



Kintavar Exploration Inc.

Unaudited Condensed Interim Consolidated Financial Statements

Three months ended March 31, 2024

The attached financial statements have been prepared by Management of Kintavar Exploration Inc. and have not been reviewed by the auditors.

Kintavar Exploration Inc.

Consolidated Statements of Financial Position
(Unaudited, in Canadian Dollars)

| | Note | As at March 31, 2024 | As at December 31, 2023 |
|-------------------------------------|------|----------------------------|-------------------------------|
| | | \$ | \$ |
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | 5 | 830,929 | 1,405,854 |
| Receivables | 8 | 708,990 | 820,740 |
| Inventory | | 56,950 | 70,861 |
| Investments | 6 | 716,000 | 310,000 |
| Investments in listed companies | 7 | 50,850 | 51,625 |
| Prepaid fees and other | | 49,935 | 55,888 |
| Current assets | | 2,413,654 | 2,714,968 |
| Non-current assets | | | |
| Investment - non-current | | 204,654 | 200,000 |
| Exploration and evaluation assets | 8 | 2,209,622 | 2,201,212 |
| Property and equipment | 9 | 3,809,130 | 3,912,735 |
| Non-current assets | | 6,223,406 | 6,313,947 |
| Total assets | | 8,637,060 | 9,028,915 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | | 314,915 | 338,633 |
| Deferred revenues | | 7,674 | 14,988 |
| Long-term debt | 12 | 85,205 | 87,523 |
| Current liabilities | | 407,794 | 441,144 |
| Non-current liabilities | | | |
| Deferred tax liability | | 212,233 | 212,233 |
| Long-term debt | 12 | 511,472 | 531,043 |
| Non-current liabilities | | 723,705 | 743,276 |
| Total liabilities | | 1,131,499 | 1,184,420 |
| Equity | | | |
| Share capital | 13 | 21,860,175 | 21,860,175 |
| Warrants | 14 | 32,475 | 32,475 |
| Broker warrants | 15 | 879 | 879 |
| Stock options | 16 | 409,575 | 439,730 |
| Contributed Surplus | | 2,894,806 | 2,865,212 |
| Deficit | | (17,692,349) | (17,353,976) |
| Total equity | | 7,505,561 | 7,844,495 |
| Total liabilities and equity | | 8,637,060 | 9,028,915 |

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

Kintavar Exploration Inc.

Consolidated Statements of Loss and Comprehensive Loss (Unaudited, in Canadian Dollars)

| | Note | Three months ended March 31, | |
|---|------|---------------------------------|------------------|
| | | 2024 | 2023 |
| | | \$ | \$ |
| Sales | | 459,924 | 1,091,965 |
| Project management fees | | 11,278 | - |
| Income | | 471,202 | 1,091,965 |
| Operating expenses | | | |
| Exploration and evaluation, net of tax credits | 17 | 52,461 | 230,487 |
| Costs of sales | | 223,996 | 491,966 |
| Salaries and benefits | | 274,409 | 316,383 |
| Share-based compensation | | (561) | 15,289 |
| Professional fees | | 47,141 | 39,750 |
| Travel, conference and investor relations | | 7,412 | 25,900 |
| General expenses and maintenance | | 54,229 | 107,759 |
| Administration | | 24,900 | 37,387 |
| Filing fees | | 8,117 | 8,134 |
| Rent | | 2,775 | 2,775 |
| Insurances and taxes | | 18,563 | 12,641 |
| Depreciation of property and equipment | | 103,605 | 93,316 |
| Operating loss | | (345,845) | (289,822) |
| Other income (expenses) | | | |
| Interest income | | 21,919 | 23,869 |
| Finance costs | | (18,672) | (21,822) |
| Other revenue | | 5,000 | - |
| Unrealized gain (loss) in fair value of investments in listed companies | | (775) | 7,250 |
| | | 7,472 | 9,297 |
| Net loss before income taxes | | (338,373) | (280,525) |
| Deferred tax recovery | | - | 97,820 |
| Net loss and comprehensive loss | | (338,373) | (182,705) |
| Basic and diluted loss per share | | (0.003) | (0.001) |
| Weighted average number of basic and diluted outstanding shares | | 128,557,128 | 128,557,128 |

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

Kintavar Exploration Inc.

Consolidated Statements of Changes in Equity

(Unaudited, in Canadian Dollars)

| | Note | Number of shares outstanding | Capital Stock | Warrants | Broker Warrants | Stock Options | Contributed surplus | Deficit | Total Equity |
|--|------|------------------------------------|-------------------|---------------|--------------------|----------------|------------------------|---------------------|------------------|
| | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance as at January 1, 2024 | | 128,557,128 | 21,860,175 | 32,475 | 879 | 439,730 | 2,865,212 | (17,353,976) | 7,844,495 |
| Loss and comprehensive loss for the period | | - | - | - | - | - | - | (338,373) | (338,373) |
| Share-based compensation | | - | - | - | - | (561) | - | - | (561) |
| Expired options | | - | - | - | - | (29,594) | 29,594 | - | - |
| Balance as at March 31, 2024 | | 128,557,128 | 21,860,175 | 32,475 | 879 | 409,575 | 2,894,806 | (17,692,349) | 7,505,561 |

| | Note | Number of shares outstanding | Capital Stock | Warrants | Broker Warrants | Stock Options | Contributed surplus | Deficit | Total Equity |
|--|------|------------------------------------|-------------------|---------------|--------------------|------------------|------------------------|---------------------|------------------|
| | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance as at January 1, 2023 | | 128,557,128 | 21,860,175 | 32,475 | 49,761 | 1,844,441 | 1,370,834 | (16,704,732) | 8,452,954 |
| Loss and comprehensive loss for the period | | - | - | - | - | - | - | (182,705) | (182,705) |
| Share-based compensation | | - | - | - | - | 15,289 | - | - | 15,289 |
| Expired options | | - | - | - | - | (242) | 242 | - | - |
| Balance as at March 31, 2023 | | 128,557,128 | 21,860,175 | 32,475 | 49,761 | 1,859,488 | 1,370,076 | (16,887,437) | 8,285,538 |

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

Kintavar Exploration Inc.
Consolidated Statements of Cash Flows
(Unaudited, in Canadian Dollars)

| | Note | Three months ended March 31 | |
|---|------|--------------------------------|------------------|
| | | 2024 \$ | 2023 \$ |
| Operating activities | | | |
| Net loss for the period | | (338,373) | (182,705) |
| Adjustments for: | | | |
| Share-based compensation | | (561) | 15,289 |
| Accrued interest on investments | | (13,913) | (13,579) |
| Depreciation of property and equipment | | 103,605 | 91,710 |
| Unrealized (gain) loss in fair value of an investment in listed companies | | 775 | (7,250) |
| Gain on disposal of property and equipment | | (5,000) | - |
| Deferred income tax recovery | | - | (97,820) |
| Accretion of the long-term debt | | - | 1,606 |
| Change in non-cash working capital items | 18 | 114,495 | (11,497) |
| Cash flows used in operating activities | | (138,972) | (204,246) |
| Investing activities | | | |
| Variation in investments | | (410,654) | (8,789) |
| Additions to exploration and evaluation assets | | (8,410) | (3,700) |
| Acquisition of property and equipment | | - | (47,346) |
| Disposal of property and equipment | | 5,000 | - |
| Cash flows used in investing activities | | (414,064) | (59,835) |
| Financing activities | | | |
| Repayment of long-term debt | | (21,889) | (154,364) |
| Cash flows used in financing activities | | (21,889) | (154,364) |
| Net change in cash and cash equivalents | | (574,925) | (418,446) |
| Cash and cash equivalents - beginning | | 1,405,854 | 1,555,039 |
| Cash and cash equivalents - ending | | 830,929 | 1,136,593 |

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

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

1. NATURE OF OPERATIONS

Kintavar Exploration Inc. (the "Corporation") was formed on March 24, 2017 upon the issuance of an amalgamation certificate under the *Business Corporations Act* (Quebec) and is engaged in the acquisition, exploration and evaluation of mining properties in Canada. The Corporation's class A common shares ("Shares") are listed on the TSX Venture Exchange (the "Exchange") under the symbol KTR. The address of the Corporation's registered office and principal place of business is 75, boul. de Mortagne, Boucherville, Quebec, Canada, J4B 6Y4.

The Corporation has not yet determined whether its mineral properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the ability of the Corporation to obtain necessary financing to pursue the exploration and evaluation on its mining properties.

The present unaudited financial statements (the "Financial Statements") have been prepared on the basis of accounting principles applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. As at March 31, 2024, the Corporation reported a net loss of \$338,373 (\$182,705 as of March 31, 2023) and has an accumulated deficit of \$17,692,349 (\$17,353,976 as of December 31, 2023). As of March 31, 2024, the Corporation had a working capital of \$2,005,860 (\$2,273,824 as at December 31, 2023)

Management of the Corporation believes it has sufficient funds to pay its ongoing general and administrative expenses, to pursue its budgeted exploration and evaluation expenditures, and to meet its liabilities, obligations and existing commitments for the ensuing twelve (12) months as they fall due. While management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available to the Corporation or that they will be available on terms which are acceptable to the Corporation.

2. BASIS OF PRESENTATION

These Financial Statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34, Interim Financial Reporting. The Financial Statements should be read in conjunction with the annual financial statements for the year ended December 31, 2023, which have been prepared in accordance with IFRS. The accounting policies, methods of computation and presentation applied in these Financial Statements are consistent with those of the previous financial year.

The Board of Directors has approved the Financial Statements on May 24, 2024.

3. SEGMENT DISCLOSURES

The Corporation currently operates in two segments: the acquisition, exploration and evaluation of exploration properties and the operation of a hunting and fishing and outdoor outfitter. All of the Corporation's activities are conducted in Canada. Segment information for the periods carried forward is as follows:

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

3. SEGMENT DISCLOSURES (CONT'D)

| | Exploration and evaluation | Outfitting (lodging, fishing and hunting) | Total |
|-------------------------------|-------------------------------|--|------------------|
| | \$ | \$ | \$ |
| <u>Au 31 mars 2024</u> | | | |
| Revenues | 11,278 | 459,924 | 471,202 |
| Total assets | 4,262,590 | 4,374,470 | 8,637,060 |
| Total liabilities | 48,733 | 1,082,766 | 1,131,499 |
| <u>Au 31 mars 2023</u> | | | |
| Revenues | - | 1,091,965 | 1,091,965 |
| Total assets | 5,357,777 | 4,620,163 | 9,977,940 |
| Total liabilities | 276,652 | 1,415,750 | 1,692,402 |

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the Financial Statements in accordance with IFRS requires the Company to make estimates and assumptions that affect the amounts reported as assets and liabilities, the presentation of contingent assets and liabilities at the date of the Financial Statements, and the amounts reported as income and expenses during the reporting period. The Company also makes estimates and assumptions for the future. The determination of estimates requires the exercise of judgment based on various assumptions as well as other factors such as historical experience and current and expected economic conditions. Actual results may differ from these estimates.

Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations about future events, that are believed to be reasonable in the circumstances.

In preparing the Financial Statements, significant management judgments in applying the Company's accounting policies and significant sources of estimation uncertainty were the same as those applicable to the December 31, 2023 financial statements.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include available cash, mutual funds and short-term liquid investments with an original maturity of up to 3 months or redeemable at any time without penalty.

The short-term investments held as of March 31, 2024 and classified as cash equivalent include guaranteed investment certificates totaling \$784,411 (\$1,155,570 as at December 31, 2023), bearing interest with rates ranging from 4.50% to 5.15% and maturing from April 9, 2024 to December 18, 2024. Interest and principal are cashable at any time without penalties.

The Corporation has the following credit facility:

Operating line of credit, which provides for advances of up to \$50,000 (\$50,000 as at December 31, 2023), bearing interest at the financial institution's prime rate plus 2.35% (effective rate of 9.55% as at March 31, 2023). As at December 31, 2023, the amount outstanding under this credit facility was \$12,568 (nil as at December 31, 2023).

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

6. INVESTMENTS

Current

The current investments as at March 31, 2024 consist of three guaranteed investment certificates that are non-cashable prior to maturity. All three certificates totalize \$716,000 in nominal value, bear interest with rates ranging from 5.30% to 5.70% and expire from November 4, 2024, to January 8, 2025.

Non-current

The non-current investment as at March 31, 2024 consists of one guaranteed investment certificate of \$204,654 that is non cashable with a rate of 5.70% and expiring on November 3, 2025.

7. INVESTMENTS IN LISTED COMPANIES

The Corporation holds marketable securities. The investments are listed on the Exchange and valued at fair value based on quoted market prices.

The shares are listed on the Exchange. The total amount of the investments can be summarized as follows:

| | As at March 31, 2024 | As at December 31, 2023 |
|--|----------------------------|-------------------------------|
| | \$ | \$ |
| Gitennes Exploration Inc. – 750,000 common shares <i>750,000 as at December 31, 2023)</i> | 7,500 | 11,250 |
| Northern Superior Resources Inc. – 85,000 common shares <i>(85,000 as at December 31, 2023)</i> | 43,350 | 40,375 |
| Investments in listed companies | 50,850 | 51,625 |

8. RECEIVABLES

| | As at March 31, 2024 | As at December 31, 2023 |
|--|----------------------------|-------------------------------|
| | \$ | \$ |
| Accounts receivable | 486,456 | 640,630 |
| Sales taxes receivable | 5,260 | - |
| Tax credits and mining rights receivable | 124,837 | 96,681 |
| Government grants receivable | 71,191 | 69,516 |
| Others | 21,246 | 13,913 |
| Receivables | 708,990 | 820,740 |

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

9. EXPLORATION AND EVALUATION ASSETS

| Mining properties acquisition costs | As at Jan. 1, 2024 | Additions | Impairment | Payment on options | As at March 31, 2024 |
|--|---------------------------|------------------|-------------------|---------------------------|-----------------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Mitchi | 849,192 | 737 | - | - | 849,929 |
| Anik ¹⁾ | 1,205,736 | - | - | - | 1,205,736 |
| Rivière à l'aigle | 99,114 | - | - | - | 99,114 |
| Cousineau | 6,545 | - | - | - | 6,545 |
| New Mosher ¹⁾ | - | - | - | - | - |
| Wabash | 36,740 | - | - | - | 36,740 |
| Baie Johann Beetz | 2,347 | - | - | - | 2,347 |
| Veronik | - | 770 | - | - | 770 |
| Cazelet | - | 2,275 | - | - | 2,275 |
| Garemand | - | 1,232 | - | - | 1,232 |
| Others - Abitibi | - | 1,448 | - | - | 1,448 |
| Others - Gaspésie | - | 1,444 | - | - | 1,444 |
| Others - Grenville | - | 308 | - | - | 308 |
| Genex | 1,538 | 197 | - | - | 1,735 |
| | 2,201,212 | 8,410 | - | - | 2,209,622 |

¹⁾ Option agreements are in effect on these properties.

| Mining properties acquisition costs | As at Jan. 1, 2023 | Additions | Impairment | Payment on options | As at Dec 31, 2023 |
|--|---------------------------|------------------|-------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Mitchi | 939,478 | 21,837 | (112,123) ²⁾ | - | 849,192 |
| Anik ¹⁾ | 1,305,736 | - | - | (100,000) | 1,205,736 |
| Rivière à l'aigle | 99,114 | - | - | - | 99,114 |
| Cousineau | 5,535 | 1,010 | - | - | 6,545 |
| New Mosher ¹⁾ | - | - | - | - | - |
| Wabash | 36,740 | - | - | - | 36,740 |
| Baie Johann Beetz | - | 2,347 | - | - | 2,347 |
| Genex | - | 1,538 | - | - | 1,538 |
| | 2,386,603 | 26,732 | (112,123) | (100,000) | 2,201,212 |

¹⁾ Option agreements are in effect on these properties.

²⁾ Certain claims were dropped, and the Corporation partially impaired the properties.

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

10. PROPERTY AND EQUIPMENT

| | Net book value January 1, 2024 | | | | Net book value March 31, 2024 |
|------------------|--------------------------------------|----------|--------------|------------------|-------------------------------------|
| | Additions | Disposal | Depreciation | | |
| | \$ | \$ | \$ | \$ | |
| Rolling stock | 302,375 | - | - | (28,743) | 273,632 |
| Outfitter trails | 60,020 | - | - | (963) | 59,058 |
| Electric line | 252,956 | - | - | (3,809) | 249,145 |
| Spawning grounds | 60,020 | - | - | (963) | 62,908 |
| Equipment | 447,723 | - | - | (16,959) | 430,764 |
| Buildings | 2,789,641 | - | - | (52,168) | 2,737,473 |
| | 3,912,735 | - | - | (103,605) | 3,809,130 |

| | Net book value January 1, 2023 | | | | Net book value December 31, 2023 |
|------------------|--------------------------------------|----------------|-----------------|------------------|--|
| | Additions | Disposal | Depreciation | | |
| | \$ | \$ | \$ | \$ | |
| Rolling stock | 212,642 | 218,030 | (29,564) | (98,733) | 302,375 |
| Outfitter trails | 63,871 | - | - | (3,851) | 60,020 |
| Electric line | 268,193 | - | - | (15,237) | 252,956 |
| Spawning grounds | 63,871 | - | - | (3,851) | 60,020 |
| Equipment | 416,259 | 93,337 | - | (61,873) | 447,723 |
| Buildings | 2,998,315 | - | - | (208,674) | 2,789,641 |
| | 4,023,151 | 311,367 | (29,564) | (392,219) | 3,912,735 |

| | As at March 31, 2024 | | | As at December 31, 2023 |
|------------------|-------------------------|-----------------------------|-------------------|----------------------------|
| | Cost | Accumulated Depreciation | Net book value | Net book value |
| | \$ | \$ | \$ | \$ |
| Rolling stock | 613,519 | (339,887) | 273,632 | 302,376 |
| Outfitter trails | 77,032 | (17,974) | 59,058 | 60,021 |
| Electric line | 304,741 | (55,596) | 249,145 | 252,954 |
| Spawning grounds | 77,032 | (17,974) | 62,908 | 60,021 |
| Equipment | 678,346 | (247,582) | 430,764 | 447,723 |
| Buildings | 3,499,702 | (762,229) | 2,737,473 | 2,789,640 |
| | 5,250,372 | (1,441,242) | 3,809,130 | 3,912,735 |

11. TRADE AND OTHER PAYABLES

| | As at March 31, 2024 | As at December 31, 2023 |
|--|----------------------------|-------------------------------|
| | \$ | \$ |
| Trade payables and accrued liabilities | 238,910 | 188,522 |
| Due to Geomega Resources Inc. | 1,064 | 38,420 |
| Accrued salaries | 31,173 | 37,727 |
| Accrued vacations | 14,134 | 26,572 |
| Government remittances | 29,634 | 47,392 |
| Trade and other payables | 314,915 | 338,633 |

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

12. LONG-TERM DEBT

| | As at March 31, 2024 | As at December 31, 2023 |
|--|----------------------------|-------------------------------|
| | \$ | \$ |
| Term loan secured by a first mortgage on the present and future movable properties of the Corporation, on the current immovable properties and on the universality of the receivables as well as by a joint guarantee of the Corporation and its subsidiary. The loan bears interest at prime plus 1.75% (8% as of December 31, 2023). Interest and principal are payable monthly, maturing in September 2030. | 214,025 | 222,361 |
| Term loan secured by a first mortgage on the present and future movable properties of the Corporation, on the current immovable properties and on the universality of the receivables as well as by a joint guarantee of the Corporation and its subsidiary. The loan bears interest at 6.3%. Interest and principal are payable monthly, maturing in October 2033. | 350,071 | 356,681 |
| Term loan secured by a first mortgage on certain equipment at a rate of 7.49% and payable in installments of \$1,079, maturing in November 2024. | 8,394 | 11,437 |
| Term loan engaged to finance rolling stock. This loan bears interest at 3.75%, is payable in monthly installments of \$1,384 and matures in September 2025. | 24,187 | 28,087 |
| Current portion | (85,205) | (87,523) |
| Long-term debt - non-current portion | 511,472 | 531,043 |

13. EQUITY

The Corporation is authorized to issue an unlimited number of class A, B, C common shares and class A, B, C and D special shares. Only class A common shares ("Shares") are issued with the following restrictions and privileges: voting, participating with dividend as declared by the Board of Directors.

14. WARRANTS

Changes in the Corporation's warrants are as follows:

| | Three months ended | | 2023 | |
|---------------------|-----------------------|------------------------------------|-----------------------|------------------------------------|
| | March 31, 2024 | | | |
| | Number of warrants | Weighted average exercise price | Number of warrants | Weighted average exercise price |
| | | \$ | | \$ |
| Balance, beginning | 7,855,000 | 0.12 | 10,968,149 | 0.15 |
| Expired | - | - | (3,113,149) | 0.23 |
| Balance, end | 7,855,000 | 0.12 | 7,855,000 | 0.12 |

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

14. WARRANTS (CONT'D)

Warrants outstanding as at March 31, 2024 are as follows:

| Number of warrants | Exercise price | Expiry date |
|--------------------|----------------|-------------------|
| | \$ | |
| 5,148,750 | 0.10 | December 29, 2024 |
| 2,706,250 | 0.15 | December 11, 2025 |
| 7,855,000 | | |

15. BROKER WARRANTS

Changes in the Corporation's broker warrants are as follows:

| | Three months ended March 31, 2024 | | 2023 | |
|---------------------|--------------------------------------|------------------------------------|------------------------------|------------------------------------|
| | Number of broker warrants | Weighted average exercise price | Number of broker warrants | Weighted average exercise price |
| | | \$ | | \$ |
| Balance, beginning | 109,900 | 0.10 | 713,385 | 0.21 |
| Issued | - | - | - | - |
| Expired | - | - | (603,485) | 0.23 |
| Balance, end | 109,900 | 0.10 | 109,900 | 0.10 |

Broker warrants outstanding as at March 31, 2024 are as follows:

| Number of broker options | Exercise price | Expiry date |
|--------------------------|----------------|-------------------|
| | \$ | |
| 109,900 | 0.10 | December 29, 2024 |
| 109,900 | | |

16. STOCK OPTIONS

Changes in stock options are as follows:

| | Three months ended March 31, 2024 | | 2023 | |
|--------------------------|--------------------------------------|---------------------------------------|----------------------|---------------------------------------|
| | Number of options | Weighted Average Exercise Price | Number of options | Weighted Average Exercise Price |
| | | \$ | | \$ |
| Balance, beginning | 5,805,000 | 0.13 | 11,330,000 | 0.28 |
| Forfeited | (87,500) | 0.10 | (18,750) | 0.10 |
| Expired | (412,500) | 0.12 | (5,506,250) | 0.38 |
| Balance, end | 5,305,000 | 0.13 | 5,805,000 | 0.13 |
| Balance, end exercisable | 4,836,250 | 0.13 | 5,273,750 | 0.13 |

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

16. STOCK OPTIONS (CONT'D)

Stock options outstanding as at March 31, 2024 are as follows:

| Number of options outstanding | Number of options exercisable | Exercise price | Expiry date |
|-------------------------------|-------------------------------|----------------|-------------------|
| | | \$ | |
| 920,000 | 920,000 | 0.165 | June 20, 2024 |
| 1,207,500 | 1,207,500 | 0.10 | June 29, 2025 |
| 100,000 | 100,000 | 0.09 | December 15, 2025 |
| 1,202,500 | 1,202,500 | 0.17 | June 10, 2026 |
| 1,875,000 | 1,406,250 | 0.10 | June 09, 2027 |
| 5,305,000 | 4,836,250 | | |

17. EXPLORATION AND EVALUATION EXPENSES

| | Three months ended March 31, | |
|---|------------------------------|----------------|
| | 2024 | 2023 |
| | \$ | \$ |
| Salaries and benefits | 60,999 | 141,492 |
| Drilling | - | 3,531 |
| Analysis | 8,941 | 23,238 |
| Metallurgy | (1,522) | 16,976 |
| Resource estimate | - | 6,736 |
| Geochemistry | - | 841 |
| Lodging and travel | 135 | 667 |
| Supplies | 11,765 | 30,012 |
| Taxes, permits and insurance | 299 | 8,985 |
| Exploration and evaluation expenses before tax credits | 80,617 | 232,478 |
| Tax credits | (28,156) | (1,991) |
| Exploration and evaluation expenses | 52,461 | 230,487 |

18. ADDITIONAL INFORMATION RELATING TO THE STATEMENT OF CASH FLOWS

Changes in non-cash working capital items

| | Three months ending March 31 | |
|-----------------------------|------------------------------|---------------|
| | 2024 | 2023 |
| | \$ | \$ |
| Receivables | 125,663 | (159,307) |
| Inventory | 13,911 | (3,237) |
| Prepaid expenses and others | 5,953 | (15,717) |
| Trade and other payables | (23,718) | 176,748 |
| Deferred revenues | - | (7,313) |
| Deferred grants | (7,314) | (2,672) |
| | 114,495 | 11,498 |

Kintavar Exploration Inc.

Notes to Financial Statements

(Unaudited, in Canadian Dollars)

19. FINANCIAL INSTRUMENTS AND RISKS

Fair value

Certain of the Company's accounting policies and disclosures require the determination of fair value. Fair value represents the amount at which a financial instrument could be exchanged between willing parties, based on current markets for instruments with the same risk, principal and remaining maturity. Fair value estimates are based on quoted market values and other valuation methods. Fair values have been determined for measurement and/or disclosure purposes based on the fair value hierarchy contained in the Company's financial instrument accounting policy. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability. Financial instruments that are measured at fair value subsequent to initial recognition are grouped into a hierarchy based on the degree to which the fair value is observable as follows:

- Level 1 – Fair value measurements are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – Fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 – Fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The investments in listed companies measured at fair value in the consolidated statement of financial position was classified in Level 1. Guaranteed investments certificates recorded in investments are classified as Level 2 as fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices). For all other financial assets and liabilities, their net carrying amount is a reasonable approximation of fair value given their relatively short maturities.