



Mundoro Capital Inc.

Condensed Interim Consolidated Financial Statements

For the Nine-Month Periods Ended September 30, 2024 and 2023

Notice to Readers

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the Company's interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by, and are the responsibility of, the Company's management. The Company's independent auditor has not performed a review of these interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

Table of Contents

Notice to Readers	1
Table of Contents	2
CONSOLIDATED BALANCE SHEETS	3
CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)	4
CONSOLIDATED STATEMENTS OF CASH FLOWS	5
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY	6
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	7
1. 72. 73. 84. 85. 86. 87. 98. 99. 1110. 1211. 1212. 1313.	
1314. 14	

CONSOLIDATED BALANCE SHEETS

As at			September 30, 2024	December 31, 2023
		Note		
ASSETS				
	Current assets			
	Cash and cash equivalents		\$ 4,233,609	\$ 6,479,508
	Amounts receivable from partners	3	1,756,192	292,773
	Amounts receivable	4	243,399	394,179
	Prepaid expenses		344,337	387,432
			6,577,537	7,553,892
	Non-current assets			
	Deposits	5	216,886	212,058
	Investments	6	290,036	166,638
	Equipment and vehicles	7	458,738	410,016
	Mineral interests	8	72,860	54,321
			1,038,520	843,033
	TOTAL ASSETS		\$ 7,616,057	\$ 8,396,925
LIABILITIES				
	Current liabilities			
	Accounts payable and accrued liabilities	10, 12	\$ 870,592	\$ 2,469,543
	Advances from partners	3	2,976,957	1,662,195
	TOTAL LIABILITIES		3,847,549	4,131,738
EQUITY				
	Share capital	11	54,249,424	54,022,118
	Contributed surplus		9,094,652	9,094,652
	Stock options reserve		1,609,001	1,757,490
	Accumulated other comprehensive income		110,860	43,245
	Deficit		(61,295,429)	(60,652,318)
	TOTAL EQUITY		3,768,508	4,265,187
	TOTAL EQUITY AND LIABILITIES		\$ 7,616,057	\$ 8,396,925

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

Signed on behalf of the Board of Directors

/s/ Michael Calyniuk, Director

/s/ Teodora Dechev, Director

CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)

			For the three months ended		For the nine months ended	
	Note		Sept 30, 2024	Sept 30, 2023	Sept 30, 2024	Sept 30, 2023
Fees earned						
Fees earned and net option payments received	3		115,272	935,476	1,003,171	2,394,299
Interest and other income			9,604	42,918	39,785	48,694
			124,876	978,394	1,042,956	2,442,993
Exploration and project evaluation	9	\$	(1,637,662)	\$ (1,926,571)	\$ (5,980,712)	\$ (7,293,907)
Less: recoveries			1,466,382	1,601,165	5,154,147	7,222,487
			(171,280)	(325,406)	(826,565)	(71,420)
Corporate Expenses						
Corporate governance			(71,380)	(152,754)	(239,977)	(387,435)
General and administrative			(57,674)	(14,880)	(107,167)	(82,891)
Accounting and audit			(78,373)	(106,181)	(278,571)	(284,850)
Corporate communication			(117,223)	(157,232)	(278,059)	(301,035)
			(324,650)	(431,047)	(903,774)	(1,056,211)
INCOME/(LOSS) BEFORE OTHER EXPENSES			(371,054)	221,941	(687,383)	1,315,362
OTHER INCOME (EXPENSES)						
Share-based payments			(15,666)	(20,244)	(62,669)	(114,307)
Depreciation	7		(32,069)	(26,759)	(95,386)	(49,464)
Increase (decrease) in fair value of investments	6		115,521	(24,535)	123,398	(85,119)
Foreign exchange gain (loss)			(53,505)	(74,500)	78,929	88,519
			14,281	(146,038)	44,272	(160,371)
NET INCOME (LOSS) FOR THE PERIOD BEFORE TAX		\$	(356,773)	\$ 75,903	\$ (643,111)	\$ 1,154,991
Income tax expense (recovery)			-	-	-	-
NET INCOME (LOSS) FOR THE PERIOD AFTER TAX		\$	(356,773)	\$ 75,903	\$ (643,111)	\$ 1,154,991
OTHER COMPREHENSIVE INCOME (LOSS) WHICH MAY BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS						
Foreign currency translation differences for foreign operations			177,736	(83,358)	67,615	(110,522)
COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		\$	(179,037)	\$ (7,455)	\$ (575,496)	\$ 1,044,469
BASIC AND DILUTED INCOME (LOSS) PER SHARE		\$	(0.00)	\$ 0.00	\$ 0.01	\$ 0.01

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

CONSOLIDATED STATEMENTS OF CASH FLOWS

		For the nine months ended	
	Note	Sept 30, 2024	Sept 30, 2023
Cash Flows Provided by (Used in) Operating Activities			
Net income (loss) for the period	\$	(643,111)	1,154,991
Adjustments for items not affecting cash:			
Depreciation		95,386	49,464
Share-based payments		62,669	114,307
Change in fair value of investments	6	(123,398)	85,119
Unrealized foreign exchange (gain) loss		-	(88,519)
		(608,454)	1,315,362
Net change in non-cash working capital balances related to operations:			
Amounts receivable	3	150,780	(185,467)
Amounts receivable from partners	3	(1,463,419)	(2,104,831)
Prepaid expenses		43,095	(180,228)
Deposits	5	-	163,683
Accounts payable and accrued liabilities		(1,598,953)	283,589
Advances from partners	3	1,314,762	1,975,372
Net cash flows provided by (used in) operating activities		(2,162,189)	1,267,480
Cash flows Provided by Financing Activities			
Issuance of common shares for cash, stock option exercise		62,664	-
Repurchase of common shares		(46,516)	-
Net cash flows provided by (used in) financing activities		16,148	-
Cash flows Provided by Investing Activities			
Expenditures on mineral interests		(18,538)	(233,397)
Long term deposits		(4,828)	-
Purchase of equipment		(132,440)	(332,688)
Option payments applied to capitalized mineral interests		-	241,415
Net cash flows provided by (used in) investing activities		(155,806)	(324,670)
Effects of exchange rate changes on cash and cash equivalents		55,947	(6,451)
Net increase (decrease) in cash and cash equivalents		(2,245,899)	936,359
Cash and cash equivalents, beginning of period		6,479,508	4,843,844
Cash and cash equivalents, end of period		4,233,609	5,780,203

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

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share capital		Reserves			Accum. Other Comprehensive Income and loss		
	Number of shares	Amount	Contributed Surplus	Stock options reserve			Deficit	Total
Balance at December 31, 2022	103,805,556	\$ 53,894,547	\$ 9,094,652	\$ 1,676,780		\$ 82,870	\$ (61,862,078)	\$ 2,886,771
Common Shares issued for cash-stock option	679,124	127,571	-	(93,581)		-	-	33,990
Share-based payments (Note 12 (b))	-	-	-	174,291		-	-	174,291
Net comprehensive income (loss) for the period	-	-	-	-		(39,625)	1,209,760	1,170,135
Balance at December 31, 2023	104,484,680	\$ 54,022,118	\$ 9,094,652	\$ 1,757,490		\$ 43,245	\$ (60,652,318)	\$ 4,265,187
Balance at December 31, 2023	104,484,680	\$ 54,022,118	\$ 9,094,652	\$ 1,757,490		\$ 43,245	\$ (60,652,318)	\$ 4,265,187
Common Shares issued for cash-stock option	905,304	273,822	-	(211,158)		-	-	62,664
Share buyback	(241,500)	(46,516)	-	-		-	-	(46,516)
Share-based payments (Note 12 (b))	-	-	-	62,669		-	-	62,669
Net comprehensive income (loss) for the period	-	-	-	-		67,773	(643,111)	(575,496)
Balance at September 30, 2024	105,148,484	\$ 54,249,424	\$ 9,094,652	\$ 1,609,001		\$ 110,860	\$ (61,295,429)	\$ 3,768,508

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. NATURE OF OPERATIONS

Mundoro Capital Inc. (“**Company**”, or “**Mundoro**”) is a mineral exploration and royalty generation company with a diverse portfolio of copper and gold exploration projects in Serbia, United States, and Bulgaria. The Company has two business segments – mineral exploration operations and project generation. The project generation part of our business is to grow the assets in a disciplined and sustainable manner that will provide exposure to exploration opportunities and discoveries. Mundoro identifies, stakes, and acquires new projects and performs early-stage work to demonstrate their geologic potential. The Company then seeks partners who bring the capital and additional technical expertise to delineate a mineral deposit. Mundoro retains exposure to the property through royalties, advance royalty payments, milestone payments, and equity consideration. The business of exploration and development involves a high degree of risk and there can be no assurance that current exploration and development programs will result in discovery or future profitable operations

Mundoro was incorporated on March 6, 2008 under the Business Corporations Act of the Province of British Columbia and is a Canadian based mineral acquisition, exploration and development company. The Company’s common stock is quoted on the TSX Venture Exchange (“TSXV”) under the symbol MUN. The Company’s head office and principal address is 14th floor - 1040 West Georgia Street, Vancouver, British Columbia, Canada V6E 4H1.

These condensed interim unaudited consolidated financial statements have been prepared using IFRS Accounting Standards (“IFRS”) applicable to a going concern, which assumes that the Company will be able to continue its operations and will be able to realize its assets, discharge its liabilities, and continue in operation for at least twelve months from September 30, 2024. As at September 30, 2024, the Company has an accumulated deficit of \$61,295,429 (December 31, 2023 - \$60,652,318) and a working capital of \$2,729,988 (December 31, 2023 - \$3,422,154). The Company’s ability to continue as a going concern is dependent on its ability to generate profitable earnings and complete additional financings from investors. Management expects that its cash balance and cash flows from operating activities will be sufficient to fund the operations of the Company for at least twelve months from September 30, 2024.

These condensed interim unaudited consolidated financial statements were authorized for issue by the Board of Directors on November 20, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

Statement of compliance with International Financial Reporting Standards

These unaudited condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting (“IAS 34”) as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2023. The accounting policies applied by the Company in these financial statements are consistent with those of the previous financial years.

Basis of preparation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis except for the Company’s equity investments which are recognized at fair value. In addition, these unaudited condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The condensed interim consolidated financial statements are presented in Canadian dollars unless otherwise noted.

Management judgements and key sources of estimation uncertainty

The preparation of financial statements in conformity with IFRS requires management to use judgment in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgments are regularly evaluated and are based on management's experience and other factors including expectations about future events that are believed to be reasonable under the circumstances. Judgment is required in assessing whether certain factors would be considered an indicator of impairment. Both internal and external information are considered to determine whether there is an indicator of impairment present and therefore, whether impairment testing is required.

3. THIRD PARTY FUNDED EXPLORATION PROGRAMS

Amounts received from third parties earning into a license(s) are netted firstly against the capitalized exploration expenditures on the applicable licenses and thereafter are recognized in the Company's Consolidated Statement of Income/(Loss). Any advances received for budgeted exploration work program expenditures, or any reimbursable funds expended by the Company are recognized separately in the balance sheet. Fees earned include operator fees earned as the designated operator of the projects and option fees earned during the option period while the third party is earning in, all of which are recognized in the Company's Consolidated Statement of Income/(Loss).

Where Mundoro is contractually entitled to Cash Call Deposits in respect of a future budgeted exploration work program period, those amounts are included in Amounts Receivable from Partners. The balance of this account at September 30, 2024 was \$1,756,192 (December 31, 2023 - \$292,773).

When Mundoro cash calls a partner in advance of the budgeted exploration work program being performed, the funds are shown as Advances from Partners. The balance of this account at September 30, 2024 was \$2,976,957 (December 31, 2023 - \$1,662,195). These funds are required to be used for exploration expenditures for partner programs.

4. AMOUNTS RECEIVABLE

	September 30, 2024	December 31, 2023
VAT/GST receivable	\$ 161,710	\$ 360,279
Other receivables	81,689	33,900
	\$ 243,399	\$ 394,179

5. DEPOSITS

Deposits include deposits made to governments as required by local laws. The balance at September 30, 2024 was \$216,886 (December 31, 2023 - \$212,058).

6. INVESTMENTS

In 2013, the Company, through a 100%-owned subsidiary, acquired at a cost of \$280,853, a 2.9% equity interest in Galenit AD, a privately held gold producing company in Bulgaria. As at September 30, 2024, the fair value of such equity investment was estimated to be \$290,036 (December 31, 2023 - \$166,638), resulting in an increase in fair value of this investment of \$123,398 in the Company's statement of income and loss.

7. PROPERTY, PLANT AND EQUIPMENT

Cost		Office equipment		Field equipment		Total
As at December 31, 2022	\$	118,877	\$	384,935	\$	503,812
Additions		-		346,455		346,455
Disposals						
Effect of movements in exchange rates		464		1,770		2,234
As at December 31, 2023	\$	119,341	\$	733,160	\$	852,501
Additions		-		132,440		132,440
Disposals				(11,870)		(11,870)
Effect of movements in exchange rates		3,086		22,969		26,054
As at September 30, 2024	\$	122,427	\$	876,699	\$	999,125
Accumulated depreciation						
As at December 31, 2022	\$	(72,217)	\$	(279,607)	\$	(351,824)
Depreciation for the year		(10,601)		(72,331)		(82,932)
Disposal						
Effect of movements in exchange rates		(167)		(7,562)		(7,729)
As at December 31, 2023	\$	(82,985)	\$	(359,500)	\$	(442,485)
Depreciation for the period		(6,741)		(88,644)		(95,386)
Disposals				10,981		10,981
Effect of movements in exchange rates		(904)		(12,593)		(13,497)
As at September 30, 2024	\$	(90,630)	\$	(449,757)	\$	(540,387)
Net book amount						
As at December 31, 2023	\$	36,356	\$	373,660	\$	410,016
As at September 30, 2024	\$	31,797	\$	426,942	\$	458,738

8. MINERAL INTERESTS

Details of the Company's exploration and evaluation assets, including acquisition costs related to its projects, are as follows:

	Europe	North America	Total
Balance at December 31, 2022	\$ 76,136	\$ 16,851	92,987
Acquisition costs	14,314	-	14,314
Write-down and adjustments	(4,815)	(6,697)	(11,512)
Allocation of option payments	(42,730)	-	(42,730)
Effect of movements in exchange rates	525	736	1,261
Balance at December 31, 2023	\$ 43,431	\$ 10,890	\$ 54,321
Acquisition costs	18,538	-	18,538
Write-down and adjustments	-	-	-
Allocation of option payments	-	-	-
Effect of movements in exchange rates	-	-	-
Balance at September 30, 2024	\$ 61,970	\$ 10,890	\$ 72,860

During the period, the Company wrote down \$nil (2023 - \$11,512) in mineral interests due to declines in value.

Serbian Properties

The Company holds through its Serbian subsidiaries, the following 100%-owned exploration licenses in Serbia: Branik, Bobot, Odej, Odej South, Gramada, Oblez, Skorusa, Trstenik, Crvena Zemlja, Ruzana, Orlovac, Ponor, Vitanovac, and Lipovica.

BHP-Mundoro Projects

In Q1-2023, Mundoro announced the Company entered into an agreement with BHP Group Limited (“BHP”) whereby BHP can earn-in to five (5) of the Company’s licenses which are divided into three exploration project Options. Since then the licenses have increased to 8 and are now comprised of: Trstenik, Crvena Zemlja, Ruzana, Orlovac, Ponor, Vitanovac, and Lipovica. Each of the three Options provides BHP with the right to earn a 100% interest in the relevant Project by making (i) annual cash payments and operator payments (“Payments”) to Mundoro, with the aggregate amount of Payments for the three properties over three years amounting to approximately US\$1,700,020, and (ii) incurring exploration expenditures within three years on the three properties amounting to US\$7,500,000. BHP may exercise each Option independently or elect to extend each Option by one year by making additional Payments and incurring additional exploration expenditures. Upon exercise of each Option, Mundoro will retain a 2% net smelter return (“NSR”) royalty that includes development milestone payments for a total up to US\$9,000,000 and annual cash payments until commercial production commences. Mundoro is appointed as the initial operator under the Options.

Mundoro Properties

Mundoro holds a 100% interest in the Branik, Bobot, Odej, Odej South, Gramada, Oblez, and Skorusa exploration licenses in Serbia.

Mundoro and Vale had an option agreement between 2018 and 2024, granting Vale an earn-in option on four exploration licenses, Skorusa, Oblez, Branik and Padina located within the Timok Magmatic Complex. Until April 2024, exploration activity under the option agreement was sole-funded by Vale. This Option Agreement was terminated in April 2024. In Q2-2024, these project areas are held 100% by Mundoro and are available for new partnerships.

Mundoro and Vale had an option agreement between 2020 and 2024, granting Vale an earn-in option for the exploration licenses, Odej, Bobot, Odej South and Gramada, all located within the Timok Magmatic Complex in northeastern Serbia. Until April 2024, exploration activity under the earn-in agreement was sole-funded by Vale. The Earn-in Agreement was terminated in April 2024. In Q2-2024, these project areas are held 100% by Mundoro and are available for new partnerships.

Bulgarian Properties

JOGMEC-Mundoro Project

In Q1 2019, Mundoro entered into a Generative Program Agreement (“Generative Agreement”) in the Republic of Bulgaria (“Bulgaria”) with Japan Oil, Gas and Metals National Corporation (“JOGMEC”). JOGMEC has designated a few properties as Designated Projects to proceed to the next stage of the Generative Agreement (“JOGMEC Designated Project”). Mundoro has a number of applications at the Bulgarian Ministry of Energy (“BMoE”) for areas of exploration that are the selected JOGMEC Designated Projects. In Q4-2021, a contract was signed with the BMoE for one of the JOGMEC Designated Projects located in western Bulgaria, the “EE1 Project”. Mundoro and JOGMEC entered into an Earn-In and Joint Venture Agreement on March 17, 2022 (EI and JV Agreement) for the exploration of the EE1 project. The EI and JV Agreement provides a stage one earn-in option granted to JOGMEC for a 51% interest following contributions of certain expenses. JOGMEC has completed the stage one earn-in. The stage two additional earn-in option allows JOGMEC to acquire an additional 24%, for a total of 75% interest in the EE1 project by completing a Preliminary Economic Assessment over six years from May 1, 2022. On the completion of stage two, JOGMEC will have the right to purchase an additional 5% interest from Mundoro for a total interest in the EE1 project of 80%. Mundoro would then be free carried to Commercial Production.

Mundoro Properties

In September 2017, the Company’s local subsidiary in Bulgaria was announced as the winner of the Svoboda tender process. Certain legal and administrative procedures must be completed in order for an exploration contract to be entered into between the Company’s subsidiary and the BMoE. The Company has submitted a number of applications to the BMoE and continues to coordinate with the responsible Ministries in order to advance its applications.

USA Properties

The Company holds through its USA subsidiaries, the following 100%-owned properties: Dos Cabezas, Picacho and Copperopolis.

Dos Cabezas Property

Mundoro and Vale had an option agreement between 2021 and 2024, granting Vale an earn-in option for the Dos Cabezas project, a copper focused property in Arizona. Until April 2024, exploration activity under the option agreement was sole-funded by Vale. This Option Agreement was terminated in April 2024. As of Q2-2024, the Dos Cabezas Project is held 100% by Mundoro and is available for new partnerships.

Picacho Property

Mundoro and Vale had an option agreement between 2022 and 2024, granting Vale an earn-in option for the Picacho project, a copper focused property in Arizona. Until April 2024, exploration activity under the option agreement was sole-funded by Vale. This Option Agreement was terminated in April 2024. As of Q2-2024, the Picacho Project is held 100% by Mundoro and is available for new partnerships.

Copperopolis Property

The Copperopolis Property is located northwest Arizona in Yuvapi County and was acquired by staking and apply for Arizona State Claims in Q4-2023 and Q3-2024 (the "Copperoplis Property"). The Copperopolis Project is held 100% by Mundoro and is available for new partnerships.

9. EXPLORATION AND PROJECT EVALUATION

The following is a summary of expenditures incurred on the Company's projects during the periods:

For the nine months ended Sept 30, 2024	Serbia	Bulgaria	USA	Other	Total
Project Administration ¹	\$ (128,653)	\$ (44,436)	\$ (35,813)	\$ (15,529)	\$ (224,431)
Land holding ²	(96,621)	(9,584)	(167,019)	-	(273,224)
Community engagement ³	(14,279)	(22,217)	(1,501)	-	(37,997)
Field related ⁴	(387,591)	(37,647)	(214,675)	(17,325)	(657,238)
Personnel ⁵	(1,175,849)	(135,735)	(467,473)	(3,914)	(1,782,971)
Technical services ⁶	(1,902,603)	(143,154)	(583,384)	-	(2,629,141)
Project Generation ⁷	(83,948)	(54,188)	(35,318)	(202,256)	(375,710)
Total expenditures	(3,789,544)	(446,961)	(1,505,183)	(239,024)	(5,980,712)
Less: recoveries	3,545,361	442,194	1,166,592	-	5,154,147
Net Exploration & Project Evaluation Expenditures	\$ (244,183)	\$ (4,767)	\$ (338,591)	\$ (239,024)	\$ (826,565)

For the nine months ended Sept 30, 2023	Serbia	Bulgaria	USA	Other	Total
Project Administration ¹	\$ (165,731)	\$ (106,280)	\$ (68,753)	\$ -	\$ (340,764)
Land holding ²	(96,776)	(21,648)	(103,066)	-	(221,490)
Government and community relations ³	(27,761)	(84,304)	(8,722)	-	(120,787)
Field related ⁴	(462,425)	(41,226)	(171,747)	-	(675,398)
Personnel ⁵	(930,510)	(151,339)	(335,701)	-	(1,417,551)
Technical services ⁶	(2,120,138)	(191,968)	(1,993,782)	-	(4,305,888)
Project Generation ⁷	(58,020)	-	(21,087)	(132,924)	(212,031)
Total expenditures	(3,861,361)	(596,765)	(2,702,858)	(132,924)	(7,293,907)
Less: recoveries	3,868,501	492,044	2,861,942	-	7,222,487
Net Exploration & Project Evaluation Expenditures	\$ 7,140	\$ (104,721)	\$ 159,084	\$ (132,924)	\$ (71,420)

Notes:

¹ Project Administration expenses include administrative, accounting, contract services, project logistics, permitting, and legal costs related to the projects.

² Land holding costs include property taxes and related costs associated with holding the properties.

³ Community engagement relates to the costs of communicating with governing bodies in the local jurisdictions.

⁴ Field related expenses include items such as field equipment, lodging and meals for field personnel.

⁵ Personnel costs for conducting exploration work include consultants and employees.

⁶ Technical Services expenditures include activities such as geochemical assaying, geophysical surveys, drilling and other exploration related activities.

⁷ Project Generation expenditures capture those costs incurred in analysis of mineral properties and targets in preparation for seeking partners and generating and evaluating new mineral project opportunities.

10. ACCOUNTS PAYABLE, ADVANCES AND ACCRUED LIABILITIES

	September 30, 2024	December 31, 2023
Accounts payable	\$ 416,320	\$ 2,101,826
Income taxes payable	188,563	188,563
Accrued liabilities	265,709	179,154
	\$ 870,592	\$ 2,469,543

11. SHARE CAPITAL

Authorized share capital

Unlimited number of common shares without par value.

Issued share capital

At September 30, 2024, there were 105,148,484 issued and fully paid common shares (December 31, 2023 – 104,484,680).

During the nine months ended September 30, 2024, no options were cancelled, and 783,000 options were forfeited. No options were issued, and 1,444,667 options were exercised. A total of 241,500 shares were bought back and cancelled on September 16, 2024 under the Normal Course Issuer Bid (NCIB) program.

Stock options

The continuity of stock options during the period ended September 30, 2024 and the year ended December 31, 2023 was as follows:

	September 30, 2024		December 31, 2023	
	Number outstanding	Weighted average exercise price	Number outstanding	Weighted average exercise price
Opening Balance	7,874,000	\$ 0.185	7,020,000	\$ 0.17
Granted	-	-	1,899,000	0.195
Exercises	(1,444,667)	0.124	(1,045,000)	0.11
Expired	-	-	-	-
Forfeitures	(783,000)	-	-	-
Closing Balance	5,646,333	\$ 0.189	7,874,000	\$ 0.17

The following summarizes information about stock options outstanding and exercisable at September 30, 2024:

Grant date	Options outstanding	Expiry Date	Unvested Options	Options Exercisable	Remaining Life	Exercise price (\$)
June 30, 2020	887,000	June 30, 2025	-	887,000	0.75	0.12
May 04, 2021	1,685,000	May 03, 2026	-	1,685,000	1.59	0.23
Feb 15, 2022	1,333,333	Feb 15, 2027	-	1,333,333	2.38	0.175
Feb 17, 2023	1,741,000	Feb 17, 2028	1,160,674	580,326	3.38	0.195
	5,646,333		1,160,674	4,485,659	2.20	0.189

12. RELATED PARTY TRANSACTIONS AND BALANCES

Related party balances

The balances due to related parties included in accounts payables and accrued liabilities were \$22,167 as of September 30, 2024 (December 31, 2023 – \$19,004). These amounts are service fees and Director's fees.

Related party transactions

	For the three months ended		For the nine months ended	
	Sept 30, 2024	Sept 30, 2023	Sept 30, 2024	Sept 30, 2023
Directors' fees	\$ 36,250	\$ 27,500	\$ 91,250	\$ 82,500
Short-term management salaries and benefits	112,087	120,948	422,450	543,418
Share based payments - Directors	4,426	12,596	17,357	41,630
Share based payments – Officers	2,950	7,647	11,200	27,263
	\$ 155,713	\$ 168,691	\$ 542,257	\$ 694,811

13. SEGMENTED INFORMATION

The Company's total assets and net losses by geographic segment are as follows:

	North America	Europe	Total
Assets			
As at September 30, 2024			
Non-current	\$ 572,154	\$ 466,366	\$ 1,038,520
Current	5,902,811	674,726	6,577,537
Total assets	\$ 6,452,149	\$ 1,141,091	\$ 7,616,057
As at December 31, 2023			
Non-current	\$ 360,479	\$ 482,554	\$ 843,033
Current	6,397,776	1,156,116	7,553,892
Total assets	\$ 6,758,254	\$ 1,638,670	\$ 8,396,925
Net income (loss):			
For the nine-month period ended September 30, 2024	\$ (472,882)	\$ (170,229)	\$ (643,111)
For the nine-month period ended September 30, 2023	\$ 786,840	\$ 368,151	\$ 1,154,991

14. FINANCIAL RISK MANAGEMENT

The Company is exposed to various financial risks, including foreign currency risk, interest rate risk, credit risk, and liquidity risk.

Foreign Currency Risk

The Company incurs expenses in currencies other than the Canadian dollar, making it susceptible to exchange rate fluctuations. To manage this risk, the Company maintains bank accounts primarily in US dollars and Canadian dollars. The Company converts funds to other currencies, such as Bulgarian leva and Serbian dinars, as needed to fulfill its obligations. The Company does not engage in currency hedging activities.

Interest Rate Risk

Cash and cash equivalents are held in bank accounts or GICs with fixed interest rates. Future interest income will be impacted by declining cash balances. The Company manages interest rate risk by investing in short-term fixed-rate instruments with staggered maturity periods to maintain liquidity. A 25 basis-point change in interest rates would have an immaterial effect on comprehensive income based on current balances.

Credit Risk

Credit risk arises from potential losses if a joint venture partner, counterparty, or third party to a financial instrument fails to fulfill its contractual obligations. To reduce credit risk, cash and cash equivalents and short-term investments are on deposit at major financial institutions. The Company is not aware of any counterparty risk that could have an impact on the fair value of such investments. The carrying value of the financial assets represents the maximum credit exposure. The Company minimizes credit risk by reviewing the credit risk of the counterparties to its arrangements on a periodic basis.

At September 30, 2024, the Company's short-term money market instruments were invested in GICs earning annual interest rates of 3.45% to 3.55% (December 31, 2023 –3.95%). All accounts receivables were current and outstanding balances were received subsequent to the period ended.

Liquidity Risk

Liquidity risk is the possibility that the Company may not meet its financial obligations as they become due. A detailed planning and budgeting process is in place to forecast funding needs and ensure adequate resources for operations, including exploration activities. The Company invests excess cash in highly liquid, bank-sponsored instruments and staggers investment maturities to balance liquidity and returns. Advances from joint venture partners are aligned with planned exploration budgets and reduced monthly as exploration costs are recovered.

Commodity Price Risk

The ability of the Company to explore and market its exploration assets as well as the future profitability of the Company are directly related to the price of copper and gold and the marketability of these metals. The Company monitors metals prices to determine the appropriate course of action to be taken.

Market Risk

The Company holds securities of a private company. The value of these securities is at risk of fluctuation, and it is driven by security specific and market specific risks. The Company has no control over the volatility of its value and does not hedge its investment.