LIBERO COPPER & GOLD CORPORATION

Unaudited condensed interim consolidated financial statements

For the three months ended March 31, 2023, and 2022

LIBERO COPPER & GOLD CORPORATION

Unaudited condensed interim consolidated statement of financial position

(expressed in Canadian dollars)

As at	Notes	March 31, 2023	December 31, 2022
ASSETS			
Current assets			
Cash and cash equivalents		$ 983,994	$ 66,432
Restricted cash		50,000	50,000
Amounts receivable		254,042	260,716
Prepaid expenses		232,049	80,864
		1,520,085	**458,012**
Non-current assets			
Property, plant and equipment	3	724,781	795,423
Mineral properties	4	2,737,549	2,413,321
Investments	5	220,000	180,000
Other receivables	6	104,081	104,081
		3,786,411	**3,492,825**
Total assets		$ **5,306,496**	$ **3,950,837**
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	$ 548,037	$ 591,533
Flow-through share premium liability	10	114,281	126,400
Current portion of lease liability	8	119,788	141,439
		782,106	**859,372**
Non-current liabilities			
Lease liability	8	174,871	188,137
		174,871	**188,137**
Total liabilities		**956,977**	**1,047,509**
SHAREHOLDERS' EQUITY			
Share capital	9	35,615,007	33,507,032
Contributed surplus		9,462,301	8,338,169
Accumulated other comprehensive income		62,771	63,785
Deficit		(40,790,560)	(39,005,658)
Total shareholders' equity		**4,349,519**	**2,903,328**
Total liabilities and shareholders' equity		$ **5,306,496**	$ **3,950,837**

Going concern	1
Subsequent events	14

On behalf of the Board of Directors:

(signed) "Jay Sujir"
Director

(signed) "Ian Slater"
Director

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

LIBERO COPPER & GOLD CORPORATION

Unaudited condensed interim consolidated statements of loss and comprehensive loss

(expressed in Canadian dollars)

For the three months ended	Notes	March 31, 2023	March 31, 2022
EXPENSES			
Exploration	5	$ 1,048,724	$ 1,885,041
Share-based compensation	9(c)	80,076	435,313
Investor relations		256,661	213,647
General and administration		197,836	170,747
Salaries and benefits		140,969	111,019
Professional fees		71,508	106,374
Depreciation	3	59,800	51,371
Total expenses		**1,855,574**	**2,973,512**
OTHER (INCOME) EXPENSES			
Gain on investments	5	(40,000)	(280,000)
Foreign exchange gain		(27,254)	19,921
Interest and other expense		8,701	17,070
Loss before income taxes		1,797,021	2,730,503
Deferred income tax recovery		(12,119)	-
Net loss for the period		**1,784,902**	**2,730,503**
Other comprehensive income			
Foreign currency translation difference for foreign operations		1,014	(388)
Total comprehensive loss for the period		$ **1,785,916**	$ **2,730,115**
Basic and diluted loss per share		$ (0.02)	$ (0.04)
Weighted average number of common shares outstanding		98,168,547	61,499,369

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

LIBERO COPPER & GOLD CORPORATION
Unaudited condensed interim consolidated statements of changes in equity
(expressed in Canadian dollars)

	Notes	Number of shares	Share capital	Contributed surplus	Accumulated other comprehensive income	Deficit	Total
Balance, December 31, 2021		**56,447,813$**	**25,527,872$**	**6,319,734**	**$ 5,696**	**$ (25,279,601)**	**$ 6,573,701**
Private placement, gross proceeds	9(a),(b)	7,000,000	2,789,598	710,402	-	-	3,500,000
Share issue costs		-	(21,526)	-	-	-	(21,526)
Shares issued for mineral property acquisition, net of share issue costs	9(a)	80,000	38,600	-	-	-	38,600
Share-based compensation	9(c)	-	-	435,313	-	-	435,313
Foreign exchange translation		-	-	-	388	-	388
Net loss for the period		-	-	-	-	(2,730,503)	(2,730,503)
Balance March 31, 2022		**63,527,813$**	**28,334,544$**	**7,465,449**	**$ 6,084**	**$ (28,010,104)**	**$ 7,795,973**
Balance, December 31, 2022		**84,732,103$**	**33,507,032$**	**8,338,169**	**$ 63,785**	**$ (39,005,658)**	**$ 2,903,328**
Private placement, gross proceeds	9(a),(b)	22,470,000	2,384,300	986,200	-	-	3,370,500
Share issue costs		-	(301,325)	57,856	-	-	(243,469)
Shares issued for mineral property acquisition, net of share issue costs	9(a)	200,000	25,000	-	-	-	25,000
Share-based compensation	9(c)	-	-	80,076	-	-	80,076
Foreign exchange translation		-	-	-	(1,014)	-	(1,014)
Net loss for the period		-	-	-	-	(1,784,902)	(1,784,902)
Balance, March 31, 2023		**107,402,103$**	**35,615,007$**	**9,462,301**	**$ 62,771**	**$ (40,790,560)**	**$ 4,349,519**

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

LIBERO COPPER & GOLD CORPORATION
Unaudited condensed interim consolidated statements of cash flows
(expressed in Canadian dollars)

For the three months ended	Notes	March 31, 2023	March 31, 2022
OPERATING ACTIVITIES			
Net loss for the period		$ **(1,784,902)**	$ **(2,730,503)**
Adjustments for items not involving cash:			
Share-based compensation	9(c)	80,076	435,313
Depreciation	3	59,800	51,371
Interest expense, net		8,539	17,070
Other receivables		-	(16,000)
Foreign exchange loss (gain)		(27,254)	19,636
Gain on investments		(40,000)	(280,000)
Deferred income tax recovery		(12,119)	-
		(1,715,860)	**(2,503,113)**
Net changes in non-cash working capital items:			
Amounts receivable		6,675	119,727
Prepaid expenses		(151,185)	(2,961)
Accounts payable and accrued liabilities		(7,432)	256,440
Net cash outflows from operating activities		**(1,867,802)**	**(2,129,907)**
FINANCING ACTIVITIES			
Issuance of private placement units	9(a),(b)	3,370,500	3,500,000
Share issue costs		(243,469)	(21,526)
Cash principal and interest payments of lease liability	8	(41,425)	(45,587)
Net cash inflows from financing activities		**3,085,606**	**3,432,887**
INVESTING ACTIVITIES			
Purchase of property, plant, and equipment	3	-	(192,336)
Acquisition of mineral properties	4	(300,000)	(50,000)
Net cash outflows from investing activities		**(300,000)**	**(242,336)**
Effect of exchange rate changes on cash		(242)	508
Net (decrease) increase in cash and cash equivalents		**917,562**	**1,061,152**
Cash and cash equivalents, beginning of the period		66,432	3,397,568
Cash and cash equivalents, end of the period		$ **983,994**	$ **4,458,720**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Libero Copper & Gold Corporation ("Libero" or the "Company") was incorporated under the Business Corporations Act (British Columbia) on June 5, 2008.

The address and domicile of the Company's registered office and its principal place of business is Suite 905 - 1111 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2JE. The Company is engaged in the acquisition and exploration of mineral properties.

The Company is in the process of exploring and evaluating its mineral property assets and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets and continuance of operations is dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain necessary financing to complete the development of those mineral reserves and maintain sufficient working capital, and upon future production or proceeds from the disposition thereof.

Going Concern

The Company's unaudited interim financial statements are prepared on a going concern basis, which contemplates that the Company will continue its operations for at least twelve months from March 31, 2023 and will be able to realize its assets and discharge its liabilities in the normal course of business.

As at March 31, 2023, the Company had cash and cash equivalents of $983,994 and working capital of $737,979. For the three months ended March 31, 2023, the Company incurred a loss of $1,784,902 and used cash in operations of $1,867,802.

The Company has not generated revenue from operations to date and will require additional financing or outside participation to undertake further exploration and subsequent development of its mineral properties. There can be no assurance that the Company will be able to raise sufficient financing on acceptable terms. See note 14 subsequent events. Future operations of the Company are dependent upon its ability to raise additional equity financing, maintain sufficient working capital and upon future production or proceeds from the disposition of its mineral property interests. The factors represent material uncertainties that give rise to significant doubt as to whether the Company will be able to continue as a going concern.

These unaudited condensed interim consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

The unaudited condensed interim consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS"), including International Accounting Standard 34 - Interim Financial Reporting, and, accordingly, they do not contain all information and disclosures required for complete financial statements in accordance with "IFRS". Therefore, they should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2022, which have been prepared in accordance with IFRS.

The unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, except for investments that are measured at fair value, and are presented in Canadian dollars and follow the same accounting policies and methods of application as the most recent annual financial statements.

The unaudited condensed interim consolidated financial statements of the Company for the three months ended March 31, 2023, were authorized for issue by the Board of Directors on May 25, 2023.

3. PROPERTY, PLANT AND EQUIPMENT

	Leases (note 8)	Leasehold improvements	Office equipment	Machinery and equipment	Computer hardware	Total
Cost						
Balance, January 1, 2022	$ **407,328**	$ **25,826**	**$ 10,622**	$ **175,321**	$ **15,333**	**$ 634,430**
Additions	370,399	-	12,820	173,131	76,614	632,964
Disposals	-	-	(380)	-	-	(380)
Balance, December 31, 2022	$ **777,727**	$ **25,826**	$ **23,062**	$ **348,452**	$ **91,947**	**$ 1,267,014**
Adjustment	(10,842)	-	-	-	-	(10,842)
Balance, March 31, 2023	$ 766,885	$ 25,826	$ 3,062	$ 348,452	$ 91,947	**$ 1,256,172**
Accumulated depreciation						
Balance, January 1, 2022	$ **(219,665)**	$ **(12,266)**	$ **(2,252)**	$ **(4,419)**	$ **(770)**	$ **(239,372)**
Depreciation	(166,857)	(5,016)	(1,884)	(47,122)	(11,340)	(232,219)
Balance, December 31, 2022	$ **(386,522)**	$ **(17,282)**	$ **(4,136)**	$ **(51,541)**	$ **(12,110)**	$ **(471,591)**
Depreciation	(43,634)	(1,237)	(614)	(10,664)	(3,651)	(59,800)
Balance, March 31, 2023	**$ (430,156)**	**$ (18,519)**	**$ (4,750)**	**$ (62,205)**	**$ (15,761)**	**$ (531,391)**
Net book value, March 31, 2023	$ **336,729**	$ **7,307**	$ **18,312**	$ **286,247**	$ **76,186**	$ **724,781**
Net book value, December 31, 2022	$ 391,205	$ 8,544	$ 18,926	$ 296,911	$ 79,837	$ 795,423
Net book value, January 1, 2022	$ 187,663	$ 13,560	$ 8,370	$ 170,902	$ 14,563	$ 395,058

(expressed in Canadian dollars, unless otherwise stated)

4. MINERAL PROPERTIES

Mineral properties consist of all direct costs, including option payments and transaction costs, incurred by the Company to acquire its mineral properties and to maintain its ownership rights. Mineral properties balances changed during the three months ended March 31, 2023, as follows:

	Mocoa	Big Red	Big Bulk	Esperanza	Total
Balance, December 31, 2021	**$ 970,388**	**$ 196,580**	**$ 177,916**	**$ 626,680**	**$ 1,971,564**
Acquisition	-	88,400	50,000	272,800	411,200
Donated land	(20,299)	-	-	-	(20,299)
Effect of foreign exchange translation	-	-	-	50,856	50,856
Balance, December 31, 2022	**$ 950,089**	**$ 284,980**	**$ 227,916**	**$ 950,336**	**$ 2,413,321**
Acquisition	-	325,000	-	-	325,000
Effect of foreign exchange translation	-	-	-	(772)	(772)
Balance, March 31, 2023	**$ 950,089**	**$ 609,980**	**$ 227,916**	**$ 949,564**	**$ 2,737,549**

Mocoa Porphyry Copper-Molybdenum Deposit

In June 2018, the Company acquired 100% of the Mocoa porphyry copper-molybdenum deposit (“Mocoa”) in Colombia from B2Gold Corp., in return for the issuance of 2,080,000 common shares of the Company and a 2% net smelter return royalty (“NSR royalty”). The Mocoa Project is also subject to a retained 1% NSR return royalty held by its previous owner, AngloGold Ashanti Limited (“AGA”).

Big Red Porphyry Gold-Copper Property

In February 2019, the Company closed an option agreement to acquire 100% of the Big Red porphyry gold-copper property in the Golden Triangle in British Columbia, Canada (“Big Red”), and incurred a total of $609,980 of acquisition costs as at March 31, 2023 (December 31, 2022: $284,980). The Company, has acquired 100% of Big Red in return for the issuance of 400,000 common shares of the Company and cash payments of $440,000 over four years (the “Option”) as follows:

- $20,000 and 20,000 common shares on January 25, 2019 *(paid and issued, respectively)*;
- $30,000 and 40,000 common shares on January 25, 2020 *(paid and issued, respectively*);
- $40,000 and 60,000 common shares on January 25, 2021 *(paid and issued, respectively);*
- $50,000 and 80,000 common shares on January 25, 2022 (*paid and issued, respectively);* and
- $300,000 and 200,000 common shares on January 25, 2023 (*paid and issued, respectively)*.

The vendors have retained a 1% NSR royalty, 0.5% of which may be repurchased by the Company at any time for $10 million.

(expressed in Canadian dollars, unless otherwise stated)

4. MINERAL PROPERTIES (CONTINUED)

Big Bulk Porphyry Copper-Gold Property

In January 2021, the Company acquired Big Bulk Resources Corporation, which had the option to acquire 100% of the Big Bulk porphyry copper-gold property in the Golden Triangle in British Columbia, Canada ("Big Bulk"), for $100,000. For accounting purposes, the transaction was treated as an asset acquisition.

Purchase consideration paid:		
Cash	$	100,000
Transaction costs		2,916
Total consideration	$	**102,916**

The purchase consideration has been allocated as follows:		
Cash and cash equivalents	$	44,018
Mineral properties		59,823
Accounts payable and accrued liabilities		(925)
Net assets acquired	$	**102,916**

On May 31, 2021, the Company and its 100% owned subsidiary Big Bulk Resources Corporation, amalgamated.

Under the terms of the option agreement, which was amended on October 14, 2022, the Company has until December 31, 2026, to acquire 100% of Big Bulk under the amended payment terms as expressed below:

(a) pay $50,000 in cash on or before December 31, 2022; (paid)
(b) pay $50,000 in cash on or before December 31, 2023;
(c) pay $150,000 in cash on or before December 31, 2024;
(d) pay $250,000 in cash on or before December 31, 2025; and
(e) pay $1,000,000 in cash or common shares on or before December 31, 2026.

The vendors have retained a 0.5% NSR, 50% of which may be repurchased by the Company for $100,000. In addition, Sandstorm Gold Ltd. is entitled to a 1.5% NSR, 50% of which may be repurchased by the Company for $1,000,000.

Esperanza Porphyry Copper-Gold Project

In January 2021, the Company entered into an option agreement with Latin Metals Inc. to earn-in to 70% of the Esperanza porphyry copper-gold project ("Esperanza") in San Juan, Argentina which was amended on May 26, 2021. On October 19, 2022, the option agreement was amended. Under the revised terms, if the permit has not been received by December 31, 2022, then, consequently, the permit will be considered as having been obtained and the payments will be required to occur as outlined below. As at March 31, 2023, the permits had not yet been obtained.

- US $220,000 on July 14, 2021 *(paid)*;
- US $250,000 on December 15, 2021 (*paid*);
- US $200,000 on December 20, 2022; (*paid*)
- US $250,000 on June 10, 2023;
- US $600,000 on December 10, 2023;
- US $433,000 on June 10, 2024; and
- US $450,000 on December 10, 2024.

(expressed in Canadian dollars, unless otherwise stated)

4. MINERAL PROPERTIES (CONTINUED)

Esperanza Porphyry Copper-Gold Project (Continued)

Drill permitting is on-going. Upon the exercise of the option, the Company and Latin Metals will form a 70/30 joint venture for the continued exploration and development of the project.

In November 2021, the Company entered into an option agreement with Golden Arrow Resources to earn-in to 75% of the Huachi claims adjacent to the Esperanza claims. The Company must incur US $1,000,000 of exploration expenditures over four years from the date that a drill permit is received. Upon the exercise of the option, the Company and Golden Arrow Resources will form a 75/25 joint venture for the continued exploration and development of the project.

Exploration

The following is a summary of the Mocoa, Big Red, Big Bulk, and Esperanza exploration expenses for the three months ended March 31, 2023, and 2022:

For the three months ended March 31, 2023	Mocoa	Big Red	Big Bulk	Esperanza	Total
Technical and geological consulting	$ 582,520	$ 78,329	$ 9,100	$ 59,797	$729,746
Field and camp	128,634	3,981	-	-	132,615
Drilling	79,023	-	-	-	79,023
Travel	50,652	-	-	-	50,652
Geochemical and mapping	-	7,933	300	-	8,233
Legal and office administration	35,241	1,618	-	174	37,033
Environmental, social and governance	11,422	-	-	-	11,422
	887,492	**91,861**	**9,400**	**59,971**	**1,048,724**
Foreign exchange translation	-	-	-	(772)	(772)
Total exploration expenses	**$ 887,492**	**$ 91,861**	**$ 9,400**	**$ 59,199**	**$1,047,952**

For the three months ended March 31, 2022	Mocoa	Big Red	Big Bulk	Esperanza	Total
Technical and geological consulting	$ 928,973	$ 102,303	$ 1,925	$ 87,420	$ 1,120,621
Drilling	270,365	-	-	-	270,365
Field and camp	202,431	-	-	-	202,431
Geochemical and mapping	107,456	7,469	-	-	114,925
Environmental, social and governance	99,709	-	-	-	99,709
Legal and office administration	71,341	-	-	-	71,341
License and permits	21,299	738	(16,000)	-	6,037
	1,701,574	110,510	(14,075)	87,420	1,885,429
Foreign exchange translation	-	-	-	(388)	(388)
Total exploration expenses	**$ 1,701,574**	**$ 110,510**	**$ (14,075)**	**$ 87,032**	**$ 1,885,041**

(expressed in Canadian dollars, unless otherwise stated)

5. INVESTMENTS

In January 2021, the Company closed a transaction with Zacapa Resources Ltd. ("Zacapa") a related party with 2 common directors, to sell Libero Mining Limited, a company incorporated in Delaware, USA, which held the option to acquire Tomichi, in return for the issuance of 2,000,000 Zacapa shares to the Company.

Balance, January 1, 2022	$	**1,000,000**
Fair value (loss) (Zacapa closing price of $0.09 per share at December 31, 2022)		(820,000)
Balance, December 31, 2022		**180,000**
Fair value adjustment (Zacapa closing price of $0.11 per share at March 31, 2023)		40,000
Balance, March 31, 2023	$	**220,000**

The Company measured the Zacapa common shares at fair value using the quoted market price per share traded on the TSX Venture Exchange ("TSX-V") which was $0.11 per share as at March 31, 2023. The fair value was determined to be $220,000, resulting in an unrealized gain of $40,000 in the statement of profit and loss.

6. OTHER RECEIVABLES

As at		**March 31, 2023**		**December 31, 2022**
Reclamation bond – Big Red	$	60,000	$	60,000
Reclamation bond – Big Bulk		16,000		16,000
Security deposit – Office Lease		28,081		28,081
Total	$	**104,081**	**$**	**104,081**

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

As at		**March 31, 2023**		**December 31, 2022**
Trade payables	$	456,270	$	395,892
Other accrued liabilities		91,767		195,641
Total	$	**548,037**	$	**591,533**

(expressed in Canadian dollars, unless otherwise stated)

8. RIGHT-OF-USE ASSET AND LEASE LIABILITY

On March 1, 2019, the Company entered into a 5 year corporate office lease and recorded a right-of-use asset of $313,605 within property, plant and equipment (note 3) and a corresponding lease liability of $313,605. The incremental borrowing rate for the lease liability recognized as of March 1, 2019 was 6.5%.

During the year ended December 31, 2022, the Company's 100% owned subsidiary in Columbia entered into several leases relating to housing in Mocoa for the Company's contractors working on site and extended the office leases in Bogota, as well as storage facilities in the Medellin and Mocoa areas. The term for the leases is between 2 and 5 years up to 2027. The Company recorded a right-of-use asset of $370,399 within property, plant and equipment (note 3). The Company recorded a corresponding net lease liability of $370,399. The incremental borrowing rate for the lease liability recognized as of December 31, 2022, was 12.5%.

During the three months ended March 31, 2023, the Company recorded a right-of-use asset of $6,227 within property, plant and equipment (note 3). The Company recorded a corresponding net lease liability of $17,063. The incremental borrowing rate for the lease liability recognized as of March 31, 2023, was 12.5%.

		Lease liability
Balance, December 31, 2021	$	**193,636**
Additions		370,399
Cash principal and interest payments		(202,630)
Interest expense		43,360
Foreign exchange differences		(75,189)
Balance, December 31, 2022	$	**329,576**
Adjustment		(10,842)
Cash principal and interest payments		(41,425)
Interest expense		8,539
Foreign exchange differences		8,811
Balance, March 31, 2023	$	**294,659**
Current portion of lease liability		119,788
Long-term portion of lease liability	$	**174,871**

9. SHARE CAPITAL

a) Authorized share capital

Unlimited number of common shares without par value.

On January 6, 2023, the Company closed the final tranche of the 2022 non-brokered private placement. A total of 5,936,666 units were issued at a price of $0.15 per unit for gross proceeds of $890,500. Total gross proceeds received from the two tranches of the 2022 private placement were $12,583,666. Each unit consisted of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire one additional share at a price of $0.22 until expiry on January 6, 2025.

On January 9, 2023, the Company issued 200,000 common shares with a fair value of $25,000 in accordance with the Big Red option agreement (note 4).

On February 17, 2023, the Company completed a non-brokered private placement. A total of 16,533,334 units were issued at a price of $0.15 per unit for gross proceeds of $2,480,000. Each unit is comprised of one common share (each, a "Common Share") and one common share purchase warrant. Each warrant issued entitles the holder thereof to purchase one common share at a price of $0.22 until February 17, 2025.

As at March 31, 2023, the Company had 107,402,103 common shares issued and outstanding.

(expressed in Canadian dollars, unless otherwise stated)

9. SHARE CAPITAL (CONTINUED)

b) Warrants

On January 06, 2023, a total of 6,014,666 share purchase warrants (including 78,000 non-transferrable broker warrants) were issued as part of a private placement of units. Each warrant entitles the holder to acquire one common share at a price of $0.22 per share until January 6, 2025.

On February 17, 2023, a total of 17,301,034 share purchase warrants (including 767,700 non-transferrable broker warrants) were issued as part of a private placement of units. Each warrant entitles the holder to acquire one common share at a price of $0.22 per share until February 17, 2025.

On February 22, 2023, a total of 6,342,445 share purchase warrants with an exercise price of $0.75 expired unexercised. Information regarding warrants outstanding at March 31, 2023 is as follows:

	Warrants outstanding		Weighted average exercise price
Outstanding, December 31, 2021	**19,546,681**	$	**0.75**
Issued	10,424,500		0.40
Exercised	(639,620)		0.75
Expired	(7,824,416)		0.75
Outstanding, December 31, 2022	**21,507,145**	$	**0.58**
Issued	23,315,700		0.22
Expired	(6,342,445)		0.75
Outstanding, March 31, 2023	**38,480,400**	$	**$0.33**

As at March 31, 2023 the Company had 38,480,400 warrants outstanding, with an average exercise price of $0.33 and a weighted average remaining life of 1.24 years:

Expiry date	Warrants outstanding		Weighted average exercise price	Weighted average remaining life (years)
December 1, 2023	1,840,000		0.75	0.67
December 1, 2023	100,200		0.50	0.67
December 22, 2023	2,800,000		0.75	0.73
January 26, 2024	3,500,000		0.75	0.82
December 30, 2024	6,924,500		0.22	1.75
January 6, 2025	6,014,666		0.22	1.77
February 17, 2025	17,301,034		0.22	1.89
	38,480,400	$	**0.33**	**1.60**

During the three months ended March 31, 2023, the Company recorded a fair value of $986,200 (March 31, 2022: $710,402) within contributed surplus, for the issue of 23,315,700 (March 31, 2022: 6,682,065) warrants based on the Black Scholes model with the following weighted average variables.

(expressed in Canadian dollars, unless otherwise stated)

9. SHARE CAPITAL (CONTINUED)

	March 31, 2023	March 31, 2022
Risk free interest rate	1.88%	1.26%
Expected volatility	92%	117.7%
Expected life (years)	2	2
Expected dividends (yield)	0%	0%
Fair value per warrant	**0.06**	**0.25**

c) Share Purchase Options

Information regarding share purchase options outstanding at March 31, 2023 and changes for the three months ended March 31, 2023 is as follows:

	Options outstanding		Weighted average exercise price
Outstanding, December 31, 2021	**5,095,000**	$	**0.50**
Granted	3,125,000		0.33
Exercised	(150,000)		0.47
Expired	(310,000)		0.51
Forfeiture	(370,000)		0.41
Outstanding, December 31, 2022	**7,390,000**	$	**0.48**
Forfeiture	(12,500)		0.32
Outstanding, March 31, 2023	**7,377,500**	$	**0.47**

Information regarding share purchase options outstanding and exercisable at March 31, 2023 is as follows:

Expiry date	Options outstanding	Options exercisable		Exercise price	Weighted average remaining life (years)
December 11, 2023	660,000	660,000		0.48	0.70
April 5, 2024	200,000	200,000		0.56	1.02
October 2, 2024	250,000	250,000		0.77	1.51
December 17, 2025	1,330,000	1,330,000		0.40	2.72
April 13, 2026	500,000	500,000		0.58	3.04
December 24, 2026	1,575,000	1,575,000		0.52	3.74
February 15, 2027	200,000	200,000		0.50	3.88
February 15, 2027	575,000	575,000		0.54	3.88
February 15, 2027	250,000	250,000		0.67	3.88
February 15, 2027	62,500	56,250		0.32	3.88
October 14, 2027	1,775,000	868,750		0.19	4.54
	7,377,500	**6,465,000**	$	**0.47**	**3.14**

(expressed in Canadian dollars, unless otherwise stated)

9. SHARE CAPITAL (CONTINUED)

c) Share Purchase Options (continued)

No options were granted for the three months ended March 31, 2023. The fair value of the options granted for three months ended March 31, 2022 was estimated using the Black-Scholes option pricing model with the following weighted average assumptions:

		March 31, 2022
Risk free interest rate		1.95%
Expected volatility		115.01%
Expected life (years)		5
Expected dividends (yield)		0%
Fair value per option	$	**0.45**

Share-based compensation expense related to share purchase options for the three ended March 31, 2023, was $80,076 (March 31, 2022: $435,313) and has been recorded in the consolidated statements of loss and comprehensive loss.

10. FLOW-THROUGH SHARE PREMIUM LIABILITY

The following is a continuity schedule of the liability portion of the Company's flow-through share issuances:

		Flow-through share premium liability
Balance, December 31, 2021	$	-
Liability incurred on flow-through shares issued		473,572
Settlement of flow-through share premium liability upon incurring qualifying expenses		(347,172)
Balance, December 31, 2022	$	126,400
Settlement of flow-through share premium liability upon incurring qualifying expenses		(12,119)
Balance, March 31, 2023	$	**114,281**

On August 5, 2022, the Company closed a flow-through private placement in relation to the Big Red Project. This consisted of 10,867,670 flow-through common shares at a price of $0.33 per share, for aggregate gross proceeds of $3,586,331. As at March 31, 2023, the Company incurred a total of $91,774 (March 31, 2022: nil) in exploration expenditures on the Big Red project were flow-through expenditures. The Company derecognized the associated flow-through share premium liability and recognized a deferred income tax recovery of $12,119 (March 31, 2022: nil) in the Company's condensed interim consolidated financial statements.

(expressed in Canadian dollars, unless otherwise stated)

11. RELATED PARTY TRANSACTIONS

Key management, directors, and officers received the following salaries and benefits during the three months ended March 31, 2023 and 2022:

For the three months ended		March 31, 2023		March 31, 2022
Share-based compensation	$	55,802	$	280,721
Employee salaries and benefits		135,211		111,019
	$	**191,013**	$	**391,740**

The following table provides outstanding balances and the total amount of transactions, which have been entered into by the Company with related parties during the three months ended March 31, 2023 and 2022:

For the three months ended		March 31, 2023		March 31, 2022
Purchases:				
Accounting and legal costs recharged from Slater Corporate Services, a company controlled by director Ian Slater	$	90,000	$	60,000
Legal fees to Farris, LLP in which director Jay Sujir is a partner	$	26,538	$	24,184
Geological consulting fees to Serac Exploration Ltd. a company with two common directors, Ian Slater, and Bradley Rourke	$	26,538	$	92,240

As at		March 31, 2023		March 31, 2022
Amounts owed to:				
Serac Exploration Ltd. a company with two common directors, Ian Slater, and Bradley Rourke	$	1,084	$	37,737

The amounts owed to companies controlled by directors and officers of the Company are trade payables incurred in normal course, non-interest bearing and due on demand.

(expressed in Canadian dollars, unless otherwise stated)

12. SEGMENT INFORMATION

The Company has one operating segment, which is the exploration and development of mineral properties. The Company's total assets, total liabilities and net loss are distributed in four geographic regions, Canada, USA, Argentina and Colombia, as follows:

As at March 31, 2023		Canada	Argentina	Colombia	Total
Total assets	$	2,478,342	48,698	2,779,45	**5,306,496**
Total liabilities		516,136	39	440,44	**956,977**
Net loss	$	817,131	35,81	931,95	**1,784,902**

As at March 31, 2022		Canada	Argentina	Colombia	Total
Total assets	$	7,090,484	626,881	1,546,184	**9,263,549**
Total liabilities		433,454	16,760	1,017,362	**1,467,576**
Net loss	$	1,019,318	60,566	1,650,619	**2,730,503**

13. FINANCIAL INSTRUMENTS

The Company's cash and cash equivalents and amounts receivable are financial assets at amortized cost and accounts payable and accrued liabilities are financial liabilities at amortized cost.

a) Fair value

The fair values of cash and cash equivalents, amounts receivable, and accounts payable and accrued liabilities approximate their carrying amounts due to the short-term maturities of these instruments. The Company currently holds the shares in Zacapa at fair value.

b) Marketable securities

The shares of Zacapa Resources Ltd. ("TSX-V ZACA") are recorded at fair value and are calculated under the fair value hierarchy and measured using Level 1 inputs of quoted share prices available in active markets (note 5). The Company recorded an unrealized gain of $40,000 for the three months ended March 31, 2023.

14. SUBSEQUENT EVENTS

Subsequent to March 31, 2023, a total of 12,500 share purchase options were forfeited, and 37,500 expired.

Issued 783,000 common shares under its at the market ("ATM") program for gross proceeds of $117,450.