards and interpretation

At the date of authorization of these Financial Statements, several new, but not yet effective, Standards and amendments to existing Standards, and Interpretations have been published by the IASB. None of these Standards or amendments to existing Standards have been adopted early by the Company. Management anticipates that all relevant pronouncements will be adopted for the first period beginning on or after the effective date of the pronouncement. New Standards, amendments and Interpretations not adopted in the current year have not been disclosed as they are not expected to have a material impact on the Company's Financial Statements.

2.4 Significant accounting policies

The significant accounting policies followed in these Financial Statements are consistent with those applied in the Company's audited annual consolidated financial statements for the year ended March 31, 2023, except as noted below:

Leases

In accordance with *IFRS 16-Leases*, at the commencement date of a lease, the Company recognizes a lease liability and an asset representing the right to use the underlying asset during the lease term (i.e. the "right-of-use" asset) unless the underlying asset has a low value or the lease term is twelve months or less, which are expensed in the period incurred. At this date, the right-of-use asset is measured at cost, which includes the initial amount of the lease liability, adjusted for any lease payments made at or before the commencement date, any initial direct costs incurred and also includes an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset.

The right-of-use asset is then amortized using the straight-line method from the lease commencement date to the earlier of the end of the lease term or the end of the useful life of the asset. The right-of-use asset may also be reduced for any impairment losses, if any.

At the lease commencement date, the lease liability is measured at the present value of the future lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate, which is the rate the Company would pay for similar assets at similar locations over a similar term. The lease liability is measured at amortized cost using the effective interest method.

(Expressed in Canadian dollars)

2.4 Significant accounting policies (continued)

Leases (continued)

The lease liability is re-measured when there is a change in future lease payments due to a change in an index or rate, a change in the Company's estimate of an amount payable under residual value guarantee, or if there is a change in the assessment of whether the Company will exercise a purchase, termination or extension option. When the lease liability is re-measured, a corresponding adjustment is made to the right-of-use asset or recognized in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

2.5 Significant accounting judgments, estimates and assumptions

The preparation of these Financial Statements requires management to make judgements, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, 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 results of which form the basis of making judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed by management on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future year if the revision affects both current and future year.

In preparing these Financial Statements, the significant judgements and estimates made by management in applying the Corporation's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited consolidated financial statements as at and for the year ended March 31, 2023.

3. CASH AND CASH EQUIVALENTS

As at June 30, 2023 and March 31, 2023, cash and cash equivalents include $2,000,000 held in a GIC which earns interest at 4.25% (Note 4), redeemable anytime.

4. RECEIVABLES

The Company's receivables arise from Goods and Services Tax ("GST") and Quebec Sales Tax ("QST") due from the government taxation authorities, tax credit receivable and accrued interest calculated on the GICs (Note 3).

	June 30, 2023	March 31, 2023
	$	$
GST receivable	**2,764,000**	1,491,000
QST receivable	**808,000**	771,000
Quebec tax credit receivable	**1,258,000**	1,258,000
Interest receivable	**42,000**	20,000
Other receivable	**-**	351,000
Total	**4,872,000**	3,891,000

(Expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION PROPERTIES

The Company's exploration and evaluation properties expenditures for the three-month period ended June 30, 2023 are as follows:

	Corvette Property *Quebec, Canada*	**US Property** *Idaho, USA*	**Northwest Territories Property** *NW Territories, Canada*	**Other Quebec Properties** *Quebec, Canada*	**Total**
	$	$	$	$	$
Acquisition Costs					
Balance, March 31,2023	5,746,000	880,000	177,000	2,008,000	8,811,000
Additions	95,000	-	-	14,000	109,000
Balance, June 30, 2023	**5,841,000**	**880,000**	**177,000**	**2,022,000**	**8,920,000**
Exploration and Evaluation Costs					
Balance, March 31,2023	35,600,000	890,000	503,000	464,000	37,457,000
Additions					
Consulting	-	10,000	-	-	10,000
Assays and testing	293,000	-	-	-	293,000
Reports and admin	578,000	-	-	-	578,000
Geology salaries and expenditures	1,447,000	-	-	2,000	1,449,000
Drilling expenditures	3,089,000	-	-	-	3,089,000
Travel and accomodation	1,778,000	-	-	-	1,778,000
Transportation costs	1,453,000	-	-	-	1,453,000
Environmental Studies	295,000	-	-	-	295,000
Advances	281,000	-	-	-	281,000
Exploration tax credit received	-	-	-	-	-
Balance, June 30, 2023	**44,814,000**	**900,000**	**503,000**	**466,000**	**46,683,000**
Total, June 30, 2023	**50,655,000**	**1,780,000**	**680,000**	**2,488,000**	**55,603,000**

(Expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION PROPERTIES (CONTINUED)

The Company's exploration and evaluation properties expenditures for the year ended March 31, 2023 are as follows:

	Corvette Property *Quebec, Canada*	**US Property** *Idaho, USA*	**Northwest Territories Property** *NW Territories, Canada*	**Other Quebec Properties** *Quebec, Canada*	**Total**
	$	$	$	$	$
Acquisition Costs					
Balance, March 31,2022	5,743,000	880,000	177,000	454,000	7,254,000
Additions	3,000	-	-	1,554,000	1,557,000
Balance, March 31, 2023	**5,746,000**	**880,000**	**177,000**	**2,008,000**	**8,811,000**
Exploration and Evaluation Costs					
Balance, March 31,2022	5,525,000	844,000	551,000	238,000	7,158,000
Additions					
Consulting	134,000	32,000	-	3,000	169,000
Assays and testing	964,000	13,000	-	13,000	990,000
Reports and admin	1,830,000	1,000	-	36,000	1,867,000
Geology salaries and expenditures	3,877,000	-	-	47,000	3,924,000
Drilling expenditures	14,270,000	-	-	-	14,270,000
Geophysics and remote sensing	179,000	-	-	68,000	247,000
Travel and accomodation	3,438,000	-	-	19,000	3,457,000
Transportation costs	6,078,000	-	-	46,000	6,124,000
Environmental Studies	472,000	-	-	-	472,000
Advances (Refunds)	924,000	-	(48,000)	(6,000)	870,000
Exploration tax credit	(2,091,000)	-	-	-	(2,091,000)
Balance, March 31, 2023	**35,600,000**	**890,000**	**503,000**	**464,000**	**37,457,000**
Total, March 31, 2023	**41,346,000**	**1,770,000**	**680,000**	**2,472,000**	**46,268,000**

(Expressed in Canadian dollars)

6. PROPERTY and EQUIPMENT

As at June 30, 2023, the Company had property and equipment with a net book value of $9,343,000 (March 31, 2023 - $588,000), as follows:

	Machinery and Equipment	Construction in progress	Office Lease	Total
Cost	**$**	**$**	**$**	**$**
Balance, March 31, 2023	609,000	-	-	609,000
Additions	543,000	7,832,000	409,000	8,784,000
Balance, June 30, 2023	1,152,000	7,832,000	409,000	9,393,000
				-
Accumulated Depreciation				-
Balance, March 31, 2023	21,000	-		21,000
Depreciation	17,000	-	12,000	29,000
Balance, June 30, 2023	38,000	-	12,000	50,000
				-
Net book value				-
At June 30, 2023	**1,114,000**	**7,832,000**	**397,000**	**9,343,000**

7. LEASES

The Company's right-of-use assets are included in Property and Equipment. The imputed financing costs on the liability were determined based on the Company's incremental borrowing rate and similar finance leases to mining companies, which has been estimated at 9.45%. Lease liabilities recognized at June 30, 2023 and March 31, 2023 are as follows:

	June 30, 2023	March 31, 2023
	$	$
Lease liability		
Balance, beginning of the period	-	-
Additions	(409,000)	-
Repayment of lease obligation	-	-
Interest expense	(6,000)	-
Balance, end of period	(415,000)	-
Less: Current portion	50,000	-
Non-current portion of lease liability	**(365,000)**	-

Future required minimum lease payments are as follows:

Fiscal year	$
2024	25,000
2025	101,000
2026	104,000
Thereafter	326,000
Total lease payments	556,000
Less: interest	(141,000)
Total lease liabilities	**415,000**

(Expressed in Canadian dollars)

8. FLOW-THROUGH PREMIUM LIABILITY

On October 6, 2022, the Company closed a private placement for 1,507,170 flow-through common shares at $13.270 per common share for gross proceeds of $20,000,000 ("FT#22 Offering"). The fair value of the common shares was $6.500 per common share, resulting in the recognition of a flow-through premium liability of $6.770 per common share for a total of $10,203,000. As at June 30, 2023, the Company has incurred all of the required flow-through expenditures (March 31, 2023 - $16,812,000) in flow-through eligible expenditures, extinguishing the flow-through premium liability (March 31, 2023 - $1,627,000).

On March 20, 2023, the Company closed a private placement for 2,215,134 flow-through common shares at $22.572 per common share for gross proceeds of $50,000,000 ("FT#23 Offering"). The fair value of the common shares was $10.050 per common share, resulting in the recognition of a flow-through premium liability of $12.522 per common share for a total of $27,738,000. As at June 30, 2023, the Company incurred $4,032,000 in flow-through eligible expenditures (March 31, 2023 - $nil), reducing the flow-through premium liability from 27,738,000 at March 31, 2023 to $25,501,000 at June 30, 2023.

The flow-through premium liability from the FT #22 and FT#23 offerings is amortized over the periods in which the funds are spent on qualifying expenditures.

	June 30, 2023 **$**	March 31, 2023 $
Opening Balance	**29,506,000**	1,863,000
Flow-through share premium issuance:		
FT#22 Offering	**-**	10,203,000
FT#23 Offering	**-**	27,738,000
Flow-through premium income	**(4,005,000)**	(10,298,000)
Ending Balance	**25,501,000**	29,506,000

(Expressed in Canadian dollars)

9. SHARE CAPITAL

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

9.1 Share issuances

During the three-month periods ended June 30, 2023, and 2022, the Company issued the following shares:

	Shares #	Proceeds $	Fair Value $
Balance, March 31, 2022	78,548,991		
Shares issued for warrants exercised	7,465,664	2,323,000	13,000
Shares issued for options exercised	602,632	267,000	209,000
Balance, June 30, 2022	86,617,287	2,590,000	222,000
Balance, March 31, 2023	**99,357,207**		
Shares issued for warrants exercised	**4,354,416**	1,608,000	122,000
Shares issued for options exercised	**207,000**	202,000	135,000
Balance, June 30, 2023	**103,918,623**	**1,810,000**	**257,000**

9.2 Share purchase warrants

A summary of changes in the Company's share purchase warrants outstanding as at June 30, 2023 and March 31, 2023 is as follows:

	June 30, 2023		June 30, 2022	
	Number of warrants [1]	**Weighted average exercise price ($)**	Number of warrants [1]	Weighted average exercise price ($)
Outstanding, beginning of period	**30,754,010**	**0.68**	39,627,038	0.59
Granted	**-**	**-**	4,313,726	0.60
Exercised	**(4,354,416)**	**0.37**	(7,465,664)	0.31
Outstanding, end of period	**26,399,594**	**0.73**	36,475,100	0.65

[1] Warrants were adjusted to reflect the share consolidation on June 7, 2021 and the broker units asssociated to the broker's warrants.

During the three-month period ended June 30, 2023:

The Company did not issue share purchase warrants. The Company issued a total of 4,354,416 shares for warrants exercised, for net proceeds of $1,608,000.

During the three-month period ended June 30, 2022:

The Company issued a total of 7,465,664 shares for warrants exercised, for net proceeds of $2,323,000.

(Expressed in Canadian dollars)

9.2 Share purchase warrants (continued)

The Company issued 2,156,863 broker warrant units in connection with the private placement that was completed on December 21, 2021. The warrant units' fair value of $0.32 per warrant was estimated using the Black-Scholes pricing model, based on the following assumptions:

	June 30, 2022
	$
Share price at grant date ($)	0.48
Risk free interest rate (%)	1.05%
Expected life (years)	2.00
Expected volatility (%)	156%
Expected dividend per share	-
Fair market value of the warrant on grant date ($)	0.32

As at June 30, 2023, there are 26,399,594 share purchase warrants outstanding, with a weighted average exercise price of $0.73 and a weighted average of 0.76 year to expiry, as follows:

Date issued	Number of warrants [1]	Exercise price ($)	Expiry date
March 23, 2021	166,666	0.30	March 23, 2024
June 30, 2021	875	0.25	June 30, 2023
December 21, 2021	17,053,660	0.75	December 21, 2023
December 21, 2021	2,156,863	0.45	December 21, 2023
March 21, 2022	5,510,000	0.75	March 21, 2025
March 21, 2022	720,000	0.50	March 21, 2024
March 21, 2022	720,000	0.75	March 21, 2024
October 6, 2022	71,530	6.35	October 6, 2024
Outstanding, end of period	**26,399,594**		

[1] Warrants were adjusted to reflect the share consolidation on June 7, 2021 and the broker units asssociated to the broker's warrants.

9.3 Stock options

A summary of changes in the Company's stock options outstanding as at June 30, 2023 and 2022 is as follows:

	June 30, 2023		June 30, 2022	
	Number of options [1]	**Weighted average exercise price ($)**	Number of options [1]	Weighted average exercise price ($)
Outstanding, opening balance	**8,141,671**	**4.09**	5,069,300	0.45
Granted	**-**	**-**	2,525,000	1.74
Exercised	**(207,000)**	**0.98**	(602,632)	0.42
Expired/Cancelled	**(5)**	**-**	(11,667)	0.18
Outstanding, ending balance	**7,934,666**	**4.17**	6,980,001	0.91

[1] Options were adjusted to reflect the share consolidation on June 7, 2021.

(Expressed in Canadian dollars)

9.3 Stock options (continued)

All stock options presented above vest immediately upon grant, other than the following:

- Options granted on April 5, 2022: 2,385,000 vested upon grant, with 70,000 vesting 12 months from date of grant and the remaining 70,000 vesting 24 months from date of grant;
- Options granted on January 25, 2023: 250,000 vested upon grant, with 250,000 vesting 12 months from date of grant and the remaining 250,000 vesting 24 months from date of grant.

In accordance with IFRS 2 Share-based Payment, the value of stock options with graded vesting is expensed over the vesting period. During the three-month periods ended June 30, 2023 and 2022, the Company recognized a share-based compensation expense related to the vesting of stock options of $799,000 and $3,629,000, respectively.

During the three-month period ended June 30, 2023:

The Company issued a total of 207,00 shares for options exercised, for net proceeds of $202,000.

During the three-month period ended June 30, 2022:

The Company issued a total of 602,632 shares for options exercised, for net proceeds of $267,000.

The Company granted a total of 2,525,000 stock options to officers, directors and consultants of the Company. Further information on this grant is presented above.

The grant date fair value of the options granted during the three-month period ended June 30, 2022 was estimated at $1.14 per option using the Black-Scholes Option Pricing Model, based on the following assumptions:

	June 30, 2022
Share price at grant date	$1.75
Risk free interest rate	2.37%
Expected life (years)	2
Expected volatility	129.57%
Fair market value of the option on grant date	$1.14

Where relevant, the expected life has been adjusted based on management's best estimate for the effects of historical forfeitures and behavioral considerations. Expected volatility is based on the historical share price volatility.

(Expressed in Canadian dollars)

9.3 Stock options (continued)

The following table summarizes information regarding the Company's outstanding and exercisable stock options as at June 30, 2023:

	Options oustanding			Options exercisable		
Range of exercise price per share ($)	**Weighted-average remaining years of contractual life**	**Number of stocks options outstanding**	**Weighted average exercice price ($)**	**Weighted-average remaining years of contractual life**	**Number of stocks options exercisable**	**Weighted average exercice price ($)**
0.30 to 0.53	1.24	2,891,666	0.45	1.24	2,891,666	0.45
1.74 to 2.58	1.84	2,043,000	1.95	1.84	1,973,000	1.95
7.00 to 9.20	3.15	2,250,000	8.20	3.15	2,250,000	8.20
12.50	2.58	750,000	12.50	2.58	250,000	12.50
0.30 to 12.50	2.06	7,934,666	4.17	2.03	7,364,666	3.63

9.4 Performance share units and restricted share units

On June 29, 2023, the Company granted an aggregate of 48,002 restricted share units (the "RSUs") and 48,002 performance share units (the "PSUs") to employees and consultants of the Company. All were granted in accordance with the Company's Omnibus Equity Incentive Plan.

100% of the RSUs will vest on the date which is three years from their date of grant. Up to 72,003 common shares are issuable pursuant to the vesting of the PSUs upon the achievement of certain performance milestones by the Company.

During the three-month period ended June 30, 2023, the Company recognized a share-based compensation expense related to the vesting of PSUs and RSUs of $3,000 (2022 - $nil).

10. LOSS PER SHARE

The calculation of basic and diluted loss per share is based on the following data:

Three-Month Period Ended	**June 30, 2023** **$**	June 30, 2022 $
Net loss for the period	**(188,000)**	(3,864,000)
Weighted average number of shares - basic and diluted	**100,816,008**	83,198,866
Loss per share, basic and diluted	**(0.00)**	**(0.05)**

(1) On June 7, 2021, the Company completed a share consolidation based on one (1) post-consolidated share for every three (3) pre-consolidated shares.

The basic loss per share is computed by dividing the net loss by the weighted average number of common shares outstanding during the period. The diluted loss per share reflects the potential dilution of common share equivalents, such as outstanding stock options, and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive. All of the stock options and the share purchase warrants were anti-dilutive for the three-month periods ended June 30, 2023 and 2022 as the Company incurred losses during these periods.

(Expressed in Canadian dollars)

11. FINANCIAL INSTRUMENTS

11.1 Categories of financial instruments

	June 30, 2023 **$**	March 31, 2023 $
Financial assets		
At fair value through profit or loss		
Cash and cash equivalents (Level 1)	**35,395,000**	56,724,000
At amortized cost		
Receivables (Level 1)	**-**	351,000
Total financial assets	**35,395,000**	57,075,000
Financial liabilities		
At amortized cost		
Accounts payable and accrued liabilities (Level 1)	**2,870,000**	5,463,000
Total financial liabilities	**2,870,000**	5,463,000

11.2 Fair value

The fair value of financial assets and financial liabilities at amortized cost is determined in accordance with generally accepted pricing models based on discounted cash flow analysis or using prices from observable current market transactions. The Company considers that the carrying amount of all its financial assets and financial liabilities recognized at amortized cost in the financial statements approximates their fair value due to the demand nature or short-term maturity of these instruments.

The Company classifies its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value in the fair value hierarchy.

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2: Valuation techniques using input 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: Valuation techniques using inputs for the asset or liability that are not based on observable market data.

As at June 30, 2023 and March 31, 2023, the carrying value of the Company's financial assets and liabilities approximate their fair values due to their nature and their short-term to maturity.

11.3 Management of capital and financial risks

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the sourcing and exploration of mineral properties. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue common shares or dispose of assets or adjust the amount of cash.

11.3 Management of capital and financial risks (continued)

The realization of the Company's long-range strategic objectives is dependent on its ability to raise financing from shareholders or lenders. Management continues to regularly review and consider financing alternatives to fund the Company's future operations and development activities.

The Company considers the components of shareholders' equity to be its capital. The Company is not subject to any externally imposed capital requirements.

The Company's existing business involve the identification, evaluation and acquisition of exploration and evaluation properties, as well as exploration of those properties once acquired, which exposes the Company to a variety of financial instrument related risks. These risks include credit risk, liquidity risk, foreign currency risk, interest risk and other risks. The Company's board of directors provides oversight for the Company's risk management processes.

Credit risk

The Company's credit risk is primarily attributable to cash and cash equivalents and receivables. The Company has no significant concentration of credit risk arising from its operations. Cash and cash equivalents consists of a chequing account and guaranteed investment certificate at a reputable financial institution, from which management believes the risk of loss to be remote.

Financial instruments included in receivables consist mainly of amounts due in connection with the FT#23 Offering. At June 30 2023 and March 31, 2023, management considers the Company's exposure to credit risk is minimal.

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 and financial leverage as outlined above.

The Company monitors its ability to meet its short-term exploration and administrative expenditures by raising additional funds through share issuance when required. As at June 30, 2023, all of the Company's accounts payable of $2,257,000 (March 31, 2023 – $3,870,000) have contractual maturities of 30 to 90 days are subject to normal trade terms. The Company does not have investments in any asset backed deposits.

Foreign currency and interest risks

The Company is exposed to currency risk due to business transactions in foreign countries. The Company mainly transacts in Canadian dollars and Australian dollars. Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company is subject to normal risks including fluctuations in foreign exchange rates and interest rates. While the Company manages its operations in order to minimize exposure to these risks, it has not entered into any derivatives or contracts to hedge or otherwise mitigate this exposure. At June 30, 2023 and March 31, 2023, the Company was not exposed to significant interest rate risk.

(Expressed in Canadian dollars)

12. RELATED PARTY TRANSACTIONS

The Company's related parties include its subsidiary and key management personnel. Key management personnel are considered to be those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly. Key management includes senior officers and directors of the Company as at June 30, 2023 and June 30, 2022.

Related party transactions to key management personnel are as follows:

Three-Month Period Ended	June 30, 2023 $	June 30, 2022 $
Management and administration fees	**438,000**	403,000
Consulting fees	**-**	30,000
Consulting fees included in Exploration and Evaluation properties	**275,000**	15,000
Share-based compensation	**525,000**	2,508,000
Total key management compensation	**1,238,000**	**2,956,000**

13. SUPPLEMENTAL CASH FLOW INFORMATION

The Company incurred the following non-cash financing and investing transactions during the three-month periods ended June 30, 2023 and 2022:

Three-month periods ended	June 30, 2023 $	June 30, 2022 $
Supplemental cash flow information		
Non-cash financing activities:		
Fair value of warrants exercised	**122,000**	13,000
Fair value of options exercised	**135,000**	209,000
Share issuance costs - warrants	**-**	(685,000)
Non-cash investing activities:		
Flow-through interest paid	**-**	18,000

14. COMMITMENTS

The Company has an agreement with a vendor related to accommodation at its Corvette property. The agreement includes a $1,300,000 commitment as at June 30, 2023 (March 31, 2023 - $3,200,000) which has a maturity of less than a year.

(Expressed in Canadian dollars)

15. SEGMENTED INFORMATION

The Company operates in one business segment, being the exploration and development of mineral properties. The Company's exploration and evaluation assets are broken down per geographical location as follows:

	Canada	US	Total
Balance, as at June 30, 2023			
Exploration and evaluation assets	$53,823,000	$1,780,000	$55,603,000
Balance, as at March 31, 2023			
Exploration and evaluation assets	$44,498,000	$1,770,000	$46,268,000

16. EVENTS AFTER THE REPORTING PERIOD

Subsequent to June 30, 2023, 875 share purchase warrants expired.

On August 3, 2023, the Company completed a private placement of 7,128,341 common shares at a price of $15.29 per common share for aggregate gross proceeds of $109 million. Proceeds for this private placement will be used to accelerate the development activities at the Corvette property and for general corporate purposes.