PEAK MINERALS LTD.

Condensed Interim Financial Statements

For the nine months ended June 30, 2022

Expressed in Canadian Dollars - Unaudited

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed 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 financial statements have been prepared by and are the responsibility of the management.

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

PEAK MINERALS LTD.

Condensed Interim Statements of Financial Position

(Expressed in Canadian dollars - Unaudited)

	Notes		June 30, 2022		September 30, 2021
ASSETS					
Current assets					
Cash		$	30,441	$	162,483
Amounts recoverable			1,265		6,294
Prepaid expenses and deposits			15,000		-
			46,706		168,777
Non-current assets					
Exploration and evaluation assets	3		131,390		126,390
		$	178,096	$	295,167
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Accounts payable and accrued liabilities	4	$	5,010	$	73,182
Due to related party	6		2,000		2,000
			7,010		75,182
Deferred tax liability	7		6,139		17,008
			13,149		92,190
Shareholders' equity					
Share capital	5		262,001		262,001
Reserves	5		22,052		22,052
Deficit			(119,106)		(81,076)
			164,947		202,977
		$	178,096	$	295,167

Nature and continuance of operations (Note 1)

Approved on behalf of the Board of Directors

"Gary Musil" Director
Gary Musil

"Nancy Kawazoe" Director
Nancy Kawazoe

The accompanying notes are an integral part of these financial statements

PEAK MINERALS LTD.
Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars - Unaudited)

	Notes	Three months ended June 30, 2022	Period from incorporation on May 12, 2021 to June 30, 2021	Nine months ended June 30, 2022	Period from incorporation on May 12, 2021 to June 30, 2021
Expenses					
Bank and interest charges		$ 80	$ 234	$ 195	$ 234
Filing and transfer agent fees		5,000	-	5,000	-
Management fees	6	7,500	3,750	22,500	3,750
Professional fees	6	4,000	-	18,104	-
Rent	6	300	-	600	-
Travel and entertainment		-	-	2,500	-
Loss before income taxes		(16,880)	(3,984)	(48,899)	(3,984)
Deferred income tax recovery	7	2,224	3,760	10,869	-
Loss and comprehensive loss for the period		$ (14,656)	$ (224)	$ (38,030)	$ (3,984)
Weighted average number of common shares outstanding (basic and diluted)		10,100,001	3,489,797	10,100,001	3,489,797
Basic and diluted net loss per share		$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)

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PEAK MINERALS LTD.

Condensed Interim Statement of Changes in Shareholders' Equity

(Expressed in Canadian dollars - Unaudited)

	Number of shares		Amount		Option Reserve		Deficit		Total
Balance, May 12, 2021 (date of incorporation)	-	$	-	$	-	$	-	$	-
Loss for the period			-		-		(3,984)		(3,984)
Shares issued pursuant to private placements	7,000,001		110,001		-		-		110,001
Balance at June 30, 2021	**7,000,001**		**110,001**		**-**		**(3,984)**		**106,017**
Loss for the period to September 30, 2021							(77,092)		(77,092)
Shares issued pursuant to private placements	3,000,000		150,000		-		-		150,000
Shares issued to acquire exploration and evaluation assets	100,000		2,000				-		2,000
Share-based payment	-		-		22,052		-		22,052
Balance at September 30, 2021	**10,100,001**	**$**	**262,001**	**$**	**22,052**	**$**	**(81,076)**	**$**	**202,977**
Loss for the period	-	$	-	$	-	$	(38,030)		(38,030)
Balance at June 30, 2022	**10,100,001**	**$**	**262,001**	**$**	**22,052**	**$**	**(119,106)**	**$**	**164,947**

The accompanying notes are an integral part of these financial statements

PEAK MINERALS LTD.
Interim Condensed Statement of Cash Flows
(Expressed in Canadian dollars - Unaudited)

		Nine months ended June 30, 2022		Period from incorporation on May 12, 2021 to June 30, 2021
CASH FLOWS FROM OPERATING ACTIVITIES				
Loss for the period	$	(38,030)	$	(3,984)
Adjustments to reconcile loss to net cash used in operating activities:				
Deferred income tax recovery		(10,869)		-
Changes in non-cash items:				
Decrease (increase) in amounts recoverable		5,029		(787)
Increase in prepaid expenses and deposits		(6,500)		(62,000)
(Decrease) increase in accounts payable and accrued liabilities		(15,000)		16,538
Net cash used in operating activities		(65,370)		(50,233)
CASH FLOWS FROM INVESTING ACTIVITIES				
Exploration and evaluation assets		(66,672)		(7,000)
Net cash used in investing activities		(66,672)		(7,000)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of shares		-		112,001
Net cash provided by financing activities		-		112,001
Decrease in cash		(132,042)		54,768
Cash, beginning		162,483		-
Cash, end	$	30,441	$	54,768

During the nine month period ended June 30, 2022, the Company paid $61,672 of exploration expenditures that was included in accounts payable as at September 30, 2021

1. Nature and continuance of operations

Peak Minerals Ltd. (the "Company") was incorporated on May 12, 2021 under the laws of the Province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties in Canada. The Company's registered office is Suite 2600 – 1066 West Hastings Street, Vancouver, BC, V6E 3X1 and its corporate office and principal place of business of the Company is 800 West Pender Street, Suite 615, Vancouver, British Columbia, Canada, V6C 2V6.

The Company is in the business of exploring its mineral exploration assets and has not yet determined whether these properties contain ore reserves that are economically recoverable. As at June 30, 2022 the Company was in the exploration stage and had interests in properties in Canada.

The Company is in the process of filing an initial public offering ("IPO") to be become publicly listed on the Canadian Securities Exchange ("CSE") (Note 9).

Going concern

These financial statements have been prepared on a going concern basis, which presumes the realization of assets and discharge of liabilities in the normal course of business for the foreseeable future. The ability of the Company to continue as a going concern and the recoverability of the amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development, and upon future profitable production or proceeds from the disposition thereof. The Company has sustained losses from operations and expects to incur further losses in the development of its business, and has an ongoing requirement for capital investment to explore its exploration and evaluation assets. As at June 30, 2022, the Company had a working capital of $39,696. Based on its current plans, budgeted expenditures, and cash requirements, the Company does not have sufficient cash to finance its current plans. These material uncertainties may cast substantial doubt about the Company's ability to continue as a going concern.

The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due. The Company expects that it will need to raise substantial additional capital to accomplish its business plan over the next several years. The Company expects to seek additional financing through equity financing. There can be no assurance as to the availability or terms upon which such financing might be available.

These financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported expenses, and the statement of financial position classifications used, that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

COVID-19

The outbreak of the coronavirus, also known as "COVID-19", has spread across the globe and is impacting worldwide economic activity. Conditions surrounding the coronavirus continue to rapidly evolve and government authorities have implemented emergency measures to mitigate the spread of new variants. The outbreak and the related mitigation measures may have an adverse impact on global economic conditions as well as on the Company's business activities. The extent to which the coronavirus may impact the Company's business activities will depend on future developments, such as the duration of the outbreak, travel restrictions, business disruptions, and the effectiveness of actions taken in Canada and other countries to contain and treat the disease. These events are highly uncertain and as such, the Company cannot determine their financial impact at this time.

2. Significant accounting policies and basis of preparation

The financial statements were authorized for issue on August 29, 2022 by the directors of the Company.

Statement of compliance

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

Basis of preparation

The financial statements of the Company have been prepared on an accrual basis and are based on historical costs, except for financial instruments classified as fair value through profit and loss ("FVTPL"), which are stated at their fair value. The financial statements are presented in Canadian dollars, which is the Company's functional currency, unless otherwise noted.

This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the period from incorporation on May 12, 2021 to September 30, 2021. These interim financial statements have been prepared using the same accounting policies and methods of application as those in the annual financial statements.

3. Exploration and evaluation asset

Aida Property (British Columbia)

On June 8, 2021, the Company entered into an option agreement to acquire up to a 75% interest in five mining claims in the Kamloops Mining Division, British Columbia.

To acquire a 51% interest, the Company must issue 100,000 common shares (issued) (Note 5) and make a cash payment of $5,000 (paid) to the vendor.

To earn the further 24% of the total 75% interest, the Company must pay the Optionor $5,000 on or before June 8, 2022 (paid), issue 100,000 common shares on the date of initial listing of the Company's shares on a Canadian Stock Exchange, and incur aggregate exploration expenditures of $200,000 of which $75,000 must be incurred before June 8, 2022 (incurred) and $125,000 on or before the first anniversary of the initial listing of the Company's shares on an Exchange. Should the Company not earn the additional 24% interest, the property will revert back to the vendor. The property is subject to a net smelter royalty of 2% payable to the vendor.

(Expressed in Canadian dollars - unaudited)

3. Exploration and evaluation asset (cont'd)

A summary of the Company's Exploration and Evaluation Asset is as follows:

		Aida Property		
		June 30, 2022		September 30, 2021
Property acquisition costs – beginning	$	7,000	$	-
Cash		5,000		5,000
Shares (Note 5)		-		2,000
		12,000		7,000
Exploration costs - beginning		119,390		
Assays and testing		-		21,271
Geological consulting		-		56,490
Reports and administration		-		18,000
Travel, accommodation, and supplies		-		23,629
		119,390		119,390
Balance, ending	**$**	**131,390**	**$**	**126,390**

4. Accounts payable and accrued liabilities

		June 30, 2022		**September 30, 2021**
Accounts payable	$	-	$	61,672
Accrued liabilities		5,010		11,510
	$	**5,010**	**$**	**73,182**

5. Share capital

Authorized share capital

Unlimited number of common shares without par value.

Issuances

On May 14, 2021, the Company issued 1 common share as an incorporation share for $1.

On May 28, 2021, the Company issued a total of 2,000,000 common shares at $0.005 per share to directors for gross proceeds of $10,000. Directors and senior officers subscribed for a total of 600,000 shares.

On June 9, 2021, the Company issued a total of 5,000,000 flow-through common shares at $0.02 per share for proceeds of $100,000. A director and senior officer subscribed for 250,000 flow-through shares.

On July 8, 2021, the Company issued a total of 100,000 common shares with a fair value of $2,000 for the property acquisition (Note 3).

(Expressed in Canadian dollars - unaudited)

5. Share capital (cont'd)

On August 6, 2021, the Company issued a total of 3,000,000 common shares at $0.05 per share for gross proceeds of $150,000.

Flow-through shares

For the purpose of calculation of any premium related to the issuance of the flow-through shares, the Company compares the market price of its shares to the subscription price of flow-through shares to determine if there was a premium paid on the flow-through shares. As a result, the Company's flow-through liability on issuance of flow-through shares in connection with the private placements was $nil.

Stock options

The Company adopted a stock option plan to grant options to individuals exercisable up to 10 years from the date of grant to purchase shares at the market price, less applicable discount, if any. Such grants not to exceed an aggregate of 10% of the issued and outstanding shares and vesting periods will be determined by the Board of Directors.

On September 29, 2021, the Company granted 700,000 stock options that vested upon grant and are exercisable at a price of $0.10 until September 29, 2024 to senior officers and directors. The estimated fair value of the options was $22,052 which was determined by the Black-Scholes Option Pricing Model with the following assumptions: an annualized volatility of 127%; an expected life of 3 years; a dividend yield of 0%; and a risk-free rate of 0.67%

Details of options outstanding as at June 30, 2022 are as follows:

Number of Options	Exercise Price	Expiry date	Exercisable
700,000	$0.10	September 29, 2024	700,000

As at June 30, 2022 the options outstanding had a weighted average exercise price of $0.10 and a weighted average life of 2.25 years.

6. Related party transactions

Key management compensation

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and corporate officers. The remuneration of directors and key management personnel made during the period ended June 30, 2022 are as follows:

		Nine months ended June 30, 2022
Management fee	$	22,500
Accounting fee		9,000
Total	**$**	**31,500**

(Expressed in Canadian dollars - unaudited)

6. Related party transactions (cont'd)

Key management compensation (cont'd)

Effective May 15, 2021 the Company entered into a management services agreement with a company controlled by a director and senior officer. Terms include a monthly fee of $2,500 and automatic renewal every six months unless terminated by either the Company or the service provider. In addition, the Company has incurred rent expense of $300 with the company.

As at June 30, 2022, the Company has accrued $2,000 due to a director and senior officer (September 30, 2021 - $2,000). Amounts due to related parties are non-interest bearing with no specific terms of repayment.

7. Income taxes

A reconciliation of income taxes at statutory rates with the reported taxes is as follows

		Nine months to June 30, 2022
Net loss before income taxes for the year	$	(40,254)
Statutory Canadian corporate tax rate		27%
Anticipated tax recovery		(10,869)
Total income tax recovery	$	(8,645)

The significant components of the Company's deferred tax assets are as follows:

		June 30, 2022
Non-capital losses carried forward	$	20,861
Exploration and evaluation assets		(27,000)
Net deferred tax liability	$	(6,139)

Tax attributes are subject to review, and potential adjustment by tax authorities.

8. Commitment

During the period from May 12, 2021 to June 9, 2021, the Company completed issuances of flow-through shares for gross proceeds of $100,000 (Note 5). The Company is required to spend the proceeds on qualified exploration programs no later than December 31, 2021. The Company will renounce the expenditures and available income tax benefits to the flow-through shareholders effective December 31, 2021. As at September 30, 2021 the Company had incurred the required qualifying expenditures.

9. Proposed transaction

The Company is in the process of filing an IPO to file a prospectus with the securities regulatory authorities in the provinces of Alberta and British Columbia. Pursuant to an Engagement Letter (the "Engagement Letter") entered into between the Company and Haywood Securities Inc. (the "Agent"), the Company intends to offer 3,500,000 shares (the "Shares") at $0.10 per common share to the public for gross proceeds of $350,000. The Company also agreed to grant the Agent an option (the "over-Allotment Option") to sell up to an additional number of Offered Common Shares (the "Additional Offered Common

9. Proposed transaction (cont'd)

Shares") equal to 15% of the Offered Common Shares sold pursuant to the IPO. At closing, the Company will pay an agent's commission of 10% of the gross proceeds and issue to the Agent compensation options (the "Agent's Compensation Options") equal to 10% of the aggregate number of Offered Units issued in the Offering. Each Agent's Compensation Option entitles the Agent to purchase one common share of the Company at $0.10 at any time prior to the date that is 24 months from the closing date. The Agent will also be paid a corporate finance fee (the "Corporate Finance Fee") of $34,000. In addition, the Company will also be responsible for expenses in relation to the IPO and has paid a $10,000 deposit to the Agent.