

DLP RESOURCES INC.

Condensed Interim Consolidated Financial Statements

**For the three and nine months ended January 31, 2024 and 2023
(Unaudited)**

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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 nine months ended January 31, 2024 and 2023 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.

Scott Davis

Carol Li

Chief Financial Officer

Audit Committee

March 28, 2024

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

	Notes	January 31, 2024	April 30, 2023 (audited)
ASSETS			
Current			
Cash		\$ 842,866	\$ 1,964,346
Receivables		15,285	21,328
Prepaid expenses and advances		86,090	9,142
Total Current Assets		944,241	1,994,816
IGV Receivable		649,172	262,923
Mineral properties	3	779,867	519,494
Property, plant and equipment	5	58,762	55,393
Reclamation deposits	4	150,931	150,931
Total Non-Current Assets		1,638,732	988,741
Total Assets		\$ 2,582,973	\$ 2,983,557
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Trade and other payables		\$ 203,452	\$ 406,795
Flow through share premium	6	-	28,134
Total Current Liabilities		203,452	434,929
Total Liabilities		203,452	434,929
Shareholders' Equity			
Share capital	6	14,318,374	10,084,802
Share-based payment reserves	7	3,292,934	1,872,802
Accumulated deficit		(15,231,787)	(9,408,976)
Total Shareholders' Equity		2,379,521	2,548,628
Total Liabilities and Shareholders' Equity		\$ 2,582,973	\$ 2,983,557

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

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 January 31, 2024	Three months ended January 31, 2023	Nine months ended January 31, 2024	Nine months ended January 31, 2023
General and administrative					
Salaries and benefits	8	\$ 130,483	\$ 73,331	\$ 286,432	\$ 226,581
Stock-based compensation	7	603,225	71,722	719,088	124,572
Consulting fees		37,566	23,000	118,230	119,500
Exploration costs	3 & 8	552,083	465,293	4,453,910	2,203,496
Office and administrative		21,337	19,462	70,195	60,150
Transfer agent and filing fees		25,529	13,812	38,841	24,712
Listing costs		-	-	20,931	18,315
Professional fees		45,953	17,208	65,354	67,792
Travel		231	837	4,349	6,202
Depreciation expenses	5	4,718	2,640	13,731	7,857
Unrealized foreign exchange (gain) loss		35,207	3,378	49,884	(8,162)
Flow-through share premium recovery	6	-	(7,929)	(28,134)	(110,535)
Impairment of mineral properties	3	-	-	10,000	-
Loss before income taxes		1,456,332	682,753	5,822,811	2,740,480
Net loss and comprehensive loss for the period		\$ 1,456,332	\$ 682,753	\$ 5,822,811	\$ 2,740,480
Loss per share					
Weighted average shares outstanding					
- basic and diluted		104,398,867	80,170,224	99,571,861	79,294,810
Loss per share - basic and diluted		\$ 0.01	\$ 0.01	\$ 0.06	\$ 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 6)	2,120,000	507,495	3,207	-	-	510,702
Private placement, net of issue costs (Note 6)	4,358,800	670,838	359,244	-	-	1,030,082
Issued for other consideration						
Flow-through share premium (Note 6)	-	(106,000)	-	-	-	(106,000)
Issuance of performance shares (Note 6)	300,000	60,000	-	-	-	60,000
Stock-based compensation (Note 7)	-	-	124,572	-	-	124,572
Share subscriptions received (Note 6)	-	-	-	299,180	-	299,180
Net loss for the period	-	-	-	-	(2,740,480)	(2,740,480)
Balance, January 31, 2023	83,876,446	\$ 7,644,871	\$ 1,277,487	\$ 299,180	\$ (8,335,024)	\$ 886,514
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 (Note 6)	6,622,250	2,321,135	989,990	-	-	3,311,125
Share issue costs (Note 6)	-	(78,978)	-	-	-	(78,978)
Shares issued on warrants exercised (Note 6 & 7)	4,265,694	1,949,082	(276,613)	-	-	1,672,469
Shares issued on options exercised (Note 6 & 7)	150,000	52,350	(22,350)	-	-	30,000
Issued for other consideration						
Finder's warrants (Note 6 & 7)	-	(22,017)	22,017	-	-	-
Restricted shares units issued (Note 6 & 7)	50,000	12,000	(12,000)	-	-	-
Stock-based compensation (Note 7)	-	-	719,088	-	-	719,088
Net loss for the period	-	-	-	-	(5,822,811)	(5,822,811)
Balance, January 31, 2024	104,677,454	\$ 14,318,374	\$ 3,292,934	\$ -	\$ (15,231,787)	\$ 2,379,521

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	Nine months ended January 31, 2024	Nine months ended January 31, 2023
Cash flows from operating activities			
Loss for the period		\$ (5,822,811)	\$ (2,740,480)
Adjustment to reconcile loss to net cash used in operating activities:			
Stock-based compensation	7	719,088	124,572
Depreciation expenses	5	13,731	7,857
Issuance of performance shares	6 & 7	-	60,000
Flow-through share premium recovery	6	(28,134)	(110,535)
Impairment of mineral properties	3	10,000	-
Changes in non-cash working capital balances:			
Increase in receivables		(380,206)	(94,076)
(Increase)/decrease in prepaid expenses		(76,948)	105,623
(Decrease)/increase in trade and other payables		(203,343)	227,774
Total cash outflows from operating activities		(5,768,623)	(2,419,265)
Cash flows from investing activities			
Acquisition of property, plant and equipment	5	(17,100)	(53,379)
Increase in reclamation deposits	4	-	(49,031)
Investment in mineral properties	3	(270,373)	(121,608)
Total cash outflows from investing activities		(287,473)	(224,018)
Cash flows from financing activities			
Proceeds from share issuances	6	3,311,125	1,619,700
Share issue costs	6	(78,978)	(78,916)
Share subscriptions received	6	-	299,180
Proceeds from exercise of options	6 & 7	30,000	-
Proceeds from exercise of warrants	6 & 7	1,672,469	-
Total cash inflows from financing activities		4,934,616	1,839,964
Total increase in cash during the period		(1,121,480)	(803,319)
Cash and cash equivalents, beginning of period		1,964,346	1,207,697
Cash and cash equivalents, end of period		\$ 842,866	\$ 404,378

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 nine months ended January 31, 2024 and 2023

(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 January 31, 2024, 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 January 31, 2024, the Company has an accumulated deficit of \$15,231,787 and has working capital of \$740,789. 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 nine months ended January 31, 2024 and 2023 (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 March 28, 2024.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

2. BASIS OF PRESENTATION (continued)

b) Basis of measurement

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

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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

2. BASIS OF PRESENTATION (continued)

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.

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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

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	-	4,349	-	-	-	369	246,050	19,605	-	270,373
Impairment of Mineral properties	-	-	(10,000)	-	-	-	-	-	-	(10,000)
Net book value, January 31, 2024	\$ 84,613	\$ 52,870	\$ -	\$ 92,302	\$ 461	\$ 39,744	\$ 470,503	\$ 19,605	\$ 19,769	\$ 779,867

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 January 31, 2024, 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 nine months ended January 31, 2024, the Company spent \$nil (2023 – \$nil and recovered \$385) on both Aldridge properties.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. MINERAL PROPERTIES (continued)

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 January 31, 2024, the Company decided to cease exploration on the property wrote off the previously capitalized costs of \$10,000.

For the three and nine months ended January 31, 2024, the Company spent \$nil and \$355 (2023 - \$8,222 and \$22,870) on the Redburn Creek property.

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 nine months ended January 31, 2024, the Company spent \$4,208 and \$78,647 (2023 - \$16,234 and \$537,952) 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 nine months ended January 31, 2024, the Company recovered \$11,517 and spent \$nil (2023 - \$579 and \$271,857) on the Moby Dick property.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. MINERAL PROPERTIES (continued)

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.

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 nine months ended January 31, 2024, the Company spent \$13,092 and \$767,095 (2023 - \$151 and \$2,846) 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:

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***3. MINERAL PROPERTIES (continued)****Aurora – Peru Property (continued)**

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 nine months ended January 31, 2024, the Company spent \$527,746 and \$2,745,475 (2023 - \$452,759 and \$1,269,794), on the Aurora – Peru property, which was included on the consolidated statements of comprehensive loss. As of January 31, 2024, the Company had accumulated exploration expenditures of \$4,981,246 on the Aurora – Peru property.

During the nine months ended January 31, 2024, the Company incurred \$246,050 (PEN 676,514) in acquisition costs on the Aurora – Peru property, which was included in Mineral Properties on the consolidated statement of financial position.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

3. MINERAL PROPERTIES (continued)

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 nine months ended January 31, 2024, the Company spent \$8,753 and \$663,114 (2023 - \$3,464 and \$105,371) 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 nine months ended January 31, 2024, the Company spent \$9,701 and \$192,999 (2023 - \$nil) on the Esperanza – Peru property.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***3. MINERAL PROPERTIES (continued)****Exploration costs**

For the three and nine months ended January 31, 2024, the Company incurred \$552,083 and \$4,453,910 (2023 – \$465,292 and \$2,203,496) on exploration costs on its properties. The following tables summarize the exploration costs incurred.

Three months ended January 31, 2024

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Esperanza -		Total
										Peru		
Geology	\$ -	\$ -	\$ -	\$ -	\$ 1,950	\$ -	\$ 1,100	\$ 62,260	\$ -	\$ 128	\$	\$ 65,438
Drilling	-	-	-	-	-	(11,517)	11,517	321,114	4,452	-		325,566
Wages/Travel/Admin	-	-	-	-	2,258	-	-	144,339	4,251	9,526		160,374
Maps & Reproductions	100	-	-	-	-	-	475	33	50	47		705
Total	\$ 100	\$ -	\$ -	\$ -	\$ 4,208	\$ (11,517)	\$ 13,092	\$ 527,746	\$ 8,753	\$ 9,701	\$	\$ 552,083

Three months ended January 31, 2023

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Esperanza -		Total
										Peru		
Geology	\$ -	\$ -	\$ -	\$ 3,300	\$ 5,879	\$ -	\$ -	\$ 24,108	\$ -	\$ -	\$	\$ 33,287
Geochemistry	-	-	-	3,291	-	-	-	305	-	-		3,596
Drilling	-	-	-	-	4,122	-	-	263,321	549	-		267,992
Wages/Travel/Admin	-	-	-	-	5,668	151	151	165,015	2,700	-		173,685
Maps & Reproductions	1,300	-	-	1,631	565	428	-	10	215	-		4,149
BC Mining Exploration Credit	(17,417)	-	-	-	-	-	-	-	-	-		(17,417)
Total	\$ (16,117)	\$ -	\$ -	\$ 8,222	\$ 16,234	\$ 579	\$ 151	\$ 452,759	\$ 3,464	\$ -	\$	\$ 465,292

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***3. MINERAL PROPERTIES (continued)**

Exploration costs (continued)

Nine months ended January 31, 2024

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	Esperanza -		Total
										Peru		
Geology	\$ -	\$ -	\$ -	\$ -	\$ 39,928	\$ -	\$ 24,200	\$ 149,838	\$ 13,925	\$ 181,239	\$ -	\$ 409,130
Geophysics	-	-	-	-	-	-	-	22,365	-	-	-	22,365
Geochemistry	-	-	-	-	18,772	-	-	5,531	-	-	-	24,303
Drilling	5,800	-	-	-	15,225	-	730,294	2,054,836	614,181	-	-	3,420,336
Wages/Travel/Admin	-	-	-	355	3,816	-	11,976	512,766	33,910	11,713	-	574,536
Maps & Reproductions	425	-	-	-	906	-	625	139	1,098	47	-	3,240
Total	\$ 6,225	\$ -	\$ -	\$ 355	\$ 78,647	\$ -	\$ 767,095	\$ 2,745,475	\$ 663,114	\$ 192,999	\$ -	\$ 4,453,910

Nine months ended January 31, 2023

Exploration Costs	General	Aldridge 1	Aldridge 2	Redburn	Hungry Creek	Moby Dick	NZOU	Aurora - Peru	Copper Creek	DD	Total
Geophysics	-	-	-	-	-	-	-	-	10,234	-	10,234
Geochemistry	-	-	-	16,397	-	-	-	305	-	-	16,702
Drilling	2,325	-	-	-	244,414	237,569	-	746,653	71,822	2,615	1,305,398
Wages/Travel/Admin	-	(385)	-	572	31,926	15,882	151	459,843	9,329	1,051	518,369
Maps & Reproductions	1,500	-	-	2,051	1,788	428	-	748	1,061	422	7,998
BC Mining Exploration Credit	(17,417)	-	-	-	-	-	-	-	-	-	(17,417)
Total	\$ (13,592)	\$ (385)	\$ -	\$ 22,870	\$ 537,952	\$ 271,857	\$ 2,846	\$ 1,269,794	\$ 105,371	\$ 6,783	\$ 2,203,496

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(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 January 31, 2024, the Company has reclamation bonds on the following properties:

Reclamation Bonds	January 31, 2024	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	11,753	5,347	-	17,100
Depreciation and amortization	(3,138)	(1,051)	(9,542)	(13,731)
Net book value, January 31, 2024	\$ 20,015	\$ 5,882	\$ 32,865	\$ 58,762

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

6. SHARE CAPITAL

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

Activities for the nine months ended January 31, 2024

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 finder's 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.

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.

On December 15, 2023, the Company issued 50,000 common shares of the Company at a deemed price of \$0.24 per share to a consultant of the Company pursuant to a RSU award agreement dated December 15, 2022.

During the nine months ended January 31, 2024, the Company issued 4,265,694 shares pursuant to the exercise of warrants at exercise prices ranging from \$0.25 to \$0.40 per share for gross proceeds of \$1,672,469. The Company reallocated the fair value of these warrants previously recorded in the amount of \$276,613 from equity reserves to share capital.

During the nine months ended January 31, 2024, the Company issued 150,000 shares pursuant to the exercise of options at an exercise price of \$0.20 per share for gross proceeds of \$30,000. The Company reallocated the fair value of these options previously recorded in the amount of \$22,350 from equity reserves to share capital.

During the nine months ended January 31, 2024, the Company incurred \$1,489,371 of qualified flow-through expenditures and recognized a \$28,134 flow-through share premium recovery on the statement of comprehensive loss.

Activities for the nine months ended January 31, 2023

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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

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

6. SHARE CAPITAL (continued)***Activities for the nine months ended January 31, 2023 (continued)***

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.

On November 22, 2022 and December 15, 2022, the Company completed, in two tranches, a private placement via the issuance of 4,358,800 units at a price of \$0.25 per Unit for gross proceeds of \$1,089,700. Each unit consists of one common share of the Company and one non-transferable common share purchase warrant (a "Warrant"). Each Warrant entitles the holder to purchase one common share in the capital of the Company at a price of \$0.40 per share, for a period of 2 years following the issuance of the Warrant. The Company paid cash finders' fees totaling \$44,079 and legal fees totaling \$15,539. The Company also issued 176,316 finders' warrants ("Finders' Warrants"). Each Finders' Warrant entitles the holder to purchase one common share in the capital of the Company at a price of \$0.25 per share for a period of 2 years from the date of issuance.

As at January 31, 2023, the Company incurred \$947,293 of qualified flow-through expenditures and recognized a \$110,535 flow-through share premium recovery on the statement of comprehensive loss. The Company has an \$79,692 flow-through share premium liability for future qualified flow-through expenditures to be incurred.

As at January 31, 2023, the Company had received \$299,180 in share subscriptions for a private placement completed subsequent to period end.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***7. WARRANTS, OPTIONS, SHARE-BASED AWARD****a) Warrants**

Changes in share purchase warrants for the nine months ended January 31, 2024 were 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
Issued for private placement	2,622,000	0.80	418,526	November 1, 2025
Warrants exercised	(4,265,694)	0.39	(276,613)	
Warrants expired	(1,952,667)	0.40	(129,266)	
Outstanding at January 31, 2024	16,879,687	0.50		

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***7. WARRANTS, OPTIONS, SHARE-BASED AWARD (continued)****a) Warrants (continued)**

As at January 31, 2024, the Company had outstanding and exercisable warrants as follows:

Issue Date	Warrants	Exercise price (C\$)	Expiry Date
September 16, 2022	20,706	0.25	March 16, 2024 ¹
November 22, 2022	3,343,200	0.40	November 22, 2024
November 22, 2022	97,824	0.25	November 22, 2024
December 15, 2022	935,600	0.40	December 15, 2024
December 15, 2022	58,492	0.25	December 15, 2024
February 5, 2023	5,168,814	0.40	February 5, 2025
February 5, 2023	261,835	0.27	February 5, 2025
April 5, 2023	282,188	0.40	April 5, 2025
September 27, 2023	4,000,250	0.80	September 27, 2025
September 27, 2023	88,778	0.50	September 27, 2025
November 1, 2023	2,622,000	0.80	November 1, 2025
	16,879,687		

¹⁾ Exercised subsequent to January 31, 2024.

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 nine months ended January 31, 2024 and 2023 were as follows:

	2024	2023
Risk-free rate:	4.76%	3.68% to 3.93%
Expected life:	2 years	1.5 to 2.0 years
Expected volatility:	95.43%	95.95% to 108.20%
Expected dividends:	Nil	Nil
Weighted average fair value per warrant:	\$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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***7. WARRANTS, OPTIONS, SHARE-BASED AWARD (continued)****b) Stock Options (continued)**

During the nine months ended January 31, 2024, the Company granted 191,860 incentive stock options to an officer of the Company with an exercise price of \$0.43 for a five-year period.

During the nine months ended January 31, 2024, the Company granted 150,000 incentive stock options to a consultant with an exercise price of \$0.40 for a three-year period.

The total stock-based compensation expense for the three and nine months ended January 31, 2024 was \$79,040 and \$147,922 (2023 - \$59,251 and \$112,100)

Changes in stock options for the nine months ended January 31, 2024 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
Granted	341,860	0.42
Exercised	(150,000)	0.20
Outstanding at January 31, 2024	3,116,860	0.21

As at January 31, 2024, the Company's outstanding share options were as follows:

Expiry Date	Exercise Price	Number outstanding	Weighted-average remaining contractual life (years)	Number exercisable
June 1, 2025	\$0.15	1,000,000	1.33	1,000,000
July 29, 2025	\$0.29	150,000	1.49	150,000
November 29, 2026	\$0.20	650,000	2.83	650,000
July 27, 2027	\$0.20	200,000	3.49	133,333
December 12, 2027	\$0.20	400,000	3.87	266,667
December 29, 2027	\$0.20	375,000	3.91	250,000
January 2, 2029	\$0.43	191,860	4.93	191,860
January 10, 2027	\$0.40	150,000	2.95	50,000
Outstanding at January 31, 2024		3,116,860	2.73	2,691,860

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***7. WARRANTS, OPTIONS, SHARE-BASED AWARD (continued)****b) Stock Options (continued)**

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 nine months ended January 31, 2024 and 2023 were as follows:

	2024	2023
Risk-free rate:	3.50%	2.65% to 3.37%
Expected life:	4.12 years	5 years
Expected volatility:	112.45%	109% to 111%
Expected dividends:	Nil	Nil
Weighted average fair value per option:	\$0.32	\$0.17

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.

On January 2, 2024, the Company issued 654,650 RSUs to officers and employee of the Company. All 654,650 RSUs will vest on January 2, 2025.

The total stock-based compensation expense for RSUs for the three and nine months ended January 31, 2024 was \$29,390 and \$58,165 (2023 - \$5,744).

As at January 31, 2024, 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
Granted	654,650	0.40
Redeemed	(50,000)	0.24
Outstanding at January 31, 2024	900,650	0.35

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

*(Expressed in Canadian Dollars)**(Unaudited)***7. WARRANTS, OPTIONS, SHARE-BASED AWARD (continued)****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 nine months ended January 31, 2024 was \$29,677 and \$47,883 (2023 - \$6,727).

As at January 31, 2024, the Company’s outstanding Performance Share Units were as follows:

	Performance 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 January 31, 2024	314,000	0.23

e) Deferred Share Units

On January 2, 2024, the Company issued 1,162,795 Deferred Share Units (the “DSUs”) to officers of the Company. Each DSU entitles the holder to acquire one common share of the Company upon vesting. All 1,162,795 DSUs will vest on the date the awardee ceases to be an eligible person.

The total stock-based compensation expense for the DSUs during the three and nine months ended January 31, 2024 was \$465,118 (2023 - \$nil).

	Deferred Share Units	Fair Value per Unit (C\$)
Outstanding at May 1, 2023	-	-
Granted	1,162,795	0.40
Outstanding at January 31, 2024	1,162,795	0.40

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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

The Company incurred the following transaction with key management personnel for the three and nine months ended January 31, 2024 and 2023:

	Three months ended January 31, 2024	Three months ended January 31, 2023
Salaries and benefits	\$ 66,004	\$ 65,980
Salaries included in exploration costs	13,815	33,000
Stock-based compensation	578,021	46,102
	\$ 657,840	\$ 145,082

	Nine months ended January 31, 2024	Nine months ended January 31, 2023
Salaries and benefits	\$ 214,330	\$ 205,472
Salaries included in exploration costs	75,819	96,708
Consulting fees	-	60,000
Stock-based compensation	668,226	76,128
	\$ 958,375	\$ 438,308

- b) In connection with the mineral property assets (note 3), 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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited)

9. LOSS PER SHARE

The loss per share for the three and nine months ended January 31, 2024 and 2023 are as follows:

	Three months ended January 31, 2024	Three months ended January 31, 2023
Loss attributable to ordinary shareholders	\$ 1,456,332	\$ 682,753
Weighted average number of shares outstanding - basic and diluted	104,398,867	80,170,224
Loss per share - basic and diluted	\$ 0.01	\$ 0.01

	Nine months ended January 31, 2024	Nine months ended January 31, 2023
Loss attributable to ordinary shareholders	\$ 5,822,811	\$ 2,740,480
Weighted average number of shares outstanding - basic and diluted	99,571,861	79,294,810
Loss per share - basic and diluted	\$ 0.06	\$ 0.03

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.

DLP RESOURCES INC.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended January 31, 2024 and 2023

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

10. FINANCIAL INSTRUMENT AND RISK MANAGEMENT (continued)***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.

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.