CASA MINERALS INC.

Condensed Interim Consolidated Financial Statements
(Expressed in Canadian dollars)
Nine months ended September 30, 2023

These Condensed Interim Consolidated Financial Statements have been prepared in accordance with International Financial Reporting Standards. WE HEREBY GIVE NOTICE that our Condensed Interim Consolidated Financial Statements for the nine month period ended September 30, 2023 which follow this notice have not been reviewed by an auditor.

CASA MINERALS INC.
Condensed Interim Consolidated Statements of Financial Position
As at September 30, 2023 and December 31, 2022
(Expressed in Canadian Dollars)

	September 30, 2023	December 31, 2022 (Audited)
ASSETS		
CURRENT		
Cash	$ 254,644	$ 523,145
Amounts receivable	9,066	8,310
Prepaid expenses	14,637	38,000
	278,347	569,455
Long term prepaid expenses	-	65,060
Reclamation bond	64,200	12,000
Exploration and evaluation assets *(Note 4)*	3,388,287	3,214,797
TOTAL ASSETS	$ 3,730,834	$ 3,861,312
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities *(Notes 5 and 8)*	$ 379,190	$ 457,872
TOTAL LIABILITIES	379,190	457,872
SHAREHOLDERS' EQUITY		
Share capital *(Note 7)*	6,610,755	6,439,755
Reserves *(Note 7)*	1,267,016	1,267,016
Deficit	(4,526,127)	(4,303,331)
TOTAL SHAREHOLDERS' EQUITY	3,351,644	3,403,440
TOTAL LIABLITIES AND SHAREHOLDERS' EQUITY	$ 3,730,834	$ 3,861,312

Approved and authorized by the Board on November 29, 2023.

"Farshad Shirvani"	*"Erik A. Ostensoe"*
President, CEO & Director	Director

See accompanying notes to the condensed interim consolidated financial statements.

CASA MINERALS INC.
Condensed Interim Consolidated Statements of Comprehensive Loss
Nine Months Ended September 30, 2023 and 2022
(Expressed in Canadian Dollars)

	Three months ended September 30, 2023	Three months ended September 30, 2022	Nine months ended September 30, 2023	Nine months ended September 30, 2022
EXPENSES				
Consulting fees	$ -	$ 15,600	$ 3,430	$ 35,450
Directors' fees *(Note 8)*	36,000	36,000	108,000	108,000
Filing fees	5,099	961	26,523	19,058
Foreign exchange	(1,600)	46,193	767	46,193
Office expense *(Note 8)*	2,604	15,220	27,471	64,947
Professional fees	9,436	3,068	43,480	29,948
Promotion	2,766	24,490	5,125	100,946
Rent *(Note 8)*	6,000	10,164	18,000	22,164
LOSS BEFORE OTHER ITEMS	(60,305)	(151,696)	(232,796)	(426,706)
Portion of COVID loan forgiven (Note 6)	-	-	10,000	-
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	$ (60,305)	$ (151,696)	$ (222,796)	$ (426,706)
Basic and diluted loss per share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.01)
Weighted average number of shares outstanding	67,873,334	65,973,332	67,213,993	65,928,002

See accompanying notes to the condensed interim consolidated financial statements.

CASA MINERALS INC.
Condensed Interim Consolidated Statements of Changes in Equity
Nine Months Ended September 30, 2023 and 2022
(Expressed in Canadian Dollars)

	Share Capital				
	No. of Shares	**Amount**	**Reserves**	**Deficit**	**Total Equity**
Balance, December 31, 2021	**64,848,336**	**$ 6,248,877**	**$ 1,274,519**	**$ (3,802,124)**	**$ 3,721,272**
Shares issued for properties	1,124,998	174,375	-	-	174,375
Loss for the year	-	-	-	(426,706)	(426,706)
Balance, September 30, 2022	**65,973,334**	**$ 6,423,252**	**$ 1,274,519**	**$ (4,228,830)**	**$ 3,468,941**
Shares issued on exercise of options	100,000	16,503	(7,503)	-	9,000
Loss for the period	-	-	-	(74,501)	(74,501)
Balance, December 31, 2022	**66,073,334**	**$ 6,439,755**	**$ 1,267,016**	**$ (4,303,331)**	**$ 3,403,440**
Shares issued for properties	1,800,000	171,000	-	-	171,000
Loss for the period	-	-	-	(222,796)	(222,796)
Balance, September 30, 2023	**67,873,334**	**$ 6,610,755**	**$ 1,267,016**	**$ (4,526,127)**	**$ 3,351,644**

See accompanying notes to the condensed interim consolidated financial statements.

CASA MINERALS INC.
Condensed Interim Consolidated Statements of Cash Flows
Nine Months Ended September 30, 2023 and 2022
(Expressed in Canadian Dollars)

	2023	2022
OPERATING ACTIVITIES		
Net loss for the period	$ (222,796)	$ (426,706)
Changes in non-cash working capital		
Amounts receivable	(756)	13,753
Prepaid expenses	88,423	(207,160)
Accounts payable and accrued liabilities	(78,682)	487,556
Cash flow used in operating activities	(223,811)	(132,557)
FINANCING ACTIVITIES		
Proceeds from loan (Note 6)	10,000	-
Cash flow from financing activities	10,000	-
INVESTING ACTIVITY		
Reclamation bond	(52,200)	-
Exploration costs, net of recoveries	(2,490)	(1,168,326)
Cash flow from (used in) investing activity	(54,690)	(1,168,326)
INCREASE (DECREASE) IN CASH FLOW	(268,501)	(1,300,883)
CASH - Beginning of the period	523,145	2,193,752
CASH - End of the period	$ 254,644	$ 892,869
SUPPLEMENTAL NON-CASH DISCLOSURES		
Issuance of shares for properties	$ 171,000	$ 174,375

See accompanying notes to the condensed interim consolidated financial statements.

1. BUSINESS DESCRIPTION

Casa Minerals Inc. (the "Company") was incorporated under the *Business Corporations Act* (British Columbia) on April 19, 2010, and changed its name from Abcana Capital Inc. to Casa Minerals Inc. on November 30, 2017. The Company is listed as a Tier 2 mining issuer on TSX Venture Exchange ("TSX-V") under the symbol "CASA" (traded on the OTC Market under "CASXF" and in Frankfurt "0CM").

The Company is located at 470 Granville Street, Suite 822, Vancouver, British Columbia, V6C 1V5, Canada.

The Company is engaged in the exploration and development of mineral properties in North America and has not yet determined whether its properties contain ore reserves that are economically recoverable.

2. GOING CONCERN

The consolidated financial statements are prepared on the basis that the Company will continue as a going concern which presumes funds will be available to finance on-going development operations and capital expenditures and the realization of assets and the payment of liabilities in the normal course of operations for the foreseeable future. If the going concern assumption were not appropriate for these consolidated financial statements, then adjustments would be necessary for the carrying value of assets and liabilities, the reported expenses and the consolidated statement of financial position classifications used. Such adjustments could be material.

Several conditions exist that may cast significant doubt about the ability of the Company to continue as a going concern. The Company had a net loss for the nine months ended September 30, 2023 of $222,796 (2022 - $426,706) and has incurred operating losses since inception, and as at September 30, 2023 has an accumulated deficit of $4,526,127 (December 31, 2022 - $4,303,331). Management anticipates that the Company will need additional funding to meet its exploration obligations, maintain its operations, support its payments to creditors and realize profits from future business activities. The Company is dependent on its ability to raise further capital through equity financing to meet its commitments and fund its ongoing operations, and management cannot be certain such funding will be available.

3. BASIS OF PRESENTATION

Statement of compliance

These condensed interim financial statements for the nine months ended September 30, 2023, have been prepared in accordance with IAS 34, 'Interim Financial Reporting'. The condensed interim consolidated financial information should be read in conjunction with the annual financial statements for the year ended December 31, 2022 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These unaudited condensed interim financial statements have been prepared using accounting policies consistent with those used in the Company's annual financial statements for the year ended December 31, 2022.

The preparation of these 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 consolidated financial statements and the reported expenses during the period. Actual results could differ from these estimates.

These condensed interim financial statements were authorized for issue by the Audit Committee and Board of Directors on November 29, 2023.

Basis of measurement

These condensed interim consolidated financial statements have been prepared on a historical costs 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 consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These condensed interim consolidated financial statements are presented in Canadian dollars, which is the Company's functional currency.

(Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS

As at September 30, 2023 and December 31, 2022, the Company's exploration and evaluation assets are located in Canada and the United States.

Expenditures incurred on exploration and evaluation assets are as follows:

	Pitman	Arsenault	Congress	Total
Acquisition costs:				
Balance, December 31, 2021	$ 10,906	$ 81,000	$ 410,504	$ 502,410
Option payments made	-	-	37,407	37,407
Shares issued for properties	-	-	174,375	174,375
Balance, December 31, 2022	$ 10,906	$ 81,000	$ 622,286	$ 714,192
Shares issued for properties	-	171,000	-	171,000
Balance, September 30, 2023	$ 10,906	$ 252,000	$ 622,286	$ 885,192
Exploration costs:				
Balance, December 31, 2021	$ 974,340	$ 224,458	$ 6,000	$1,204,798
Field and geology	-	-	1,337,807	1,337,807
Mining tax credits received	(25,548)	(16,452)	-	(42,000)
Balance, December 31, 2022	$ 948,792	$ 208,006	$ 1,343,807	$2,500,605
Field and geology	-	-	2,491	2,491
Balance, September 30, 2023	$ 948,792	$ 208,006	$ 1,346,298	$2,503,095
Total, December 31, 2022	$ 959,698	$ 289,006	$ 1,966,093	$3,214,797
Total, September 30, 2023	$ 959,698	$ 460,006	$ 1,968,584	$3,388,287

During the year ended December 31, 2022, the Company incurred geological and exploration costs of $8,537 (2021 - $65,702) with a related party (Note 8).

Pitman Property

Pitman Agreement

On December 31, 2007, the Company entered into the Pitman Agreement with Farshad Shirvani, the Company's Chief Executive Officer, President and director, whereby the Company acquired a 100% interest in 15 mineral claims for a purchase price of $55,000.

The Pitman Agreement is a non-arm's length transaction due to Mr. Shirvani serving as the Company's Chief Executive Officer, President and a director at the time of entering into the Pitman Agreement.

4. EXPLORATION AND EVALUATION ASSETS (Continued)

<u>Pitman Property</u>

Paddy Mac Agreement

On December 6, 2010, the Company entered into the Paddy Mac Agreement with Randy Marko and Heather Kathleen Marko (collectively, the "Markos"), unrelated parties, whereby the Company acquired a 100% interest in three mineral claims by paying $5,000 and issuing to the Markos a total of 133,334 common shares. The Company acquired the Paddy Mac Claims, which have been amalgamated and now form part of the Pitman Property.

Keaper Property

During the year ended December 31, 2008, the Company staked four mineral claims in the Pitman Property area. These claims were amalgamated in 2012. Two claims were added to this property during the year ended December 31, 2017 and an additional two claims were staked during the year ended December 31, 2018. As a result of staked claims forfeited during the year ended December 31, 2022, the property now comprises only the one main claim.

<u>Arsenault Property</u>

On August 25, 2017, as amended on April 22, 2020 and as amended again on April 7, 2023, the Company entered into the Arsenault Option Agreement with Mr. Shirvani, to supersede and replace all previous option agreements on the Arsenault Property. In order to exercise the option to acquire a seventy-five percent (75%) interest in the Arsenault Property, the Company must:

(a) Pay $175,000 and issue 2,400,000 common shares as follows:

(i) $50,000 cash on or before August 25, 2023 (not paid) and 600,000 common shares on or before the third anniversary (issued) date of the Option Agreement;
(iii) $50,000 cash on or before August 25, 2024 (not paid) and 800,000 common shares (issued subsequent to year-end) on or before the fourth anniversary date of the Option Agreement; and
(iv) $75,000 cash on or before August 25, 2025 and 1,000,000 common shares (issued subsequent to year-end) on or before the fifth anniversary date of the Option Agreement.

(b) Incur exploration expenditures of $1,500,000 on the Arsenault Property as follows:

(i) $100,000 on or before August 25, 2023 (not met);
(ii) $750,000 on or before August 25, 2024 (not met); and
(iv) $650,000 on or before August 25, 2025 (not met).

4. EXPLORATION AND EVALUATION ASSETS (Continued)

Arsenault Property (continued)

If the Company earns a 75% interest in the Arsenault Property, of which there is no assurance, the Company and Mr. Shirvani will enter into a joint venture for the exploration and development of the Arsenault Property. Under the joint venture, Mr. Shirvani will be required to pay his proportionate share of the joint venture costs. In the event that Mr. Shirvani is unable to meet these obligations, Mr. Shirvani's interest will be proportionately decreased until it is a net profit interest.

The Company has amended the terms of the option agreement with Mr. Shirvani in April 2020 and April 7, 2023, postponing accrued property payments. During the year ended December 31, 2021, the Company issued 600,000 common shares with a fair value of $81,000, in connection with the option agreement. Subsequent to March 31, 2023, the Company issued 1,800,000 shares with a fair value of $171,000 (Note 12). Exploration expenditure has been deferred as noted above.

Congress Gold Mine

On March 3, 2021, the Company entered into an option agreement to acquire a 90% interest in the Congress Gold Mine and adjoining mineral properties located in Yavapai County, Arizona, USA by making option payments of US$90,000 (US$45,000 initially and US$45,000 12 months later), issuing 2,250,000 common shares (1,125,000 common shares initially and 1,125,000 12 months later) and committing to exploration expenditures of US$2,000,000 within three years. The optionors will retain a 1.5% NSR of which one third may be purchased for US$2,500,000.

During the year ended December 31, 2021, the Company has made cash payments of $78,629 (US$45,000 initial payment and US$15,975 accelerated payment) and issued 1,125,002 common shares with a fair value of $331,875.

On December 20, 2021, the Company entered into an amendment agreement, which released the Company from performing all exploration commitments and accelerated the terms of the remaining option payments and share issuances. Under the terms of the amended agreement, the Company must make the remaining US$29,025 cash payment and issue 1,124,998 common shares on the date that title of the Congress Gold Mine property is registered in the Company's name.

During the year ended December 31, 2022, the Company made the remaining cash payment of $37,407 (US$29,025) and issued 1,124,998 common shares with a fair value of $174,375.

During the year ended December 31, 2022, the Company staked additional 25 claims consisting of 494.48 acres contiguous to the Congress Gold Mine.

(Expressed in Canadian Dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2023	December 31, 2022
Trade payables	$ 338,787	$ 435,525
Accrued liabilities	40,403	22,347
	$ 379,190	$ 457,872

6. LOAN PAYABLE

During the year ended December 31, 2020, the Company received $40,000 under the Canada Emergency Business Account program to assist companies during the COVID-19 pandemic, in the form of a non-interest bearing loan, with 25% forgiven if the loan was repaid on time.

The Company repaid the loan in full on June 30, 2021 and received the forgiven portion during the nine months ended September 30, 2023.

7. SHARE CAPITAL

<u>Authorized</u>

Unlimited common shares and preferred shares without par value.

<u>Common shares issued</u>

During the year ended December 31, 2022, the Company issued 1,124,998 common shares with a fair value of $174,375 pursuant to the Congress Option agreement (Note 4) and 100,000 common shares upon the exercise of stock options for proceeds of $9,000. Upon exercise of the stock options $7,503 was reclassified to share capital.

During the nine months ended September 30, 2023, the Company issued 1,800,000 common shares with a fair value of $171,000 pursuant to the Arsenault agreement.

(Expressed in Canadian Dollars)

7. SHARE CAPITAL (Continued)

Stock options

The Company has an incentive stock option plan that conforms to the requirements of the TSX-V. Options to purchase common shares have been granted to directors, officers, employees and consultants of the Company at exercise prices determined by the market value of the common shares on the date of the grant. The options vest immediately on the date of the grant or otherwise at the discretion of the Board.

The Company applies the fair value method using the Black-Scholes Option Pricing Model in accounting for its stock options granted. The expected volatility is based on historical share prices of the Company, and of comparable companies within the same industry when there is a lack of historical pricing information available for the Company. The risk-free rate of return is the yield on a zero-coupon Canadian treasury bill of a term consistent with the assumed option life. The expected average option term is the average expected period to exercise, based on historical activity patterns. Companies are required to utilize an estimated forfeiture rate when calculating the expense for the reporting period. Based on the best estimate, management applied the estimated forfeiture rate of 0% in determining the expense recorded in the accompanying consolidated statements of comprehensive loss.

During the year ended December 31, 2022, 100,000 options with an exercise price of $0.09 were exercised by a director for gross proceeds of $9,000. No options were exercised in the year ended December 31, 2021.

During the year ended December 31, 2021, the Company granted 2,250,000 incentive stock options to directors, officers, employees and consultants of the Company for five years at a price of $0.25 per share. The granting of these incentive stock options resulted in stock-based compensation expense, calculated using the Black-Scholes Option Pricing Model, of $462,462 which was recorded as share-based payments expense. The assumptions used for the Black-Scholes Option Pricing Model valuation of stock options issued during the year were a risk-free interest rate of 0.84%, an expected life of 5 years, an annualized volatility of 124.83%, and a dividend yield of 0%. No options were granted in the year ended December 31, 2022.

Stock option transactions are summarized as follows:

	Number of Options		Exercise Price
Balance, December 31, 2021	6,450,000	$	0.16
Exercised	(100,000)		0.09
Expired	(1,700,000)		0.09
Balance, December 31, 2022	4,650,000	$	0.18
Expired	(1,800,000)		(0.125)
Balance, September 30, 2023	2,850,000	$	0.22

(Expressed in Canadian Dollars)

7. SHARE CAPITAL (Continued)

Stock options (Continued)

The Company has the following stock options outstanding and exercisable as at September 30, 2023, and December 31, 2022:

2023	2022	Exercise Price		Expiry Date
-	1,800,000	$	0.125	August 22, 2023
600,000	600,000	$	0.10	May 29, 2024
2,250,000	2,250,000	$	0.25	August 31, 2026
2,850,000	4,650,000			

As at September 30, 2023, the outstanding stock options have a weighted average remaining contractual life of 2.45 years (December 31, 2022 - 2.21 years).

Warrants

Warrant transactions are summarized as follows:

	Number of Warrants	Exercise Price (1)	
Balance, December 31, 2021	21,912,400	$	0.30
Expired	(898,200)		0.30
Balance, December 31, 2022	21,014,200	$	0.30
Warrant repricing (1)	-		(0.20)
Balance, September 30, 2023	21,014,200	$	0.10

The Company has the following warrants outstanding as at September 30, 2023 and December 31, 2022:

September 30, 2023				December 31, 2022			
Number	Exercise Price (1)		Expiry Date (2)	Number	Exercise Price		Expiry Date
16,400,000	$	0.10	February 20, 2024	16,400,000	$	0.30	August 18, 2023
3,600,000	$	0.10	February 20, 2024	3,600,000	$	0.30	September 20, 2023
1,014,200	$	0.10	February 20, 2024	1,014,200	$	0.30	October 6, 2023
21,014,200				21,014,200			

As at September 30, 2023, the outstanding warrants have a weighted average remaining contractual life of 0.39 years (December 31, 2022 – 0.43 years).

(1) The Company was granted an exercise price reduction from $0.30 per share to $0.10 per share on the 21,014,200 outstanding warrants on July 28, 2023.

(2) The Company was granted an extension for the 21,014,200 outstanding warrants to February 20, 2024 during August and September 2023.

(Expressed in Canadian Dollars)

8. RELATED PARTY TRANSACTIONS

Related parties include key management defined as directors and officers of the Company and entities they control.

Transactions

The Company has entered into several mineral property agreements with Farshad Shirvani, the CEO and director of the Company, relating to exploration and evaluation assets (Note 4).

During the nine months ended September 30, 2023, the Company was charged rent of $18,000 (2022 - $18,000) and administrative fees and computer and internet expenses (included in office expense) of $6,000 (2022 - $22.853), and $9,000 (2022 - $Nil), respectively, by a company controlled by Mr. Shirvani, and incurred directors' fees of $90,000 (2022 - $90,000) to Mr. Shirvani.

During the nine months ended September 30, 2023, the Company incurred director fees of $18,000 (2022 - $18,000) to other directors of the Company.

Balances

The Company had the following outstanding balances with related parties as at September 30, 2023 and December 31, 2022:

	September 30, 2023	December 31, 2022
Accounts payable	$ 63,348	$ 69,271

Amounts due to related parties are unsecured, non-interest bearing, and have no formal terms of repayment.

9. CAPITAL MANAGEMENT

The Company considers its capital structure to consist of shareholders' equity. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the Company's business. 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. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

There were no changes to the Company's approach to capital management during the nine months ended September 30, 2023. The Company is not subject to any externally imposed capital requirements.

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

As at September 30, 2023, the Company's financial instruments are comprised of cash, reclamation bonds, and accounts payable and accrued liabilities. The carrying value of cash, reclamation bonds and accounts payable and accrued liabilities approximate their fair values due to the relatively short periods to maturity of these financial instruments.

Risk management

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 potential loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is limited to the carrying amount on the statement of financial position and arises from the Company's cash and reclamation bond.

The Company's cash is held through a Canadian chartered bank, which is a high-credit quality financial institution. The Company's reclamation bond is held with the British Columbia Ministry of Energy, Mines and Low Carbon Innovation.

Liquidity risk

Liquidity risk is the risk that the Company will not meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at September 30, 2023, the Company had a cash balance of $254,644 (December 31, 2022 - $523,145) to settle current liabilities of $379,190 (December 31, 2022 - $457,872). There is a risk that the Company may not be able to meet its financial obligations when they are due. The Company's accounts payable and accrued liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms.

Foreign currency rate risk

The Company is domiciled in Canada and its capital is raised in Canadian dollars. The Company is exposed to foreign currency risk to the extent expenditures incurred or funds received by the Company are denominated in United States dollars ("USD").

During December 31, 2022, the Company had significant exposure to foreign currency risk to the US dollar due to expenses incurred on the Congress Gold property in US dollars. The sensitivity analysis of the Company's exposure to foreign currency risk suggests that 10% change in foreign exchange rates between US dollar and Canadian dollar would impact net loss and comprehensive loss for the year ended December 31, 2022, by approximately $11,000.

10. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Continued)

Risk management (continued)

Interest rate risk

The Company has cash balances and no interest-bearing debt. Therefore, interest rate risk is nominal.

11. SEGMENT INFORMATION

The Company has two reportable segments being the exploration and evaluation of mineral properties in Canada and the United States. As at September 30, 2023 long-term assets of $1,952,514 (December 31, 2022 - $$1,966,093) relates to properties located in the United States.