MAYFAIR GOLD

CONDENSED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2023

(Unaudited)

MANAGEMENT'S RESPONSIBILITY FOR INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements have been prepared by management in accordance with the accounting policies disclosed in the notes to the Company's audited financial statements as at December 31, 2022. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the financial position date. The interim financial statements have been prepared in accordance with International Accounting Standards 34 – Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") appropriate in the circumstances.

The Company maintains adequate systems of internal controls. Such systems are designed to provide reasonable assurance that transactions are properly authorized and recorded, the Company's assets are appropriately accounted for and adequately safeguarded and that the financial information is relevant and reliable.

The Board of Directors of the Company is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements and the accompanying management's discussion and analysis. The Board of Directors carries out this responsibility principally through its Audit Committee.

The Audit Committee is appointed by the Board of Directors and all of its members are non-management directors. The Audit Committee meets periodically with management and the external auditors to discuss internal controls, auditing matters and financial reporting issues, and to satisfy itself that each party is properly discharging its responsibilities. The Audit Committee also reviews the financial statements, management's discussion and analysis, the external auditors' reports, examines the fees and expenses for audit services, and considers the engagement or reappointment of the external auditors. The Audit Committee reports its findings to the Board of Directors for its consideration when approving the financial statements for issuance to the shareholders.

(signed) *"Patrick Evans"*

Patrick Evans
President & Chief Executive Officer
May 17, 2023

(signed) *"Justin Byrd"*

Justin Byrd
Chief Financial Officer
May 17, 2023

MAYFAIR GOLD CORP.
Condensed Interim Statements of Financial Position
Expressed in Canadian Dollars
(Unaudited)

	Notes		**March 31, 2023**		December 31, 2022
ASSETS					
Current assets					
Cash		**$**	**5,563,844**	$	6,791,778
Amounts receivable			**275,853**		399,286
Prepaid expenses	4		**290,713**		107,562
			6,130,410		7,298,626
Non-current assets					
Property, plant and equipment	5, 6		**482,641**		511,092
Mineral properties	7		**13,997,500**		13,997,500
			14,480,141		14,508,592
Total assets		**$**	**20,610,551**	$	21,807,218
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Accounts payable and accrued liabilities		**$**	**1,797,223**	$	1,953,189
Lease liability	6		**-**		9,966
Deferred premium on flow-through shares	8, 9		**142,837**		542,687
			1,940,060		2,505,842
Total liabilities			**1,940,060**		2,505,842
Shareholders' equity:					
Share capital	9		**49,712,316**		46,277,610
Share-based payments reserve	9		**5,191,128**		4,919,581
Deficit			**(36,232,953)**		(31,895,815)
Shareholders' equity			**18,670,491**		19,301,376
Total liabilities and shareholders' equity		**$**	**20,610,551**	$	21,807,218

The accompanying notes to the interim financial statements are an integral part to these financial statements.

Approved on behalf of the Board of Directors:

(Signed) "Chris Reynolds"

Chris Reynolds
Director
May 17, 2023

(Signed) "Sean Pi"

Sean Pi
Director
May 17, 2023

MAYFAIR GOLD CORP.
Condensed Interim Statements of Loss and Comprehensive Loss
Expressed in Canadian Dollars
(Unaudited)

		Three months ended March 31,	
	Notes	**2023**	2022
Expenses			
Exploration and evaluation expenses	12	**$ 3,917,082**	$ 3,477,109
General and administrative expenses	13	**575,719**	410,324
Share-based payment expense	9	**271,547**	1,098,623
Depreciation expense	5	**28,451**	37,803
Foreign exchange loss		**1,542**	2,345
Interest income		**(57,353)**	(5,819)
Other income - flow through premium	8	**(399,850)**	(770,677)
Loss and comprehensive loss for the period		**$ 4,337,138**	$ 4,249,708
Basic and diluted loss per common share		**$ 0.05**	$ 0.05
Weighted average number of common shares outstanding - basic and diluted		**90,617,674**	80,651,007

The accompanying notes to the interim financial statements are an integral part to these financial statements.

Expressed in Canadian Dollars

	Notes	Number of shares	Share capital	Share-based payments reserve	Deficit	Total
Balance, January 1, 2022		80,651,007	$ 37,364,565	$ 1,636,911	$ (13,667,814)	**$ 25,333,662**
Issuance of common shares - private placements	9 (ii)	7,300,000	11,989,000	-	-	**11,989,000**
Flow-through premium - private placements	9 (ii)	-	(2,359,000)	-	-	**(2,359,000)**
Share issue costs	9 (ii)	-	(716,955)	-	-	**(716,955)**
Share-based payment expense	9 (iii)	-	-	3,282,670	-	**3,282,670**
Loss and comprehensive loss for the year		-	-	-	(18,228,001)	**(18,228,001)**
Balance, December 31, 2022		87,951,007	46,277,610	4,919,581	(31,895,815)	**19,301,376**
Issuance of common shares - private placement	9 (ii)	3,000,000	3,450,000	-	-	**3,450,000**
Share issue costs	9 (ii)	-	(15,294)	-	-	**(15,294)**
Share-based payment expense	9 (iii)	-	-	271,547	-	**271,547**
Loss and comprehensive loss for the period		-	-	-	(4,337,138)	**(4,337,138)**
Balance, March 31, 2023		**90,951,007**	**$ 49,712,316**	**$ 5,191,128**	**$ (36,232,953)**	**$ 18,670,491**

The accompanying notes to the interim financial statements are an integral part to these financial statements.

MAYFAIR GOLD CORP.
Condensed Interim Statements of Cash Flows
Expressed in Canadian Dollars
(Unaudited)

	Notes	Three months ended March 31, 2023	2022
Operating Activities			
Net loss for the period		**$ (4,337,138)**	$ (4,249,708)
Adjustments:			
Foreign exchange loss		**1,542**	2,345
Depreciation		**28,451**	37,803
Other income - flow-through premium		**(399,850)**	(770,677)
Share-based payment expense		**271,547**	1,098,623
Changes in non-cash operating working capital:			
Amounts receivable		**123,433**	5,856
Prepaid expenses		**(183,151)**	(123,174)
Accounts payable and accrued liabilities		**(155,966)**	433,028
Cash used in operating activities		**(4,651,132)**	(3,565,904)
Investing Activities			
Acquisition of property, plant and equipment	5	**-**	(9,550)
Cash used in investing activities		**-**	(9,550)
Financing Activities			
Issuance of shares - private placements proceeds, net of costs	9 (ii)	**3,434,706**	-
Payment of lease liability	6	**(9,966)**	(14,568)
Cash from financing activities		**3,424,740**	(14,568)
Effect of foreign exchange rate changes on cash		**(1,542)**	(2,345)
Net decrease in cash		**(1,227,934)**	(3,592,367)
Cash, beginning of period		**6,791,778**	12,035,601
Cash, end of period		**$ 5,563,844**	$ 8,443,234

The accompanying notes to the interim financial statements are an integral part to these financial statements.

1. NATURE OF OPERATIONS

Mayfair Gold Corp. ("Mayfair Gold" or the "Company") was incorporated on July 30, 2019, under the British Columbia Business Corporation Act. The address of the Company's registered and records office is Suite 700 – 1199 West Hastings Street, Vancouver, BC, Canada, V6E 3T5. The Company's principal place of business is 489 MacDougall Street, Matheson, ON, Canada, P0K 1N0. The principal business of the Company is to acquire, explore, evaluate and develop mineral properties.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally. The international response to the spread of COVID-19 has led to significant restrictions on travel; temporary business closures; quarantines; global stock market and financial market volatility; a general reduction in consumer activity; operating, supply chain and project development delays and disruptions; and declining trade and market sentiment; all of which have and could further affect commodity prices, interest rates, credit ratings and credit risk.

Current global financial and economic conditions can be unpredictable. Many industries are impacted by these market conditions and the COVID-19 virus. Some key impacts of the current financial market turmoil arising from the COVID-19 virus include contraction in credit markets resulting in a widening of credit risk, devaluations and high volatility in global equity and commodity markets, foreign exchange rates, novel fiscal policy and monetary policy and monetary markets and a lack of market liquidity. Additionally, global economic conditions arising from the COVID-19 virus may cause a long-term decrease in asset values. If such global volatility and market turmoil continue, the Company's operations and financial condition could be adversely impacted. The overall severity and duration of COVID-19-related adverse impacts on the Company's business will depend on future developments, which cannot currently be predicted, including directives of the federal and provincial governments and health authorities.

2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These unaudited condensed interim financial statements of the Company were prepared in accordance with International Accounting Standards 34 – Interim Financial Reporting ("IAS 34"). The accounting policies used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual financial statements for the year ended December 31, 2022 and should be read in conjunction with the Company's annual financial statements as at and for the year ended December 31, 2022. They do not include all of the information required for a complete set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"). However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements. These interim financial statements were authorized for issue by the Company's Board of Directors on May 17, 2023.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities as at the date of the condensed interim financial statements and reported amounts of revenues and expenses during the three months ended March 31, 2023 and 2022. Estimates and assumptions used in preparation of these condensed interim financial statements are consistent with those used by the Company in preparing the annual financial statements as at and for the year ended December 31, 2022. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events which are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Expressed in Canadian Dollars

4. PREPAID EXPENSES

The Company's prepaid expenses consist of deposits for drilling related expenses, insurance policy prepayments, software, and other expenses.

	March 31, 2023	December 31, 2022
Prepaid expenses	**$ 69,987**	$ 92,218
Deposits with suppliers	**220,725**	15,344
	$ 290,713	$ 107,562

5. PROPERTY, PLANT AND EQUIPMENT

The Company's property, plant and equipment as at March 31, 2023 and December 31, 2022, is as follows:

	Computers	Furniture and Fixtures	Building Exploration Office	Land Exploration Office	Machinery and Equipment	Vehicles	Right-of-Use Lease Assets	Total
Cost								
At January 1, 2022	$ 64,174	$ 13,210	$ 240,362	$ 69,000	$ 36,024	$ 130,050	$ 88,105	**$ 640,925**
Additions	3,608	-	103,268	-	9,550	-	-	**116,426**
At December 31, 2022	67,782	13,210	343,630	69,000	45,574	130,050	88,105	**757,351**
Additions	-	-	-	-	-	-	-	**-**
At March 31, 2023	**$ 67,782**	**$ 13,210**	**$ 343,630**	**$ 69,000**	**$ 45,574**	**$ 130,050**	**$ 88,105**	**$ 757,351**
Accumulated depreciation								
At January 1, 2022	$ (36,287)	$ (1,960)	$ (11,003)	$ -	$ (5,356)	$ (21,752)	$ (19,579)	**$ (95,937)**
Depreciation	(28,962)	(2,642)	(11,851)	-	(9,115)	(39,016)	(58,736)	**(150,322)**
At December 31, 2022	(65,249)	(4,602)	(22,854)	-	(14,471)	(60,768)	(78,315)	**(246,259)**
Depreciation	(2,533)	(660)	(3,436)	-	(2,279)	(9,753)	(9,790)	**(28,451)**
At March 31, 2023	**$ (67,782)**	**$ (5,262)**	**$ (26,290)**	**$ -**	**$ (16,750)**	**$ (70,521)**	**$ (88,105)**	**$ (274,710)**
Carrying amounts								
At December 31, 2022	$ 2,533	$ 8,608	$ 320,776	$ 69,000	$ 31,103	$ 69,282	$ 9,790	**$ 511,092**
At March 31, 2023	**$ -**	**$ 7,948**	**$ 317,340**	**$ 69,000**	**$ 28,824**	**$ 59,529**	**$ -**	**$ 482,641**

6. LEASES

The Company was party to contracts that contain a lease for the rental of storage facilities. With the exception of short-term leases, leases with low-value, and leases with variable payments proportional to the rate of use of the underlying asset, which are included in expenses in the statements of loss and comprehensive loss, each lease is reflected on the statement of financial position as a right-of-use asset and a lease liability. The Company classifies its right-of-use assets in a consistent manner to its property, plant and equipment (see Note 5).

The Company makes certain judgements and estimations in regards to the calculation of an appropriate discount rate for lease accounting. For the rental contracts of storage facilities without implicit discount rates, the Company determined the incremental rate of borrowing to be 2.7% per annum based upon quotes from lenders for loans of similar value and duration.

Expressed in Canadian Dollars

	March 31, 2023	December 31, 2022
Lease liabilities	$ 9,966	$ 68,833
Lease payments made	(10,000)	(60,000)
Interest expense on lease liabilities	34	1,133
Lease liability remaining	**$ -**	$ 9,966
Lease liability, Current	$ -	$ 9,966
Lease liability, Non-current	$ -	$ -

7. MINERAL PROPERTIES

On June 8, 2020, the Company entered into a binding asset purchase agreement (the “Asset Purchase Agreement”) with Lake Shore Gold Corp. (“Lake Shore”). Pursuant to the terms of the Asset Purchase Agreement, the Company agreed to acquire 21 fee simple patented properties, 153 unpatented mining claims, and 144 patented leasehold mining claims located in the Guibord, Munro, Michaud and McCool Townships in northeast Ontario, Canada (collectively, the “Fenn-Gib Property”). As consideration for the acquisition of the Fenn-Gib Property (the “Acquisition”), the Company agreed to: (i) pay Lake Shore a cash payment of US$11,000,000; and (ii) grant Lake Shore a 1.0% net smelter returns royalty derived from the future production of minerals from the Fenn-Gib Property. On December 31, 2020, the transaction closed and $13,997,500 (US$11,000,000) was paid and recorded as mineral properties on the financial statements. The continuity of the Mineral Properties is as follows:

	March 31, 2023	December 31, 2022
Balance, beginning of period	**$ 13,997,500**	$ 13,997,500
Acquired mineral rights and claims	**-**	-
Balance, end of period	**$ 13,997,500**	$ 13,997,500

8. DEFERRED PREMIUM ON FLOW-THROUGH SHARES

The premium paid for flow-through shares in excess of the fair value of common shares is initially recognized as a liability. The liability is reduced on a pro-rata basis and recorded in other income based on the corresponding eligible expenditures that have been incurred.

	March 31, 2023	December 31, 2022
Balance, beginning of period	**$ 542,687**	$ 1,207,878
Deferred premium liability recognized on flow-through issuances	**-**	2,359,000
Income recognized based on corresponding eligible expenditures	**(399,850)**	(3,024,191)
Balance, end of period	**$ 142,837**	$ 542,687

9. SHARE CAPITAL

(i) Authorized share capital

Unlimited common shares, without par value. Each common share entitles the holder to one shareholder vote. There is no other class of shares in the Company.

Expressed in Canadian Dollars

(ii) Share capital

The number of shares issued and fully paid as at March 31, 2023 is 90,951,007. No preferred shares are issued or outstanding. Transactions for the issue of share capital during the three months ended March 31, 2023 and December 31, 2022 are as follows:

(a) On June 30, 2022, the Company completed a flow-through private placement consisting of the issue of 4,300,000 common shares at a price of $1.63 per share for total consideration of $7,009,000. An amount of $1,849,000 was recognized as the premium paid for the flow-through shares in excess of the fair value of the common shares, and was initially recognized as a liability. Share issuance costs of $401,436 were incurred in connection with the offering.

(b) On December 31, 2022, the Company completed a flow-through private placement consisting of the issue of 3,000,000 common shares at a price of $1.66 per share for total consideration of $4,980,000. An amount of $510,000 was recognized as the premium paid for the flow-through shares in excess of the fair value of the common shares, and was initially recognized as a liability. Share issuance costs of $315,519 were incurred in connection with the offering.

(c) On January 10, 2023, the Company completed a non-flow-through private placement consisting of the issue of 3,000,000 common shares at a price of $1.15 per share for total consideration of $3,450,000. Share issuance costs of $15,924 were incurred in connection with the offering.

(iii) Stock options

The Company, through its Board of Directors and shareholders, adopted a long-term equity incentive plan (the "Plan") which, among other things, allows for the maximum number of shares that may be reserved for issuance under the Plan to be 10% of the Company's issued and outstanding shares at the time of the grant. The Board of Directors has the authority and discretion to grant stock options as identified in the Plan, which includes provisions limiting the issuance of options to qualified persons and employees of the Company to maximums identified in the Plan and the vesting terms.

The following table summarizes information about the stock options outstanding and exercisable at March 31, 2023 and December 31, 2022, none of which have been exercised:

	March 31, 2023		December 31, 2022	
	Number of options	**Weighted average exercise price**	Number of options	Weighted average exercise price
Balance at beginning of period	**8,035,000**	**$ 0.84**	3,850,000	$ 0.54
Granted during the period	**100,000**	**$ 1.50**	4,185,000	$ 1.12
Balance at end of the period	**8,135,000**	**$ 0.85**	8,035,000	$ 0.84
Options exercisable at the end of the period	**7,420,000**	**$ 0.82**	7,320,000	$ 0.81

The fair value of the 1,855,000 stock options with an exercise price of $0.90 granted on January 6, 2022 has been estimated on the date of grant using the Black-Scholes option pricing model, using the assumptions below, and totaled $1,350,997 or $0.73 per option. Of the stock options granted, 1,370,000 vested immediately, 242,500 vested upon the completion of the 80,000-meter drill program, and 242,500 shall vest on the first anniversary of the aforementioned.

The fair value of the 2,330,000 stock options with an exercise price of $1.29 granted on December 6, 2022 has been estimated on the date of grant using the Black-Scholes option pricing model, using the assumptions below, and totaled $2,357,494 or $1.01 per option. Of the stock options granted, 1,857,500 vested immediately and 472,500 vest 1/3 on June 6, 2023, 1/3 on December 6, 2023 and 1/3 on June 6, 2024.

Expressed in Canadian Dollars

The fair value of the 100,000 stock options with an exercise price of $1.50 granted on February 3, 2023, has been estimated on the date of grant using the Black-Scholes option pricing model, using the assumptions below and totaled $81,000 or $0.81 per option. These options vested immediately.

	March 31, 2023	December 31, 2022
Exercise price	**$1.50**	$0.90 - $1.29
Expected volatility	**61%**	73% - 80%
Expected option life	**5 years**	10 years
Expected forfeiture	**-**	-
Expected dividend yield	**0%**	0%
Risk-free interest rate	**2.93%**	1.73% - 2.75%
Fair value per option	**$0.81**	$0.73 - $1.01

The following tables reflect the Black-Scholes values, the number of stock options outstanding, and the exercise price of stock options outstanding at March 31, 2023:

Expiry Date	Number of Options	Exercise Price
December 31, 2030	3,650,000	$ 0.47
May 3, 2031	200,000	$ 1.75
January 6, 2032	1,855,000	$ 0.90
December 6, 2032	2,330,000	$ 1.29
February 3, 2028	100,000	$ 1.50

The weighted average remaining contractual life of the options outstanding at March 31, 2023, is 8.5 years. The share-based payments recognized as an expense for the three months ended March 31, 2023 and 2022, are as follows:

	Three months ended March 31,	
	2023	2022
Expense recognized in the year for share-based payments	**$ 271,547**	$ 1,098,623

10. RELATED PARTIES

The Company's related parties include key management personnel and their close family members, the Company's Board of Directors and their close family members, Heeney Capital Corp, a corporation partially owned by a director of the Company and HC Alternative Investments I, Ltd, ("HC Alternative") a corporation partially owned by a director of the Company. Related party transactions are recorded at their exchange amount, being the amount agreed to by the parties. The Company incurred remuneration expense for key management personnel and paid fees to members of the Board of Directors. The Company also recognized revenue in the comparative year related to services it provided to HC Alternative in the nature of strategic planning services, technical advisory, and other consulting services. The transactions for the three months ended March 31, 2023 and 2022 were as follows:

Expressed in Canadian Dollars

	Three months ended March 31, 2023	2022
Consulting fee charged by a company partially owned by a director	**$ 45,000**	$ -
Remuneration paid to key management personnel and Directors' Fees	**$ 176,392**	$ 1,063,350

The renumeration of key management personnel for the three months ended March 31, 2023 and 2022 were as follows:

	Three months ended March 31, 2023	2022
Consulting fees and Director's fees	**$ 176,392**	$ 152,975
Share-based payment expense	**-**	910,375
	$ 176,392	$ 1,063,350

The amounts receivable from HC Alternative were included in accounts receivable at December 31, 2022 as follows. The amounts payable to key management personnel at March 31, 2023 and December 31, 2022 were included in accounts payable and accrued liabilities as follows:

	March 31, 2023	December 31, 2022
Receivable from HC Alternative for consulting services rendered	**$ 52,640**	$ 52,640
Payable to Heeney Capital Corp.	**$ 45,000**	$ -
Payable to key management personnel	**$ 36,246**	$ 298,350
	$ 81,246	$ 298,350

11. FINANCIAL INSTRUMENTS

Fair value measurement

The Company categorizes each of its fair value measurements in accordance with a fair value hierarchy. The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value.

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

Level 2 inputs are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability (for example, interest rate and yield curves observable at commonly quoted intervals, forward pricing curves used to value currency and commodity contracts and volatility measurements used to value option contracts), or inputs that are derived principally from or corroborated by observable market data or other means.

Level 3 inputs are unobservable (supported by little or no market activity).

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. The fair values of cash approximate the carrying value due to the relatively short-term maturity of this financial instrument and is classified as Level 1 measurement.

Financial instruments risks

The Company examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks. These risks include credit risk, liquidity risk and market risk.

Credit risk

The Company is exposed to credit risk by holding cash. This risk is minimized by holding the funds in Canadian Schedule 1 banks. The Company has minimal accounts receivable exposure as its refundable credits are due from the Canadian Government.

Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources. The Company's ability to fund its operations and capital expenditures and other obligations as they become due is dependent on market conditions.

Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates will affect the value of its financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing returns.

Foreign currency

The Company is exposed to market risk related to foreign exchange rates. The Company operates in Canada and has foreign currency exposure to transactions in U.S. dollars. The majority of the ongoing operational costs are in Canadian dollars and are funded through operating and financing cash flows.

As at March 31, 2023 and December 31, 2022, the Company had cash, accounts payable and accrued liabilities that are in U.S. dollars. The Canadian dollar equivalent is as follows:

		March 31, 2023		December 31, 2022
Cash	**$**	**76,432**	$	105,898
Accounts payable and accrued liabilities		**(4,056)**		(28,350)
Total	**$**	**72,376**	$	77,548

A 10% appreciation or depreciation of the Canadian dollar relative to the U.S. dollar at March 31, 2023, would have resulted in an increase or decrease to net loss for the period of approximately $7,200 (December 31, 2022 - $7,800).

12. EXPLORATION AND EVALUATION EXPENSES

	Three months ended March 31,			
		2023		2022
Exploration personnel and program support	**$**	**408,814**	$	359,406
Camp maintenance, supplies, mobilization, general costs		**446,994**		349,205
Drilling		**1,583,490**		1,520,167
Exploration contractors		**1,044,915**		988,586
Laboratory analysis		**218,379**		195,553
Other exploration and evaluation		**214,490**		64,192
	$	**3,917,082**	$	3,477,109

Expressed in Canadian Dollars

13. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended March 31, 2023	2022
Management fees	**$ 199,753**	$ 173,683
Professional fees	**148,988**	44,440
Transfer agent and regulatory fees	**55,424**	26,474
Marketing and public relations	**3,146**	44,125
Other general and administrative	**168,408**	121,602
	$ 575,719	$ 410,324

14. CAPITAL MANAGEMENT

The capital of the Company consists of its shareholders' equity. The Company's objectives when managing capital are to safeguard the Company's ability to continue to pursue the exploration and evaluation of its mineral properties and to maintain optimal returns to shareholders and benefits for other stakeholders. The Company manages its capital structure and makes adjustments to it in order to have the funds available to support the acquisition and exploration and evaluation of mineral properties. 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.

	March 31, 2023	December 31, 2022
Share capital	**$ 49,712,316**	$ 46,277,610
Share-based payments reserve	**5,191,128**	4,919,581
Deficit	**(36,232,953)**	(31,895,815)
	$ 18,670,491	$ 19,301,376

In order to carry out the planned management of the Company and to pay for administrative costs, the Company will utilize its existing working capital and as required, raise additional funds through equity financings. Management reviews its capital management approach on an on-going basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended March 31, 2023.

15. SEGMENTED REPORTING

The Company has determined that it has only one operating segment, which is defined as an exploration and development unit in Canada.

16. SUBSEQUENT EVENT

Subsequent to the period ended March 31, 2023, the Company completed a flow-though private placement consisting of the issue of 2,420,000 flow-through common shares at a price of $2.48 for a total consideration of $6,001,600. The Company also announced a non-flow-through private placement consisting of the issue of 1,729,000 common shares at a price of $1.75 for a total consideration of $3,025,750, which is expected to close on or before May 31, 2023.