

DLP RESOURCES INC.

Condensed Interim Consolidated Financial Statements

For the three and six months ended October 31, 2023 and 2022
(Unaudited)

Contents

Notice of No Auditor Review of Condensed Interim Consolidated Financial Statements	2
Financial Statements	
Condensed Interim Consolidated Statements of Financial Position	3
Condensed Interim Consolidated Statements of Comprehensive Loss	4
Condensed Interim Consolidated Statements of Changes in Equity	5
Condensed Interim Consolidated Statements of Cash Flows	6
Notes to the Interim Consolidated Financial Statements	7- 20

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, these unaudited condensed interim consolidated financial statements of DLP Resources Inc. for the three and six months ended October 31, 2023 and 2022 have been prepared by management and approved by the Board of Directors. These unaudited condensed interim consolidated financial statements have not been reviewed by the Company's external auditors in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements.

Robin Sudo

Carol Li

Chief Financial Officer

Audit Committee

December 28, 2023

DLP RESOURCES INC.
Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	October 31 2023	April 30, 2023 (audited)
ASSETS			
Current			
Cash		\$ 1,991,281	\$ 1,964,346
Receivables		91,822	21,328
Prepaid expenses and advances		77,978	9,142
Total Current Assets		2,161,081	1,994,816
IGV Receivable		609,950	262,923
Mineral properties	3	672,605	519,494
Property, plant and equipment	5	63,479	55,393
Reclamation deposits	4	150,931	150,931
Total Non-Current Assets		1,496,965	988,741
Total Assets		\$ 3,658,046	\$ 2,983,557
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Trade and other payables		\$ 550,939	\$ 406,795
Flow through share premium	6	-	28,134
Total Current Liabilities		550,939	434,929
Total Liabilities		550,939	434,929
Shareholders' Equity			
Share capital	6	13,280,506	10,084,802
Share-based payment reserves	7	2,316,056	1,872,802
Share subscription received	6	1,286,000	-
Accumulated deficit		(13,775,455)	(9,408,976)
Total Shareholders' Equity		3,107,107	2,548,628
Total Liabilities and Shareholders' Equity		\$ 3,658,046	\$ 2,983,557

Refer to note 1 for nature of basis and going concern, note 3 for commitments and note 12 for subsequent events.

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

On behalf of the Board:

James Stypula

Director

Carol Li

Director

DLP RESOURCES INC.
Consolidated Statements of Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	Three months ended October 31, 2023	Three months ended October 31, 2022	Six months ended October 31, 2023	Sx months ended October 31, 2022
General and administrative					
Salaries and benefits	8	\$ 68,482	\$ 80,197	\$ 155,949	\$ 153,250
Stock-based compensation	7	56,485	21,014	115,863	52,850
Consulting fees		47,664	78,000	80,664	96,500
Exploration costs	3 & 8	1,805,354	1,075,559	3,901,827	1,738,203
Office and administrative		22,982	18,542	48,858	40,688
Transfer agent and filing fees		11,003	8,562	13,312	10,900
Listing costs		20,931	18,315	20,931	18,315
Professional fees		15,793	43,823	19,401	50,584
Travel		1,495	792	4,118	5,365
Depreciation expenses	5	4,719	2,630	9,013	5,217
Unrealized foreign exchange (gain) loss		(546)	(5,149)	14,677	(11,540)
Flow-through share premium recovery	6	-	(18,379)	(28,134)	(102,606)
Impairment of mineral properties	3	-	-	10,000	-
Loss before income taxes		2,054,362	1,323,906	4,366,479	2,057,726
Net loss and comprehensive loss for the period		\$ 2,054,362	\$ 1,323,906	\$ 4,366,479	\$ 2,057,726
Loss per share					
Weighted average shares outstanding					
- basic and diluted		99,024,819	78,196,559	97,169,698	77,647,103
Loss per share - basic and diluted		\$ 0.02	\$ 0.02	\$ 0.04	\$ 0.03

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

DLP RESOURCES INC.
Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)
(Unaudited)

	Number of shares issued and outstanding	Share capital	Share- based payment reserve	Share subscription received	Deficit	Total shareholders' equity
Balance, May 1, 2022	77,097,646	\$ 6,512,538	\$ 790,464	\$ -	\$ (5,594,544)	\$ 1,708,458
Shares issued for cash						
Private placement, net of issue costs (Note 7)	2,120,000	507,698	3,004	-	-	510,702
Issued for other consideration						
Flow-through share premium (Note 7)	-	(106,000)	-	-	-	(106,000)
Issuance of performance shares (Note 6 & 8)	300,000	60,000	-	-	-	60,000
Stock-based compensation (Note 7)	-	-	52,850	-	-	52,850
Share subscriptions received (Note 6)	-	-	-	250,000	-	250,000
Net loss for the period	-	-	-	-	(2,057,726)	(2,057,726)
Balance, October 31, 2022	79,517,646	\$ 6,974,236	\$ 846,318	\$ 250,000	\$ (7,652,270)	\$ 418,284
Balance, May 1, 2023	93,589,510	\$ 10,084,802	\$ 1,872,802	\$ -	\$ (9,408,976)	\$ 2,548,628
Shares issued for cash						
Private placement, net of issue costs (Note 7)	4,000,250	1,331,744	593,481	-	-	1,925,225
Shares issued on warrants exercised (Note 8)	4,068,694	1,863,960	(266,090)	-	-	1,597,870
Issued for other consideration						
Share subscription received (Note 6)	-	-	-	1,286,000	-	1,286,000
Stock-based compensation (Note 7)	-	-	115,863	-	-	115,863
Net loss for the period	-	-	-	-	(4,366,479)	(4,366,479)
Balance, October 31, 2023	101,658,454	\$ 13,280,506	\$ 2,316,056	\$ 1,286,000	\$ (13,775,455)	\$ 3,107,107

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

DLP RESOURCES INC.
Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	Six months ended October 31, 2023	Six months ended October 31, 2022
Cash flows from operating activities			
Loss for the period		\$ (4,366,479)	\$ (2,057,726)
Adjustment to reconcile loss to net cash used in operating activities:			
Stock-based compensation	7	115,863	52,850
Depreciation expenses	5	9,013	5,217
Issuance of performance shares	6 & 8	-	60,000
Flow-through share premium recovery	6	(28,134)	(102,606)
Impairment of mineral properties	3	10,000	-
Changes in non-cash working capital balances:			
Increase in receivables		(417,521)	(62,195)
(Increase)/decrease in prepaid expenses		(68,836)	142,794
Increase in trade and other payables		144,144	555,726
Total cash outflows from operating activities		(4,601,950)	(1,405,940)
Cash flows from investing activities			
Acquisition of property, plant and equipment	5	(17,099)	(53,380)
Increase in reclamation deposits	4	-	(49,031)
Investment in mineral properties	3	(163,111)	(120,017)
Total cash outflows from investing activities		(180,210)	(222,428)
Cash flows from financing activities			
Proceeds from share issuances	7	1,925,225	530,000
Share subscriptions received	6	1,286,000	250,000
Proceeds from exercise of warrants	6	1,597,870	(19,298)
Total cash inflows from financing activities		4,809,095	760,702
Total increase in cash during the period		26,935	(867,666)
Cash and cash equivalents, beginning of period		1,964,346	1,207,697
Cash and cash equivalents, end of period		\$ 1,991,281	\$ 340,031

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

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

DLP Resources Inc. ("DLP" or the "Company") is a publicly traded mineral exploration company and is pursuing opportunities relating to the acquisition and exploration of mineral property interests in British Columbia, Canada and Peru. The Company was incorporated on November 9, 2017 under the laws of Alberta. The registered office and records office of the Company is located at 10th Floor, 595 Howe St., Vancouver, V6C 2T5, British Columbia, Canada. The Company's Head Office is located at #201 – 135 – 10th Ave. S., Cranbrook, V1C 2N1, British Columbia, Canada.

These condensed interim consolidated financial statements comprise the financial statements of DLP Resources Inc. and its wholly owned subsidiary, DLP Resources Peru S.A.C., incorporated in Peru.

These condensed interim consolidated financial statements have been prepared in accordance with IFRS applicable to a going concern. Realization values may be substantially different from carrying values as shown and these consolidated financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At October 31, 2023, the Company had no source of operating revenues, had not yet achieved profitable operations and the Company expects to incur further losses in the development of its business, all of which indicate the existence of a material uncertainty that casts significant doubt about the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its ability to obtain the financing necessary to complete its exploration projects by issuance of share capital or through joint ventures, and/or proceeds from the disposition of a property. As at October 31, 2023, the Company has an accumulated deficit of \$13,775,456 and has working capital of \$1,610,141. The Company's current forecast indicates that it is expected to have sufficient cash available for the next year to continue as a going concern.

2. BASIS OF PRESENTATION

a) Statement of Compliance

These unaudited condensed interim consolidated financial statements for the three and six months ended October 31, 2023 and 2022 (the "Interim Financial Statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Audited Standard ("IAS") 34, Interim Financial Reporting ("IAS 34"). These Interim Financial Statements do not include all disclosures required for annual audited financial statements. Accordingly, they should be read in conjunction with the notes to the Company's audited financial statements for the year ended April 30, 2023, which have been prepared in accordance with IFRS issued by the International Accounting Standards Board ("IASB").

These Interim Financial Statements have been prepared using accounting policies consistent with those used in the Company's audited financial statements for the year ended April 30, 2023.

These Interim Financial Statements were approved for issue by the board of directors on December 27, 2023.

b) Basis of measurement

The Interim Financial Statements have been prepared on a historical cost basis.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

These Interim Financial Statements are presented in Canadian dollars, which is also the Company's functional currency. The functional currency of DLP Resources Peru S.A.C. is also the Canadian dollar. At the transaction date, each asset, liability, revenue and expense denominated in a foreign currency is translated into Canadian dollars using the exchange rate in effect at that date. At the period-end date, unsettled monetary assets and liabilities are translated into Canadian dollars using the exchange rate in effect at the period-end date and the related translation differences are recognized in net income.

The accounting policies have been applied consistently in all years presented in these Interim Financial Statements, unless otherwise indicated.

c) Basis of consolidation

These Interim Financial Statements include the accounts of the Company and its wholly-owned and controlled subsidiary as described in note 1. Control exists when the Company has the power directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of the subsidiary are included in the Interim Financial Statements from the date that control commences until the date that control ceases. All intercompany transactions and balances have been eliminated upon consolidation.

d) Judgments and estimates

The preparation of financial statements in compliance with IFRS requires management to exercise judgment in applying the Company's accounting policies and make certain critical accounting estimates. The areas involving critical judgments in applying accounting policies that have the biggest impact on the assets and liabilities recognized in the financial statements are as follows:

Economic recoverability and probability of future economic benefits of mineral properties

Management has determined that acquisition costs, which are capitalized as mineral properties (note 3), have future economic benefits and are economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefit that may include geologic and metallurgic information, history of conversion of mineral deposits to proven and probable reserves, scoping and feasibility studies, accessible facilities, existing permits and life of mine plans.

Determination of fair value on contributed mineral property assets by related parties

Assets contributed to the Company by related parties are to be recorded at an exchange fair value comparable to an arms-length transaction. As there is no market value for mineral property assets contributed, judgement was used in determining the fair value measurement of the contributed mineral property assets. The Company determined the fair value of the mineral property assets is consistent with the fair value of Common Shares issued to the related parties in accordance with IFRS 2.

Going concern evaluation.

As discussed in note 1, these Interim Financial Statements have been prepared under the assumptions applicable to a going concern. If the going concern assumption were not appropriate for these Interim Financial Statements, then adjustments would be necessary to the carrying value of assets and liabilities, the reported expenses and the consolidated statement of financial position classifications used and such adjustments could be material.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay its ongoing operating expenditures and meet its liabilities for the ensuing year involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

3. MINERAL PROPERTIES

	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora Peru	Esperanza Peru	Copper Creek	Total
Net book value, April 30, 2023	\$ 84,613	\$ 48,521	\$ 10,000	\$ 92,302	\$ 461	\$ 39,375	\$224,453	\$ -	\$ 19,769	\$ 519,494
Additions	-	-	-	-	-	-	144,473	18,638	-	163,111
Impairment of Mineral properties	-	-	(10,000)	-	-	-	-	-	-	(10,000)
Net book value, October 31, 2023	\$ 84,613	\$ 48,521	\$ -	\$ 92,302	\$ 461	\$ 39,375	\$368,926	\$ 18,638	\$ 19,769	\$ 672,605

Aldridge 1 (RJ) and Aldridge 2 (JR) Properties

The Aldridge 1 (RJ) and Aldridge 2 (JR) mineral properties are separate claim blocks located near Cranbrook B.C. in the East Kootenay region of the province. The Aldridge 1 property is 48 claims totaling 15,444.79 hectares; the Aldridge 2 property is 6 claims totaling 1,939.5 hectares.

On March 1, 2020, the Company entered into a property earn-in agreement (the "Earn-In Agreement") with each of Jonathan Sean Kennedy, R.D. Craig Kennedy, Darlene E. Lavoie, Thomas Peter James Kennedy, Michael Cameron Kennedy and Frederick A. Cook (for Salt Spring Imaging, Ltd.) (together, the "Field Experts"). Under the Earn-In Agreement, the Field Experts have agreed to grant to the Company an option to acquire up to a 100% interest in certain mineral claims: four (4) Son of Captain claims totaling 126.75 ha and the Liger claim totaling 84.31 ha.

In order to exercise the option to acquire a 100% interest in the properties (Aldridge 1, Aldridge 2, and Hungry Creek), the Company issued 450,000 common shares of the Company (the "Earn-In Shares") through the issuance of 112,500 Earn-In Shares per year, over a four-year period, issuable to the Field Experts on a pro-rata basis. As at October 31, 2023, a total of 450,000 Earn-In Shares have been issued and the Company has acquired a 100% interest in the properties.

The Field Experts are entitled to a 1% Net Smelter Royalty ("NSR") payable on each of the Properties, with the Company being able to buy back such NSR royalties in exchange for an aggregate of \$1,000,000, payable to the Field Experts on a pro-rata basis at the Company's discretion.

For the three and six months ended October 31, 2023, the Company spent \$nil (2022 – \$nil and recovered \$385) on both Aldridge properties.

Redburn Creek Property

The Redburn Creek claims are 7 claim blocks totaling 3,365.2 hectares near Golden, B.C.

The property is owned 100% by the Company and has no ongoing commitments. During the period ended October 31, 2023, the Company decided to cease exploration on the property wrote off the previously capitalized costs of \$10,000.

For the three and six months ended October 31, 2023, the Company spent \$nil and \$355 (2022 - \$14,548 and \$14,648) on the Redburn Creek property.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

Hungry Creek Property

The Hungry Creek Property, totalling 38,852.9 hectares, is comprised of 74 claims (73 claims 100% owned by the Company and 1 claim optioned from the Kennedy Group) and is located west of Kimberley, B.C.

On March 1, 2020, the Company entered into the Earn-In Agreement which added one additional Hungry Miner claim, totaling 62.67 ha, to the property. This year's commitment with regard to the Earn-In Agreement was fulfilled on March 1, 2023.

For the three and six months ended October 31, 2023, the Company spent \$55,676 and \$74,439 (2022 - \$353,483 and \$521,719) on the Hungry Creek property.

DD Property

On July 13, 2020, the Company entered into an option agreement to acquire up to a 75% interest in certain mineral claims known as the DD Property, located in BC. During the year ended April 30, 2023, the Company terminated the option agreement to acquire up to a 75% interest in the DD Property and wrote off the previously capitalized costs of \$20,000.

Moby Dick Property

On June 26, 2020, the Company staked the Moby Dick claim totaling 527.27 ha. The property is 100% owned by the Company.

For the three and six months ended October 31, 2023, the Company spent \$nil and \$11,517 (2022 - \$nil and \$271,278) on the Moby Dick property.

NZOU Property

On August 17, 2020, the Company entered into an option agreement with 453999 BC Ltd. ("453") to acquire up to a 100% interest on two mineral claims, totaling 822.2 ha, known as the NZOU Property.

Under the terms of the option agreement, the Company earned a 51% interest in the NZOU Property by:

- incurring exploration expenditures of \$15,000 by December 1, 2020 (incurred).
- issuing 75,000 common shares to 453 within 20 days of the date upon which the TSX Venture Exchange approves the option agreement (issued);
- issuing 75,000 common shares to 453 by February 28, 2021 (issued);
- incurring exploration expenditures of \$50,000 by December 31, 2021 (incurred);
- issuing 75,000 common shares to 453 by February 28, 2022 (issued); and
- issuing 75,000 common shares to 453 by February 28, 2023(issued).

The Company can earn an additional 25% interest, bringing their total interest in the property to 75%, by making a cash payment of \$100,000 to 453 by December 31, 2024.

The Company can earn an additional 25% interest, bringing their total interest in the property to 100%, by issuing 100,000 common shares to 453 by December 31, 2025.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

*(Expressed in Canadian Dollars)**(Unaudited)*

453 will retain a 2.0% of NSR on the property. The Company will be entitled at any time to purchase up to 50% of the Royalty (being equal to 1.0% of NSR) from 453 for cash consideration of \$1,000,000.

For the three and six months ended October 31, 2023, the Company spent \$39,010 and \$754,003 (2022 - \$nil and \$2,695) on the NZOU property.

Aurora – Peru Property

On November 25, 2021, the Company entered into an option contract and mining assignment agreement (the “Option”) with SMRL Parobamba II (“SP II”) whereby the Company can acquire a 100% interest in one mining concession comprising the Aurora Project.

In order to earn an undivided 100% ownership interest in the Aurora Project in accordance with the Option, the Company must make the following cash payments to SP II (all of which include all applicable taxes) and incur exploration expenditures on the Aurora Project as follows:

Event	Cash Payments (Cumulative)	Property Work Commitment (Cumulative)
Execution of letter of intent	US\$5,000 (paid)	Nil
Signing of option agreement	US\$75,000 (paid)	Nil
The latest of 6 months from the date of execution of the option agreement, or the date on which the last of the permits required for drilling the Aurora Project is approved and issued (the “Effective Date”)	US\$150,000 (paid)	Nil
Within 12 months of the Effective Date	US\$225,000 (paid)	US\$400,000 (completed)
Within 18 months of the Effective Date	US\$300,000 (paid)	
Within 24 months of the Effective Date	US\$400,000	US\$950,000 (completed)
Within 30 months of the Effective Date	US\$475,000	
Within 36 months of the Effective Date	US\$675,000	US\$1,750,000 (completed)
Within 42 months of the Effective Date	US\$750,000	
Within 48 months of the Effective Date	US\$3,000,000	US\$3,000,000 (completed)
	US\$3,000,000	US\$3,000,000

SP II will retain a 1.5% NSR on the property. The Company will be entitled at any time to reduce the NSR by 1.0% (to 0.5%) for cash consideration of US\$1,000,000. Upon exercising this right, the Company will be entitled to repurchase the remaining 0.5% NSR, reducing the NSR to nil, for cash consideration of US\$500,000.

For the three and six months ended October 31, 2023, the Company spent \$1,060,405 and \$2,217,730 (2022 - \$608,744 and \$817,033), on the Aurora – Peru property. As of October 31, 2023, the Company spent \$4,453,583 in exploration expenditures on the Aurora – Peru property.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

Copper Creek Property

On August 24, 2021, the Company staked 27 claims totaling 11,296.54 hectares, known as the Copper Creek Property, located north of Kimberly, B.C.

For the three and six months ended October 31, 2023, the Company spent \$468,597 and \$654,361 (2022 - \$98,459 and \$101,907) on the Copper Creek property.

Esperanza – Peru Property

During May, 2022, the Company staked 5 claims totaling 4,600 hectares known as the Esperanza – Peru property.

For the three and six months ended October 31, 2023, the Company spent \$181,666 and \$183,298 (2022 - \$nil) on the Esperanza – Peru property.

Exploration costs

For the three and six months ended October 31, 2023, the Company incurred \$1,805,354 and \$3,901,827 (2022 – \$1,075,559 and \$1,738,203) on exploration costs on its properties. The following tables summarize the exploration costs incurred.

Three months ended October 31, 2023

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Esperanza - Peru	Total
Geology	\$ -	\$ -	\$ -	\$ -	\$ 23,128	\$ -	\$ -	\$ 38,113	\$ 11,550	\$ 181,112	\$ 253,903
Geophysics	-	-	-	-	-	-	-	-	-	-	-
Geochemistry	-	-	-	-	18,353	-	-	1,851	-	-	20,204
Drilling	-	-	-	-	13,875	-	37,365	832,450	431,526	-	1,315,216
Wages/Travel/Admin	-	-	-	-	257	-	1,645	187,953	24,998	554	215,407
Maps & Reproductions	-	-	-	-	63	-	-	38	523	-	624
Total	\$ -	\$ -	\$ -	\$ -	\$ 55,676	\$ -	\$ 39,010	\$ 1,060,405	\$ 468,597	\$ 181,666	\$ 1,805,354

Three months ended October 31, 2022

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	DD	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Total
Geology	\$ -	\$ -	\$ -	\$ 550	\$ 168,609	\$ -	\$ -	\$ -	\$ 13,616	\$ 11,275	\$ 194,050
Geophysics	-	-	-	-	-	-	-	-	-	10,234	10,234
Geochemistry	-	-	-	13,106	-	-	-	-	-	-	13,106
Drilling	325	-	-	-	167,715	-	-	-	432,329	71,273	671,642
Wages/Travel/Admin	-	-	-	572	16,383	-	-	-	162,534	5,214	184,703
Maps & Reproductions	-	-	-	320	776	-	-	-	265	463	1,824
Total	\$ 325	\$ -	\$ -	\$ 14,548	\$ 353,483	\$ -	\$ -	\$ -	\$ 608,744	\$ 98,459	\$ 1,075,559

Six months ended October 31, 2023

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Esperanza - Peru	Total
Geology	\$ -	\$ -	\$ -	\$ -	\$ 39,328	\$ -	\$ 24,587	\$ 87,578	\$ 13,925	\$ 181,112	\$ 346,530
Geophysics	-	-	-	-	-	-	-	22,365	-	-	22,365
Geochemistry	-	-	-	-	18,772	-	-	5,531	-	-	24,303
Drilling	5,800	-	-	-	13,875	11,517	717,290	1,733,722	609,729	-	3,091,933
Wages/Travel/Admin	-	-	-	355	1,558	-	11,976	368,427	29,659	2,186	414,161
Maps & Reproductions	325	-	-	-	906	-	150	106	1,048	-	2,535
Total	\$ 6,125	\$ -	\$ -	\$ 355	\$ 74,439	\$ 11,517	\$ 754,003	\$ 2,217,729	\$ 654,361	\$ 183,298	\$ 3,901,827

Six months ended October 31, 2022

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	DD	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Total
Geology	\$ -	\$ -	\$ -	\$ 550	\$ 253,946	\$ 2,695	\$ 17,978	\$ 2,695	\$ 38,138	\$ 12,925	\$ 328,927
Geophysics	-	-	-	-	-	-	-	-	-	10,234	10,234
Geochemistry	-	-	-	13,106	-	-	-	-	-	-	13,106
Drilling	2,325	-	-	-	240,292	2,615	237,569	-	483,332	71,273	1,037,406
Wages/Travel/Admin	-	(385)	-	572	26,258	1,051	15,731	-	294,825	6,629	344,681
Maps & Reproductions	200	-	-	420	1,223	422	-	-	738	846	3,849
Total	\$ 2,525	\$ (385)	\$ -	\$ 14,648	\$ 521,719	\$ 6,783	\$ 271,278	\$ 2,695	\$ 817,033	\$ 101,907	\$ 1,738,203

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

4. RECLAMATION DEPOSITS

Reclamation bonds are non-interesting bearing funds posted by the Company and held by the BC Government to cover future liabilities concerning un-reclaimed disturbance created by the Company for permitted work performed. The total bond dollars required for each property is determined by the Ministry of Energy and Mines. The bond funds are returned to the Company once the permitted work for a property is completed, and reclamation work is done to a standard approved by the ministry.

As at October 31, 2023, the Company has reclamation bonds on the following properties:

Reclamation Bonds	October 31, 2023	April 30, 2023
Aldridge 1	\$ 10,850	\$ 10,850
Aldridge 2	3,000	3,000
Hungry Creek	48,250	48,250
DD Property	28,000	28,000
Moby Dick	35,800	35,800
Copper Creek	25,031	25,031
Total	\$ 150,931	\$ 150,931

5. PROPERTY AND EQUIPMENT

	Office Furniture & Equipment	Computer	Vehicle	Total
Balance - May 1, 2022	\$ 11,232	\$ 1,265	\$ -	\$ 12,497
Additions - cost	2,682	822	49,891	53,395
Accumulated depreciation and amortization	(2,514)	(501)	(7,484)	(10,499)
Net book value, April 30, 2023	\$ 11,400	\$ 1,586	\$ 42,407	\$ 55,393
Balance - May 1, 2023	\$ 11,400	\$ 1,586	\$ 42,407	\$ 55,393
Additions - cost	11,752	5,347	-	17,100
Accumulated depreciation and amortization	(2,056)	(597)	(6,361)	(9,014)
Net book value, October 31, 2023	\$ 21,096	\$ 6,336	\$ 36,046	\$ 63,479

6. SHARE CAPITAL

The Company is authorized to issue an unlimited number of Class A Common Shares with no par value.

Share capital

Activities for the six months ended October 31, 2023

On September 28, 2023, the Company completed a private placement via the issuance of 4,000,250 units at a price of \$0.50 per Unit for gross proceeds of \$2,000,125. Each Unit consists of one common share and one common share purchase warrant, exercisable at a price of \$0.80 per warrant share for a period of 2 years. In connection with the private placement, the Company paid commissions of \$44,389 and legal fees of \$30,511. The Company also issued 88,778 finders' warrants. Each finders' warrant entitles the holder to acquire one common share of the Company at a price of \$0.50 per share, for a period of 2 years from the closing of the financing.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

During the six months ended October 31, 2023, a total of 3,871,300 warrants and 197,394 finders' warrants with a weighted average exercise price of \$0.40 and \$0.25, respectively, were exercised for gross proceeds of \$1,597,870.

During the six months ended October 31, 2023, the Company incurred \$931,487 of qualified flow-through expenditures and recognized a \$28,134 flow-through share premium recovery on the statement of comprehensive loss.

As at October 31, 2023 the Company had received gross proceeds of \$1,286,000 in share subscriptions for a private placement completed subsequent to period end (Note 12).

Activities for the six months ended October 31, 2022

On September 16, 2022, the Company completed a private placement via the issuance of 2,120,000 FT Shares at a price of \$0.25 per FT Share for gross proceeds of \$530,000. In connection with the private placement, the Company paid cash finders' fees of \$10,150 and legal fees of \$9,148. The Company also issued 40,600 finders' warrants, each finders' warrant entitles the holder to acquire one common share of the Company at a price of \$0.25 per share, for a period of 18 months from the closing of the financing.

On October 12, 2022, the Company issued 300,000 common shares of the Company at a deemed price of \$0.20 per share to the President and CEO of the Company pursuant to a performance shares agreement dated December 14, 2021 in consideration for certain exploration, supervisory and geological services provided to the Company.

As at October 31, 2022, the Company incurred \$788,708 of qualified flow-through expenditures and recognized a \$102,606 flow-through share premium recovery on the statement of comprehensive loss.

As at October 31, 2022, the Company had received \$250,000 in share subscriptions for a private placement completed subsequent to period end (Note 12).

7. WARRANTS AND OPTIONS

a) Warrants

During the six months ended October 31, 2023, a total of 4,068,694 warrants were exercised for gross proceeds of \$1,597,870. A total of \$266,090 was transferred from Share-based payments reserves to Share capital on the exercise of these warrants. A total of 858,667 warrants were expired unexercised.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

*(Expressed in Canadian Dollars)**(Unaudited)*

As at October 31, 2023, the Company had outstanding and exercisable warrants as follows:

	Warrants	Exercise price (C\$)	Fair value (C\$)	Expiry Date
Outstanding at May 1, 2022	6,839,128	0.38		
Issued for finders	40,600	0.25	3,207	March 16, 2024
Issued for private placement	3,383,200	0.40	265,823	November 22, 2024
Issued for finders	117,824	0.25	15,906	November 22, 2024
Issued for private placement	975,600	0.40	70,203	December 15, 2024
Issued for finders	58,492	0.25	7,312	December 15, 2024
Issued for private placement	5,203,814	0.40	423,575	February 5, 2025
Issued for finders	261,835	0.27	39,537	February 5, 2025
Issued for finders	282,188	0.40	73,651	April 5, 2025
Warrants exercised	(40,500)	0.37	(4,417)	
Warrants expired	(735,161)	0.10	(124,347)	
Outstanding at April 30, 2023	16,387,020	0.39		
Issued for private placement	4,000,250	0.80	571,464	September 27, 2025
Issued for finders	88,778	0.50	22,017	September 27, 2025
Warrants exercised	(4,068,694)	0.39	(266,090)	
Warrants expired	(858,667)	0.40	(53,495)	
Outstanding at October 31, 2023	15,548,687	0.50		

The Company uses the Black-Scholes option pricing method to estimate the fair value of the finders' warrants. The expected volatility assumption inherent in the pricing model is based on the historical volatility of the Company's stock over a term equal to the expected term of the finders' warrants issued. The weighted average assumptions used in this pricing model, and the resulting fair values per finders' warrant for those issued during the six months ended October 31, 2023 and 2022 were as follows:

	2023	2022
Risk-free rate:	4.91%	3.79%
Expected life:	2 years	2 years
Expected volatility:	95.05%	95.95%
Expected dividends:	Nil	Nil
Weighted average fair value per options:	\$0.15	\$0.08

b) Stock Options

The Company has an incentive Stock Option Plan ("the Plan") under which non-transferable options to purchase common shares of the Company may be granted to directors, officers, employees or service providers of the Company. The terms of the Plan provide that the Directors have the right to grant options to acquire common shares of the Company at not less than the closing market price of the shares on the day preceding the grant at terms of up to five years. No amounts are paid or payable by the recipient on receipt of the option, and the options granted are not dependent on any performance-based criteria.

During the six months ended October 31, 2022, the Company granted 200,000 incentive stock options to a consultant with an exercise price of \$0.20 for a five-year period.

The total stock-based compensation expense for the three and six months ended October 31, 2023 was \$56,485 and \$115,863 (2022 - \$21,014 and \$52,850).

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

*(Expressed in Canadian Dollars)**(Unaudited)*

As at October 31, 2023, the Company's outstanding share options were as follows:

	Stock Options	Weighted average exercise price (C\$)
Outstanding at May 1, 2022	1,950,000	0.18
Granted	975,000	0.20
Outstanding at April 30, 2023	2,925,000	0.19
Outstanding at October 31, 2023	2,925,000	0.19

Expiry Date	Exercise Price	Number outstanding	Weighted-average remaining contractual life (years)	Number exercisable
June 1, 2025	\$0.15	1,000,000	1.59	1,000,000
July 29, 2025	\$0.29	150,000	1.75	150,000
November 29, 2024	\$0.20	150,000	1.08	112,500
November 29, 2026	\$0.20	650,000	3.08	433,333
July 27, 2027	\$0.20	200,000	3.74	133,333
December 12, 2027	\$0.20	400,000	4.12	133,333
December 29, 2027	\$0.20	375,000	4.16	125,000
Outstanding at October 31, 2023		2,925,000	2.72	2,087,500

The Company uses the Black-Scholes option pricing model to estimate the fair value for all stock-based compensation. The expected volatility assumption inherent in the pricing model is based on the historical volatility of the Company's stock over a term equal to the expected term of the option granted. The assumptions used in this pricing model, and the resulting weighted average fair values per option for those granted during the six months ended October 31, 2023 and 2022 were as follows:

	2023	2022
Risk-free rate:	Nil	2.65%
Expected life:	Nil	5 years
Expected volatility:	Nil	130%
Expected dividends:	Nil	Nil
Weighted average fair value per options:	\$nil	\$0.19

c) Restricted Share Units

On December 15, 2022, the Company issued 50,000 Restricted Share Units (the "RSUs") to a consultant of the Company. Each RSU entitles the holder to acquire one common share of the Company upon vesting. All 50,000 RSUs will vest on December 15, 2023.

On December 28, 2022, the Company issued 196,000 RSUs to an officer of the Company. All 196,000 RSUs will vest on December 29, 2023.

The total stock-based compensation expense for RSUs for the three and six months ended October 31, 2023 was \$14,387 and \$28,775 (2022 - \$nil).

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

*(Expressed in Canadian Dollars)**(Unaudited)*

As at October 31, 2023, the Company's outstanding Restricted Share Units were as follows:

	Restricted Share Units	Fair Value per Unit (C\$)
Outstanding at May 1, 2022	-	-
Granted	246,000	0.23
Outstanding at April 30, 2023	246,000	0.23
Outstanding at October 31, 2023	246,000	0.23

d) Performance Share Units

On December 28, 2022, the Company issued 314,000 Performance Share Units (the "PSUs") to an officer of the Company. Each PSU entitles the holder to acquire one common share of the Company upon vesting. All 314,000 PSUs will vest on the later of one year from the date of grant and the achievement of 100% of performance requirements or such other milestones as determined by the Company.

The total stock-based compensation expense for the PSUs during the three and six months ended October 31, 2023 was \$18,203 and \$18,206 (2022 - \$nil).

As at October 31, 2023, the Company's outstanding Performance Share Units were as follows:

	Restricted Share Units	Fair Value per Unit (C\$)
Outstanding at May 1, 2022	-	-
Granted	314,000	0.23
Outstanding at April 30, 2023	314,000	0.23
Outstanding at October 31, 2023	314,000	0.23

8. RELATED PARTY TRANSACTIONS

- a) The Company's related parties include key management personnel and directors and any transactions with such parties for goods and/or services are made on regular commercial terms and are considered to be at arm's length. Key management are those personnel having the authority and responsibility for planning, directing, and controlling the Company and comprise the Chief Executive Officer, Chief Financial Officer and Vice-President, Exploration of the Company.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

*(Expressed in Canadian Dollars)**(Unaudited)*

The Company incurred the following transaction with key management personnel for the three and six months ended October 31 2023 and 2022:

	Three months ended		Three months ended	
	October 31, 2023		October 31, 2022	
Salaries and benefits	\$	77,996	\$	64,350
Salaries included in exploration costs		27,830		33,000
Consulting fees		-		60,000
Stock-based compensation		45,102		14,090
	\$	150,929	\$	171,440

	Six months ended		Six months ended	
	October 31, 2023		October 31, 2022	
Salaries and benefits	\$	148,326	\$	130,992
Salaries included in exploration costs		62,004		63,708
Consulting fees		-		60,000
Stock-based compensation		90,205		30,027
	\$	300,536	\$	284,727

- b) In connection with the mineral property assets (note 4), 2 directors shall retain and be entitled to a royalty (the "Royalty") entitling 2 directors to 0.5% each (total of 1%) of all Net Smelter Returns on the area currently comprising the mineral claims named "JR 1", "JR 2" and "JR 3" (collectively, the "Royalty Area") in accordance with the terms and conditions set out. The Royalty shall constitute an interest in land and will be a covenant running with the Royalty Area.

9. LOSS PER SHARE

The loss per share for the three and six months ended October 31, 2023 and 2022 are as follows:

	Three months ended		Three months ended	
	October 31, 2023		October 31, 2022	
Loss attributable to ordinary shareholders	\$	2,054,362	\$	1,323,906
Weighted average number of shares outstanding - basic and diluted		99,024,819		78,196,559
Loss per share - basic and diluted	\$	0.02	\$	0.02

	Six months ended		Six months ended	
	October 31, 2023		October 31, 2022	
Loss attributable to ordinary shareholders	\$	4,366,479	\$	2,057,726
Weighted average number of shares outstanding - basic and diluted		97,169,698		77,647,103
Loss per share - basic and diluted	\$	0.04	\$	0.03

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

10. FINANCIAL INSTRUMENT AND RISK MANAGEMENT

Risk Management

The Company's overall risk management program seeks to minimize potential adverse effects on the Company's financial performance.

Fair value

The Company's consolidated financial instruments include cash, reclamation deposits and trade and other payables. *IFRS 7 Financial Instruments: Disclosures* ("IFRS 7") establishes a fair value hierarchy for financial instruments measured at fair value that reflects the significance of inputs in making fair value measurements as follows:

- Level 1 - applies to assets or liabilities for which there are quoted prices in active markets for identical assets or liabilities.
- Level 2 - applies to assets or liabilities for which there are inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly such as quoted prices for similar assets or liabilities in active markets or indirectly such as quoted prices for identical assets or liabilities in markets with insufficient volume or infrequent transactions.
- Level 3 - applies to assets or liabilities for which there are unobservable market data.

The recorded amounts of cash, reclamation deposits and trade and other payables approximate their respective fair values due to their short-term nature.

Credit risk

Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash. The Company limits its exposure to credit loss by placing its cash in a major Canadian bank. The carrying amount of financial assets represents the maximum credit exposure.

Interest rate risk

Interest rate risk is the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's operating cash flows are substantially independent of changes in market interest rates. The Company has not used any financial instrument to hedge potential fluctuations in interest rates. The Company does not have any exposure to interest rates.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The key to success in managing liquidity is the degree of certainty in the cash flow projections. If future cash flows are fairly uncertain, the liquidity risk increases.

The Company monitors its risk of shortage of funds by monitoring the maturity dates of existing other liabilities. Most of the Company's financial liabilities are due within one year.

DLP RESOURCES INC.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

For the three and six months ended October 31, 2023 and 2022

(Expressed in Canadian Dollars)

(Unaudited)

11. CAPITAL MANAGEMENT

The Company monitors its cash and common shares as capital. The Company's objectives when maintaining capital are to maintain sufficient capital base in order to meet its short-term obligations. The Company is not exposed to any externally imposed capital requirements.

12. SUBSEQUENT EVENTS

On November 1, 2023, the Company completed a private placement via the issuance of 2,622,000 units at a price of \$0.50 per Unit for gross proceeds of \$1,311,000. Each Unit consists of one common share and one common share purchase warrant, exercisable at a price of \$0.80 per warrant share for a period of 2 years.

Subsequent to the three and six months ended October 31, 2023, a total of 50,000 RSU were exercised as well as 149,000 warrants and 28,000 finders' warrants were exercised for gross proceeds of \$66,600.