Argo Opportunity Corp.

Condensed Interim Financial Statements
(Expressed in Canadian dollars)
(Unaudited)
For the three and nine months ended September 30, 2024 and 2023

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements for Argo Opportunity Corp. (the “Company”) have been prepared by management in accordance with International Financing Reporting Standards (“IFRS”). These condensed interim financial statements, which are the responsibility of management, are unaudited and have not been reviewed by the Company’s auditors. The Company’s Audit Committee and Board of Directors have reviewed and approved these condensed interim financial statements. In accordance with the disclosure requirements of National Instrument 51-102 released by the Canadian Securities Administrators, the Company’s independent auditors have not performed a review of these condensed interim financial statements.

Argo Opportunity Corp.
Condensed Interim Statements of Financial Position
(Expressed in Canadian dollars)
(Unaudited)

As at	Note	September 30, 2024	December 31, 2023
ASSETS			
Current assets			
Cash		$ 151,501	$ 199,846
Other receivables	7	644	-
Prepaid expenses		1,594	-
Total assets		$ 153,739	$ 199,846
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	4	$ 22,456	$ 20,209
Total liabilities		22,456	20,209
Equity			
Share capital	5	368,765	368,765
Reserves	6	24,425	24,425
Deficit		(261,907)	(213,553)
Total equity		131,283	179,637
Total liabilities and equity		$ 153,739	$ 199,846

Nature of Operations (Note 1)
Going Concern (Note 2)

Approved on behalf of the Board:

"David Franklin" Director *"Mark Fekete"* Director

Argo Opportunity Corp.

Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars)
(Unaudited)

		For the three months ended September 30, 2024		For the three months ended September 30, 2023		For the nine months ended September 30, 2024		For the nine months ended September 30, 2023
Operating expenses								
General and administrative	$	1,313	$	901	$	3,914	$	1,327
Listing and filing fees		2,201		1,836		9,719		51,258
Professional fees		8,196		8,410		34,721		18,287
Net loss and comprehensive loss	$	(11,710)	$	(11,147)	$	(48,354)	$	(70,872)
Loss per share – basic and diluted	$	(0.00)	$	(0.00)	$	(0.01)	$	(0.02)
Weighted average number of common shares outstanding – basic and diluted		6,221,700		6,221,700		6,221,700		4,593,148

Argo Opportunity Corp.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian dollars)
(Unaudited)

		For the nine months ended September 30, 2024		For the nine months ended September 30, 2023
Cash provided by (used in)				
Cash flows used in operating activities				
Net loss for the period	$	(48,354)	$	(70,872)
Changes in operating assets and liabilities:				
Other receivable		(644)		(3,140)
Prepaid expenses		(1,594)		(2,046)
Accounts payable and accrued liabilities		2,247		(43,168)
Net cash used in operating activities		(48,345)		(119,226)
Cash flows provided by financing activities				
Proceeds from initial public offering		-		322,170
Share issuance costs		-		(70,195)
Net cash provided by financing activities		-		251,975
Increase (decrease) in cash		(48,345)		132,749
Cash, beginning of period		199,846		75,279
Cash, end of period	$	151,501	$	208,028
Supplemental cash flow information				
Agent warrants issued for initial public offering	$	-	$	24,425

Argo Opportunity Corp.

Condensed Interim Statements of Changes in Equity
(Expressed in Canadian dollars)
(Unaudited)

	Common shares	Share capital $	Reserves $	Deficit $	Total Equity $
Balance at December 31, 2022	3,000,000	141,215	-	(118,912)	22,303
Shares issued for initial public offering	3,221,700	322,170	-	-	322,170
Share issuance costs	-	(70,195)	-	-	(70,195)
Agent warrants issued for initial public offering	-	(24,425)	24,425	-	-
Net loss for the period	-	-	-	(70,872)	(70,872)
Balance September 30, 2023	6,221,700	368,765	24,425	(189,784)	203,406
Balance at December 31, 2023	6,221,700	368,765	24,425	(213,553)	179,637
Net loss for the period	-	-	-	(48,354)	(48,354)
Balance at September 30, 2024	6,221,700	368,765	24,425	(261,907)	131,283

The accompanying notes form an integral part of these condensed interim financial statements.

1. Nature of Operations

Argo Opportunity Corp. (the "Corporation" or the "Company") was incorporated under the Business Corporations Act of Ontario on May 26, 2021. The principal business of the corporation will be the identification and the evaluation of assets or businesses with a view to completing a Qualifying Transaction ("QT"). The Corporation's continuing operations as intended are dependent upon its ability to identify, evaluate, and negotiate an acquisition, or business, or an interest therein. Such an acquisition or business will be subject to the approval of the Exchange and in case of a non-arm's length transaction, of the majority of the corporation's minority shareholders.

When a QT has been identified, the ability of the Corporation to complete the transaction may require additional funding. There is no assurance that the Corporation will be successful in obtaining any additional funding.

The principal office of the Company is located at P.O. Box 3566 Stn Terminal, Vancouver British Columbia, V6B 3Y6. The registered office of the Company is located at 1120-625 Howe Street, Vancouver BC V6C 2T6. The Company completed its initial public offering ("IPO") on May 18, 2023 and its shares were listed for trading on the TSX Venture Exchange ("TSX-V") under the trading symbol AROC.P.

2. Going Concern

These condensed interim financial statements have been prepared on the basis of accounting principles applicable to a going concern which assumes the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations.

The proposed business of the Company, and the completion of a QT, involves a high degree of risk. There is no assurance that the Company will identify an appropriate business for acquisition or investment, and even if so identified and warranted, it may not be able to finance such an acquisition or investment within the requisite time period. Additional funds will be required to enable the Company to pursue such an initiative, and the Company may be unable to obtain such financing on terms which are satisfactory to it. Furthermore, there is no assurance that the business will be profitable. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its condensed interim statement of financial position. These condensed interim financial statements do not reflect adjustments that would be necessary if the going concern assumption was not appropriate.

If the going concern assumption was not appropriate for these condensed interim financial statements, adjustments would be necessary to the statement of financial position classifications used. Such adjustments could be material.

3. Basis of Presentation

Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of the condensed interim financial statements, including International Accounting Standards ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC").

These condensed interim financial statements were approved and authorized for issue by the Board of Directors of the Company on November 12, 2024.

3. Basis of Presentation (Continued)

Basis of Presentation

These condensed interim financial statements have been prepared on a historical cost basis and presented in Canadian dollars which is the functional currency of the Company. All amounts are rounded to the nearest dollar. The condensed interim financial statements have been prepared on an accrual basis, except for cash flow information.

In preparing the Company's condensed interim financial statements for the three and nine months ended September 30, 2024, the Company used the same accounting policies, methods of computation and accounting policy, judgments as in the annual financial statements for the year ended December 31, 2023. Additionally, the areas of estimation uncertainty remain unchanged from those disclosed in the annual financial statements.

Accounting standards issued but not yet effective

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective. The Company has not early adopted any new standards and determined that there are no standards that are relevant to the Company.

4. Accounts Payable and Accrued Liabilities

		September 30, 2024		December 31, 2023
Accounts payable	$	6,456	$	3,966
Accrued liabilities		16,000		16,243
	$	22,456	$	20,209

5. Share Capital

Authorized capital

The Company is authorized to issue unlimited common shares without par value.

Shares issued

For the nine months ended September 30, 2024:

No shares were issued during the nine-month period ended September 30, 2024.

For the nine months ended September 30, 2023:

On May 18, 2023, the Company issued 3,221,700 common shares pursuant to an IPO at a price of $0.10 per common share for gross proceeds of $322,170. The company incurred a total of $70,195 in share issuance costs in connection with the IPO.

Integral Wealth Securities Limited (the "Agent") acted as agent in the IPO, in connection with which it received a cash commission of $32,217, administration fee of $10,000 and an aggregate of 322,170 agent's warrants, with each agent's warrants entitling the holder to acquire one common share of the Company at an exercise price of $0.10 per common share for a period of 5 years.

(Expressed in Canadian dollars)

6. Reserves

Warrants

On May 18, 2023, the Company granted 322,170 agent's warrants in connection with the IPO (Note 5) with a fair value of $24,425. Each agent's warrant entitles the holder to acquire one common share of the Company at an exercise price of $0.10 per common share for a period of five years.

A summary of the agent's warrants activities are as follows:

	Number of warrants	Weighted average exercise price
		$
Balance, December 31, 2022	-	-
Granted	322,170	0.10
Balance, December 31, 2023 and September 30, 2024	322,170	0.10

The following table summarizes information regarding agent's warrants outstanding and exercisable as at September 30, 2024:

Exercise price	Expiry date	Number of warrants outstanding and exercisable	Weighted-average remaining contractual life (years)
$0.10	May 18, 2028	322,170	3.63
$0.10		322,170	3.63

Fair value determination

Fair values were estimated using the Black-Scholes Option Pricing Model with the following assumptions:

	Nine months ended September 30, 2024	Year ended December 31, 2023
Risk-free interest rate	Nil	3.36%
Share price on grant date	Nil	$0.10
Expected volatility	Nil	100%
Expected life (years)	Nil	5
Expected dividend yield	Nil	0.00%

Expected volatility of 100% was used based on comparable companies as the Company has limited trading history.

7. Related Party Transactions

Key management consists of the officers and directors who are responsible for planning, directing, and controlling the activities of the Company. All related party transactions are carried out in the normal course of operations.

There were no compensation costs for key management personnel during the three and nine months ended September 30, 2024 and 2023.

As at September 30, 2024, there was $644 (December 31, 2023 - $Nil) due from the Chief Executive Officer.

8. Capital Management

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of equity which is comprised of issued share capital, reserves and deficit. The Company manages its capital structure and makes adjustments to it in light of economic conditions.

The Company's primary source of capital is through the issuance of common shares. The Company manages and adjusts its capital structure when changes in economic conditions occur. To maintain or adjust the capital structure, the Company may seek additional funding. The Company may require additional capital resources to meet its administrative overhead expenses in the long term. The Company believes it will be able to raise capital as required in the long term but recognizes there will be risks involved that may be beyond its control.

The Corporation is not subject to any externally imposed capital requirements other than the expenditure restrictions applicable under Policy 2.4. These expenditure restrictions limit the aggregate amount that the Corporation is permitted to spend on reasonable general and administrative costs of the Corporation not exceeding in aggregate of $3,000 per month, and reasonable expenses incurred related to a QT. There have been no changes to how the Company manages capital.

9. Financial Instruments and Risk Management

Financial Instruments

The Company's financial instruments consist of cash, other receivables and accounts payable and accrued liabilities. Cash is measured at fair value through profit and loss ("FVTPL"). The Company has classified its other receivables as financial assets measured at amortized cost and accounts payable and accrued liabilities as financial liabilities measured at amortized cost. The carrying value of other receivables and accounts payable and accrued liabilities approximate their fair value largely due to the short-term maturities of these instruments. The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced or liquidation sale.

Fair values of quoted instruments are based on price quotations at the reporting date. The fair value of unquoted instruments and liabilities measured at amortized cost are estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk, and maturities.

Fair value hierarchy

As at September 30, 2024, the Company held the following financial instruments measured at fair value: cash (level 1).

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

9. Financial Instruments and Risk Management (Continued)

During the three and nine months ended September 30, 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Corporation's financial assets consist of cash and other receivables. The Company's maximum exposure to credit risk, as at period-end, is the carrying value of its financial assets. The company mitigates credit risk by holding financial instruments within financial institutions of high creditworthiness. As at September 30, 2024, the Company is not exposed to significant credit risk.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they come due. The Company currently settles its financial obligations with cash. The ability to do this relies on the Company raising equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when they come due. As at September 30, 2024, the Company had a cash balance of $151,501 (December 31, 2023 - $199,846), other receivables of $644 (December 31, 2023 - $Nil), and accounts payable and accrued liabilities of $22,456 (December 31, 2023 - $20,209) and does not have significant exposure to liquidity risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to any significant interest rate risk.

Foreign currency risk

The Company is not currently exposed to foreign currency risk as all of its assets, liabilities and operations are denominated in Canadian dollars.