AUSCAN RESOURCES INC.

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
DECEMBER 31, 2023

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED INTERIM FINANCIAL STATEMENTS

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

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

The Company's auditors have not performed a review of these condensed interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

AUSCAN RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	December 31, 2023 $	June 30, 2023 $
ASSETS			
Current assets			
Cash		21,733	52,640
GST receivable		658	363
Prepaid expense		-	1,250
TOTAL ASSETS		22,391	54,253
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	5	198,035	161,923
Loan advances and accrued interest	3	28,240	26,917
TOTAL LIABILITIES		226,275	188,840
SHAREHOLDERS' EQUITY (DEFICIT)			
Share capital	4	4,001,451	4,001,451
Contributed surplus		26,174	26,174
Share-based payments reserve		648,000	648,000
Deficit		(4,879,509)	(4,810,212)
TOTAL SHAREHOLDERS' EQUITY (DEFICIT)		(203,884)	(134,587)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)		22,391	54,253

Nature of Operations and Going Concern - see Note 1

Event after the Reporting Period - see Note 7

These condensed interim financial statements were approved for issue by the Board of Directors on February 8, 2024 and are signed on its behalf by:

/s/ Nick DeMare	*/s/ Harvey Lim*
Nick DeMare	Harvey Lim
Director	Director

AUSCAN RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended December 31, 2023 $	Three Months Ended December 31, 2022 $	Six Months Ended December 31, 2023 $	Six Months Ended December 31, 2022 $
Expenses					
Accounting and administration	5(b)	4,300	4,000	9,400	7,500
Audit		7,000	-	7,000	5,000
Bank charges		79	48	172	95
Executive management compensation	5(a)	22,500	22,500	45,000	45,000
Office		192	75	215	112
Regulatory fees		3,265	3,828	5,765	5,078
Transfer agent		560	562	1,346	1,298
		37,896	31,013	68,898	64,083
Loss before other items		(37,896)	(31,013)	(68,898)	(64,083)
Other items					
Interest income		359	28	906	61
Foreign exchange		17	(1)	18	1
Interest expense	3	(671)	(1,706)	(1,323)	(2,884)
		(295)	(1,679)	(399)	(2,822)
Net loss and comprehensive loss for the period		(38,191)	(32,692)	(69,297)	(66,905)
Loss per share - basic and diluted		$(0.01)	$(0.01)	$(0.02)	$(0.02)
Weighted average number of common shares outstanding - basic and diluted		3,852,498	3,852,498	3,852,498	3,852,498

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

AUSCAN RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)
(Unaudited - Expressed in Canadian Dollars)

	Six Months Ended December 31, 2023					
	Share Capital					
	Number of Shares	Amount $	Contributed Surplus $	Share-Based Payment Reserve $	Deficit $	Total Shareholders' Equity (Deficit) $
Balance at June 30, 2023	1,834,166	4,001,451	26,174	648,000	(4,810,212)	(134,587)
Net loss for the period	-	-	-	-	(69,297)	(69,297)
Balance at December 31, 2023	1,834,166	4,001,451	26,174	648,000	(4,879,509)	(203,884)

	Six Months Ended December 31, 2022					
	Share Capital					
	Number of Shares	Amount $	Contributed Surplus $	Share-Based Payment Reserve $	Deficit $	Total Shareholders' Equity (Deficit) $
Balance at June 30, 2022	1,284,166	3,869,451	26,174	608,750	(4,640,301)	(135,926)
Net loss for the period	-	-	-	-	(66,905)	(66,905)
Balance at December 31, 2022	1,284,166	3,869,451	26,174	608,750	(4,707,206)	(202,831)

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

AUSCAN RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Six Months Ended December 31,	
	2023	2022
	$	$
Operating activities		
Net loss for the period	(69,297)	(66,905)
Adjustment for:		
Interest expense	1,323	2,748
Changes in non-cash working capital items:		
GST receivable	(295)	738
Prepaid expenses	1,250	4,000
Accounts payable and accrued liabilities	36,112	50,841
Net cash used in operating activities	(30,907)	(8,578)
Financing activity		
Advances received	-	7,500
Net cash provided by financing activity	-	7,500
Net change in cash	(30,907)	(1,078)
Cash at beginning of period	52,640	4,691
Cash at end of period	21,733	3,613

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

1. Nature of Operations and Going Concern

Auscan Resources Inc.(the "Company") is a corporation continued under the laws of British Columbia. The Company is listed and its common shares trade on the NEX board of the TSX Venture Exchange ("TSXV") under the symbol "ACR.H". The Company is a reporting issuer in British Columbia, Alberta and Saskatchewan. The Company's principal office is located at Suite 1305, 1090 West Georgia Street, Vancouver, BC V6E 3V7.

The Company's past principal activity was the acquisition, exploration and development of helium property interests in North America. During fiscal 2019 the Company reassessed its continued involvement in the helium energy sector and determined to exit the industry. To date the Company does not have any mineral property interests.

These condensed interim financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business operations for the foreseeable future. To date the Company has not earned any revenues. During the six months ended December 31, 2023 the Company incurred a net loss of $69,297 and, as at December 31, 2023, the Company had a working capital deficit of $203,884 and an accumulated deficit of $4,879,509. Although the Company has curtailed its level of corporate and administrative activities, management anticipates that the Company will continue to rely on ongoing loan advances from its shareholders and additional equity financing to maintain essential levels of administration and corporate expenses required for a publicly traded company and provide working capital to conduct due diligence on any business or acquisition opportunities as they arise. There can be no assurance that the Company will be successful in identifying a business opportunity or securing financing.

These factors indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. These condensed interim financial statements do not reflect any adjustments which could be material to the carrying values of assets and liabilities which may be required should the Company be unable to continue as a going concern.

See also Note 10.

2. Basis of Preparation

Statement of Compliance

These condensed interim financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"), and in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB"). These condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended June 30, 2023, which have been prepared in accordance with IFRS as issued by the IASB. The accounting policies followed in these condensed interim financial statements are consistent with those applied in the Company's financial statements for the year ended June 30, 2023.

Basis of Measurement

The Company's condensed interim financial statements have been prepared on a historical cost basis except for certain financial instruments which are measured at fair value. These condensed interim financial statements are presented in Canadian dollars unless otherwise noted.

(Unaudited - Expressed in Canadian Dollars)

3. Loan Advances and Accrued Interest

	$
Principal	
Balance at June 30, 2022	50,000
Advances received	37,500
Advances repaid	(67,500)
Balance at June 30, 2023 and December 31, 2023	20,000
Accrued interest	
Balance at June 30, 2022	2,708
Interest expense	4,345
Repayment of accrued interest	(136)
Balance at June 30, 2023	6,917
Interest expense	1,323
Balance at December 31, 2023	8,240
Total at June 30, 2023	26,917
Total at December 31, 2023	28,240

The loan advances have been provided by current and former officers of the Company and bear interest at the Bank of Canada prime rate plus 6% per annum with the principal and accrued interest payable on demand. During the six months ended December 31, 2023 the Company recognized interest expense of $1,323 (2022 - $2,884) on the loan advances.

4. Share Capital

(a) ***Authorized Share Capital***

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) ***Equity Financings***

Six Months Ended December 31, 2023

No financings were conducted by the Company during the six months ended December 31, 2023. See also Note 7.

Fiscal 2023

On January 19, 2023 the Company completed a non-brokered private placement of 550,000 units at $0.24 per unit, for total proceeds of $132,000. Each unit comprised one common share and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of $0.32 per share on or before January 19, 2026. Directors of the Company and a corporation associated with a director of the Company purchased a total of 330,000 units of the private placement.

(Unaudited - Expressed in Canadian Dollars)

4. Share Capital (continued)

(c) *Warrants*

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at December 31, 2023 and 2022 and the changes for the six months ended on those dates, is as follows:

	2023		2022	
	Number	Weighted Average Exercise Price $	Number	Weighted Average Exercise Price $
Balance, beginning and end of period	275,000	0.32	-	-

As at December 31, 2023 there were warrants outstanding to purchase 275,000 common shares of the Company at an exercise price of $0.32 expiring January 19, 2026.

(d) ***Share Option Plan***

The Company has established a rolling share option plan (the "Plan"), in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years.

No share options were granted during the six months ended December 31, 2023 and 2022.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's share options.

A summary of the Company's share options at December 31, 2023 and 2022 and the changes for the six months ended on those dates, is as follows:

	2023		2022	
	Number of Options Outstanding	Weighted Average Exercise Price $	Number of Options Outstanding	Weighted Average Exercise Price $
Balance, beginning of period	180,000	0.28	44,999	2.36
Expired	-	-	(6,666)	7.50
Balance, end of period	180,000	0.28	38,333	1.47

The following table summarizes information about the share options outstanding and exercisable at December 31, 2023:

Number	Exercise Price $	Expiry Date
145,000	0.28	January 23, 2026
35,000	0.27	February 17, 2026
180,000		

(Unaudited - Expressed in Canadian Dollars)

5. Related Party Disclosures

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and its executive officers.

(a) During the six months ended December 31, 2023 the Company incurred executive compensation of $45,000 (2022 - $45,000) with respect to its current officer and directors. As at December 31, $188,000 (June 30, 2023 - $159,000) remained unpaid to current and former officers and directors of the Company and has been included in accounts payable and accrued liabilities.

(b) During the six months ended December 31, 2023 the Company incurred $9,400 (2022 - $7,500) with Chase Management Ltd. ("Chase"), a private corporation owned by the interim CFO of the Company, for accounting and administrative services provided by Chase personnel. As at December 31, 2023 $2,000 (June 30, 2023 - $2,000) remained unpaid and has been included in accounts payable and accrued liabilities.

(c) See also Notes 3, 4(b) and 7.

6. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); amortized cost; and fair value through other comprehensive income. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	December 31, 2023 $	June 30, 2023 $
Cash	FVTPL	21,733	52,640
Accounts payable and accrued liabilities	Amortized cost	(198,035)	(161,923)
Loan advances and accrued interest	Amortized cost	(28,240)	(26,917)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for accounts payable and accrued liabilities and loan advances and accrued interest approximate their fair value due to their short-term nature. The Company's fair value of cash under the fair value hierarchy is measured using Level 1 inputs.

6. Financial Instruments and Risk Management (continued)

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments included in cash is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

	Contractual Maturity Analysis at December 31, 2023				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	21,733	-	-	-	21,733
Accounts payable and accrued liabilities	(198,035)	-	-	-	(198,035)
Loan advances and accrued interest	(28,240)	-	-	-	(28,240)

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The loan advances bear interest at prime rate plus 6% per annum. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar and major transactions are transacted in Canadian Dollars. Although the Company maintains a US Dollar bank account with its Canadian bank, there were nominal amounts deposited and there was minimal foreign exchange risk.

Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as share capital, cash and cash equivalents and short-term investments. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

7. Event after the Reporting Period

On January 18, 2024 the Company completed a non-brokered private placement of 640,000 units, at $0.13 per unit, for total cash proceeds of $83,200. Each unit comprised one common share of the Company and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase an additional common share at a price of $0.17 per share on or before January 18, 2025. Directors and officers of the Company purchased a total of 290,000 units of the private placement.