Condensed Interim Consolidated Financial Statements

(Expressed in Canadian Dollars)

(Unaudited)

For the Three and Nine Months Ended September 30, 2024

Notice of No Auditor Review of Interim Financial Statements

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by, and are the responsibility of, the Company's management. The Company's independent auditor has not performed a review of these financial statements.

Western Gold Exploration Ltd.

Condensed Interim Consolidated Statement of Financial Position
As at September 30, 2024 and December 31, 2023
(Unaudited, expressed in Canadian Dollars)

	September 30, 2024	December 31, 2023
Assets	*(Unaudited)*	*(Audited)*
Current		
Cash and cash equivalents	**$ 582,398**	$ 834,607
HST/VAT recoverable	**321**	77,427
	584,783	912,034
Non-current assets		
Property, plant and equipment *(Note 5)*	**7,882**	13,760
Exploration and evaluation properties *(Note 6)*	**553,050**	553,050
	560,932	566,810
	$ 1,145,715	$ 1,478,844
Liabilities		
Current		
Accounts payable and accrued liabilities	**$ 11,610**	$ 38,773
	11,610	38,773
Shareholders' Equity *(Note 7)*		
Share capital	**14,328,052**	13,161,543
Contributed surplus	**571,614**	582,844
Deficit	**(13,813,160)**	(12,347,172)
Accumulated other comprehensive loss	**47,599**	42,856
	1,134,105	1,440,071
Total Liabilities and Shareholders' Equity	**$1,145,715**	$1,478,844

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

Nature of operations and going concern (Note 1)

Approved by the Board:

"Stuart Olley"	*"Ross McLellan"*
Director	Director

Western Gold Exploration Ltd.

Condensed Interim Consolidated Statements of Net Loss and Comprehensive Loss
For the three and six months ended September 30, 2024 and 2023
(Unaudited, expressed in Canadian Dollars, except number of shares)

	Three-months ended		Nine-months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Expenses				
Compensation	**$ 40,952**	$ 110,547	**$ 125,228**	$ 252,189
Exploration and evaluation	**609,759**	240,559	**1,239,532**	543,533
Office and sundry	**(16,477)**	(7,293)	**38,085**	36,787
Professional fees	**26,391**	29,060	**45,953**	45,382
Regulatory fees and communication	**1,308**	24,083	**21,548**	47,123
Share-based compensation	**-**	105,179	**-**	105,179
Foreign exchange (gains) losses	**1,056**	1,057	**1,229**	(1)
	662,989	400,315	**1,471,575**	1,030,192
Interest income	**-**	-	**(5,587)**	**-**
Net loss	**662,989**	400,315	**1,465,988**	**1,030,192**
Foreign exchange (gain) loss	**4,448**	32,152	**4,743**	9,048
Net loss and comprehensive loss	**$ 667,437**	$ 432,467	**$1,470,731**	$ 1,039,240
Basic and diluted loss per share	**$ 0.00**	$ 0.011	**$ 0.026**	$ 0.029
Weighted average number of common shares outstanding – basic and diluted	**67,848,446**	39,881,943	**56,372,239**	36,441,674

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

Western Gold Exploration Ltd.

Condensed Interim Consolidated Statements of Changes in Equity
For the periods ended September 30, 2024 and 2023
(Unaudited, expressed in Canadian Dollars)

	Share Capital Number	Share Capital	Contributed Surplus	Deficit	Foreign Currency Translation Reserve	Total
Balance, December 31, 2022	**34,271,351**	**$11,243,359**	**$880,310**	**(10,884,000)**	**$55,329**	**$ 1,294,998**
Options expired	-	-	(235,875)	235,875	-	-
Options granted	-	--	105,179	-	-	105,179
Issue of common shares	15,811,666	1,897,400	-	-	-	1,897,400
Share issuance costs	-	(143,388)	-	-	-	(143,338)
Issue of finders' warrants	-	178,000	(178,000)	-	-	-
Warrants expired	-	(11,230)	11,230	-	-	-
Net loss	-	-	-	(1,030,192)	-	(1,030,192
Translation adjustment	-	-	-	-	(9,048)	(9,048)
Balance, September 30, 2023	**50,083,018**	**$13,164,191**	**$582,844**	**$(11,678,317)**	**$46,281**	**$ 2,114,999**
Share issuance costs	-	(2,603)	-	-	-	(2,603)
Net loss	-	-	-	(668,855)	-	(668,855)
Translation adjustment	-	-	-	-	(3,425)	(3,425)
Balance, December 31, 2023	**50,083,017**	**$13,161,543**	**$582,844**	**(12,347,172)**	**$42,856**	**$ 1,440,071**
Issue of common shares	17,765,428	1,243,480	-	-	-	1,243,480
Share issuance costs	-	(88,200)	-	-	-	(88,200)
Warrants expired		11,230	**(11,230)**			-
Net loss	-	-	-	(1,465,988)	-	(1,465,988)
Translation adjustment	-	-	-		4,743	4,743
Balance, September 30, 2024	**67,848,445**	**$14,328,053**	**$571,614**	**(13,813,160)**	**$47,599**	**$ 1,134,105**

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

Western Gold Exploration Ltd.

Condensed Interim Consolidated Statements of Cash Flows
For the three and nine months ended September 30, 202 and 2023
(Unaudited, expressed in Canadian Dollars)

(Expressed in Canadian Dollars)	Three Months Ended September 30, **2024**	Three Months Ended September 30, 2023	Nine Months Ended September 30, **2024**	Nine Months Ended September 30, 2023
Cash flows from operating activities				
Net loss for the period	**$ (668,153)**	$ (398,432)	**$(1,472,500)**	$(1,030,192)
Amortization	**2,001**	2,302	**5,878**	6,755
Unrealized foreign exchange movements	**8,200**	79,102	**7,955**	95,910
Operating cash flows before changes in non-cash working capital:	**(657,952)**	(317,049)	**(1,458,667)**	(927,527)
Changes in non-cash working capital:				
VAT receivable	**40,169**	(14,251)	**77,106**	(37,792)
Prepaid expenses	**187,645**	3,307	**(2,064)**	9,921
Accounts payable and accrued liabilities	**(85,879)**	32,696	**(27,163)**	(23,467)
Cash used in operating activities	**(516,017)**	(295,296)	**(1,410,788)**	(978,865)
Cash provided by financing				
Issue of common shares	**-**	1,897,400	**1,243,480**	1,897,400
Share issuance costs	**(701)**	(143,338)	**(881,200)**	(143,338)
Cash provided by financing	**(701)**	1,754,062	**1,115,280**	1,754,062
(Decrease) increase in cash during the period	**(516,718)**	(1,335,468)	**(255,508)**	(342,594)
Effect of foreign exchange on beginning cash	**2,462**	377	**3,298**	(33,828)
Cash, beginning of period	**318,224**	220,385	**834,607**	781,511
Cash, end of period	**$ 582,398**	$ 1,556,230	**$582,398**	$1,556,230

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

1. Nature of Operations and Going Concern

Western Gold Exploration Ltd. (the "Company") is incorporated under the *Business Corporations Act* (Alberta) and is a Toronto Stock Exchange Venture ("TSXV") Tier 2 mining company. The Company's common shares are listed on the TSXV and trade under the symbol WGLD.

The Company maintains its head office at The Lighthouse, St Abbs Suite, Heugh Road, North Berwick EH39 5PX and has its registered office at 1600, 421 - 7th Avenue SW Calgary, Alberta T2P 4K9.

The Company's wholly owned subsidiary, Western Gold Exploration (UK) Limited ("WGE UK") is a private company formed under the laws of England and Wales, which in turn wholly-owns Lorne Resources Ltd. ("Lorne") a private company also formed under the laws of England and Wales. Through Lorne, the Company holds minerals rights in Argyll County in western Scotland. The Company is engaged in the exploration and development of prospective mineral properties located in Scotland, with a focus on gold and copper exploration and evaluation.

The Company's continuing operations are dependent upon the successful transition to the business of mining and exploration for minerals. The business of mining and exploration for minerals involves a high degree of risk and there can be no assurance that current exploration and development programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, and the ability of the Company to raise financing, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

Although the Company has taken steps to verify title to the properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, undetected defects, unregistered claims, and non-compliance with regulatory and environmental requirements. The Company's continued existence is dependent upon the preservation of WGE UK's interest in the underlying properties, discovery of economically recoverable reserves, the achievement of profitable operations, and the ability of the Company to raise financing, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

The Company's ability to continue as a going concern is dependent upon its ability to fund its working capital and exploration requirements, and eventually to generate positive cash flows. The Company obtained financing in August 2023 and completed a non-brokered private placement for gross proceeds of $1,243,480 on June 24, 2024. Management regularly evaluates alternatives to secure additional favorable financing so that the Company can continue to operate as a going concern. Nevertheless, there can be no assurance that these initiatives will be successful or sufficient. These circumstances cast significant doubt upon the Company's ability to continue as a going concern. These consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and consolidated statement of financial position classifications that may be necessary were the going concern assumption inappropriate, and these adjustments could be material.

2. Basis of Preparation

a) **Statement of Compliance:**
These condensed interim consolidated financial statements for the three and nine months ended September 30, 2024 and 2023 (the "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 the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee. The Financial Statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2023.

The Financial Statements were approved by the Board of Directors on November 18, 2024.

b) **Basis of Measurement:**
The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

In the preparation of the Financial Statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the reported amounts of expenses during the period. Actual results could differ from these estimates. The significant estimates and assumptions are consistent with these disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2023.

c) **Basis of Consolidation**:
The Financial Statements include the accounts of the Company's subsidiaries as at September 30, 2024, which are wholly-owned Western Gold Exploration (UK) Limited and its wholly-owned subsidiary, Lorne Resource Ltd. All inter-company balances and transactions are eliminated upon consolidation.

d) **Critical Accounting Estimates and Judgments**:
Areas of judgment that have the most significant effect on the amounts recognized in the Financial Statements are disclosed in Note 2 of the Company's consolidated financial statements for the year ended December 31, 2023. There have been no significant changes to the areas of estimation and judgement during the three and nine months ended September 30, 2024.

3. Significant Accounting Policies:

The accounting policies are set out in Note 3 of the Company's audited consolidated financial statements for the year ended December 31, 2023 and they have been applied consistently to all periods presented in the Financial Statements.

4. Capital Management

The Company's objectives when managing capital are:

a) to continue the exploration and evaluation of its mineral properties;
b) to safeguard its ability to continue as a going concern; and
c) to maintain a capital structure which optimizes the cost of capital at an acceptable level of risk.

(Unaudited, expressed in Canadian Dollars, unless otherwise stated)

4. Capital Management (continued)

The Company monitors its capital structure and makes adjustments according to market conditions in an effort to meet its objectives given the current outlook of the business and industry in general. The Company may manage its capital structure by issuing new shares, repurchasing outstanding shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by management and the board of directors on an ongoing basis.

The Company considers its capital to comprise of share capital, contributed surplus, warrants, accumulated other comprehensive loss and deficit which at September 30, 2024 totalled $1,134,104 (December 31, 2023 - $1,440,071).

The Company manages capital through its financial and operational forecasting processes. The Company reviews its working capital and forecasts its future cash flows based on operating expenditures, and other investing and financing activities. The forecast is updated based on its exploration and evaluation activities. There have been no significant changes to the Company's capital management objectives, policies and processes during the nine months ended September 30, 2024.

5. Property, Plant and Equipment

The following table sets out the changes to the carrying value of vehicles and equipment and software:

	Vehicles & Equipment	Software	Total
Cost			
Balance, December 31, 2022	**$17,531**	**$7,595**	**$25,126**
Changes	-	-	-
Balance, September 30, 2023	**$17,531**	**$7,595**	**$25,126**
Changes	-	-	-
Balance, December 31, 2023	**$17,531**	**$7,595**	**$25,126**
Changes	-	-	-
Balance, September 30, 2024	**$17,531**	**$7,595**	**$25,126**

	Vehicles & Equipment	Software	Total
Accumulated amortization			
Balance, December 31, 2022	**$1,315**	**$947**	**$2,262**
Amortization	3,797	2,958	6,755
Balance, September 30, 2023	**$5,112**	**$3,905**	**$9,017**
Amortization	1,320	1,029	2,349
Balance, December 31, 2023	**$6,432**	**$4,934**	**$11,366**
Amortization	3,217	2,661	5,878
Balance, September 30, 2024	**$9,649**	**$7,595**	**$17,244**
Net book value – September 30, 2023	$12,419	$3,690	$16,809
Net book value – December 31, 2023	$11,099	$2,661	$13,760
Net book value – September 30, 2024	**$7,882**	**-**	**$7,882**

(Unaudited, expressed in Canadian Dollars, unless otherwise stated)

6. Exploration and Evaluation Properties

The Company's exploration and evaluation property, the Lorne Project, is located in Argyll, Scotland.

Exploration and Evaluation Properties	Lorne
Balance - December 31, 2022	553,050
Changes in period	-
Balance – September 30, 2023	**553,050**
Balance - December 31, 2023	553,050
Changes in period	-
Balance – September 30, 2024	**553,050**

Exploration and evaluation expenses incurred to date include:

Exploration and Evaluation Expenses	Three months ended September 30, 2024	Three months ended September 30, 2023	Nine months ended September 30, 2024	Nine months ended September 30, 2023
Cumulative Expenses - Beginning	**4,303,158**	**2,875,301**	**3,673,385**	**2,572,327**
Consulting	81,020	48,144	253,769	149,472
Drilling and fieldwork	445,379	85,857	840,719	261,862
Lease rentals and other	83,360	84,718	145,044	110,359
Changes in the period	609,759	218,719	1,239,532	521,693
Cumulative Expenses – period end	**4,912,917**	**3,094,020**	**4,912,917**	**3,094,020**

Commitments

Lorne includes three licenses that require aggregate annual fees of £37,000.

(Unaudited, expressed in Canadian Dollars, unless otherwise stated)

7. Shareholder's equity

a) Authorized share capital of the Company consists of an unlimited number of Common Shares without nominal or par value.

b) Issued

On June 24, 2024, the Company completed a non-brokered private placement for gross proceeds of $1,243,480 through the issuance of 17,765,428 common shares at a price of $0.07 per common share of the Company. The Company's share issuance costs included $66,051 in finders' fees and $22,149 in legal and regulatory fees.

c) Stock Options

The Company has adopted an incentive stock option plan which provides that the Board of Directors may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees and consultants to the Company, nontransferable options to purchase Common Shares, provided that the number of Common Shares reserved for issuance will not exceed 10% of the issued and outstanding Common Shares. The Board of Directors determines the exercise price per common shares, the number of options granted to individual directors, officers, employees and consultants and all other terms and conditions of the options.

	Stock Options	Weighted Average Exercise Price
Balance - December 31, 2022	1,915,000	$ 0.48
Expired in period	(637,500)	0.50
Granted in period	1,300,000	0.12
Balance – September 30, 2023	2,577,500	0.31
Expired in period	-	-
Granted in period	-	-
Balance - December 31, 2023	2,577,500	0.29
Expired in period	-	-
Granted in period	-	-
Balance – September 30, 2024	2,577,500	0.29

The following is information regarding the outstanding options at September 30, 2024:

Options by Expiring Date	Number of Options	Option Exercise Price	Remaining Life in Years
December 8, 2025	1,137,500	$0.50	1.2
September 6, 2028	140,000	0.25	3.9
June 5, 2028	1,300,000	0.12	3.7
Total options and weighted averages	2,577,500	$0.29	2.6

(Unaudited, expressed in Canadian Dollars, unless otherwise stated)

8. Shareholder's equity (continued)

c) Warrants

	Number of Warrants	Weighted Average Exercise Price
Balance - December 31, 2022	3,833,323	$ 0.75
Changes in period	-	0.75
Balance - September 30, 2023	3,833,323	-
Expired in period	(3,833,323)	0.25
Issued in period	149,000	0.20
Balance - December 31, 2023	149,000	0.20
Expired in period	(149,000)	0.20
Issued in period	-	-
Balance – September 30, 2024	-	-

9. Financial Instruments

In the normal course of business, the Company is exposed to a number of financial risks that can affect its operating performance. These risks include credit risk, liquidity risk and market risk. The Company's overall risk management program and prudent business practices seek to minimize any potential adverse effects on the Company's financial performance.

The Financial Statements do not include all financial risk management information and disclosures required in the annual financial statements. They should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2023. There have been no changes in the risk management or in any risk management policies since year end.

10. Segmental analysis

IFRS 8 "Operating Segments" requires operating segments to be identified on the basis of internal reports about components of the Company that are regularly reviewed by the chief operating decision maker (which takes the form of the Directors) as defined in IFRS 8 "Operating Segments", in order to allocate resources to the segment and to assess its performance.

The Company has one reportable operating segment, being that of acquisition, exploration and evaluation activities. All exploration and evaluation assets are located in Scotland. The Company has not yet commenced production, and therefore it has no revenue.

(Unaudited, expressed in Canadian Dollars, unless otherwise stated)

10. Related party transaction

Related party transactions include consulting fees, management fees and compensation paid to key management personnel or to companies controlled by such individuals. Key management personnel are defined as officers and directors of the Company.

(i) Directors do not have employment contracts with the Company, but may be entitled to director fees, while officers and some directors have consulting contracts for providing their services. Both directors and officers are also eligible for share-based payments. Expenditures recorded, excluding related HST and VAT, are summarized below:

	Three months ended September 30, 2024	Three months ended September 30, 2023	Nine months ended September 30, 2024	Nine months ended September 30, 2023
Compensation	$ 37,039	$ 31,521	$ 110,733	$ 66,776
Legal	-	-	341	289
E&E Consulting	17,741	16,854	52,116	80,738
Total	$ 54,780	$ 48,374	$ 163,190	$ 147,803

(ii) A law firm of which one director of the Company is a partner is related through common management. During the nine months ended September 30, 2024, the Company incurred and expensed $341 related to services received (nine months ended September 30, 2023 - $289). The balance owing to the law firm at September 30, 2024 was $341 (December31, 2023 – $nil)

(iii) As at September 30, 2024, the Company's net amount owing to key management personnel was $1,808 (December 31, 2023 - $3,367).

(iv) Effective December 2022, the Company's UK bank closed the Company's bank account citing their internal policies related to a foreign-based public company operating in the mineral exploration sector in the UK. The Company, having not been able to directly open another UK bank account, engaged a company controlled by the Company's CEO to operate a bank account in trust for the Company to process operating expense payments in the UK. In the nine months ended September 30, 2024 aggregate payments of $740,858 were processed through the trust account and as at September 30, 2024, $14,342 was held in trust (payments in nine months ended September 30 2023 - $501,816; held in trust at December 31, 2023 - $175,103).

Effective July 2, 2024, the Company began processing all its UK payments from its new UK bank account. The funds remaining in the trust account at September 30, 2024 were transferred to the new bank account after the period ended.