GUYANA GOLDSTRIKE

Condensed Interim Financial Statements

For the nine months ended January 31, 2023 and 2022

(Expressed in Canadian Dollars)

Unaudited – Prepared by Management

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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

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

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

GUYANA GOLDSTRIKE INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
UNAUDITED – PREPARED BY MANAGEMENT
(Expressed in Canadian Dollars)

	Note	**January 31, 2023**	**April 30, 2022**
ASSETS			
Current assets			
Cash		$ 3,339	$ 2,534
Prepaids		-	32,800
Receivables		3,457	17,680
Total current assets		6,796	53,014
Non-current assets			
Exploration and evaluation assets	4	20,000	20,000
Total assets		$ 26,796	$ 73,014
LIABILITIES AND SHAREHOLDERS' DEFICIENCY			
Current liabilities			
Accounts payable and accrued liabilities		$ 521,935	$ 495,116
Due to related parties	7	468,299	329,154
Loans payable	5,7	306,596	277,850
Convertible debenture	6	371,106	337,356
Total liabilities		1,667,936	1,439,476
Shareholders' deficiency			
Share capital	8	15,370,080	15,370,080
Equity reserves	8	2,943,352	2,943,352
Equity portion of convertible debenture	6	23,217	23,217
Deficit		(19,977,789)	(19,703,111)
Total shareholders' deficiency		(1,641,140)	(1,366,462)
Total liabilities and shareholders' deficiency		$ 26,796	$ 73,014

Nature and continuance of operations and going concern (Note 1)

Authorized and approved by the Board of Directors on March 23, 2023.

"*Peter Berdusco*"	"*Rodney Stevens*"
Director	Director

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

(Expressed in Canadian Dollars)

	Note	**Three months ended January 31, 2023**	**Three months ended January 31, 2022**	**Nine months ended January 31, 2023**	**Nine months ended January 31, 2022**
OPERATING EXPENSES					
Accounting and audit	7	$ 16,800	$ 39,000	$ 59,605	$ 71,756
Consulting	7	15,000	35,707	76,238	159,324
Director's fees	7	-	3,981	5,120	11,222
Interest	5,6	16,214	4,152	47,996	44,167
Legal fees		3,769	1,423	11,948	4,677
Marketing		7,500	7,500	22,500	22,500
Office and administration	7	14,153	7,560	47,289	56,757
Share-based payments	8	-	-	-	380,752
Transfer agent and filing fees		856	980	3,982	7,288
Total expenses		(74,292)	(100,303)	(274,678)	(758,443)
OTHER ITEMS					
Foreign exchange		-	106	-	5,441
Write-off of accounts payable		-	28,350	-	28,350
Loss and comprehensive loss for the period		$ (74,292)	$ (71,847)	$ (274,678)	$ (724,652)
Basic and diluted loss per common share		$ (0.00)	$ (0.00)	$ (0.01)	$ (0.02)
Weighted average shares outstanding basic and diluted		38,802,656	38,802,656	38,802,656	38,802,656

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

GUYANA GOLDSTRIKE INC.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
UNAUDITED – PREPARED BY MANAGEMENT
(Expressed in Canadian Dollars)

		Nine months ended January 31, 2023		Nine months ended January 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES				
Loss for the period	$	(274,678)	$	(724,652)
Items not involving cash:				
Share-based payments		-		380,752
Write-off accounts payable		-		(28,350)
Interest expense		47,996		11,885
Changes in non-cash working capital:				
Receivables		14,223		3,303
Prepaid expenses		32,800		(54,667)
Due to related parties		139,145		86,784
Accounts payable and accrued liabilities		26,819		73,299
Net cash used in operating activities		(13,695)		(251,646)
CASH FLOWS FROM INVESTING ACTIVITIES				
Exploration and evaluation assets		-		(10,000)
Net cash used in investing activities		-		(10,000)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from loans payable		16,500		49,100
Repayments of loans payable		(2,000)		(40,000)
Interest paid on convertible debenture		-		9,615
Share subscriptions received		-		172,500
Net cash provided by financing activities		14,500		191,215
Change in cash		805		(70,431)
Cash, beginning		2,534		82,428
Cash, ending	$	3,339	$	11,997

There were no significant non-cash transactions during the periods ended January 31, 2023 and 2022.

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

GUYANA GOLDSTRIKE INC.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY
UNAUDITED – PREPARED BY MANAGEMENT
(Expressed in Canadian Dollars)

	Number of Shares	Share Capital	Share Subscriptions Received in Advance	Share Subscriptions Receivable	Equity Reserves	Equity Portion of Convertible Debenture	Deficit	Total
Balance – April 30, 2021	**38,802,656**	**$ 15,370,080**	**$ -**	**$ (172,500)**	**$ 2,562,600**	**$ 23,217**	**$ (18,969,760)**	**$ (1,186,363)**
Share-based payments	-	-	-	-	380,752	-	-	380,752
Share subscriptions received	-	-	-	172,500	-	-	-	172,500
Loss for the period	-	-	-	-	-	-	(724,652)	(724,652)
Balance – January 31, 2022	**38,802,656**	**$ 15,370,080**	**$ -**	**$ -**	**$ 2,943,352**	**$ 23,217**	**$ (19,694,412)**	**$ (1,357,763)**
Balance – April 30, 2022	**38,802,656**	**$ 15,370,080**	**$ -**	**$ -**	**$ 2,943,352**	**$ 23,217**	**$ (19,703,111)**	**$ (1,366,462)**
Loss for the period	-	-	-	-	-	-	(274,678)	(274,678)
Balance – January 31, 2023	**38,802,656**	**$ 15,370,080**	**$ -**	**$ -**	**$ 2,943,352**	**$ 23,217**	**$ (19,977,789)**	**$ (1,641,140)**

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

1. NATURE AND CONTINUANCE OF OPERATIONS AND GOING CONCERN

Guyana Goldstrike Inc. (the "Company") is an exploration company focused on acquiring, exploring and developing mineral resource properties.

The Company was incorporated on September 21, 2006 under the Laws of British Columbia. The Company's head office address is 250 – 750 West Pender Street, Vancouver, British Columbia V6C 2T7 and registered office address is 2200 – 885 West Georgia Street, Vancouver, BC, V6C 3E8. The Company is listed on the TSX Venture Exchange under the symbol "GYA".

The Company's condensed interim financial statements are presented in Canadian dollars, unless otherwise stated, which is the functional currency.

Going concern of operations

These condensed interim financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since its inception and the ability of the Company to continue as a going-concern depends on its ability to raise adequate financing and to develop profitable operations.

Management is actively targeting sources of additional financing through alliances with financial, exploration and mining entities, and other business and financial transactions which would assure continuation of the Company's operations and exploration programs. In addition, management closely monitors commodity prices of precious metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company if favorable or adverse market conditions occur.

As the Company is in the exploration and evaluation stage, the Company has not identified a known body of commercial grade mineral on its property. The ability of the Company to realize the costs it has incurred to date on this property is dependent upon the Company identifying a commercial mineral body, to finance its development costs and to resolve any environmental, regulatory or other constraints, which may hinder the successful development of the property. The Company has financed its activities through the issuance of equity securities and debt financing. The Company expects to use similar financing techniques in the future and is pursuing such additional sources of financing as estimated to be required to sufficiently support its operations until such time that its operations become self-sustaining. To date, the Company has not earned any revenues and has convertible debt that has matured (unpaid) which is secured by all assets of the Company. These material uncertainties may cast significant doubt on the Company's ability to continue as a going concern.

2. BASIS OF PREPARATION

These condensed interim financial statements, including comparatives have been prepared in accordance with the International Accounting Standards ("IAS") 34, Interim Financial Reporting.

2. BASIS OF PREPARATION (cont'd)

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

Critical Judgments and Sources of Estimation Uncertainty

The preparation of these condensed interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These condensed interim financial statements include estimates, which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical Judgments

The following are critical judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in the condensed interim financial statements:

(i) Management is required to assess impairment in respect of exploration and evaluation assets. The triggering events are defined in IFRS 6. In making the assessment, management is required to make judgments on the status of each project and the future plans towards finding commercial reserves. The nature of exploration and evaluation activity is such that only a proportion of projects are ultimately successful and some assets are likely to become impaired in future periods.

Estimation Uncertainty

The following are key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next financial year:

(i) Provisions for income taxes are made using the best estimate of the amount expected to be paid based on a qualitative assessment of all relevant factors. The Company reviews the adequacy of these provisions at the end of the reporting period. However, it is possible that at some future date an additional liability could result from audits by taxing authorities. Where the final outcome of these tax-related matters is different from the amounts that were originally recorded, such differences will affect the tax provisions in the period in which such determination is made.

(ii) The assessment of any impairment of evaluation and exploration assets is dependent upon estimates of the recoverable amount that take into account factors such as reserves, economic and market conditions and the useful lives of assets.

(iii) The Company uses the Black-Scholes Option Pricing Model for valuation of share-based payments. Option pricing models require the input of the subjective assumptions including expected price volatility, interest rate and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and the Company's net loss and share-based payment reserve.

(Expressed in Canadian Dollars)

3. SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited financial statements as at April 30, 2022. These unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended April 30, 2022.

4. EXPLORATION AND EVALUATION ASSETS

Although the Company has taken steps to verify title to exploration and evaluation assets in which it has an interest, these procedures do not guarantee the Company's title. Such assets may be subject to prior agreements or transfers and title may be affected by undetected defects.

The Company's expenditures on exploration and evaluation assets are as follows:

	San Diego Mineral Claims	Alice Arm North	East Georgie	Total
Balance, April 30, 2021	$ 10,000	$ 10,000	$ -	$ 20,000
Deferred costs:				
Additions during the year:				
Geological and labour	-	-	10,000	10,000
Write-off of exploration and evaluation asset	-	-	(10,000)	(10,000)
Balance, April 30, 2022 and January 31, 2023	**$ 10,000**	**$ 10,000**	**$ -**	**$ 20,000**

San Diego Mineral Claims, British Columbia, Canada

During the year ended April 30, 2021, the Company entered into a definitive option agreement to acquire the San Diego mineral claim group, a gold/copper prospect located in the Golden Triangle, British Columbia, from Granby Gold Inc. ("Granby"), an arm's-length private company.

Under the terms of the agreement, the Company will be granted the right to acquire up to a 100% interest in the property in consideration for completing a series of cash payments totaling $800,000 over a five year term, of which $10,000 is due and payable initially (paid), and incurring expenditures on the property of at least $900,000 over a five year term. The vendor will retain a 2.5% net smelter royalty ("NSR") on the property with the Company having a right to make a one time buy-down of 1% of the NSR for $1,000,000.

(Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS (cont'd)

The Company is required to make the cash payments, and incur the expenditures, in accordance with the following schedule in order to maintain the agreement in good standing and acquire the property:

Cash Payments	Payment Dates	Expenditures	Performed by Date
$10,000	Signing (paid)		
$20,000	November 19, 2021 (unpaid)*	$30,000 (not incurred)*	October 15, 2021*
$40,000	November 19, 2022 (unpaid)*	$50,000 (not incurred)*	October 15, 2022*
$60,000	November 19, 2023	$70,000	October 15, 2023
$70,000	November 19, 2024	$250,000	October 15, 2024
$600,000	November 19, 2025	$500,000	October 15, 2025
$800,000		**$900,000**	

* The Company and Granby are under negotiations to amend the cash payment and exploration expenditure terms.

Alice Arm North, British Columbia, Canada

During the year ended April 30, 2021, the Company entered into a definitive option agreement to acquire Alice Arm North, a precious metals prospect located in the Golden Triangle, British Columbia from Granby.

Under the terms of the agreement, the Company will be granted the right to acquire up to a 100% interest in the property in consideration for completing a series of cash payments totaling $1,000,000 over a five-year term, of which $10,000 is due and payable initially (paid), and incurring expenditures on the project of at least $1,000,000 over a five year term. The vendor will retain a 2.5% NSR on the property with the Company having a right to make a one time buy-down of 1% of the NSR for $1,000,000. The Company is required to make the cash payments, and incur the expenditures, in accordance with the following schedule in order to maintain the agreement in good standing and acquire the property:

Cash Payments	Payment Dates	Expenditures	Performed by Date
$10,000	Signing (paid)		
$25,000	November 19, 2021 (unpaid)*	$50,000 (not incurred)*	October 15, 2021*
$50,000	November 19, 2022 (unpaid)*	$75,000 (not incurred)*	October 15, 2022*
$75,000	November 19, 2023	$125,000	October 15, 2023
$90,000	November 19, 2024	$250,000	October 15, 2024
$750,000	November 19, 2025	$500,000	October 15, 2025
$1,000,000		**$1,000,000**	

* The Company and Granby are under negotiations to amend the cash payment and exploration expenditure terms.

(Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS (cont'd)

East Georgie Project, British Columbia, Canada

The Company entered into an option agreement, effective July 26, 2021, pursuant to which the Company acquired a 100% option to purchase the East Georgie Project from Granby. Under the terms of the agreement, the Company will be granted the right to acquire a 100% interest in the property in consideration for completing a series of share payments totalling 18,000,000 shares over a six-year term, of which 1,000,000 will be issued upon closing, and incurring expenditures on the property of at least $4,550,000 over a six-year term. Granby will retain a 2.5% NSR on the property, with the Company having a right to make a one-time buydown of 1.5% of the NSR royalty for $1,500,000. The Company is required to make the share payments, and incur the expenditures, in accordance with the following schedule in order to maintain the agreement in good standing and acquire the property.

Share Payments	Payment Dates	Expenditures	Performed by Date
1,000,000	TSX Approval		
1,500,000	July 26, 2022	$100,000	October 15, 2022
2,000,000	July 26, 2023	$200,000	October 15, 2023
2,500,000	July 26, 2024	$500,000	October 15, 2024
3,000,000	July 26, 2025	$750,000	October 15, 2025
4,000,000	July 26, 2026	$1,000,000	October 15, 2026
4,000,000	July 26, 2027	$2,000,000	October 15, 2027
18,000,000		**$4,550,000**	

Closing of the transaction remains subject to a number of conditions, the completion of any necessary financing, the completion of a technical report in respect of the property, the approval of the TSX Venture Exchange and the satisfaction of other closing conditions customary in transactions of this nature. The transaction cannot close until the required approvals are obtained and the outstanding conditions satisfied. There can be no assurance that the transaction will be completed as proposed or at all. No finders' fees or commissions are payable in connection with the transaction.

During the year ended April 30, 2022, the East Georgie claims lapsed and the Company fully impaired the project and during the period ended January 31, 2023, the Company terminated the option agreement.

5. LOANS PAYABLE

During the year ended April 30, 2020, the Company issued a promissory note to a third party for $250,000. The loan is interest bearing at 18% per annum, unsecured, due on demand and has no specific terms of repayment. During the year ended April 30, 2021, the Company settled the promissory note of $250,000 in a private placement and entered into a new promissory note for $76,835, being the interest accrued to December 8, 2020. The new loan is interest bearing at 18% per annum, unsecured, due on demand and has no specific terms of repayment. As at January 31, 2023, the Company has accrued $30,330 (year ended April 30, 2022 - $16,084) of interest payable.

During the period ended January 31, 2023, the Company received loans from arm's length parties of $14,500 (year ended April 30, 2022 - $nil). The loans are non-interest bearing, unsecured and have no specific terms of repayment. The total amount of the loans remain outstanding as of January 31, 2023.

During the period ended January 31, 2023, the Company received a loan from a non-arm's length party of $2,000 (year ended April 30, 2022 - $nil). The loan is non-interest bearing, unsecured and have no specific terms of repayment. The loan was repaid during the period ended January 31, 2023.

5. LOANS PAYABLE (cont'd)

During the year ended April 30, 2022, the Company received loans from an arm's length party of $79,351 (year ended April 30, 2021 - $5,998). The loans are non-interest bearing, unsecured and have no specific terms of repayment. The total amount of the loans remains outstanding as of January 31, 2023.

During the year ended April 30, 2022, the Company received loans from non-arm's length parties for $8,656 (year ended April 30, 2021 - $126,408). The loans are non-interest bearing, unsecured and have no specific terms of repayment. During the year ended April 30, 2022, the Company repaid $41,056 of these loans (Note 7).

During the year ended April 30, 2022, the Company repaid a loan of $1,000 originally received during the year ended April 30, 2021. The loan was non-interest bearing, unsecured and had no specific terms of repayment (Note 7).

During the year ended April 30, 2021, the Company received loans from two arm's length parties totalling $212,931 and loans from two related parties of $17,700. During the year ended April 30, 2021, the Company repaid $157,010 on these loans. During the year ended April 30, 2021, the Company settled $260,000 of loans payable in a private placement. The loans are non-interest bearing, unsecured and have no specific terms of repayment.

6. CONVERTIBLE DEBENTURE

During the year ended April 30, 2019, the Company completed the offering of a debenture (the "Debenture") in the principal amount of $300,000 to an arm's length lender. The Debenture has a term of thirty-nine months, bears interest at a rate of 15% per annum, payable quarterly, and is secured by a general charge over all the assets of the Company. At the option of the holder, the Debenture is also convertible into common shares of the Company at a price of $0.20 per share. The Company incurred transaction costs of $18,783.

Upon initial recognition, the Company allocated the net proceeds between the components based on the fair value of the debt and the residual to the equity component. The fair value of the liability component of $258,000 was determined using a market rate of 20% with $23,217 assigned to the equity component.

In connection with the issuance of the Debenture, the Company also issued 300,000 detachable common share purchase warrants (each, a "Lender Warrant") to the lender. Each Lender Warrant entitles the holder to acquire a common share of the Company at a price of $1.50 until February 19, 2022. The fair value of the warrants was determined to be $224,304 and recorded in financing fees expense during the period ended April 30, 2019.

During the year ended to April 30, 2021, the Company entered into an amended and restated settlement agreement with the creditor of its convertible debenture and agreed to extend the deadline for completion of an interest payment due and owing by September 15, 2020 to December 15, 2020 and to accelerate the maturity date of the convertible debenture to September 1, 2021 of which a total of $300,000 and remain payable as at January 31, 2023. In consideration, the Company agreed to reduce the conversion price to $0.375 and the warrants were amended to expire on September 1, 2021 with an exercise price of $0.50 (expired unexercised).

During the period ended January 31, 2023, the Company accrued interest of $33,750 (year ended April 30, 2022 - $45,000).

(Expressed in Canadian Dollars)

7. RELATED PARTY TRANSACTIONS

During the period ended January 31, 2023, the Company incurred the following charges with related parties that include officers, directors, key management, or companies with common directors of the Company as follows:

a) Incurred consulting fees of $45,000 (2022 – $45,000) and office and administration of $40,500 (2022 – $40,500) to companies controlled by a director and officer of the Company.

b) Incurred accounting fees of $45,000 (2022 - $45,000) to a firm where a director and officer of the Company is a partner.

c) Incurred directors' fees of $5,120 (2022 - $11,222) to a director of the Company.

At January 31, 2023, the Company owed $228,228 (April 30, 2022 - $141,338) to a company controlled by a director and officer of the Company; $219,438 (April 30, 2022 - $172,188) to a firm where a director and officer of the Company is a partner and $20,633 (April 30, 2022 - $15,628) to a director of the Company.

During the period ended January 31, 2023, the Company received a loan from a non-arm's length party of $2,000 (year ended April 30, 2022 - $nil) (Note 5). The loan is non-interest bearing, unsecured and have no specific terms of repayment. The loan was repaid during the period ended January 31, 2023

During the year ended April 30, 2022, loans of $8,656 were received from non-arm's length parties and $42,056 of loans were repaid (Note 5). The loans were non-interest bearing, unsecured and had no specific terms of repayment.

8. SHARE CAPITAL

Authorized: Unlimited common shares without par value.

There were no share transactions during the period ended January 31, 2023 and the year ended April 30, 2022.

Share purchase options

The Company has a stock option plan in place under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan, the exercise price of each option shall not be less than the market price of the Company's stock as calculated on the date of grant. The options can be granted for a maximum term of ten years and vest as determined by the board of directors.

A summary of the Company's outstanding share purchase options as at January 31, 2023 and the changes during the period are presented below:

	Number of Options	Weighted Average Exercise Price
Balance – April 30, 2021	1,233,000	$ 1.18
Cancelled	(1,158,000)	1.25
Granted	3,800,000	0.15
Exercisable – April 30, 2022 and January 31, 2023	3,875,000	$ 0.15

(Expressed in Canadian Dollars)

8. SHARE CAPITAL (cont'd)

Number of Options Outstanding	Number of Options Exercisable	Exercise Price ($)	Expiry Date
75,000	75,000	0.08	December 14, 2025
3,800,000	3,800,000	0.15	May 26, 2026
3,875,000	3,875,000		

The weighted average fair value of each stock option granted during the period ended January 31, 2023 was $nil (year ended April 30, 2022 - $0.10), calculated using the Black-Scholes option-pricing model on the grant date using the following weighted average assumptions:

	Period ended January 31, 2023	Year ended April 30, 2022
Risk-free interest rate	-	0.94%
Expected life of option	-	5 years
Expected dividend yield	-	0%
Expected stock price volatility	-	118%

Share-based payments

Total share-based payments recognized for stock options granted during the period ended January 31, 2023 was $nil (year ended April 30, 2022 - $380,752).

Share purchase warrants

A summary of the Company's outstanding share purchase warrants as at January 31, 2023 and the changes during the period are presented below:

	Number of Warrants	**Weighted Average Exercise Price**
Outstanding – April 30, 2021	28,595,000	$ 0.20
Expired	(1,338,500)	1.28
Outstanding – April 30, 2022 and January 31, 2023	27,256,500	$ 0.15

Number of Warrants	**Exercise Price ($)**	**Expiry Date**
13,036,000	0.15	February 12, 2024
10,746,500	0.15	March 16, 2024
3,474,000	0.15	April 15, 2024
27,256,500		

9. FINANCIAL RISK MANAGEMENT

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include liquidity risk, credit risk, currency risk, interest rate risk and price risk. Where material, these risks are reviewed and monitored by the Board of Directors.

a) Capital management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, so that it can continue to provide adequate returns to shareholders and benefits to other stakeholders, and to have sufficient funds on hand for business opportunities as they arise.

The Company considers the items included in shareholders' equity (deficiency) as capital. 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. In order to maintain or adjust the capital structure, the Company may issue new shares through short-term prospectuses, private placements, sell assets, incur debt, or return capital to shareholders. As at January 31, 2023, the Company is not subject to externally imposed capital requirements other than the secured convertible debenture past due (Note 6). There were no changes to the Company's approach to capital management during the period.

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. As at January 31, 2023, the Company had cash balances of $3,339 (April 30, 2022 - $2,534) and current liabilities of $1,667,936 (April 30, 2022 - $1,439,476). The Company is considered to be in the exploration and evaluation stage. Thus, it is dependent on obtaining regular financings in order to continue its exploration and evaluation programs. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings. The Company's cash is invested in business accounts with quality financial institutions, is available on demand for the Company's programs, and is not invested in any asset-backed commercial paper.

c) Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and receivables. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash and other assets with high-credit quality financial institutions. The majority of the Company's cash is held with major Canadian based financial institutions. Receivables are comprised of goods and services tax from the Canadian government.

d) Currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash, accounts payable and accrued liabilities and due to related parties that are denominated in United States dollars ("USD$"). A 10% fluctuation in the USD$ against the Canadian dollar would not have a significant effect on net loss. The Company does not use derivatives or other techniques to manage foreign currency risk.

e) Interest rate risk

The Company has cash balances. The Company's current policy is to invest excess cash in investment-grade short-term certificates of deposit issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit rating of its banks. The Company does not hold any financial liabilities with variable interest rates. A loan payable is interest bearing at 18%. The convertible debenture has an interest rate of 15% throughout its term.

9. FINANCIAL RISK MANAGEMENT (cont'd)

f) Price risk

The Company is exposed to price risk with respect to commodity and equity prices. The ability of the Company to explore its exploration and evaluation assets and future profitability of the Company are directly related to the market price of commodities. The Company monitors commodity prices to determine appropriate actions to be undertaken.

g) Fair value

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

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

Level 2 – Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The fair value of the Company's financial instruments approximates their carrying values due to the short-term nature of these instruments.

10. SEGMENTED INFORMATION

As at January 31, 2023, all assets and liabilities of the Company are in Canada which is the geographical segment the Company operates in.