Eloro Resources Ltd.

Condensed Interim Consolidated Financial Statements

September 30, 2024
(expressed in Canadian dollars)
(unaudited)

Management's Comments on Unaudited Condensed Interim Consolidated Financial Statements

These unaudited condensed interim consolidated financial statements of Eloro Resources Ltd. (the "Company") have been prepared by management and approved by the Board of Directors of the Company.

These unaudited condensed interim consolidated financial statements have not been reviewed by the Company's external auditors.

Eloro Resources Ltd.
Consolidated Statements of Financial Position
(expressed in Canadian dollars)
(unaudited)

	Notes	September 30 2024 $	March 31 2024 $
Assets			
Current			
Cash and cash equivalents		155,627	3,416,489
Receivables		87,486	191,478
Marketable securities	3	334,310	638,915
Due from Cartier	4	13,114	-
Prepaid expenses		451,317	538,697
		1,041,854	4,785,579
Right-of-use asset	5	99,787	121,963
Option payment advance	6	635,660	635,660
Exploration and evaluation	7	55,214,510	53,817,093
		56,991,811	59,360,295
Liabilities			
Current			
Accounts payable and accrued liabilities	12	1,111,075	2,313,734
Current portion of lease liability	8	47,407	45,771
		1,158,482	2,359,505
Lease liability	8	64,058	88,178
		1,222,540	2,447,683
Shareholders' equity			
Share capital	9 and 15	96,884,781	94,157,161
Warrants		3,637,320	5,831,320
Contributed surplus		22,188,491	21,964,116
Foreign currency reserve		426,887	447,665
Deficit		(67,368,208)	(65,487,650)
		55,769,271	56,912,612
		56,991,811	59,360,295

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Approved by the Board: Thomas Larsen, **Director**; Francis Sauve, **Director**

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Loss and Comprehensive Loss
(expressed in Canadian dollars)
(unaudited)

	Notes	3 months ended September 30, 2024 $	3 months ended September 30, 2023 $	6 months ended September 30, 2024 $	6 months ended September 30, 2023 $
Expenses					
Professional fees		182,791	93,130	221,050	137,469
Consulting fees	12	127,500	132,500	265,000	260,000
Stock-based compensation	9	74,792	5,594,646	224,375	5,931,646
Investor relations and marketing	12	235,599	324,411	406,644	694,469
General and office		92,177	290,264	282,999	430,139
Travel		51,478	64,003	79,172	123,063
Depreciation	5	11,088	11,088	22,176	22,176
Accretion of interest	8	1,785	2,440	3,738	5,037
Foreign exchange loss (gain)		32,032	(24,994)	27,587	33,784
Gain on sale of marketable securities		-	-	-	(25,351)
Fair value adjustment on marketable securities	3	222,100	186,738	304,605	186,738
Gain on settlement of accounts payable		(36,468)	-	(36,468)	-
Impairment of exploration and evaluation	7	14,088	1,443	97,919	(7,798)
Other income		(4,858)	(44,728)	(18,239)	(119,623)
		1,004,104	6,630,941	1,880,558	7,671,749
Loss for the period		(1,004,104)	(6,630,941)	(1,880,558)	(7,671,749)
Other comprehensive income to be reclassified to profit or loss in subsequent years (net of tax)					
Currency translation adjustment		(18,165)	(27,971)	(20,778)	82,091
Comprehensive loss for the period		(1,022,269)	(6,658,912)	(1,901,336)	(7,589,658)
Loss per share - basic and diluted		(0.01)	(0.09)	(0.02)	(0.10)
Weighted average number of shares outstanding - basic and diluted		80,213,032	76,002,286	80,034,256	75,296,456

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Changes in Equity

(expressed in Canadian dollars)
(unaudited)

	Share capital $ (note 9)	Warrants $ (note 9)	Contributed Surplus $ (note 9)	Foreign currency reserve $	Deficit $	Total $
Balance, March 31, 2024	94,157,161	5,831,320	21,964,116	447,665	(65,487,650)	56,912,612
Fair value of expired warrants	2,194,000	(2,194,000)	-	-	-	-
Settlement of accounts payable	533,620	-	-	-	-	533,620
Stock-based compensation	-	-	224,375	-	-	224,375
Other comprehensive loss for the period	-	-	-	(20,778)	-	(20,778)
Loss for the period	-	-	-	-	(1,880,558)	(1,880,558)
Balance, September 30, 2024	96,884,781	3,637,320	22,188,491	426,887	(67,368,208)	55,769,271
Balance, March 31, 2023	86,396,762	3,671,122	14,801,396	229,946	(48,481,308)	56,617,918
Bought deal financing	6,902,532	-	-	-	-	6,902,532
Fair value of warrants issued	(871,578)	871,578	-	-	-	-
Fair value of compensation warrants issued	(145,861)	145,861	-	-	-	-
Share issue costs	(716,832)	-	-	-	-	(716,832)
Private placement of units	250,000	-	-	-	-	250,000
Fair value of warrants issued	(31,446)	31,446	-	-	-	-
Stock-based compensation	-	-	5,931,646	-	-	5,931,646
Other comprehensive income for the period	-	-	-	82,091	-	82,091
Loss for the period	-	-	-	-	(7,671,749)	(7,671,749)
Balance, September 30, 2023	91,783,577	4,720,007	20,733,042	312,037	(56,153,057)	61,395,606

See accompanying notes to condensed interim consolidated financial statements.

Eloro Resources Ltd.
Consolidated Statements of Cash Flows
(expressed in Canadian dollars)
(unaudited)

	6 months ended September 30, 2024	2023
	$	$
Cash provided by (used in)		
Operating activities		
Loss for the period	(1,880,558)	(7,671,749)
Items not affecting cash		
Depreciation	22,176	22,176
Accretion of interest	3,738	5,037
Stock-based compensation	224,375	5,931,646
Gain on sale of marketable securities	-	(25,351)
Unrealized loss on marketable securities	304,605	186,738
Gain on settlement of accounts payable	36,468	-
Impairment of exploration and evaluation	97,919	(7,798)
Changes in non-cash operating working capital		
Receivables	103,992	190,620
Prepaid expenses	87,380	57,297
Accounts payable and accrued liabilities	570,246	141,680
	(429,659)	(1,169,704)
Financing activities		
Interest paid on lease liabilities	(3,738)	(5,037)
Repayment of lease liabilities	(22,484)	(20,941)
Bought deal financing	-	6,902,532
Private placement of units	-	250,000
Share issue costs	-	(716,832)
	(26,222)	6,409,722
Investing activities		
Purchase of marketable securities	-	(529,943)
Proceeds on sale of marketable securities	-	106,881
Due from Cartier Silver Corporation	(13,114)	-
Exploration and evaluation	(2,771,089)	(7,570,154)
	(2,784,203)	(7,993,216)
Net decrease in cash and cash equivalents	(3,240,084)	(2,753,198)
Cash and cash equivalents, beginning of period	3,416,489	8,807,265
Currency translation adjustment	(20,778)	82,091
Cash and cash equivalents, end of period	155,627	6,136,158
Non-cash financing activities		
Issue of common shares to settle accounts payable	533,620	-
Supplementary information		
Income taxes paid	-	-

See accompanying notes to condensed interim consolidated financial statements.

(expressed in Canadian dollars)

1. Nature of operations
Eloro Resources Ltd. (the "Company") is a public company engaged in the exploration and development of a polymetallic property in Bolivia, a gold-silver property in Peru and base metal properties in Québec.

The Company was incorporated under the Business Corporations Act of Ontario on April 11, 1985 and its registered office is located at 20 Adelaide Street East, Suite 200, Toronto, Ontario, M5C 2T6.

2. Basis of presentation

Statement of compliance
These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*, using accounting policies consistent with International Financial Reporting Standards and its interpretations adopted by the International Accounting Standards Board.

The accounting policies used in these condensed interim consolidated financial statements are consistent with those disclosed in the Company's audited consolidated financial statements for the year ended March 31, 2024.

These condensed interim consolidated financial statements do not include certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS and should be read in conjunction with the Company's annual financial statements for the year ended March 31, 2024.

These condensed interim consolidated financial statements were approved and authorized for issue by the Board of Directors on November 14, 2024.

3. Marketable securities
At September 30, 2024, the Company holds 2,033,0000 common shares of Cartier Silver Corporation ("Cartier"), with a fair value of $284,620. Cartier owns 2,457,000 common shares of the Company and has three directors who are also directors of the Company.

4. Due from Cartier
The amount due from Cartier of $13,114 is unsecured, non-interest bearing and due on demand.

5. Right-of-use asset

	$
Right-of-use asset, March 31, 2024 and September 30, 2024	221,751
Accumulated depreciation, March 31, 2024	99,788
Depreciation	22,176
Accumulated depreciation, September 30, 2024	121,964
Balance, September 30, 2024	99,787

The right-of-use asset consists of a lease for premises shared with Cartier.

6. Option payment advance
On July 29, 2020, the Company granted a 2% interest in its wholly-owned Bolivian subsidiary, Minera Tupiza S.R.L. ("Minera Tupiza") to an officer of Minera Tupiza. The Company has an option to increase its interest in Minera Tupiza to 99% by purchasing a 1% interest from the officer for US$3,000,000. At September 30, 2024, the Company has made installment payments of US$500,000 (March 31, 2024 - US$500,000) on account of the option.

7. Exploration and evaluation

	March 31, 2024 $	Acquisition costs $	Exploration $	Impairment $	September 30, 2024 $
Property					
Iska Iska	53,817,093	678,950	718,467	–	55,214,510
La Victoria	–	–	97,919	(97,919)	–
	53,817,093	678,950	816,386	(97,919)	55,214,510

Iska Iska
The Company owns a 98% interest in Minera Tupiza S.R.L. ("Minera Tupiza") which has an option to acquire a 100% interest in Iska Iska, a polymetallic property consisting of one mineral concession totaling 900 hectares located in Bolivia. The Company also has an option to increase its interest in Minera Tupiza to 99% (see note 6, *Option payment advance*).

In order to acquire its interest in Iska Iska, the Company will conduct exploration and development, issue common shares, and make option payments, as follows:

	Common shares		Option
	Number	Fair value $	payment US$
February 5, 2020 (issued)	250,000	100,000	–
January 6, 2022 (issued)	250,000	875,000	–
April 30, 2024 (paid)	–	–	500,000
May 30, 2025	–	–	1,000,000
July 6, 2025 (US$5,050,000 paid)	–	–	8,500,000
	500,000	975,000	10,000,000

At September 30, 2024, the Company has made option payments aggregating US$5,550,000, leaving a balance owing of US$4,450,000, subject to a potential adjustment related to the Mina Casiterita and Mina Hoyada option agreement detailed below.

On October 14, 2020, the Company staked 9 additional claims covering 311.75 km^2 including the Tomave, Khuchu Ingenio and Puna properties located further north towards Potosi. Collectively, the land package to be controlled by the Company following the acquisition will total 1,935 quadrants covering 483.75 km^2.

On September 28, 2021, Minera Tupiza entered into an option agreement (the "Option Agreement") to acquire the Mina Casiterita and Mina Hoyada properties, which collectively cover 14.75 km^2 southwest and west of Iska Iska, subject to finalizing the granting of the mining rights process. Under the Option Agreement, the capital quotas of the titleholder will be transferred to Minera Tupiza in exchange for the issuance of 200,000 common shares of the Company. In accordance with the terms of the Option Agreement, if the Mina Casiterita and Mina Hoyada properties cannot be transferred to the Company prior to the final Iska Iska option payment balance date, any expenditures incurred by the Company on the Mina Casiterita and Mina Hoyada properties will be deducted from the Iska Iska option payment balance. As at September 30, 2024, the Company has incurred expenditures of US$1,816,007 on the Mina Casiterita property. The transaction is subject to the completion of the terms outlined in the Option Agreement, together with the receipt of all required regulatory approvals in connection with the issuance of common shares of the Company.

Letter of intent agreement – Empressa Minera Villegas S.R.L.
On November 9, 2022, the Company, through its Bolivian subsidiary, Minera Tupiza, entered into a letter of intent agreement ("LOI Agreement") with Empressa Minera Villegas S.R.L. ("Minera Villegas"), Iska Iska's title holders, whereby Minera Tupiza was granted the right to acquire 100% of the capital quotas held by the owners of Minera Villegas, prior to, or concurrent with the final payment for the Iska Iska option (see Iska Iska section above).

Pursuant to the LOI Agreement, the valuation price for the additional assets of Minera Villegas, distinct from the Iska Iska project, was to be delivered to Minera Tupiza before July 6, 2023, whereby Minera Tupiza could have accepted the valuation or enter into a negotiation period for three months, until October 6, 2023 (the "Negotiation Period"). By mutual consent, Minera Tupiza and Mineral Villegas negotiated the extension of the deadline for the delivery of the valuation price for the additional assets to February 29, 2024 and extended the deadline for the Negotiation Period to October 30, 2024, both of which are being renegotiated.

When a definitive price for the additional assets is agreed upon by both parties, a definitive agreement will be executed to formalize their sale, to coincide with the Iska Iska earn-in and transfer of the capital quotas of Minera Villegas to Minera Tupiza. If during the Negotiation Period, an agreement for the definitive price for the additional assets is not reached, the parties agree to request that a third party provide an independent valuation.

La Victoria, Peru
The Company owns an 82% interest in La Victoria (March 31, 2024 – 82%), a gold-silver property covering 6,181.2 hectares (March 31,2024), consisting of 12 concessions: Ccori Orcco 1, Rufina, Rufina N° 2, San Felipe 1, San Markito, Victoria-APB, Romina 02, 03, 04, 05, 06 and 07 mostly in the Huandoval District, Pallasca Province, Ancash Department, in the North-Central Mineral Belt of Peru. La Victoria is subject to a 2% net smelter royalty ("NSR"). The Company has the option to reduce the NSR to 1% by making a payment of $3,000,000.

During the year ended March 31, 2024, the Company recognized an impairment loss of $6,750,905 on its La Victoria exploration property, which was recorded in the statement of loss and comprehensive loss. No further exploration or evaluation activities are budgeted or planned for La Victoria. As a result, the Company determined that the carrying amount of the asset of $6,750,905, would not be recovered and that the recoverable amount is nil.

Grant of option for a 25% interest in La Victoria
Burgundy Diamond Mines Limited ("BDM") owns an 18% interest in La Victoria and had an option to increase its interest to 25% ("Option"). In August 2021, BDM decided to maintain its interest at 18% and not to increase its interest to 25%, at which time, the Option expired and a joint venture, with the Company as operator, was formed to continue to explore and develop La Victoria.

If the Company or BDM does not fund its proportionate share of expenditures, its respective interest will be diluted and when its interest is diluted to less than 10%, the party's interest shall be reduced to a 2% net smelter royalty on all production. The other party will have the option to reduce the royalty from 2% to 1% by making a payment of $3,000,000.

If either the Company or BDM acquires an interest in any property within 5 kilometres of La Victoria, the acquirer must offer the other party the opportunity to participate in the acquisition up to its participating interest.

In the event the Company or BDM proposes to sell any interest in La Victoria to a third party, the other party has a right of first refusal to match the terms and conditions of the proposed sale. In the event that the Company proposes to sell a majority of its interest in La Victoria to a third party, the Company must first consult with BDM about the identity of the third party and the proposed terms of sale and if the Company proceeds with the sale, BDM will be obliged to sell its interest to the third party on a pro rata basis in accordance with the terms of the sale to the third party.

8. Lease liabilities

	$
Balance, March 31, 2024	133,949
Accretion of interest	3,738
Lease payments	(26,222)
Balance, September 30, 2024	111,465
Current portion of lease liabilities	47,407
Long-term lease liabilities	64,058
	111,465

The lease for premises is a joint and several commitment with Cartier. The remaining lease term is 2.25 years.

9. Share capital

Authorized
An unlimited number of common shares without par value.
An unlimited number of redeemable, voting, non-participating special shares without par value.

Outstanding

	Number of common shares	Amount $
Balance, March 31, 2024	79,853,515	94,157,161
Fair value of expired warrants	–	2,194,000
Settlement of accounts payable	441,008	533,620
Balance, September 30, 2024	80,294,523	96,884,781

Settlement of accounts payable
On July 17, 2024, the Company settled accounts payable of $519,312 (US$379,171) owed by the Company and $50,776 (US$37,073) owed by Cartier through the issuance of 441,008 common shares at a price of $1.29 per common share. The issuance of the common shares to settle the accounts payable was treated as a security based compensation arrangement, with the 441,008 common shares issued pursuant to the Plan.

Warrants
A continuity of the Company's common share warrants outstanding at September 30, 2024 is presented below:

	Weighted-average exercise price $	Number of warrants
Balance, March 31, 2024	3.43	7,684,380
Expired	4.59	(1,684,317)
Balance, September 30, 2024	3.10	6,000,063

A summary of the Company's common share warrants outstanding at September 30, 2024 is presented below:

Exercise price	Expiry date	Number of warrants
$4.25	January 27, 2025	1,733,265
$4.25	August 3, 2025	1,095,640
$3.15	August 3, 2025	131,476
$4.25	August 17, 2025	39,682
$2.00	March 27, 2026	3,000,000
		6,000,063

Long-term Incentive Plan
The shareholders of the Company approved a new Long-term Incentive Plan (the "Plan") at an annual and special meeting held on September 27, 2022. The Plan received TSX Venture Exchange approval on October 31, 2022. With the implementation of the Plan, all previously issued stock options and restricted share unit awards, which were granted pursuant to the Company's stock option plan and Restricted Share Unit Plan respectively, will be governed by the Plan. The Plan permits the Board to make awards of stock options, restricted share units, performance share units and deferred share units. The maximum number of common shares for issuance under the Plan for stock options will not exceed 10% of the Company's then issued and outstanding shares. The maximum number of common shares for issuance under the Plan for all other awards other than stock options will not exceed 10% of the Company's issued and outstanding shares at the time of shareholder approval of the Plan.

Stock options
The number of the common shares subject to each stock option grant, exercise price, vesting, expiry date and other terms and conditions are determined by the Board. The exercise price shall in no event be lower than the market price of the common shares on the grant date. Stock options shall be for a fixed term, not exceeding five years and unless otherwise specified, each stock option shall vest as to one third on each of the first through third anniversaries of the grant date.

Authorized
8,029,452 stock options

Outstanding
A continuity of the Company's stock options outstanding and exercisable at September 30, 2024 is presented below:

	Weighted-average exercise price $	**Number of stock options outstanding and exercisable**
Balance, March 31, 2024, and September 30, 2024	2.88	6,115,000

A summary of the Company's stock options outstanding and exercisable at September 30, 2024 is presented below:

Exercise price	**Expiry date**	**Number of stock options outstanding and exercisable**
$0.40	February 18, 2025	1,305,000
$3.59	June 6, 2025	750,000
$0.60	June 9, 2025	655,000
$4.45	February 1, 2026	1,030,000
$4.65	March 3, 2027	1,525,000
$3.42	May 30, 2027	100,000
$4.32	August 3, 2027	150,000
$3.30	February 2, 2028	250,000
$1.53	November 22, 2028	350,000
		6,115,000

Restricted share units, deferred share units and performance share units

Authorized
The Company may grant an aggregate total of 6,546,889 in restricted share units, deferred share units and performance share units, which represents 10% of the issued and outstanding common shares as at September 27, 2022, the date the shareholders of the Company approved the Plan, less the 441,008 common shares issued pursuant to the security based compensation arrangement to settle accounts payable of $570,088 (see above, *Settlement of accounts payable).*

Outstanding
On January 19, 2022, the Company granted 2,350,000 restricted share units to officers and consultants. The restricted share units have a redemption date of December 31, 2025 and vest as follows: (a) one-third on the date of filing of a National Instrument 43-101 ("NI 43-101") compliant technical report in connection with the measurement of at least 300 million tonnes of inferred resources at Iska Iska; (b) one-third on the date of filing of a NI 43-101 compliant technical report in connection with the measurement of at least 500 million tonnes of inferred resources at Iska Iska; and (c) one-third on the date of filing of a NI 43-01 compliant technical report in connection with the completion of a positive prefeasibility study for Iska Iska. The fair value of the restricted share units granted is $7,919,500. On August 30, 2023, the Company achieved vesting milestones (a) and (b) and as a result for year ended March 31, 2024, the Company recognized $5,279,667 of stock-based compensation expense for the 1,566,667 vested restricted share units. No related expense has been recognized for milestone (c) as of September 30, 2024, due to inability to assess likelihood of vesting.

On June 6, 2022, the Company granted 750,000 restricted share units to a consultant. The restricted share units have a redemption date of June 6, 2025 and vest in 3 annual instalments. The fair value of the restricted share units granted was $2,692,500, which will be expensed over the 3-year vesting period. For the 6 months ended September 30, 2024, stock-based compensation for the restricted share units was $224,375 (2023 - $523,979).

On February 2, 2023, the Company granted 300,000 restricted share units to officers. The restricted share units have a redemption date of December 31, 2026 and vest as follows: (a) one-third on the date of filing of a National Instrument 43-101 ("NI 43-101") compliant technical report in connection with the measurement of at least 300 million tonnes of inferred resources at Iska Iska; (b) one-third on the date of filing of a NI 43-101 compliant technical report in connection with the measurement of at least 500 million tonnes of inferred resources at Iska Iska; and (c) one-third on the date of filing of a NI 43-01 compliant technical report in connection with the completion of a positive prefeasibility study for Iska Iska. The fair value of the restricted share units granted is $960,000. On August 30, 2023, the Company achieved vesting milestones (a) and (b) and as a result for the year ended March 31, 2024, the Company recognized $640,000 of stock-based compensation expense for the 200,000 vested restricted share units. No related expense has been recognized for milestone (c) as of September 30, 2024, due to inability to assess likelihood of vesting.

A continuity of the Company's outstanding restricted share units at September 30, 2024 is presented below:

	Vested	**Unvested**	**Total**
Balance, March 31, 2024	2,016,667	1,383,333	3,400,000
Vested	250,000	(250,000)	–
Balance, September 30, 2024	2,266,667	1,133,333	3,400,000

There are no deferred share units or performance units outstanding.

10. Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability. The carrying value of cash and cash equivalents, receivables, due from Cartier, accounts payable and accrued liabilities and lease liabilities is considered representative of their respective fair values due to the short-term period to maturity.

Classification of fair value of financial instruments

The Company classified the fair value of its financial instruments measured at fair value according to the following hierarchy based on the amount of observable inputs used to value the instrument:

- Level 1 - quoted prices in active markets for identical assets and liabilities;
- Level 2 - inputs, other than the quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly;
- Level 3 - inputs for the asset or liability that are not based on observable market data.

Marketable securities are measured at fair value at Level 1 of the fair value hierarchy.

11. Financial risk management

The Company's activities expose it to a variety of financial risks that arise as a result of its exploration, development, production and financing activities, including credit risk, liquidity risk and market risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these consolidated financial statements.

The Board of Directors oversees management's establishment and execution of the Company's risk management framework. Management has implemented and monitors compliance with risk management policies. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to market conditions and the Company's activities.

Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's cash balances and amount due from Cartier. The maximum exposure to credit risk is equal to the balance of cash and amount due from Cartier. The Company's limits its exposure to credit risk on its cash by holding its cash in deposits with a Canadian chartered bank.

Liquidity risk
Liquidity risk is the risk that the Company will encounter difficulty in meeting its financial liabilities that are settled in cash or other financial assets. The Company's approach to managing liquidity risk is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities as they come due. The amounts for accounts payable and accrued liabilities and lease liabilities are subject to normal trade terms.

The Company has no revenues and relies on financing primarily through the issuance of equity to finance its on-going and planned exploration activities and to cover administrative costs.

Market risk
Market risk is the risk that changes in market prices, such as equity prices, foreign exchange rates, and interest rates will affect the Company's income or the value of its financial instruments. The Company is exposed to equity price risk with respect to marketable securities. The Company's approach to managing equity price risk is to optimize the return from its marketable securities within acceptable parameters for equity price risk. The Company estimates that if the fair value of its marketable securities as at September 30, 2024 had changed by 10%, with all other variables held constant, the unrealized gain (loss) would have decreased or increased by $33,431.

Foreign exchange risk
Foreign exchange risk is the risk of financial loss to the Company due to a change in foreign exchange rates. Foreign exchange risk arises as the Company makes expenditures denominated in US dollars and at September 30, 2024, the Company has cash of US$8,641 (March 31, 2024 - US$10,661) and accounts payable of US$299,067 (March 31, 2024 - US$1,264,480). If the foreign exchange related to the Company's US dollar balances increased or decreased by 10%, with all other variables held constant, the currency translation adjustment would have increased or decreased by $39,250 (March 31, 2024 - $169,763).

The Company does not use derivative instruments to hedge exposure to foreign exchange rate risk.

Interest rate risk
The Company's exposure to interest rate risk is limited due to the short-term nature of its financial instruments and the Company has no interest-bearing debt.

Capital management
Capital of the Company consists of share capital, warrants, contributed surplus, foreign currency reserve and deficit. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern so that it can acquire, explore and develop mineral resource properties for the benefit of its shareholders. The Company manages its capital structure and makes adjustments based on the funds available to the Company in light of changes in economic conditions. The Board of Directors has not established quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain the future development of the Company. In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that consider various factors, including successful capital deployment and general industry conditions. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company's principal source of capital is from the issue of common shares. In order to achieve its objectives, the Company intends to raise additional funds as required.

The Company is not subject to externally imposed capital requirements and there were no changes to the Company's approach to capital management during the period.

12. Related party transactions

Compensation of key management personnel

The Company considers its directors and officers to be key management personnel. Transactions with key management personnel are set out as follows:

	6 months ended September 30, 2024 $	6 months ended September 30, 2023 $	Outstanding at September 30, 2024 $	Outstanding at March 31, 2024 $
Exploration and evaluation consulting fees	185,201	90,000	38,020	19,999
Consulting and professional fees	255,435	225,000	70,161	15,493
Investor relations	75,000	72,000	14,125	–
Stock-based compensation	–	3,722,666	–	–
	515,636	4,109,666	122,306	35,492

See note 3 for marketable securities related party transactions, note 9 for share capital related party transactions and notes 4, 5, 6, 8, and 15 for other related party transactions.

13. Commitments and contingencies

Value-added tax

In Peru, the Company has paid a value added tax, *Impuesto General a las Ventas* (“IGV”), on the purchase of goods and services which may be recovered against IGV collected on sales by the Company. The Company has paid IGV of US$463,923, of which, the Company is obligated to pay US$364,194 to BDM upon recovery. The remaining IGV of US$99,729 has been included in exploration and evaluation which has been written off during the year ended March 31, 2024 (see note 7).

14. Segment information

The Company operates in one reportable segment being mineral exploration.

As the Company is focused on exploration, the Board monitors the Company based on actual versus budgeted exploration expenditure incurred by project. The internal reporting framework is the most relevant to assist the Board with making decisions regarding this Company and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

The Company operates in Bolivia and Peru:

Location of non-current assets	**$**
Bolivia	55,214,510
Peru	–
	55,214,510

15. Subsequent event

Private placement of units

On October 21, 2024, the Company closed the first tranche of a private placement of units, issuing 1,397,119 units for gross proceeds of $1,257,407. On October 31, 2024, the Company closed the second and final tranche, issuing an additional 2,802,881 units, bringing the total to 4,200,000 units at a price of $0.90 per unit, for gross proceeds of $3,780,000. Each unit consisted of one common share and one-half of one warrant, with each whole warrant entitling the holder to purchase one common share for $1.50 for 2 years from the respective closing date. Insiders of the Company subscribed for 656,087 units for gross proceeds of $590,478.