
AUSTIN RESOURCES LTD.
CONDENSED INTERIM FINANCIAL STATEMENTS
THREE AND SIX MONTHS ENDED
JUNE 30, 2023
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim financial statements of Austin Resources Ltd. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

Austin Resources Ltd.
Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	As at June 30, 2023	As at December 31, 2022
ASSETS		
Current assets		
Cash and cash equivalents	\$ -	\$ 19,399
Amounts receivable	2,229	1,138
Total assets	\$ 2,229	\$ 20,537
EQUITY (DEFICIENCY) AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	\$ 34,222	\$ 39,399
Related party loan (note 3)	359,615	332,595
Total liabilities	393,837	371,994
Deficiency		
Issued capital (note 4)	6,144,075	6,144,075
Deficit	(6,535,683)	(6,495,532)
Total deficiency	(391,608)	(351,457)
Total deficiency and liabilities	\$ 2,229	\$ 20,537

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

Nature of operations and going concern (note 1)
 Commitments and contingencies (note 9)

Austin Resources Ltd.**Condensed Interim Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****(Unaudited)**

	Three months ended June 30, 2023	Three months ended June 30, 2022	Six months ended June 30, 2023	Six months ended June 30, 2022
Operating expenses				
Professional fees (note 7)	\$ 16,687	\$ 10,070	\$ 21,011	\$ 19,757
Office expense	219	-	456	-
Interest expense (note 3)	7,181	5,851	13,970	11,522
Shareholder communication and filing fees	2,491	2,348	4,738	3,081
Bank charges	96	94	238	231
Loss for the period before other items	(26,674)	(18,363)	(40,413)	(34,591)
Foreign exchange (loss)	252	(342)	262	(661)
Total net loss and comprehensive loss for the period	\$ (26,422)	\$ (18,705)	\$ (40,151)	\$ (35,252)
Basic and diluted net loss per share (note 8)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding - basic and diluted	21,346,618	21,346,618	21,346,618	21,346,618

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

Austin Resources Ltd.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Six months ended June 30, 2023	Six months ended June 30, 2022
Operating activities		
Net loss for the period	\$ (40,151)	\$ (35,252)
Adjustments for:		
Accrued interest expense	13,970	11,522
Changes in non-cash working capital items:		
Amounts receivable	(1,091)	(905)
Accounts payable and accrued liabilities	(5,177)	(11,550)
Net cash used in operating activities	(32,449)	(36,185)
Financing activities		
Proceeds received from related party loan	13,050	25,000
Net cash provided by financing activities	13,050	25,000
Net change in cash and cash equivalents	(19,399)	(11,185)
Cash and cash equivalents, beginning of period	19,399	21,574
Cash and cash equivalents, end of period	\$ -	\$ 10,389

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

Austin Resources Ltd.**Condensed Interim Statements of Changes in Equity (Deficiency)****(Expressed in Canadian Dollars)****(Unaudited)**

	Number of shares	Issued capital	Deficit	Total
Balance, December 31, 2021	21,346,618	\$ 6,144,075	\$ (6,415,470)	\$ (271,395)
Net loss and comprehensive loss for the period	-	-	(35,252)	(35,252)
Balance, June 30, 2022	21,346,618	\$ 6,144,075	\$ (6,450,722)	\$ (306,647)
Balance, December 31, 2022	21,346,618	\$ 6,144,075	\$ (6,495,532)	\$ (351,457)
Net loss and comprehensive loss for the period	-	-	(40,151)	(40,151)
Balance, June 30, 2023	21,346,618	\$ 6,144,075	\$ (6,535,683)	\$ (391,608)

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

Austin Resources Ltd.

Notes to Condensed Interim Financial Statements

Three and Six Months Ended June 30, 2023

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations and going concern

Austin Resources Ltd. (individually, or collectively with its subsidiary, as applicable, "Austin Resources", or the "Company") completed the sale of all of its properties in Chile during the year ended December 31, 2020 and as a result of the transaction, the Company did not maintain the requirements for a TSX Venture Tier 2 company and its listing was transferred to the NEX board of the TSX Venture Exchange (the "NEX"). While the Company currently holds no mineral properties, it retains its classification as a 'Mineral Exploration/Development' company.

The Company's head office and principal address in Canada is The Canadian Venture Building, 82 Richmond St East, Suite 204, Toronto, Ontario, M5C 1P1.

On February 27, 2020, the Company transferred all of its interest in the mineral exploration properties in Chile held by Minera Azul Ventures Limitada ("Minera Azul"), the Company's wholly owned Chilean subsidiary. The Company retained a 1% net smelter royalty on its interest transferred with 50% of such royalty retained being able to be acquired for US\$63,166. As a result of the completion of the agreement with Bluerock Resources SPA, Minera Azul no longer had any assets. On May 14, 2020, the Company wound up operations in Chile and disposed of its interest in Minera Azul.

These unaudited condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from the carrying values as shown. As at June 30, 2023, the Company had not yet achieved profitable operations, had accumulated losses of \$6,535,683 (December 31, 2022 - accumulated losses of \$6,495,532) since inception, had a working capital deficiency of \$391,608 (December 31, 2022 - working capital deficiency of \$351,457) and expects to incur further losses in the search for a new business, all of which constitutes a material uncertainty which casts significant doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. There is no assurance that these funds will be available on terms acceptable to the Company or at all. These unaudited condensed interim financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

2. Significant accounting policies

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC").

These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these unaudited condensed interim financial statements are based on IFRS issued and outstanding as of July 31, 2023, the date the Board of Directors approved the statements.

The same accounting policies and methods of computation are followed in these unaudited condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2022. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2023 could result in restatement of these unaudited condensed interim financial statements.

Austin Resources Ltd.
Notes to Condensed Interim Financial Statements
Three and Six Months Ended June 30, 2023
(Expressed in Canadian Dollars)
(Unaudited)

2. Significant accounting policies (continued)

New accounting standard not yet adopted

Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)

The IASB has published Classification of Liabilities as Current or Non-Current (Amendments to IAS 1) which clarifies the guidance on whether a liability should be classified as either current or non-current. The amendments:

- clarify that the classification of liabilities as current or non-current should only be based on rights that are in place "at the end of the reporting period"
- clarify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability
- make clear that settlement includes transfers to the counterparty of cash, equity instruments, other assets or services that result in extinguishment of the liability.

This amendment is effective for annual periods beginning on or after January 1, 2022. Earlier application is permitted. The extent of the impact of adoption of this amendment has not yet been determined.

3. Related party loan

During the year ended December 31, 2022, the Company incurred an additional loan from the shareholder in the amount of \$45,000. During the six months ended June 30, 2023, the Company incurred an additional loan from the shareholder in the amount of \$13,050. During the three and six months ended June 30, 2023, the Company accrued interest expense of \$7,181 and \$13,970, respectively (three and six months ended June 30, 2022 - \$5,851 and \$13,942, respectively). As at June 30, 2023, the Company owes \$359,615 (December 31, 2022 - \$332,595) including accrued interest. This loan bears interest at 10% per annum, is unsecured, and due on demand, or must be repaid in full by December 31, 2023. The Company is able to prepay the loan at any time, in whole or in part.

4. Share capital

a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares without par value.

b) Common shares issued

	Number of common shares	Amount
Balance, December 31, 2021. June 30, 2022, December 31, 2022 and June 30, 2023	21,346,618	\$ 6,144,075

5. Warrants

The Company had no warrants outstanding as at June 30, 2023 and December 31, 2022.

Austin Resources Ltd.

Notes to Condensed Interim Financial Statements

Three and Six Months Ended June 30, 2023

(Expressed in Canadian Dollars)

(Unaudited)

6. Stock options

The Company has adopted a stock option plan (the "Plan"), to be administered by the Directors of the Company. Under the Plan, the Company may grant options to directors, officers, employees and consultants to purchase shares of the Company. The Plan provides for the issuance of stock options to acquire up to 10% of the Company's issued and outstanding capital. The plan is a rolling plan as the number of shares reserved for issuance pursuant to the grant of stock options will increase as the Company's issued and outstanding share capital increases. Options granted under the Plan will be for a term not to exceed five years. The plan provides that it is solely within the discretion of the Board to determine who should receive stock options, in what amounts, and determine vesting terms. The exercise price for any stock option shall not be lower than the market price of the underlying common shares at the time of grant.

Each stock option converts into one common share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry. The Company settles stock options exercised through the issuance of common shares from treasury.

The Company had no stock options outstanding as at June 30, 2023 and December 31, 2022.

7. Related party transactions

The Chief Financial Officer is an employee of Marrelli Support Services Inc. ("MSSI"), a firm providing accounting services. During the three and six months ended June 30, 2023, the Company incurred \$13,286 and \$13,942, respectively (three and six months ended June 30, 2022 - \$2,743 and \$9,115, respectively) for accounting services (included in professional fees) rendered by MSSI. As at June 30, 2023, MSSI was owed \$1,841 (December 31, 2022 - \$8,169) and this amount was included in accounts payable and accrued liabilities. The amount is unsecured, non-interest bearing and due on demand.

Refer to note 3.

8. Loss per share

For the three and six months ended June 30, 2023, basic and diluted loss per share has been calculated based on the loss attributable to common shareholders of \$26,422 and \$40,151, respectively (three and six months ended June 30, 2022 - \$18,705 and \$35,252, respectively) and the weighted average number of common shares outstanding of 21,346,618 (three and six months ended June 30, 2022 - 21,346,618).

9. Commitments and contingencies

The Company's activities were subject to various laws and regulations. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.