BLACKROCK SILVER CORP.

Consolidated Financial Statements

For the Three Months Ended January 31, 2025 and 2024

(Expressed in Canadian Dollars)

BLACKROCK SILVER CORP.

Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

		January 31, 2025		October 31, 2024
Assets				
Current assets				
Cash and cash equivalents	**$**	**17,442,285**	$	9,399,493
Amounts receivable		**52,201**		107,192
Prepaid expenses and deposits (Note 4)		**197,601**		222,010
		17,692,087		9,728,695
Non-current assets				
Guaranteed investment certificate (Note 11)		**33,000**		33,000
Equipment and right-of-use asset (Note 5)		**357,815**		316,693
Exploration and evaluation assets (Note 6)		**7,435,587**		7,174,804
	$	**25,518,489**	$	17,253,192
Liabilities and Shareholders' Equity				
Current liabilities				
Accounts payable and accrued liabilities	**$**	**1,106,206**	$	1,111,022
Due to related parties (Note 8)		**129,706**		68,595
Lease liability (Note 13)		**28,219**		27,599
Share compensation liability (Note 7)		**99,020**		157,148
		1,363,151		1,364,364
Long-term liabilities				
Lease liability (Note 13)		**35,274**		42,354
Share compensation liability (Note 7)		**73,681**		75,679
		108,955		1,482,397
Shareholders' Equity				
Share capital (Note 7)		**97,691,765**		86,350,108
Reserves (Note 7)		**11,693,634**		10,242,291
Accumulated other comprehensive income		**890,187**		588,129
Deficit		**(86,229,203)**		(81,409,733)
		24,046,383		15,770,795
	$	**25,518,489**	$	17,253,192

Nature of Operations and Going Concern (Note 1)
Commitments and Contingencies (Note 11)
Subsequent Events (Note 14)

Approved by the Directors:

"David Laing"
David Laing, Director

"Tony Wood"
Tony Wood, Director

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

BLACKROCK SILVER CORP.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Unaudited – Expressed in Canadian Dollars)

	Three Months Ended January 31, 2025	2024
Exploration expenditures (Note 6 and Note 8)		
Drilling (Note 5)	**$ 3,515,437**	$ 115,735
Geology and consulting (Note 5)	**240,103**	68,263
Geophysics	**38,131**	-
Property investigation	**-**	473
Legal fees	**-**	385
	(3,793,671)	(184,856)
Operating expenses (income)		
Accounting and audit	**68,242**	76,300
Bank charges and interest	**2,781**	2,750
Change in fair value of share compensation liability (Note 7)	**(59,336)**	(54,685)
Consulting fees	**62,125**	54,113
Depreciation	**7,039**	-
Directors fees (Note 8)	**91,296**	52,357
Insurance	**34,012**	30,186
Legal fees	**40,377**	33,515
Management fees (Note 8)	**720,411**	595,915
Marketing and communications	**37,608**	165,785
Office	**50,867**	47,740
Regulatory and filing fees	**21,808**	68,171
Rent	**-**	4,112
Share-based payments (Notes 7, 8)	**113,081**	77,552
Travel	**35,723**	59,519
Wages	**107,712**	94,012
	(1,333,746)	(1,307,342)
Other income		
Foreign exchange gain	**223,099**	12,835
Interest income	**84,848**	-
	307,947	12,835
Net Loss for the period	**(4,819,470)**	(1,479,363)
Other comprehensive income (loss)		
Item that may be reclassified to profit or loss		
Foreign currency translation adjustment	**302,058**	(143,990)
Total Comprehensive Loss for the period	**$ 4,517,412**	$ (1,623,353)
Basic and Diluted Loss per share	**$ (0.02)**	$ (0.01)
Weighted average number of common shares outstanding		
Basic and Diluted	**276,644,093**	194,877,623

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

BLACKROCK SILVER CORP.

Condensed Consolidated Interim Statements of Cash Flows
(Unaudited – Expressed in Canadian dollars)

	Three Months Ended January 31, 2024	2023
Cash provided by (used for):		
Operating activities		
Net loss for the period	**$ (4,819,470)**	$ (1,479,363)
Interest income	**(84,848)**	-
Adjustment for items not involving cash:		
Depreciation included in exploration expenditures	**15,514**	11,664
Depreciation	**7,039**	
Foreign exchange	**484,567**	5,462
Share-based payments	**113,081**	77,552
Change in fair value of share compensation liability	**(59,336)**	(54,686)
	(4,343,453)	(1,439,371)
Changes in non-cash operating capital:		
Amounts receivable	**54,991**	48,441
Prepaid expenses and deposits	**19,358**	143,995
Accounts payable and accrued liabilities	**63,362**	118,431
Due to related parties	**34,809**	116,959
	(4,170,933)	(1,011,545)
Investing activities		
Exploration and evaluation assets	**-**	(100,868)
Purchase of equipment	**(52,801)**	-
Interest income	**84,848**	-
	32,047	(100,868)
Financing activities		
Issuance of common shares	**13,865,413**	5,846,950
Share issuance costs	**(1,141,284)**	(596,854)
Settlement of restricted share units	**(45,000)**	(35,000)
Repayment of lease liability	**(6,460)**	-
	12,672,669	5,215,096
Increase in cash	**8,533,783**	4,102,683
Effect of exchange rate changes on cash	**(490,991)**	9,692
Cash and cash equivalents, beginning of the period	**9,399,493**	656,181
Cash and cash equivalents, end of the period	**$ 17,442,285**	$ 4,768,556

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

BLACKROCK SILVER CORP.

Condensed Consolidated Interim Statements of Changes in Equity
(Unaudited – Expressed in Canadian dollars)

	Number of Shares		Share Capital		Reserves		Accumulated Other Comprehensive Income (Loss)		Deficit		Total Equity
Balance at October 31, 2023	193,019,295	$	65,144,084	$	10,233,351	$	492,036	$	(69,652,656)	$	6,216,815
Private placements	28,750,000		5,750,000		-		-		-		5,750,000
Share issuance costs	-		(763,174)		166,320		-		-		(596,854)
Shares issued in settlement of RSUs	260,601		67,544		-		-		-		67,544
Share options exercised	565,000		107,957		(46,007)		-		-		61,950
Share-based payments	-		-		17,746		-		-		17,746
Net loss for the period	-		-		-		-		(1,479,363)		(1,479,363)
Foreign currency translation adjustment	-		-		-		(143,990)		-		(143,990)
Balance at January 31, 2024	**222,594,896**		**70,306,411**		**10,371,410**		**348,046**		**(71,132,019)**		**9,893,848**
Private placements	47,968,750		15,350,000		-		-		-		15,350,000
Share issuance costs	-		(1,311,209)		261,373		-		-		(1,049,836)
Shares issued in settlement of RSUs	275,748		89,955		-		-		-		89,955
Warrants and finder's warrants exercised	3,451,575		1,159,917		(154,002)		-		-		1,005,915
Share options exercised	1,780,000		755,034		(343,284)		-		-		411,750
Share-based payments	-		-		106,794		-		-		106,794
Net loss for the period	-		-		-		-		(10,277,714)		(10,277,714)
Foreign currency translation adjustment	-		-		-		240,083		-		240,083
Balance at October 31, 2024	**276,070,969**		**86,350,108**		**10,242,291**		**588,129**		**(81,409,733)**		**15,770,795**
Private placements	38,334,100		12,650,253		1,150,023		-		-		13,800,276
Share issuance costs	-		(1,427,214)		285,930		-		-		(1,141,284)
Shares issued in settlement of RSUs	125,001		45,000		-		-		-		45,000
Warrants and finder's warrants exercised	62,148		25,957		(5,820)		-		-		20,137
Shares issued in settlement of DSUs	129,576		47,661		(47,661)		-		-		-
Share-based payments	-		-		68,871		-		-		68,871
Net loss for the period	-		-		-		-		(4,819,470)		(4,819,470)
Foreign currency translation adjustment	-		-		-		302,058		-		302,058
Balance at January 31, 2025	**314,721,794**	**$**	**97,691,765**	**$**	**11,693,634**	**$**	**890,187**	**$**	**(86,229,203)**	**$**	**24,046,383**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Blackrock Silver Corp. ("our", "Blackrock" or the "Company") was incorporated on April 16, 1999 under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition, exploration and development of mineral properties located in Canada and the United States ("US"). The Company's shares trade on the TSX Venture Exchange ("TSX-V") under the symbol "BRC.V" and also trade on the OTCQB under the symbol "BKRRF".

The head office, registered address, principal address and records office of the Company are located at 2710 – 200 Granville Street, Vancouver, British Columbia, Canada V6C 1S4.

As the Company is in the exploration stage, the recoverability of amounts shown for exploration and evaluation assets and the Company's ability to continue as a going concern is dependent upon the discovery of economically recoverable reserves, continuation of the Company's interest in the underlying resource claims, the ability of the Company to obtain necessary financing to complete their development and upon future profitable production or proceeds from the disposition thereof. The amounts shown as exploration and evaluation assets represent net costs to date, less amounts amortized and/or written off, and do not necessarily represent present, future values or amounts invested in the assets. The Company has chosen an accounting policy of expensing exploration expenditures on the properties and only capitalizing direct acquisition and holding costs.

The Company has incurred losses since inception and has an accumulated operating deficit of $86,229,203 at January 31, 2025 (October 31, 2024 - $81,409,733). For the three months ended January 31, 2025, the Company had a net loss of $4,819,470 (2024 - $1,479,363), cash flows used in operating activities of $4,170,932 (2024 - $1,011,545) and current assets less current liabilities of $16,328,935 (October 31, 2024 - $8,364,331). The Company expects to incur future losses in the exploration of its mineral properties.

To fund the Company's exploration activity for at least the next twelve-month period, the Company will be drawing down its current cash, maintaining cost control measures and raising additional proceeds either by way of private placements or exercise of share purchase options, warrants and finders' warrants. To support the Company's financing requirements, the Company filed a base shelf prospectus (the "Prospectus") on August 4, 2023. The Prospectus allows the Company to raise up to $50,000,000, for a period of 25 months, at a price at, or above, the market price at the time of the financing.

While these condensed consolidated interim financial statements ("financial statements") have been prepared with the assumption that the Company will be able to meet its obligations and continue its operations for its next fiscal year, the aforementioned conditions indicate the existence of material uncertainties, which may cast significant doubt on the Company's ability to continue as a going concern, and therefore may not be able to discharge its liabilities in the normal course of business. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary if the Company were not to continue as a going concern.

2. BASIS OF PRESENTATION

These financial statements were authorized for issue on March 26, 2025, by the directors of the Company.

Statement of compliance to IFRS Accounting Standards ("IFRS")

These financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and Interpretations (collectively IFRS Standards). These financial statements comply with International Accounting Standard 34 *Interim Financial Reporting*.

2. BASIS OF PRESENTATION – Continued

Basis of preparation
These financial statements have been prepared on a historical cost basis, except for financial instruments classified as fair value through profit or loss ("FVTPL") that have been measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting.

These financial statements, including comparatives, have been prepared on the basis of IFRS Accounting Standards that are published at the time of preparation and that are effective or available for adoption on November 1, 2024.

Basis of consolidation
The financial statements of the Company include the following subsidiary:

Name of subsidiary	Place of incorporation	Percentage ownership
Blackrock Gold Corp.	*USA*	100%

Blackrock Gold Corp. ("Blackrock US") was incorporated on May 9, 2018. The Company consolidates the subsidiary for the year ending October 31, 2025, on the basis that it controls the subsidiary. Control exists when the Company is exposed to or has the rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Blackrock US has a December 31 year-end, differing from the Company's year-end of October 31 for tax purposes.

All intercompany transactions and balances are eliminated on consolidation.

Accounting estimates and judgments
The preparation of these financial statements requires management to make estimates and judgments and form assumptions that affect the reported amounts and other disclosures in these financial statements. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions and conditions.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods.

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amounts of assets and liabilities within the next financial year.

Accounting estimates and judgments include recoverability of exploration and evaluation costs and impairment of exploration and evaluation assets.

Determining whether to test for impairment of mineral exploration properties and deferred exploration assets requires management's judgment regarding the following factors, among others: the year for which the entity has the right to explore in the specific area has expired or will expire in the near future, and is not expected to be renewed; substantive expenditure on further exploration and evaluation of mineral resources in a specific area is neither budgeted nor planned; exploration for and evaluation of mineral resources in a specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area; or sufficient data exists to indicate that, although a development in a specific area is likely to proceed, the carrying amounts of the exploration assets are unlikely to be recovered in full from successful development or by sale.

2. BASIS OF PRESENTATION – Continued

Foreign currencies
The Company assesses functional currency on an entity-by-entity basis based on the related fact pattern and only when events and conditions of the underlying transactions have changed; however, the presentation currency used in these financial statements is determined at management's discretion.

The functional currency of the parent company, and the presentation currency applicable to these financial statements, is the Canadian dollar. The functional currency of the Company's wholly owned subsidiary is the US dollar for the three months ended January 31, 2025.

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on dates of transactions. At each consolidated statement of financial position reporting date, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at each reporting date. Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign currency translation differences are recognized as a foreign currency translation adjustment in other comprehensive income (loss) and accumulated in equity.

Future accounting standards and interpretations
Accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are assessed below if applicable or are expected to have a significant impact on the Company's financial statements.

Classification of Liabilities as Current or Non-current (Amendments to IAS 1)

The amendments to IAS 1 provide a more general approach to the classification of liabilities based on the contractual arrangements in place at the reporting date. These amendments are effective for reporting periods beginning on or after January 1, 2024. The Company does not expect the adoption of this new amendment to have a significant impact on the financial statements.

IFRS 18 Presentation and Disclosure in Financial Statements

In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements ("IFRS 18") which replaces IAS 1 Presentation of Financial Statements.

IFRS 18 introduces:

(i) New requirements on presentation within the statement of profit or loss;
(ii) Disclosure standards regarding management defined performance measures; and
(iii) Principles for aggregation and disaggregation of financial information in the financial statements and the notes.

IFRS 18 will be effective for annual reporting periods beginning on or after January 1, 2027. IFRS 18 is to be applied retrospectively. The Company is currently assessing the impact that IFRS 18 will have on its consolidated financial statements.

(Unaudited – Expressed in Canadian dollars)

3. MATERIAL ACCOUNTING POLICIES

These financial statements of the Company have been prepared in accordance with International Financial Reporting Standards and International Accounting Standards, as issued by the International Accounting Standards Board ("IASB"), and Interpretations (collectively IFRS Accounting Standards). These financial statements comply with International Accounting Standard ("IAS") 34 *Interim Financial Reporting*.

These unaudited condensed consolidated interim financial statements do not include all note disclosures required by IFRS Accounting Standards for annual consolidated financial statements, and therefore, should be read in conjunction with the annual consolidated financial statements as at October 31, 2024 and for the year then ended. In the opinion of management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. Operating results for the three months ended January 31, 2025 are not necessarily indicative of the results that may be expected for the year to end October 31, 2025.

4. PREPAID EXPENSES AND DEPOSITS

Prepaid expenses at January 31, 2025 and October 31, 2024 is comprised of the following:

		January 31, 2025		October 31, 2024
Exploration expenditures	**$**	**89,134**	$	38,014
Insurance		**31,634**		47,371
Marketing and lead generation		**32,746**		80,950
Other prepaid expenses and deposits		**44,087**		55,675
	$	**197,601**	$	222,010

5. EQUIPMENT

		Equipment		Right-of-Use Asset		Total
Cost						
Balance, October 31, 2023	**$**	361,911	$	-	$	361,911
Additions		47,307		84,464		131,771
Foreign currency translation		2,059		-		2,059
Balance, October 31, 2024		411,277		84,464		495,741
Additions		52,801		-		52,801
Foreign currency translation		17,813		-		17,813
Balance, January 31, 2025	**$**	481,891	$	84,464	$	566,355
Depreciation						
Balance, October 31, 2023	**$**	113,266	$	-	$	113,266
Additions		47,926		16,424		64,350
Foreign currency translation		1,432		-		1,432
Balance, October 31, 2024		162,624		16,424		179,048
Additions		15,514		7,039		22,553
Foreign currency translation		6,939		-		6,939
Balance, January 31, 2025	**$**	185,077	$	23,463	$	208,540
Net Book Value						
October 31, 2024	**$**	248,653	$	68,040	$	316,693

(Unaudited – Expressed in Canadian dollars)

January 31, 2025	**$**	296,814	$	61,001	$	357,815

5. EQUIPMENT - Continued

Depreciation related to the assets specific to exploration activity was recorded as a part of exploration expenditures (Note 6) on the condensed consolidated interim statement of loss and comprehensive loss. The total depreciation related exploration assets were $15,514. Of this total, $14,467 (2024 - $11,664) was recorded as part of drilling costs and $1,047 (2024 - $Nil) was recorded in geology and consulting.

6. EXPLORATION AND EVALUATION ASSETS

Title disclaimer

6. As at January 31, 2025 all of the Company's exploration and evaluation assets are located in Nevada, United States. Title to mining properties involves certain inherent risks due to the difficulties of determining the validity of certain claims, as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristics of many mining properties. The Company has investigated title to its mineral properties and, to the best of its knowledge, its properties are in good standing.

United States

Acquisition and Holding Costs		**Silver Cloud**		**Tonopah**		**Total**
Balance, October 31, 2023	$	2,115,690	$	3,064,656	**$**	**5,180,346**
Additions		405,704		1,523,198		**1,928,902**
Foreign currency translation		10,941		54,615		**65,556**
Balance, October 31, 2024		2,532,335		4,642,469		**7,174,804**
Additions		-		-		**-**
Foreign currency translation		71,486		189,297		**260,783**
Balance, January 31, 2025	$	2,603,821	$	4,831,766	**$**	**7,435,587**

The acquisition cost and exploration and evaluation expenditures relating to the West Silver Cloud property have been included with those of Silver Cloud, while Tonopah North and West expenditures have been included together.

The exploration expenditures for the three months ended January 31, 2025 were as follows:

Exploration Expenditures		**Silver Cloud**		**Tonopah**		**Generative**		**Total**
Drilling	$	1,999	$	3,513,438	$	-	**$**	**3,515,437**
Geology and consulting		334		239,662		107		**240,103**
Geophysics		-		38,131		-		**38,131**
Total	$	2,333	$	3,791,231	$	107	**$**	**3,793,671**

The exploration expenditures for the three months ended January 31, 2024 were as follows:

Exploration Expenditures		**Silver Cloud**		**Tonopah**		**Generative**		**Total**
Drilling	$	50,419	$	65,316	$	-	**$**	**115,735**
Geology and consulting		2,978		65,183		101		**68,262**
Property investigation		-		-		473		**473**
Legal fees		-		193		193		**386**
Total	$	53,397	$	130,692	$	767	**$**	**184,856**

6. EXPLORATION AND EVALUATION ASSETS – Continued

Silver Cloud Project

On October 27, 2017, the Company entered into a Lease Agreement (the "Lease") with Pescio Exploration, LLC ("Pescio" or the "Lessor") with respect to 552 unpatented lode mining claims situated in Elko County, Nevada, and known as the Silver Cloud Project (the "Property"). The Lease affords Blackrock all rights and privileges incidental to ownership, including rights to explore, develop and mine the Property. The term of the Lease is 10 years from October 27, 2017 (the "Effective Date"), and so long thereafter as: a) exploration and/or development is taking place on the Property, and/or b) the Property is held by Blackrock or its successors and assigns, unless earlier terminated in accordance with the terms of the Lease.

In June 2019, the Company completed negotiations to amend the Lease terms and conditions with the underlying owner. The amended Lease provides for lower upfront payments, a reduction of the net smelter return royalty through a buyout, and a purchase option for the Property. The agreement was further amended on October 27, 2023.

Silver Cloud Project – Continued

Pursuant to the original, and first amendment, Lease, to acquire and maintain the Lease in good standing, Blackrock:

a) Reimbursed the Lessor US$92,308 ($120,296) for the 2017 Bureau of Land Management ("BLM") fees;
b) Paid US$100,000 ($130,320) and issued 1,000,000 common shares of the Company to the Lessor at a price of $0.13 per share;
c) Paid lease payments to the Lessor as follows:
    i. 1st anniversary of the Effective Date, October 27, 2018, US$100,000 ($131,810) (paid);
    ii. 2nd anniversary of the Effective Date, October 27, 2019, US$75,000 ($98,731) (paid);
    iii. 3rd anniversary of the Effective Date, October 27, 2020, US$100,000 ($131,640) (paid);
    iv. 4th anniversary of the Effective Date, October 27, 2021, US$150,000 ($188,565) (paid);
    v. 5th anniversary of the Effective Date, October 27, 2022, US$200,000 ($266,020) (paid);
d) Must perform a minimum total of 25,000 feet (completed) of drilling on the Property during the first five years of the term of the Lease;
e) Must pay all BLM permit costs. The Company paid BLM fees of US$91,080 ($121,546) in 2023 and US$91,080 ($111,910) in 2022; and
f) Must make additional payments to the Lessor of US$500,000 in year 6, US$750,000 in year 7 and US$1,500,000 per year starting in year 8.

Pursuant to the amending agreement:

(i) The Company must make the following cash payments:
    i. January 27, 2024, payment of US$75,000 ($100,868) (paid);
    ii. 7th anniversary of the Effective Date, October 27, 2024, US$100,000 ($138,720) (paid);
    iii. 8th anniversary of the Effective Date, October 27, 2025, US$125,000;
    iv. 9th anniversary of the Effective Date, October 27, 2026, US$125,000;
    v. 10th anniversary of the Effective Date, October 27, 2027 to 15th anniversary of the Effective Date, October 27, 2031, US$150,000 per year; and
    vi. 16th anniversary of the Effective Date and all subsequent anniversaries the Lease is in effect, US$175,000 per year (subject to annual adjustment for inflation).

(ii) the Company shall have the right, exercisable any time within 10 years of the date of the Amendment, to buy down the 3.5% royalty payable to the Owner to 2% by way of cash payment to the Owner of US$4.5 million;

6. EXPLORATION AND EVALUATION ASSETS – Continued

(iii) in substitution of the previous drilling commitment on Silver Cloud provided for in the Lease, the Company is now required to incur work expenditures on Silver Cloud in a minimum amount of: (A) US$500,000 on or before October 27, 2030; and (B) a further US$500,000 on or before October 27, 2033, representing a cumulative total work commitment of $1,000,000;

(iv) the Company's option to purchase 100% of Silver Cloud (the "Purchase Option") has been amended to provide for a purchase price of: (A) US$5,000,000 if the Purchase Option is exercised on or before October 27, 2029; and (B) US$7,000,000 (subject to annual inflationary increases) if the Purchase Option is exercised after October 27, 2029; and

(v) the Company has agreed to pay to the Owner a one-time cash payment of US$75,000 ($100,868) in the event that the Company sells all or the majority of its interest in the mining claims comprising Silver Cloud or enters into or forms a joint venture on Silver Cloud wherein another party may earn an interest in at least fifty percent (50%) of Silver Cloud.

Silver Cloud Project – Continued
The Property is subject to a production royalty equal to 0.5% of the net smelter returns. The Company has the right to purchase the royalty at any time for US$500,000.

Tonopah West Project
On February 24, 2020, the Company, through its subsidiary, Blackrock US, entered into the Blackrock Gold Corp. Option Agreement (the "OA") with Nevada Select Royalty, Inc. ("Nevada Select"), a wholly owned subsidiary of Ely Gold Royalties Inc., with respect to 17 unpatented mining claims and 23 patented mining claims (the "Tonopah Claims"), 2 unpatented mining claims and 74 patented mining claims (the "Cliff ZZ Claims"), collectively known as the Nevada Select Claims, situated in Esmeralda and Nye counties, Nevada, and known as the Tonopah West Project (the "Project"). The OA gives and grants Blackrock US the sole and exclusive right and option to purchase 100% of Nevada Select's right, title and interest in and to the Project, including the existing data (as defined) possessed by Nevada Select and any additional data, information and records regarding the Project acquired by Nevada Select during the option period. The term of the OA is until the first to occur of (i) the option closing; (ii) the termination of the OA; or (iii) four years from April 1, 2020 (the "Initial Closing Date"). Until all option payments have been made and the option is exercised and closed, Blackrock US must pay all claim maintenance and rental fees for the Nevada Select Claims.

Pursuant to the OA, the total purchase price of US$3,000,000 will be paid by the following option payments:

(i) On the Initial Closing Date, US$325,000 ($464,815) (paid);
(ii) 1st anniversary of the Initial Closing Date, US$325,000 ($409,695) (paid);
(iii) 2nd anniversary of the Initial Closing Date, US$650,000 ($812,630) (paid);
(iv) 3rd anniversary of the Initial Closing Date, US$700,000 ($957,740) (paid); and
(v) 4th anniversary of the Initial Closing Date, US$1,000,000 ($1,349,900) (paid).

Upon the option exercise, Blackrock US will grant Nevada Select a 3% net smelter returns mineral production royalty in respect of all products (as defined) produced from the Nevada Select Claims.

During the option period and following the option exercise, if the option closing occurs and unless otherwise agreed to by the parties, if either party or its affiliate acquires, directly or indirectly, any additional mining claims, located wholly or partly within the area of interest (as defined), the after-acquired interest will be included in and form part of the Nevada Select Claims and will be subject to the OA. If any unpatented or patented claims or other property are or become subject to any third-party royalty obligations that existed prior to initial closing, the royalty will be reduced so that the total royalty percentage on each of the mining claims or real property interests comprising the Project does not exceed 3%.

6. EXPLORATION AND EVALUATION ASSETS – Continued

Blackrock US can terminate the OA without further liability at any time by giving written notice of termination to Nevada Select, and Nevada Select will retain all payments made prior to termination.

On April 6, 2021, the Company announced that it had acquired three strategic patented mining claims covering the centre portion of the project area. Blackrock acquired the three claims through a land swap with local land owners. The Company acquired surface and mineral rights to 14.3 hectares in exchange for surface rights covering 19.8 hectares. The Company retains the mineral rights beneath the 19.8 hectares. After completion of the transaction, the Company controls mineral rights on 19 unpatented lode mining claims and 100 patented lode claims (fee lands) totaling 566.5 hectares (1,400 acres).

In addition, on July 19, 2021, the Company increased its land position to the north and west of the existing patented lands. The Company has staked an additional 260 unpatented lode mining claims covering approximately 21 square kilometres, more than tripling its land position within this prolific mining area.

Tonopah West Project – Continued
The Company's wholly owned Nevada subsidiary, Blackrock US, entered into an option agreement (the "Option Agreement") with Tearlach Resources Limited (TSX-V: TEA) and its wholly owned Nevada subsidiary, Pan Am Lithium (Nevada) Corp. (collectively, "Tearlach") pursuant to which Tearlach has been granted the option to acquire, in two stages, up to a 70% interest in the lithium minerals in certain unpatented mining claims forming a portion of the Company's Tonopah North project (the "Tonopah North Project") in Esmeralda County and Nye County, Nevada, upon incurring cumulative exploration expenditures of US$15,000,000 and the completion of a feasibility study within five years.

Under the terms of the Option Agreement, Tearlach has the right to explore for, and the exclusive option (the "First Option") to earn a 51% interest in, the lithium minerals from the topographical surface to 650 feet below the surface of a portion of the Tonopah North Project (the "Optioned Zone") by incurring expenditures for exploration and development work on the Tonopah North Project ("Expenditures") in the aggregative amount of at least US$5,000,000 consisting of: (i) at least US$500,000 in Expenditures on or before January 9, 2024; and (ii) at least US$4,500,000 in Expenditures on or before January 9, 2026 (collectively, the "Initial Earn-In").

Subject to Tearlach completing the Initial Earn-In, under the terms of the Option Agreement, Tearlach shall have the option (the "Second Option") to elect within thirty days of completing the Initial Earn-In to earn an additional 19% interest in lithium minerals in the Optioned Zone for an aggregate interest of 70% by: (i) expending an additional US$10,000,000 in Expenditures; and (ii) by bearing the costs of preparation of a National Instrument 43-101-compliant bankable feasibility study for the development and construction of a lithium mine on the Tonopah North Project (collectively, the "Additional Earn-In"), with such Second Option terminating if not exercised by Tearlach by January 9, 2028.

In addition, pursuant to the Option Agreement, Tearlach agreed to pay an initial US$50,000 ($68,435) (paid) for exclusive negotiating rights for the Tonopah North Project and has agreed to pay an additional option payment of US$100,000, in cash, on or before April 30, 2024, failing which the Company shall have the right to terminate the Option Agreement.

On May 15, 2024, the Company announced it had terminated the option agreement entered into with Tearlach on January 9, 2023. Tearlach failed to make its US$100,000 option payment on April 30, 2024 and was unable to make the payment during the 10-day cure period.

7. SHARE CAPITAL

a) Authorized
The authorized share capital of the Company consists of unlimited common shares without par value.

7. SHARE CAPITAL – Continued

b) Issued

During the three months ended January 31, 2025, the Company issued the following common shares:

(i) On January 30, 2025, the Company closed a brokered private placement offering for gross proceeds of $13,800,276 consisting of 38,334,100 units of the Company at a price of $0.36 per unit. Each unit is comprised of one common share of the Company and one-half of one common share purchase warrant of the Company. Each whole warrant entitles the holder thereof to acquire one common share at a price of $0.50 until January 30, 2027. Of the total proceeds, $12,650,253 was allocated to share capital and $1,150,023 was allocated to the share purchase warrants in accordance with the Company's accounting policy.

In connection with the financing, the Company paid a cash commission of $799,184 and granted 2,219,955 finders' warrants to purchase common shares of the Company at an exercise price of $0.36 per common share, expiring January 30, 2027.

(ii) On December 20, 2024, a total of 125,001 RSUs vested, with all RSU holders electing to have the RSUs settled in cash. The Company issued, and sold, 125,001 common shares for gross proceeds of $47,785and incurred share issuance costs of $480. The net proceeds of $47,305 were used to settle the vested RSUs.

(iii) A total of 62,148 share purchase warrants were exercised for total proceeds of $20,137.

(iv) A total of 129,576 common shares of the Company were issued to settle 129,576 DSUs upon departure of two independent directors. In relation to the departure, an additional 75,472 DSUs were forfeited by the directors.

During the year ended October 31, 2024, the Company issued the following common shares:

(i) On September 20, 2024, the Company closed a non-brokered private placement of 15,625,000 common of the Company at a price of $0.32 per share for gross proceeds of $5,000,000.

The common shares to be issued under the private placement will have a hold period of four months and one day from the closing date. The net proceeds of the financing will be used by the Company to fund expansion drilling on the Company's Tonopah West property, and for general working capital.

The Company paid a finder's fee of 3% of the proceeds, $150,000, of the financing in cash.

7. SHARE CAPITAL – Continued

b) Issued – Continued

(ii) On May 29, 2024, the Company closed a brokered private placement offering for gross proceeds of $10,350,000 consisting of 32,343,750 units of the Company at a price of $0.32 per unit. Each unit is comprised of one common share of the Company and one-half of one common share purchase warrant of the Company. Each whole warrant entitles the holder thereof to acquire one common share at a price of $0.48 until May 29, 2026. Based on the residual value method, no value was attributed to the warrants.

In connection with the financing, the Company paid a cash commission of $618,177 and granted finders' warrants totaling 1,931,805 to purchase common shares of the Company at an exercise price of $0.32 per common share, expiring May 29, 2026. The warrants were fair valued at $261,373.

Each warrant entitles the recipient to purchase one common share of the Company at an exercise price of $0.275 and will vest as to one-third on each of the first, second and third anniversaries of the date of grant and will expire on March 25, 2029.

(iii) On January 26, 2024, the Company closed a brokered private placement offering for gross proceeds of $5,750,000 consisting of 28,750,000 units of the Company at a price of $0.20 per unit. Each unit is comprised of one common share of the Company and one-half of one common share purchase warrant of the Company. Each whole warrant entitles the holder thereof to acquire one common share at a price of $0.30 until January 26, 2027. Based on the residual value method, no value was attributed to the warrants.

In connection with the financing, the Company paid a cash commission of $336,000 and granted finders' warrants totaling 1,680,000 to purchase common shares of the Company at an exercise price of $0.30 per common share, expiring January 26, 2027. The warrants were fair valued at $166,320.

(iv) A total of 2,345,000 common shares were issued upon exercise of share purchase options for gross proceeds of $473,700. A total of $389,291 was transferred to share capital, from reserves, upon exercise representing the fair value of the share purchase options on date of grant.

(v) During the period, a total of 536,349 RSUs vested, with all RSU holders electing to have the RSUs settled in cash. The Company issued, and sold, 536,349 common shares for net proceeds of $132,642. The net proceeds were used to settle the vested RSUs.

(vi) The Company received gross proceeds of $311,115 from the exercise of 1,555,575 finders' warrants. A total of $154,002 was transferred to share capital, from reserves, upon exercise representing the fair value of the finders' warrants on date of grant.

(vii) A total of 1,896,000 common shares were issued upon exercise of share purchase warrants for gross proceeds of $694,800.

Share issuance costs

During the period ended January 31, 2025, total share issuance costs of $1,427,215 (2024 - $763,174) comprised of cash outflows of $1,141,285 (2024 - $596,854) relating to commissions and legal fees, non-cash outflows of $285,930 (2024 - $166,320) relating to finders' warrants.

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

c) Omnibus Equity Incentive Plan
On December 9, 2022, shareholders of the Company approved a new Omnibus Equity Incentive Plan (the "Plan"), replacing the Company's previous approved stock option plan and RSU plan. Under the newly adopted Plan, the Company is permitted to grant of share purchase options, RSUs, deferred share units ("DSUs"), performance share units ("PSUs") and other share-based awards.

The Plan is a "rolling up to 10% and fixed up to 10%" security-based compensation plan, as defined in Policy 4.4 *Security Based Compensation* of the TSX-V. The Plan is a: (a) "rolling" plan pursuant to which the number of shares that are issuable pursuant to the exercise of share purchase options granted hereunder shall not exceed 10% of the issued shares of the Company as at the date of any share option grant, and (b) "fixed" plan under which the number of shares of the Company that are issuable pursuant to all awards other than share options granted hereunder and under any other security based compensation plan of the Company, in aggregate is a maximum of 18,297,864 shares. Any RSUs, DSUs, PSUs or other share-based awards granted under the Plan will reduce the corresponding number of share options available for grant under the Plan.

d) Share purchase options
The Company adopted an incentive stock option plan (the "Plan"), which provides that the number of shares issuable under the Plan may not exceed 10% of the issued and outstanding common shares of the Company. Options granted under the Plan may have a maximum term of 10 years. The exercise price of options granted under the Plan may not be less than the discounted market price of the shares on grant date, or such other price as may be agreed to by the Company and accepted by the TSX-V.

The continuity of share purchase options for the three months ended January 31, 2025 and year ended October 31, 2024 is as follows:

	Three Months Ended January 31, 2025		Year Ended October 31, 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
		$		$
Balance, beginning of the period	**8,004,797**	**0.92**	9,595,000	0.79
Granted	**1,320,307**	**0.42**	954,797	0.28
Exercised	**-**	**-**	(2,345,000)	0.20
Expired/Cancelled	**-**	**-**	(200,000)	0.31
Forfeited	**(97,848)**	**0.28**	-	-
Outstanding, end of the period	**9,227,256**	**0.85**	8,004,797	0.92
Exercisable, end of the period	**7,050,000**	**1.00**	7,050,000	1.00

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

d) Share purchase options

The options have a weighted average life of 1.80 (October 31, 2024 - 1.56) years.

Expiry Date	Number of Options (Outstanding)	Number of Options (Exercisable)	Exercise Price
			$
April 3, 2025	600,000	600,000	0.15
August 5, 2025	2,310,000	2,310,000	1.43
August 6, 2025	250,000	250,000	1.33
February 24, 2026	2,260,000	2,260,000	0.91
October 4, 2026	1,630,000	1,630,000	0.79
March 25, 2029	856,949	-	0.275
January 17, 2030	1,320,307	-	0.42
	9,227,256	7,050,000	

e) Warrants

The continuity of warrants for the three months ended January 31, 2025 and year ended October 31, 2024 is as follows:

	Three Months Ended January 31, 2025		Year Ended October 31, 2024	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
		$		$
Balance, beginning of the period	**40,859,775**	**0.47**	23,771,400	0.88
Issued	**19,167,050**	**0.50**	30,546,875	0.40
Exercised	**(25,000)**	**0.30**	(1,896,000)	0.37
Expired	**-**	**-**	(11,562,500)	1.14
Outstanding, end of the period	**60,001,825**	**0.48**	40,859,775	0.47

The warrants have a weighted average life of 1.59 (October 31, 2024 - 1.65) years.

Expiry Date	Number of Warrants	Exercise Price
		$
August 30, 2025	6,283,000	0.75
March 17, 2026	5,925,900	0.50
May 29, 2026	15,471,875	0.48
January 26, 2027	13,154,000	0.30
January 30, 2027	19,167,050	0.50
	60,001,825	

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

f) Restricted share units

On July 20, 2020, the Company adopted its RSU plan for the purpose of securing for the Company and its shareholders the benefits of incentive inherent in share ownership by the employees, officers and directors of the Company and its affiliates who, in the judgment of the Board of Directors (the "Board") and the Compensation Committee, will be largely responsible for the Company's future growth and success. Subject to the specific provisions of the RSU plan, eligibility, vesting period, terms of the RSUs and the number of RSUs granted are to be determined by the Board or the Compensation Committee at the time of the grant. Each award granted entitles the participant to receive one RSU. Within two business days of the award grant, the participant must send a written settlement election to the Company choosing whether it wishes the awards to be subject to cash or share settlement procedures. The RSUs vest over a three-year period with one-third vesting on the first anniversary date, one-third on the second anniversary date and the final one-third on the third anniversary date.

The continuity of restricted share units for the three months ended January 31, 2025 and year ended October 31, 2024 is as follows:

	Three Months Ended January 31, 2025	Year Ended October 31, 2024
	Number of RSUs	Number of RSUs
Balance, beginning of the period	**486,501**	1,022,850
Granted	**-**	-
Settled	**(125,001)**	(536,349)
Outstanding, end of the period	**361,500**	486,501

In accordance with IFRS 2 *Share-based Payment*, where there is an option to settle the payment in cash, the entity recognizes the services received and a liability to pay for those services. Until the liability is settled, the Company remeasures the fair value of the liability at the end of each reporting period and at date of settlement, with any changes in fair value recognized in profit and loss for the period.

The following table summarizes the status of the Company's outstanding RSUs as at January 31, 2025:

Grant date	Vesting Date	RSUs Outstanding	Grant Date Fair Value
			$
April 20, 2023	April 20, 2025	180,750	0.36
April 20, 2023	April 20, 2026	180,750	0.36
		361,500	

f) Performance share units

Pursuant to the Company's Plan, the Company granted its officers and employees PSUs during the period. Each PSU entitles the recipient to receive one common share, or a cash payment equal to the fair market value (as defined in the Plan) of the common shares on the vesting date, or a combination of common shares and cash, as determined at the sole discretion of the Compensation Committee of the Board of Directors of the Company. The PSUs awarded will vest as to one-third on each of the first, second and third anniversaries of the date of grant, subject to the achievement of certain corporate and individual performance criteria.

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

f) Performance share units – Continued

The cost of the PSUs is measured at fair value on the date of grant based on the market price of the Company's common shares and recognized as a share-based payment expense, over the period which the PSUs vest, with a corresponding increase in reserves. The cost of PSUs is recognized as an equity instrument, in accordance with IFRS 2 *Share-based Payments*, in the Company's consolidated statement of financial position.

The continuity of PSUs for the three months ended January 31, 2025 and year ended October 31, 2024 is as follows:

	Three Months Ended January 31, 2025	Year Ended October 31, 2024
	Number of PSUs	Number of PSUs
Balance, beginning of the period	**469,811**	-
Granted	**640,286**	469,811
Outstanding, end of the period	**1,110,097**	469,811

The following table summarizes the status of the Company's outstanding PSUs as at January 31, 2025:

Grant date	Vesting Date	PSUs Outstanding	Grant Date Fair Value
			$
March 25, 2024	March 25, 2025	156,603	0.27
March 25, 2024	March 25, 2026	156,604	0.27
March 25, 2024	March 25, 2027	156,604	0.27
January 17, 2025	January 17, 2026	213,428	0.42
January 17, 2025	January 17, 2027	213,429	0.42
January 17, 2025	January 17, 2028	213,429	0.42
		1,110,097	

g) Share compensation liability – RSUs and PSUs
The Company has recognized the RSUs and PSUs in accordance with IFRS 2 *Share-based Payments*. The Company, where there is an option to settle the payment in cash, recognizes the services received and a liability to pay for those services. Until the liability is settled, the Company remeasures the fair value of the liability at the end of each reporting period and at date of settlement, with any changes in fair value recognized in profit and loss for the period.

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

g) Share compensation liability – RSUs and PSUs

The continuity of share compensation liability for the three months ended January 31, 2025 and year ended October 31, 2024 is as follows:

		Three Months Ended January 31, 2025		Year Ended October 31, 2024
		Share Compensation Liability		Share Compensation Liability
Balance, beginning of the period	**$**	**232,827**	$	159,223
Share-based compensation		**44,211**		199,199
RSU settlement, net of share issuance costs		**(47,305)**		(152,215)
Change in fair value		**(57,032)**		26,620
Outstanding, end of the period	**$**	**172,701**	$	232,827

The current portion of the share compensation liability is $99,020 (year ended October 31, 2024 - $157,148) and the long-term portion of the liability is $73,681 (year ended October 31, 2024 - $75,679). Of the total liability, $84,335 (year ended October 31, 2024 - $75,366) relates to the PSUs and $88,366 (year ended October 31, 2024 - $157,461) relates to RSUs.

h) Deferred share units

On April 20, 2023, the Company granted 197,180 DSUs to the independent directors of the Company. The DSUs have a vesting period of 12 months. The Company further issued a total of 150,944 to its independent directors in March 2024. In accordance with the Plan, the DSUs are to be credited to the holder's DSU account upon vesting. Once vested, the DSUs would remain unsettled until such time as the holder ceases to be in their role with the Company.

The following table summarizes the status of the Company's outstanding DSUs as at January 31, 2025 and October 31, 2024:

	January 31, 2025	October 31, 2024
	Number of DSUs	Number of DSUs
Balance, beginning of the period	**348,124**	197,180
Granted	**174,286**	150,944
Settled	**(129,576)**	-
Forfeited	**(75,472)**	-
Outstanding, end of the period	**317,362**	348,124

The following table summarizes the status of the Company's outstanding DSUs as at January 31, 2025:

Grant date	Vesting Date	DSUs Outstanding	Grant Date Fair Value
April 20, 2023	April 20, 2024	67,604	$0.36
March 25, 2024	March 25, 2025	75,472	$0.27
December 3, 2024	December 3, 2025	85,000	$0.25
January 17, 2025	January 17, 2026	89,286	$0.42
		317,362	

During the year, the Company recognized share-based compensation expense of $8,638 (October 31, 2024 - $53,437) related to the DSUs.

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL – Continued

i) Finders' warrants

The continuity of finders' warrants for the three months ended January 31, 2024 and year ended October 31, 2024 is as follows:

	Three Months Ended January 31, 2025		Year Ended October 31, 2024	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
		$		$
Balance, beginning of the period	**3,521,298**	**0.36**	2,050,661	0.56
Issued	**2,219,955**	**0.36**	3,611,805	0.26
Exercised	**(37,148)**	**0.34**	(1,555,575)	0.20
Expired	**-**	**-**	(585,593)	0.86
Outstanding, end of the period	**5,704,105**		3,521,298	

The following table summarizes the status of the Company's outstanding finders' warrants as at January 31, 2025:

Expiry Date	Number of Finders' Warrants	Exercise Price
		$
August 30, 2025	753,960	0.50
March 17, 2026	696,108	0.37
January 26, 2027	124,425	0.20
May 29, 2026	1,909,557	0.32
January 30, 2027	2,219,955	0.36
	5,704,105	

The finders' warrants have a weighted average life of 1.26 (October 31, 2024 - 1.40) years.

The fair value of the finders' warrants for the three months ended January 31, 2025, as determined by the Black-Scholes option pricing model was estimated using the following assumptions:

	2024 (weighted average)	2023 (weighted average)
Risk-free interest rate	**2.73%**	4.09%
Expected annual volatility	**74.19%**	72.61%
Expected life (years)	**2.730**	2.456
Grant date fair value	**0.129**	0.118
Dividend yield	**0%**	0%

(Unaudited – Expressed in Canadian dollars)

8. RELATED PARTY TRANSACTIONS

All transactions with related parties have occurred in the normal course of operations and have been measured at fair value, which is the amount agreed to by the related parties.

As at January 31, 2025, the Company owed $129,706 (October 31, 2024 - $68,595) to related parties. A total of $58,438 (October 31, 2024 - $26,032) in management fees, $8,966 (October 31, 2024 - $7,021) in office fees, $24,267 (October 31, 2024 - $19,308) in exploration fees and a total of $38,035 (October 31, 2024 - $16,234) is payable as expense reimbursements to Tanadog Management and Technical Services, Inc., a company controlled by the current chairman of the board.

Key management compensation

		Three Months Ended	
	Expenditure	January 31, 2025	January 31, 2024
Tanadog Management and Technical Services Inc.	Management Fees	$ 208,513	$ 186,254
	Office Fees	29,894	23,676
	Exploration Fees	27,141	23,057
The Mining Recruitment Group Ltd.	Management Fees	207,522	171,360
CFO	Management Fees	143,729	124,451
Silver Green Resources	Management Fees	160,647	113,850
		$ 720,411	$ 642,648

During the three months ended January 31, 2025, $19,364 (2024 - $29,218) in share-based compensation related to RSUs and DSUs for the directors of the Company. In addition, the independent directors were paid directors' fees totaling $91,296 (2024 - $48,000).

During the three months ended January 31, 2025, $81,160 (2024 - $48,334) in share-based payments and $17,273 (2024 - $14,256) in health and dental benefit premiums were paid to or on behalf of officers and employees of the Company. The employees and directors were also provided with an annual bonus totaling $470,747 (2024 - $370,410).

9. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to pursue the development of its projects. In the management of capital, the Company includes the components of shareholders' equity and cash. There are no external restrictions on the use of the Company's capital.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may issue new shares, issue debt, acquire or dispose of assets, or adjust the amount of cash.

The Company is dependent on the capital markets as its sole source of operating capital and the Company's capital resources are largely determined by the strength of the junior resource markets, by the status of the Company's projects in relation to these markets and its ability to compete for investment or support of its projects.

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK FACTORS

Financial instruments
Financial instruments must be classified at one of three levels within a fair value hierarchy according to the relative reliability of the inputs used to estimate their values. The three levels of the hierarchy are as follows:

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

Share compensation liability is measured using Level 1 inputs. The Company does not have any financial instruments that are measured using Level 2 and 3 inputs. During the period, there were no transfers between Level 1, Level 2 and Level 3 classified assets and liabilities.

The Company's financial instruments are exposed to certain financial risks, including the following:

Financial risk factors

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with two major banks, one in Canada and one in the US. As most of the Company's cash is held by two banks, there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions, as determined by rating agencies.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Company attempts to manage liquidity risk by maintaining a sufficient cash balance. Liquidity requirements are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short-term obligations. As at January 31, 2025, the Company had cash and cash equivalents of $17,442,285 to settle current liabilities of $1,363,152.

Foreign currency risk

The Company's functional currency is the Canadian dollar; however, there are expenses, assets and liabilities in US dollars. The Company is exposed to financial risk arising from fluctuations in foreign exchange rates and the degree of volatility in these rates. As at January 31, 2025, the Company had cash and cash equivalents balances of US$11,576,148 (October 31, 2024 - US$5,872,942), and accounts payable and accrued liabilities of US$648,269 (October 31, 2024 - US$821,372). Should the Canadian exchange rate against the US dollar change by 1%, the potential impact on the Company's net loss would be approximately $177,100. The Company does not use derivative instruments to reduce its exposure to foreign currency risk.

(Unaudited – Expressed in Canadian dollars)

11. COMMITMENTS AND CONTINGENCIES

Commitments related to the Company's properties are disclosed in Note 6. The Company has no other commitments that extend more than 12 months into the future.

The Company has corporate credit cards with limits totaling $33,000. The GIC is being held as security for the credit cards by the bank. The GIC matured on October 21, 2024 with an interest rate of 1%. The GIC was extended for an additional 12 months with the same terms.

12. SEGMENTED INFORMATION

The Company considers itself to operate in a single operating segment, being resource exploration. The Company's assets and liabilities are located within two geographical areas, Canada and the state of Nevada in the United States of America.

		January 31, 2025		October 31, 2024
Total Assets				
Canada	**$**	**17,595,495**	$	9,624,279
USA		**7,922,994**		7,628,913
	$	**25,518,489**	$	17,253,192
Total Liabilities				
Canada	**$**	**573,127**	$	371,560
USA		**898,980**		1,110,837
	$	**1,472,107**	$	1,482,397

		Three Months Ended January 31, 2025		Three Months Ended January 31, 2024
Exploration Expenditures				
Canada	**$**	**-**	$	-
USA		**3,793,671**		184,856
	$	**3,793,671**	$	184,856
Operating Expenditures				
Canada	**$**	**1,359,700**	$	1,337,625
USA		**33,382**		24,402
	$	**1,393,082**	$	1,362,027

(Unaudited – Expressed in Canadian dollars)

13. LEASE LIABILITY

On April 1, 2024, the Company entered into an office lease agreement with a 36-month term and monthly payments of $2,673. At the date of recognition, the lease liability was measured at the present value of the lease payments that were not paid at that date. The lease payments are discounted using an incremental borrowing rate of 9.20%.

Upon initial recognition, the Company recognized a lease liability, and a corresponding right-of-use asset, of $84,464, with $27,581 of the balance being the current portion of the lease liability and $56,883 being the long-term portion of the lease liability.

		January 31, 2025		October 31, 2024
		Lease Liability		Lease Liability
Balance, beginning of the period	**$**	**69,953**	$	-
Additions		**-**		84,464
Interest expense		**1,560**		4,203
Repayment		**(8,020)**		(18,714)
Outstanding, end of the period	**$**	**63,493**	$	69,953

The short-term component of the lease liability is a $28,219 and the long-term portion is $35,274.

The expected timing of the undiscounted lease payments as at January 31, 2025 is as follows:

(i) Less than one year $32,080
(ii) One to three years $37,426

13. SUBSEQUENT EVENTS

The following transactions, not disclosed elsewhere in the financial statements, occurred subsequent to the period-end:

(i) The Company issued 156,602 common shares at a price of $0.38 per share in settlement of 156,602 PSUs that vested on March 25, 2025.

(ii) A total of 425,000 share purchase options were exercised for gross proceeds of $63,750.

(iii) A total of 200,000 share purchase options, issued to a former director, expired unexercised. The options had an exercise price $0.79.