Montauk Metals Inc.
(formerly Galway Gold Inc.)

Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended September 30, 2023 and 2022

(Expressed in United States Dollars)
(Unaudited)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim consolidated financial statements of Montauk Metals Inc. (formerly Galway Gold Inc.) (the "Company") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence in that (i) the unaudited condensed interim consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company’s affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

NOTICE TO READER

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

Montauk Metals Inc.
(formerly Galway Gold Inc.)
Condensed Interim Consolidated Statements of Financial Position
(Expressed in United States Dollars)
(Unaudited)

As at	September 30, 2023	December 31, 2022
Assets		
Current assets		
Cash and cash equivalents	**$ 105,773**	$ 508,956
Prepaid and other assets	**88,271**	244,344
	$ 194,044	$ 753,300
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	**$ 616,471**	$ 556,695
Shareholders' Equity		
Common shares (Note 4)	**19,753,250**	19,753,250
Contributed surplus	**1,948,316**	1,948,316
Accumulated other comprehensive income (loss)	**2,604**	8,945
Deficit	**(22,126,597)**	(21,513,906)
	(422,427)	196,605
	$ 194,044	$ 753,300

Nature of Operations and Going Concern (Note 1)
Subsequent Event (Note 9)

Approved by the Board *"Eduardo Gomez"* Director

"Mike Sutton" Director

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

Montauk Metals Inc.
(formerly Galway Gold Inc.)
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in United States Dollars)
(Unaudited)

	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 (Income)				
Project support costs (Note 6)	**$ 22,120**	$ 77,573	**$ 72,295**	$ 215,275
Administrative expenses (Note 7)	**314,588**	214,124	**534,961**	1,139,325
Loss (Gain) on foreign exchange	**15,247**	5,667	**6,198**	3,146
Interest income	**(33)**	(2,390)	**(773)**	(3,254)
Net loss	**$ (351,922)**	$ (294,974)	**$ (612,681)**	$ (1,354,492)
Other Comprehensive Loss				
Items that will be reclassified subsequently into income:				
Cumulative translation adjustment	**277**	(723)	**(6,341)**	(1,272)
Net comprehensive loss	**$ (351,645)**	$ (295,697)	**$ (619,022)**	$ (1,355,764)
Loss per share - basic and diluted	**$ (0.01)**	$ (0.01)	**$ (0.01)**	$ (0.03)
Weighted average number of common shares outstanding	**41,627,979**	41,627,979	**41,627,979**	41,627,979

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

Montauk Metals Inc.
(formerly Galway Gold Inc.)
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in United States Dollars)
(Unaudited)

	Share Capital	Contributed Surplus	Accumulated Other Comprehensive Income	Deficit	Total
Balance, December 31, 2021	$ 19,753,250	$ 1,948,316	$ (3,419)	$ (19,690,324)	$ 2,007,823
Cumulative translation adjustment	-	-	(1,272)	-	(1,272)
Net loss for the period	-	-	-	(1,354,492)	(1,354,492)
Balance, September 30, 2022	**$ 19,753,250**	**$ 1,948,316**	**$ (4,691)**	**$ (21,044,816)**	**$ 652,059**
Balance, December 31, 2022	$ 19,753,250	$ 1,948,316	$ 8,945	$ (21,513,916)	$ 196,595
Cumulative translation adjustment	-	-	(6,341)	-	(6,341)
Net loss for the period	-	-	-	(612,681)	(612,681)
Balance, September 30, 2023	**$ 19,753,250**	**$ 1,948,316**	**$ 2,604**	**$ (22,126,597)**	**$ (422,427)**

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

Montauk Metals Inc.
(formerly Galway Gold Inc.)
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in United States Dollars)
(Unaudited)

For the Nine Months Ended September 30,	2023	2022
Cash (used in) provided by:		
Operating activities		
Net loss for the period	**$ (612,681)**	$ (1,354,492)
Items not affecting cash:		
Changes in current assets and liabilities:		
Prepaids and other assets	**156,073**	261,693
Accounts payable and accrued liabilities	**59,766**	8,468
	(396,842)	(1,084,331)
Effect of foreign exchange rate changes on cash balances	**(6,341)**	(1,272)
Net change in cash and cash equivalents	**(403,183)**	(1,085,603)
Cash and cash equivalents, beginning of period	**508,956**	1,886,119
Cash and cash equivalents, end of period	**$ 105,773**	$ 800,516

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

1. Nature of Operations

Montauk Metals Inc. (formerly Galway Gold Inc.) ("the Company") was incorporated pursuant to the Business Corporations Act (New Brunswick) on May 9, 2012, and continued to the Province of Ontario on August 11, 2015. The Company's head office is located at 82 Richmond Street East, Toronto, Ontario, M5C 1P1. The Company was incorporated for the sole purpose of participating in the Plan of Arrangement (the “Arrangement”) announced October 19, 2012 involving the Company, Galway Metals Inc., Galway Resources Ltd. ("Galway"), AUX Acquisition 2 S.àr.l (“AUX”) and AUX Canada Acquisition 2, formerly 2346407 Ontario Inc. ("AUX Canada"), a wholly owned subsidiary of AUX. Prior to the close of the Arrangement, the Company did not carry on any active business.

On January 21, 2013, the Company's common shares commenced trading on the TSX Venture Exchange under the symbol "GLW".

On July 18, 2023, Galway Gold Inc. announced that it had made an application to the TSX Venture Exchange to change the Company’s name to “Montauk Metals Inc. On July 21, 2023, Company’s securities began trading on the TSXV under the ticker ‘MTK’. The new CUSIP assigned to the Company’s common shares following the Name Change will be 61217R101 (ISIN: CA61217R1010).

The Name Change was authorized by the shareholders of the Company at the Company’s Annual General and Special meeting held on December 14, 2022. Common shares owned by shareholders of the Company will be automatically adjusted as a result of the Name Change and no further action is required to be taken by shareholders.

The Company was in the process of exploring the Vetas Project and has not yet determined whether the mineral properties contain mineral reserves that are economically recoverable. The continuing operations of the Company and the underlying value and recoverability of the amounts shown for mineral properties are entirely dependent upon maintaining a license to operate, the existence of economically recoverable mineral reserves, the ability to obtain the necessary financing to complete the exploration and development of the mineral property interests and on future profitable production or proceeds from the disposition of the mineral property interests.

On February 24. 2016, the Colombian Constitutional Court (the “Court”) published a ruling, which deemed certain provisions to the National Development Plan (Law 1753) issued in July, 2015, in respect of exemptions to mining operations in areas of Colombia considered to be páramos (high altitude eco-systems) to be unconstitutional. Prior to the Court’s ruling, mining titles issued before 2010, such as the Vetas Project were allowed to continue to mine. As a result of the Court’s unfavourable ruling, mining in all páramo eco-systems throughout the country were declared to be damaging to the páramos and to the water supply. As such, all mining and petroleum operations in the páramos were ordered to stop. Moreover, according to the ruling, the Company will not be able to transfer title of the Reina de Oro project and the mining permit will no longer be valid. The ruling is currently under appeal, the ultimate resolution of the case is unknown.

In March 2018, Company engaged in discussions with the Ministry of Commerce and the Agency for the Defense of the State to settle the damages for the loss of the Reina de Oro project. In order to further protect its claim, the Company announced that it filed an application for arbitration under the Canada-Colombia Free Trade Agreement ("FTA") to preserve the Company's rights under the FTA. Discussions between the government and the Company are ongoing.

The Arbitration is being conducted in two phases. Phase One will determine whether the ICSID Tribunal adjudicating Montauk’s claims under the FTA has jurisdiction over this case and whether Colombia has breached its obligations under the FTA and is liable for compensation to the Company. Assuming that ICSID decides in favour of Montauk in Phase 1, Phase 2 will involve determining the quantum of damages awarded to Montauk to compensate it for losses incurred. The Company estimates it has suffered more than USD $16 million in sunk costs and total loss of the value of up to USD $180 million in the Reina de Oro project, as well as legal and arbitration fees. Typically, an arbitral award will include an award of costs payable by the unsuccessful party to the successful party to reimburse it for its legal and arbitration fees.

1. Nature of Operations (Continued)

Certain costs of the proceedings, including arbitration fees and disbursements, have exceeded the Company's original estimates as the Company was also required to pay Colombia's 50% share of the arbitration fees. The Company must make an additional payment of US$200,000 to ICSID (the "ICSID Payment") before a ruling on Phase 1 is rendered. The ICSID Payment is expected to result in the issuance of a decision on jurisdiction and liability.

These consolidated financial statements have been prepared using accounting policies applicable to a going concern, which contemplate the realization of assets and settlement of liabilities in the normal course of operations. The Company has incurred a comprehensive loss during the nine months ended September 30, 2023 of $619,022 (nine months ended September 30, 2022 - $1,355,764) and has a working capital deficiency of $422,427 (December 31, 2022 - working capital of $196,605) and, as at September 30, 2023, has a deficit of $22,126,597 (December 31, 2022 - $21,513,906). Further financing will be required for working capital and exploration expenditures. The Company is uncertain whether it can obtain, in the current environment, financing to complete its current work programs.

The Company currently does not have sufficient cash on hand to meet all exploration and operational expenses for the next twelve months. These events and conditions indicate a material uncertainty that may cast significant doubt regarding the Company's ability to continue as a going concern. The Company plans to raise additional capital to further develop and explore its projects, however the Company may increase or decrease expenditures as necessary to adjust to a changing capital market environment.

These unaudited condensed interim consolidated financial statements do not reflect any adjustments to amounts that would be necessary if the going concern assumption were not appropriate. Such adjustments could be material.

2. Accounting Policies

Statement of Compliance

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. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2022.

These unaudited condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on November 29, 2023.

Basis of Presentation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments which are measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

In the preparation of these unaudited condensed interim consolidated financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of expenses during the period. Actual results could differ from these estimates.

(Expressed in United States Dollars)

2. Accounting Policies (continued)

Basis of Consolidation

These consolidated financial statements incorporate the financial statements of the Company and its wholly owned subsidiaries, Galway Resources Vetas Holdco Ltd. (Cayman Islands), Galway Resources Vetas Holdco Ltd. Sucursal Colombia and Galway Gold US Inc. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

3. Resource Property

As part of the Arrangement, the Company acquired the option to earn a 100% interest in the Vetas Project and assumed the contracts to secure land packages in the Vetas-Surata gold region in the state of Santander, Colombia as described below. As of September 30, 2023 and December 31, 2022, there were no outstanding payment obligations under the agreement.

The Company has the option to earn 100% of the Reina de Oro concession, the Vetas Project, by paying 1.5% of the gold value of measured and indicated gold resources and will not be encumbered by further royalty commitments.

In January 2014, the Company exercised its right to acquire the Vetas Project. The total option exercise price was approximately US $4.3 million. The Company was advised that the counterparty to the Reina de Oro Option Contract rejected the exercise of the option. The Company sought arbitration of this matter pursuant to the terms of the Option Contract. On February 13, 2015, the Company received a favourable ruling and was awarded damages of approximately $490,000. As the ultimate collection of the judgement is uncertain, no contingent asset has been recorded in these financial statements.

On February 24. 2016, the Colombian Constitutional Court (the “Court”) has published a ruling, which deemed certain provisions to the National Development Plan (Law 1753) issued in July, 2015, in respect of exemptions to mining operations in areas of Colombia considered to be páramos (high altitude eco-systems) to be unconstitutional. Prior to the Court’s new ruling, mining titles issued before 2010, such as Reina de Oro, were allowed to continue to mine. As a result of the Court’s new unfavorable ruling, mining in all páramo eco-systems throughout the country were declared to be damaging to the páramos and to the water supply. As such, all mining and petroleum operations in the páramos were ordered to stop. Moreover, according to the new ruling, the Company will not be able to transfer title of the Reina de Oro project and the mining permit will no longer be valid. The ruling is currently under appeal, the ultimate resolution of the case is unknown. Based on the underlying uncertainty, the Company recorded an impairment charge of $895,282 on its Vetas project as at December 31, 2015.

4. Share Capital

Authorized:	Unlimited number of common shares Unlimited number of preferred shares issuable in series, the terms of which may be fixed by the Board of Directors before the issuance thereof

Common shares issued:

	Number of Shares	Amount
Balance, December 31, 2021, September 30, 2022 December 31, 2022 and September 30, 2023	**41,627,979**	**$ 19,753,250**

(Expressed in United States Dollars)

5. Stock Options

The following table reflects the continuity of stock options for the nine months ended September 30, 2023 and 2022:

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2021 and September 30, 2022	3,262,500	$0.28
Balance, December 31, 2022	2,712,500	$0.29
Expired	(1,462,500)	$0.28
Balance, September 30, 2023	**2,712,500**	**$0.31**

The following table reflects the stock options outstanding as at September 30, 2023:

Expiry Date	Exercise Price(CDN)	Weighted Average Life Remaining	Options Outstanding	Black-Scholes Value
January 31, 2024	$ 0.36	0.34 years	1,000,000	$ 360,723
April 28, 2030	$ 0.11	6.58 years	250,000	$ 24,900
	$ 0.31	1.59 years	1,250,000	$ 385,623

Of the 1,250,000 options outstanding as at September 30, 2023, all were exercisable. (December 31, 2022 - 2,712,500).

6. Project Support Costs

	Three Months Ended September 30, 2023	Three Months Ended September 30, 2022	Nine Months Ended September 30, 2023	Nine Months Ended September 30, 2022
Support costs	**$ 4,767**	$ 13,483	**$ 11,859**	$ 55,331
Professional fees	**16,715**	63,128	**58,305**	157,058
Utilities	**638**	962	**2,131**	2,886
Total	**$ 22,120**	$ 77,573	**$ 72,295**	$ 215,275

(Expressed in United States Dollars)

7. Administrative Expenses

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Professional fees[1]	**$ 254,364**	$ 91,323	**$ 380,207**	$ 718,321
Public company costs	**4,948**	3,620	**27,702**	24,668
Salaries and benefits	**15,485**	88,830	**45,563**	316,200
Office and general	**12,348**	21,179	**34,848**	50,899
Insurance	**26,862**	6,611	**42,423**	20,948
Travel	**581**	2,561	**4,218**	8,289
Total	**$ 314,588**	$ 214,124	**$ 534,961**	$ 1,139,325

[1] The Company continues to incur Colombian legal costs associated with the ongoing dispute with the Colombian government relating to the Company's Reina de Oro project.

8. Related Party Transactions

Remuneration of directors and officers are as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Remuneration paid for CEO and CFO services	**$ 3,385**	$ 75,765	**$ 10,064**	$ 227,844

During the three and nine months ended September 30, 2023, the Company expensed $11,738 and $34,379 respectively (three and nine months ended September 30, 2022 - $5,458 and $33,182, respectively) to Marrelli Support Services Inc. ("Marrelli Support") and DSA Corporate Services Inc. ("DSA"), together known as the "Marrelli Group" for:

(i) Robert D.B. Suttie, President of Marrelli Support, to act as Chief Financial Officer ("CFO") of the Company;
(ii) Bookkeeping and office support services;
(iii) Regulatory filing services
(iv) Corporate secretarial services

The Marrelli Group is also reimbursed for out of pocket expenses.

As of September 30, 2023, the Marrelli Group was owed $4,677 (December 31, 2022 - $7,437). These amounts are included in accounts payable and accrued liabilities.

Included in office and general expenses for the three and nine months ended September 30, 2023 is $nil and $3,144, respectively (three and nine months ended September 30, 2022 - $nil) paid to a director for office rent. As at September 30, 2023, $nil (December 31, 2022 - $nil) was included in accounts payable and accrued liabilities.

During the three and nine months ended September 30, 2023, the CEO waived remuneration for his services.

The above noted transactions are in the normal course of business and are measured at their exchange values.

9. Subsequent Event

Subsequent to period end, the Company entered into a loan and option agreement with Omni Bridgeway (Fund 5) Canada Investments Ltd., pursuant to which Omni has agreed to lend the Company $200,000 to fund the ICSID Payment in order for the Tribunal to render a ruling on Phase One.

The Loan Amount will accrue interest at a rate of twenty percent (20%), compounded annually. In the event the Tribunal in the Arbitration finds that it does not have jurisdiction over the dispute and/or that Colombia did not breach its duties to the Company and/or any outcome which otherwise renders a Phase 2 Election (as defined below) non-viable in the sole view of Omni, the Loan Amount and any and all accrued interest must be repaid by the Company within sixty (60) days after Omni notifies the Company that Omni will not make the Phase 2 Election. The repayment of the Loan Amount and any such accrued interest shall be payable regardless of whether the Arbitration is successful and is a recourse obligation of the Company, payable from any and all assets of the Company. In connection with the Loan Agreement, the Company will deliver a promissory note (the “Note”) to Omni evidencing its obligation to repay Omni the Loan Amount and any accrued interest.

In addition, the Company has granted Omni an option, exercisable in the sole discretion of Omni (the “Phase 2 Election”) to provide litigation funding to the Company pursuant to a litigation funding agreement (the “LFA”). The LFA is expected to provide an initial amount of up to $2,325,000 (the “Non-Recourse Funding Amount”) subject to certain conditions. The Non-Recourse Funding Amount may be increased in certain circumstances as may be agreed upon between the Corporation and Omni.