WESDOME GOLD MINES LTD.

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2023

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Wesdome Gold Mines Ltd.
Condensed Interim Statements of Financial Position
(Unaudited, expressed in thousands of Canadian dollars)

	Notes	As at September 30, 2023	As at December 31, 2022
Assets			
Current			
Cash		$ 31,582	$ 33,185
Receivables and prepaids	5	9,962	12,755
Inventories	7	25,636	22,119
Income and mining tax receivable	22	-	6,494
Share consideration receivable	6	1,558	2,994
Total current assets		68,738	77,547
Restricted cash	8	2,718	1,176
Deferred financing costs	13	1,014	1,411
Mining properties, plant and equipment	9	525,649	525,860
Exploration properties	10	1,339	1,139
Marketable securities		480	960
Share consideration receivable	6	1,425	2,576
Investment in associate	11	4,001	8,458
Total assets		$ 605,364	$ 619,127
Liabilities			
Current			
Payables and accruals	12	$ 43,056	$ 54,734
Borrowings	13	38,766	54,697
Income and mining tax payable	22	2,317	-
Current portion of lease liabilities	14	3,438	6,160
Total current liabilities		87,577	115,591
Lease liabilities	14	1,453	3,126
Deferred income and mining tax liabilities		72,670	82,950
Decommissioning provisions	15	19,281	18,941
Total liabilities		180,981	220,608
Equity			
Equity attributable to owners of the Company			
Capital stock	16	237,922	205,361
Contributed surplus		9,749	7,359
Retained earnings		178,332	186,939
Accumulated other comprehensive loss		(1,620)	(1,140)
Total equity attributable to owners of the Company		424,383	398,519
Total liabilities and equity		$ 605,364	$ 619,127

Commitments (Note 23)

On behalf of the Board:

/s/ Anthea Bath
Director

/s/ Charles Main
Director

See accompanying notes to the condensed interim financial statements.

Wesdome Gold Mines Ltd.

Condensed Interim Statements of Loss and Comprehensive Loss

(Unaudited, expressed in thousands of Canadian dollars except for per share amounts)

	Notes	Three Months Ended September 30, 2023	Three Months Ended September 30, 2022	Nine Months Ended September 30, 2023	Nine Months Ended September 30, 2022
Revenues	**19**	**$ 69,696**	$ 61,823	**$ 230,952**	$ 190,448
Cost of sales	**20**	**(71,450)**	(56,294)	**(216,916)**	(152,374)
Gross profit		**(1,754)**	5,529	**14,036**	38,074
Other expenses					
Corporate and general		**4,707**	2,918	**12,376**	9,514
Stock-based compensation	**17**	**328**	823	**3,653**	2,453
Retirement costs	**24**	**-**	-	**1,190**	-
Exploration and evaluation		**2,935**	5,273	**5,162**	12,442
(Gain) loss on disposal of mining equipment	**9**	**(5)**	74	**312**	62
Total other expenses		**7,965**	9,088	**22,693**	24,471
Operating (loss) income		**(9,719)**	(3,559)	**(8,657)**	13,603
Impairment of investment in associate	**11**	**(900)**	-	**(3,600)**	(11,800)
Interest expense	**21**	**(1,114)**	(588)	**(3,598)**	(1,167)
Fair value adjustment on share consideration receivable	**6**	**(1,010)**	(1,552)	**(2,587)**	(7,391)
Share of (loss) income of associate	**11**	**(328)**	155	**(994)**	(388)
Accretion of decommissioning provisions	**15**	**(269)**	(239)	**(759)**	(618)
(Loss) gain on dilution of ownership	**11**	**(91)**	(35)	**137**	(669)
Other income (expense)	**21**	**363**	(1,420)	**508**	(1,363)
Loss before income and mining taxes		**(13,068)**	(7,238)	**(19,550)**	(9,793)
Income and mining tax (recovery) expense					
Current	**22**	**(4,202)**	325	**(662)**	4,601
Deferred		**(5,618)**	(3,664)	**(10,281)**	(3,215)
Total income and mining tax (recovery) expense		**(9,820)**	(3,339)	**(10,943)**	1,386
Net loss		**$ (3,248)**	$ (3,899)	**$ (8,607)**	$ (11,179)
Other comprehensive loss					
Change in fair value of marketable securities		**(120)**	(360)	**(480)**	(1,260)
Total comprehensive loss		**$ (3,368)**	$ (4,259)	**$ (9,087)**	$ (12,439)
Loss per share					
Basic	**18**	**$ (0.02)**	$ (0.03)	**$ (0.06)**	$ (0.08)
Diluted	**18**	**$ (0.02)**	$ (0.03)	**$ (0.06)**	$ (0.08)
Weighted average number of common shares (000s)					
Basic	**18**	**148,952**	142,487	**147,155**	142,260
Diluted	**18**	**148,952**	142,487	**147,155**	142,260

See accompanying notes to the condensed interim financial statements.

Wesdome Gold Mines Ltd.
Condensed Interim Statements of Changes in Equity
(Unaudited, expressed in thousands of Canadian dollars)

	Notes	Capital Stock	Contributed Surplus	Retained Earnings	Accumulated Other Comprehensive Loss	Total Equity
Balance, December 31, 2021		$ 187,911	$ 5,859	$ 201,645	$ (240)	$ 395,175
Net loss for the period ended September 30, 2022		-	-	(11,179)	-	(11,179)
Other comprehensive loss		-	-	-	(1,260)	(1,260)
Exercise of options	**17**	3,031	-	-	-	3,031
Value attributed to options exercised	**17**	1,173	(1,173)	-	-	-
Value attributed to RSUs exercised	**17**	638	(638)	-	-	-
Stock-based compensation	**17**	-	2,453	-	-	2,453
Balance, September 30, 2022		$ 192,753	$ 6,501	$ 190,466	$ (1,500)	$ 388,220
Balance, December 31, 2022		$ 205,361	$ 7,359	$ 186,939	$ (1,140)	$ 398,519
Net loss for the period ended September 30, 2023		**-**	**-**	**(8,607)**	**-**	**(8,607)**
At-the-Market offering:						
Common shares issued for cash	**16**	**31,988**	**-**	**-**	**-**	**31,988**
Agents' fees and issuance costs	**16**	**(1,366)**	**-**	**-**	**-**	**(1,366)**
Other comprehensive loss		**-**	**-**	**-**	**(480)**	**(480)**
Exercise of options	**17**	**676**	**-**	**-**	**-**	**676**
Value attributed to options exercised	**17**	**276**	**(276)**	**-**	**-**	**-**
Value attributed to RSUs exercised	**17**	**616**	**(616)**	**-**	**-**	**-**
Value attributed to PSUs exercised	**17**	**371**	**(371)**	**-**	**-**	**-**
Stock-based compensation	**17**	**-**	**3,653**	**-**	**-**	**3,653**
Balance, September 30, 2023		**$ 237,922**	**$ 9,749**	**$ 178,332**	**$ (1,620)**	**$ 424,383**

See accompanying notes to the condensed interim financial statements.

Wesdome Gold Mines Ltd.
Condensed Interim Statements of Cash Flows
(Unaudited, expressed in thousands of Canadian dollars)

	Notes	Three Months Ended September 30, 2023	Three Months Ended September 30, 2022	Nine Months Ended September 30, 2023	Nine Months Ended September 30, 2022
Operating Activities					
Net loss		**$ (3,248)**	$ (3,899)	**$ (8,607)**	$ (11,179)
Depreciation and depletion	**20**	**23,987**	11,464	**71,327**	31,134
Stock-based compensation	**17**	**328**	823	**3,653**	2,453
Accretion of decommissioning provisions	**15**	**269**	239	**759**	618
Deferred income and mining tax recovery		**(5,618)**	(3,664)	**(10,281)**	(3,215)
Amortization of deferred financing cost	**21**	**133**	99	**397**	268
Interest expense	**21**	**1,114**	588	**3,598**	1,167
(Gain) loss on disposal of mining equipment	**9**	**(5)**	74	**312**	62
Impairment of investment in associate	**11**	**900**	-	**3,600**	11,800
Fair value adjustment on share consideration receivable	**6**	**1,010**	1,552	**2,587**	7,391
Share of loss (income) of associate	**11**	**328**	(155)	**994**	388
Loss (gain) on dilution of ownership	**11**	**91**	35	**(137)**	669
Foreign exchange loss (gain) on borrowings	**13,14**	**4**	1,569	**(3)**	1,460
Net changes in non-cash working capital	**22**	**13,275**	6,978	**(13,498)**	25,884
Mining and income tax refund (paid)	**22**	**12,508**	(2,758)	**9,474**	(13,961)
Net cash from operating activities		**45,076**	12,945	**64,175**	54,939
Financing Activities					
Proceeds from At-the-Market offering	**16**	**-**	-	**31,988**	-
Agents' fees and issuance costs	**16**	**(35)**	-	**(1,366)**	-
Proceeds from revolving credit facility	**13**	**10,000**	25,928	**10,000**	40,884
Repayment of revolving credit facility	**13**	**(10,013)**	-	**(25,931)**	(14,810)
Exercise of options	**17**	**-**	-	**676**	3,031
Repayment of lease liabilities	**14**	**(1,208)**	(2,300)	**(4,402)**	(6,731)
Deferred financing costs	**13**	**-**	(1,079)	**-**	(1,079)
Interest paid	**21**	**(1,114)**	(588)	**(3,598)**	(1,167)
Net cash (used in) from financing activities		**(2,370)**	21,961	**7,367**	20,128
Investing Activities					
Additions to mining properties	**9**	**(31,654)**	(11,058)	**(72,235)**	(24,380)
Additions to mines under development		**-**	(22,780)	**-**	(82,393)
Purchase of exploration property	**10**	**-**	-	**(200)**	-
Funds held against standby letter of credit	**8**	**(1,542)**	(25)	**(1,542)**	(519)
Proceeds on disposal of mining equipment	**9**	**5**	182	**832**	202
Net cash used in investing activities		**(33,191)**	(33,681)	**(73,145)**	(107,090)
Increase (decrease) in cash		**9,515**	1,225	**(1,603)**	(32,023)
Cash - beginning of period		**22,067**	23,516	**33,185**	56,764
Cash - end of period		**$ 31,582**	$ 24,741	**$ 31,582**	$ 24,741

See accompanying notes to the condensed interim financial statements.

1. DESCRIPTION OF BUSINESS

Wesdome Gold Mines Ltd. (“Wesdome” or the “Company”) is a Canadian focused company with two producing underground gold mines, with one mine in Wawa, Ontario and one mine in Val d’Or, Québec. The Eagle River mine has been in operation for over 30 years. At Kiena, the Company completed a pre-feasibility study in support of the production restart decision and a restart of operations was announced on May 26, 2021. In Q4 2022, the Company declared commercial production at the Kiena Mine.

Wesdome has an exploration program both underground and on surface within the mine area and more regionally at both the Eagle River and Kiena Complex. The Company trades on the Toronto Stock Exchange under the symbol “WDO” with a secondary listing on the OTCQX under the symbol “WDOFF”. The registered and principal office of the Company is located at 220 Bay Street, Suite 1200, Toronto, Ontario, M5J 2W4.

2. BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34 – “*Interim Financial Reporting*” (“IAS 34”) using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). Accordingly, certain disclosures included in annual financial statements prepared in accordance with IFRS have been condensed or omitted and these unaudited condensed interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended December 31, 2022.

The accounting policies applied in preparation of these condensed interim financial statements are consistent with those applied and disclosed in the Company’s financial statements for the year ended December 31, 2022, with the exception of the new accounting policies described below.

The preparation of condensed interim financial statements in conformity with IAS 34 requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. 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 the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The interim results are not necessarily indicative of results for a full year. The critical judgments and estimates applied in the preparation of the Company’s condensed interim financial statements are consistent with those applied to the Company’s financial statements for the year ended December 31, 2022.

These condensed interim financial statements are presented in Canadian dollars (“$”), which is also the functional currency of the Company.

These condensed interim financial statements were authorized for issuance by the Board of Directors of the Company on November 8, 2023.

3. ACCOUNTING PRONOUNCEMENTS

New standards and interpretations

The following new standards and interpretations have been adopted since the release of the Company’s financial statements for the year ended December 31, 2022.

Disclosure of Accounting Policies (Amendments to IAS 1)
The IASB has issued amendments to IAS 1 *Presentation of Financial Statements* which require entities to disclose their “material” accounting policy information rather than their “significant” accounting policies.

The amendments explain that accounting policy information is material if omitting, misstating or obscuring that information could reasonably be expected to influence decisions that the primary users of the financial statements make on the basis of those financial statements. The amendments also clarify that accounting policy information may be material because of its nature, even if the related amounts are immaterial. This amendment is effective for annual periods beginning on or after January 1, 2023. Earlier application is permitted. The adoption of these amendments did not have a significant impact on the Company’s Financial Statements.

Definition of Accounting Estimates (Amendments to IAS 8)
The IASB has issued amendments to IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* which introduce a definition of accounting estimates and provide other clarifications to help entities distinguish accounting policies from accounting estimates. Under the amendments, accounting estimates are defined as “monetary amounts in financial statements that are subject to measurement uncertainty”. The amendments also emphasize that a change in an accounting estimate that results from new information or new developments is not an error correction, and that changes in an input or a measurement technique used to develop an accounting estimate are considered changes in accounting estimates if those changes in an input or measurement technique are not the result of an error correction. This amendment is effective for annual periods beginning on or after January 1, 2023. Earlier application is permitted. The adoption of these amendments did not have a significant impact on the Company’s Financial Statements.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IFRS 1 and IAS 12)
The IASB has issued amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards* and IAS 12 *Income Taxes* which clarify that the initial recognition exemption set out in IAS 12 does not apply to transactions that give rise to equal taxable and deductible temporary differences. The aim of the amendments is to reduce diversity in the reporting of deferred tax on leases and decommissioning obligations. This amendment is effective for annual periods beginning on or after January 1, 2023. Earlier application is permitted. The adoption of these amendments did not have a significant impact on the Company’s Financial Statements.

Standards not yet adopted

Following are the new standards issued by the IASB which are applicable to the Company’s financial statements:

Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)
The IASB has published *Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)* which clarifies the guidance on whether a liability should be classified as either current or non-current. The amendments:
- clarify that the classification of liabilities as current or non-current should only be based on rights that are in place "at the end of the reporting period"
- clarify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability
- make clear that settlement includes transfers to the counterparty of cash, equity instruments, other assets or services that result in extinguishment of the liability.

This amendment is effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted. The amendment is expected to have no impact on the Company’s financial statements on adoption.

4. SEGMENT INFORMATION

The Company considers each of its mine sites as reportable segments for financial reporting purposes. Wesdome’s Chief Operating Decision Maker (“CODM”), its President and Chief Executive Officer, reviews the operating results, assesses performance and makes capital allocation decisions at the mine sites and corporate office. Segment performance is evaluated based upon a number of measures including operating income before tax, production levels and unit production costs.

	Three Months Ended September 30, 2023			
	Eagle River Complex	**Kiena Complex**	**Corporate and other**	**Total**
Revenues	**$ 50,549**	**$ 19,147**	**$ -**	**$ 69,696**
Cost of sales excluding depreciation and depletion	**(28,319)**	**(19,144)**	**-**	**(47,463)**
Gross profit excluding depreciation and depletion	**22,230**	**3**	**-**	**22,233**
Depreciation and depletion	**(11,783)**	**(12,119)**	**(85)**	**(23,987)**
Other	**(176)**	**(88)**	**(11,050)**	**(11,314)**
Segment income (loss) before taxes	**$ 10,271**	**$ (12,204)**	**$ (11,135)**	**$ (13,068)**
Income and mining tax recovery				**9,820**
Net loss				**(3,248)**
Change in fair value of marketable securities				**(120)**
Total comprehensive loss				**$ (3,368)**

	Three Months Ended September 30, 2022			
	Eagle River Complex	Kiena Complex	Corporate and other	Total
Revenues	$ 42,285	$ 19,538	$ -	$ 61,823
Cost of sales excluding depreciation and depletion	(27,729)	(17,101)	-	(44,830)
Gross profit excluding depreciation and depletion	14,556	2,437	-	16,993
Depreciation and depletion	(9,335)	(2,071)	(58)	(11,464)
Other	(163)	(151)	(12,453)	(12,767)
Segment income (loss) before taxes	$ 5,058	$ 215	$ (12,511)	$ (7,238)
Income and mining tax recovery				3,339
Net loss				(3,899)
Change in fair value of marketable securities				(360)
Total comprehensive loss				$ (4,259)

	Nine Months Ended September 30, 2023			
	Eagle River Complex	**Kiena Complex**	**Corporate and other**	**Total**
Revenues	**$ 170,802**	**$ 60,150**	**$ -**	**$ 230,952**
Cost of sales excluding depreciation and depletion	**(91,349)**	**(54,240)**	**-**	**(145,589)**
Gross profit excluding depreciation and depletion	**79,453**	**5,910**	**-**	**85,363**
Depreciation and depletion	**(35,029)**	**(36,085)**	**(213)**	**(71,327)**
Other	**(298)**	**(773)**	**(32,515)**	**(33,586)**
Segment income (loss) before taxes	**$ 44,126**	**$ (30,948)**	**$ (32,728)**	**$ (19,550)**
Income and mining tax recovery				**10,943**
Net loss				**(8,607)**
Change in fair value of marketable securities				**(480)**
Total comprehensive loss				**$ (9,087)**

	Nine Months Ended September 30, 2022			
	Eagle River Complex	Kiena Complex	Corporate and other	Total
Revenues	$ 135,069	$ 55,379	$ -	$ 190,448
Cost of sales excluding depreciation and depletion	(79,443)	(41,797)	-	(121,240)
Gross profit excluding depreciation and depletion	55,626	13,582	-	69,208
Depreciation and depletion	(27,312)	(3,624)	(198)	(31,134)
Impairment of investment in associate	-	-	(11,800)	(11,800)
Other	(399)	(275)	(35,393)	(36,067)
Segment income (loss) before taxes	$ 27,915	$ 9,683	$ (47,391)	$ (9,793)
Income and mining tax expense				(1,386)
Net loss				(11,179)
Change in fair value of marketable securities				(1,260)
Total comprehensive loss				$ (12,439)

	As at September 30, 2023			
	Eagle River Complex	**Kiena Complex**	**Corporate and other**	**Total**
Total assets	**$ 188,277**	**$ 394,154**	**$ 22,933**	**$ 605,364**
Total liabilities	**$ 30,638**	**$ 26,982**	**$ 123,361**	**$ 180,981**

	As at December 31, 2022			
	Eagle River Complex	Kiena Complex	Corporate and other	Total
Total assets	$ 190,672	$ 388,683	$ 39,772	$ 619,127
Total liabilities	$ 33,878	$ 36,403	$ 150,327	$ 220,608

5. RECEIVABLES AND PREPAIDS

	September 30, 2023	December 31, 2022
Vendor deposits	**$ 1,964**	$ 4,396
Sales tax receivable	**5,728**	7,324
Receivables and other	**2,270**	1,035
	$ 9,962	$ 12,755

6. SHARE CONSIDERATION RECEIVABLE

On May 31, 2021, Wesdome closed the sale of the Moss Lake Project (the “Project”) located in Ontario, Canada (the “Transaction”) with Goldshore Resources Inc. (“Goldshore”). Goldshore acquired all of Wesdome’s property, assets and rights related to Moss Lake and holds a 100% interest in Moss Lake. Under the terms of the agreement, Wesdome will receive shares of Goldshore in the form of milestone payments consisting of:

- Within 12 months from the closing date, such number of shares as is equal to $5,000,000 divided by the greater of $0.60 and the VWAP of Goldshore shares for twenty trading days prior to the date of issuance (previously received);

- such number of shares as is equal to $7,500,000 divided by the greater of $0.60 and the VWAP of Goldshore shares for twenty trading days prior to the date of issuance upon the earlier of (i) Goldshore completing an updated PEA or pre-feasibility study; and (ii) 30 months from closing;
- such number of shares as is equal to $7,500,000 divided by the greater of $0.60 and the VWAP of Goldshore shares for twenty trading days prior to the date of issuance upon the earlier of (i) Goldshore completing a feasibility study, (ii) the date on which Goldshore makes a development decision on Moss Lake; and (iii) 48 months from closing.

The following table summarizes the change in the carrying amount of the Company's share consideration receivable.

	September 30, 2023	December 31, 2022
Balance, beginning of period	**$ 5,570**	$ 15,289
Milestone shares received	**-**	(3,333)
Fair value adjustment	**(2,587)**	(6,386)
Balance, end of period	**2,983**	5,570
Less: Current portion	**1,558**	2,994
Long-term portion	**$ 1,425**	$ 2,576

To value the share consideration receivable, each milestone payment is measured using the Monte Carlo simulation method. Management assumed that the payments would be made at 2 months and 19 months from the financial statement date for the respective milestones. The Company's share consideration receivable is measured at Fair Value Through Profit and Loss. See Note 23 for details regarding the calculation of the Company's share consideration receivable.

The Company has recorded the investment in Goldshore using the equity method (Note 11).

7. INVENTORIES

	Notes	**September 30, 2023**	December 31, 2022
Gold in process	7(i), (ii)	**$ 14,941**	$ 15,275
Supplies		**8,546**	5,701
Ore stockpiles	7(iii)	**2,149**	1,143
		$ 25,636	$ 22,119

(i) Gold in process inventory consists of both gold doré and gold in process that are awaiting the completion of the final refining process into saleable gold, expected within one month of the financial statement date.

(ii) As at September 30, 2023, gold in process inventory includes Eagle inventory carried at cost of $10,185,000 and Kiena inventory carried at net realizable value of $4,756,000. As at December 31, 2022, gold in process inventory includes Eagle, Mishi and Kiena inventory carried at cost of $11,942,000, $15,000 and $3,318,000, respectively.

(iii) As at September 30, 2023, ore stockpile inventory includes Eagle inventory carried at cost of $1,885,000 and Kiena inventory carried at net realizable value of $264,000. As at December 31, 2022, ore stockpile inventory includes Eagle, Mishi and Kiena inventory carried at cost of $720,000, $227,000 and $196,000 respectively.

The amount of inventory recognized as an expense for the three and nine months ended September 30, 2023 is $46,640,000 and $143,458,000 (2022: $40,918,000 and $118,528,000) and is included in cost of sales (Note 20).

The amount of inventory recognized as an expense for the three and nine months ended September 30, 2023 includes $262,000 and $5,625,000 in respect of write-downs of inventory to net realizable value (2022: $441,000 and $441,000).

8. RESTRICTED CASH

	September 30, 2023	December 31, 2022
Cash deposit related to a mine closure plan (Note 15)	**$ 27**	$ 27
Cash pledged to a bank related to letters of credit	**2,691**	1,149
	$ 2,718	$ 1,176

9. MINING PROPERTIES, PLANT AND EQUIPMENT

	Company Owned Assets								Right-of-use Assets				
	Mining properties			Plant & equipment					Plant & equipment				
	Eagle River Complex	Kiena Complex	Sub-total	Eagle River Complex	Kiena Complex	Corporate	Sub-total	Total	Eagle River Complex	Kiena Complex	Corporate	Total	Grand total
Gross Carrying Amount													
Balance, December 31, 2021	$ 203,373	$ 89,275	$ 292,648	$ 67,308	$ 5,537	$ 151	$ 72,996	$ 365,644	$ 29,296	$ 71	$ 787	$ 30,154	$ 395,798
Additions	19,299	2,556	21,855	15,876	5,668	-	21,544	43,399	2,071	589	-	2,660	46,059
Transfer from mines under development	-	179,661	179,661	-	132,775	-	132,775	312,436	-	1,411	-	1,411	313,847
Transfer	-	251	251	-	(251)	-	(251)	-	-	-	-	-	-
Disposals	-	-	-	(181)	(51)	-	(232)	(232)	(304)	-	-	(304)	(536)
Balance, December 31, 2022	$ 222,672	$ 271,743	$ 494,415	$ 83,003	$ 143,678	$ 151	$ 226,832	$ 721,247	$ 31,063	$ 2,071	$ 787	$ 33,921	$ 755,168
Additions	**17,144**	**22,415**	**39,559**	**15,187**	**17,071**	**-**	**32,258**	**71,817**	**-**	**105**	**682**	**787**	**72,604**
Disposals	**-**	**-**	**-**	**-**	**(15)**	**-**	**(15)**	**(15)**	**(821)**	**(1,518)**	**-**	**(2,339)**	**(2,354)**
Balance, September 30, 2023	**$ 239,816**	**$ 294,158**	**$ 533,974**	**$ 98,190**	**$ 160,734**	**$ 151**	**$ 259,075**	**$ 793,049**	**$ 30,242**	**$ 658**	**$ 1,469**	**$ 32,369**	**$ 825,418**
Accumulated Depletion and write-downs													
Balance, December 31, 2021	$ 100,946	$ 32,983	$ 133,929	$ 37,968	$ 3,604	$ 76	$ 41,648	$ 175,577	$ 7,204	$ 9	$ 614	$ 7,827	$ 183,404
Depletion	23,891	2,418	26,309	7,475	3,423	52	10,950	37,259	6,165	80	120	6,365	43,624
Transfer from mines under development	-	-	-	-	2,369	-	2,369	2,369	-	193	-	193	2,562
Transfer	-	(15)	(15)	-	15		15	-	-	-	-	-	-
Disposals	-	-	-	(171)	(51)	-	(222)	(222)	(60)	-	-	(60)	(282)
Balance, December 31, 2022	$ 124,837	$ 35,386	$ 160,223	$ 45,272	$ 9,360	$ 128	$ 54,760	$ 214,983	$ 13,309	$ 282	$ 734	$ 14,325	$ 229,308
Depletion	**23,545**	**21,079**	**44,624**	**12,179**	**13,912**	**129**	**26,220**	**70,844**	**33**	**54**	**-**	**87**	**70,931**
Disposals	**-**	**-**	**-**	**-**	**(6)**	**-**	**(6)**	**(6)**	**(205)**	**(259)**	**-**	**(464)**	**(470)**
Balance, September 30, 2023	**$ 148,382**	**$ 56,465**	**$ 204,847**	**$ 57,451**	**$ 23,266**	**$ 257**	**$ 80,974**	**$ 285,821**	**$ 13,137**	**$ 77**	**$ 734**	**$ 13,948**	**$ 299,769**
Net carrying amount													
December 31, 2022	$ 97,835	$ 236,357	$ 334,192	$ 37,731	$ 134,318	$ 23	$ 172,072	$ 506,264	$ 17,754	$ 1,789	$ 53	$ 19,596	$ 525,860
September 30, 2023	**$ 91,434**	**$ 237,693**	**$ 329,127**	**$ 40,739**	**$ 137,468**	**$ (106)**	**$ 178,101**	**$ 507,228**	**$ 17,105**	**$ 581**	**$ 735**	**$ 18,421**	**$ 525,649**

(i) Eagle River Complex

The Eagle River Complex consists of the Eagle River Mine and the Eagle River Mill and all related infrastructure and equipment. The Eagle River Mine is subject to a 2% net smelter return royalty.

(ii) Kiena Mine Complex

The Kiena Mine Complex consists of the Kiena Mine concession, Kiena Mill, related infrastructure and equipment and land position in the Township of Dubuisson, Quebec. The Kiena Mine is not subject to any underlying royalties.

10. EXPLORATION PROPERTIES

	Kiena Group	Eagle Group	Total
Balance, December 31, 2021	$ 1,139	$ -	$ 1,139
Balance, December 31, 2022	1,139	-	1,139
Purchase of exploration property	**-**	**200**	**200**
Balance, September 30, 2023	**$ 1,139**	**$ 200**	**$ 1,339**

11. INVESTMENT IN ASSOCIATE

Details of the Company's investment in associate as at September 30, 2023 and December 31, 2022 are as follows:

	Percentage Ownership		Carrying amount	
Associate name	**September 30, 2023**	**December 31, 2022**	**September 30, 2023**	**December 31, 2022**
Goldshore Resources Inc.	**18%**	23%	**$ 4,001**	$ 8,458

The following table summarizes the change in the carrying amount of the Company's investment in associate.

Balance, December 31, 2021	$ 19,058
Share of loss of associate	(1,652)
Loss on dilution of ownership	(481)
Milestone shares received	3,333
Impairment charge	(11,800)
Balance, December 31, 2022	$ 8,458
Gain on dilution of ownership	137
Share of loss of associate	(994)
Impairment charge	(3,600)
Balance, September 30, 2023	$ 4,001

The Company recorded an impairment charge on its investment in associate in Q2 2022. The impairment resulted from the significant and prolonged decrease in Goldshore's share price and deterioration of market conditions for exploration companies. Additional impairment charges of $2,700,000 were recorded in Q1 2023 and $900,000 in Q3 2023 due to a continued decrease in Goldshore's share price.

The Company used the fair value less costs of disposal in calculating the recoverable amount of $4,001,000 as at September 30, 2023. Goldshore's shares are quoted on an active market and therefore considered a Level 1 input. The Company used an estimate of $0.02 per share as potential costs of disposal.

The fair value of the Company's ownership interest in Goldshore, based on the quoted market price as at September 30, 2023 (Level 1 in the fair value hierarchy) is $4,802,000 without considering costs of disposal (December 31, 2022 - $9,412,000).

The assets and liabilities of Goldshore are summarized in the following table which incorporates Goldshore's most recently available financial information at the time of preparation of these condensed interim financial statements, which is as at June 30, 2023.

		June 30, 2023
Current assets	$	5,175
Non-current assets		87,509
Total assets		92,684
Current liabilities		1,390
Non-current liabilities		12,198
Total liabilities		13,588
Net assets		79,096
Company’s equity share of net assets	$	14,237
Loss and comprehensive loss for the three months ended June 30, 2023	$	1,783

12. PAYABLES AND ACCRUALS

		September 30, 2023		December 31, 2022
Trade payables and accrued liabilities	**$**	**34,607**	$	46,967
Employee related payables		**7,503**		6,689
Royalties payable		**946**		1,078
	$	**43,056**	$	54,734

13. BORROWINGS

Wesdome has access to a senior secured revolving credit facility (“NBF Facility”) expiring August 25, 2025, led by National Bank Financial Inc. (“NBF”) in the amount of $150,000,000. As at September 30, 2023, the Company was in compliance with the financial covenants stipulated under the NBF Facility. The NBF Facility, which will be used for general corporate and working capital purposes, is secured by all of the Company’s present and future real and personal property. The NBF Facility is available by way of (i) Canadian dollar Prime Rate or U.S. dollar Base Rate, with interest rates ranging from 1.75% to 2.75% over NBF’s Prime Rate or Base Rate, as applicable, (ii) Canadian dollar Bankers’ Acceptances at acceptance fees ranging from 2.75% to 3.75%, and (iii) U.S. dollar Secured Overnight Financing Rate (“SOFR”), with interest rates ranging from 2.75% to 3.75% over SOFR. The actual spread or rate will be determined based on the Company’s net leverage ratio. The Facility is also available for letters of credit. As of September 30, 2023, $39,000,000 (November 8, 2023 - $49,000,000) was owing under the NBF facility, bearing an interest rate of 8.13% per annum.

The balance at September 30, 2023 is recorded net of costs of $234,000 (December 31, 2022 - $303,000), which are being recognized in net income over the term of the loan on an effective interest basis.

14. LEASE LIABILITIES

Future minimum payments under lease obligations are as follows:

	September 30, 2023	December 31, 2022
No later than one year	**$ 3,620**	$ 6,450
Later than one year and no later than three years	**1,508**	3,230
Total minimum lease payments	**5,128**	9,680
Less: Interest portion at the weighted average interest rate of 4.84% (2022: 4.24%)	**237**	394
Total lease liabilities, secured by equipment	**4,891**	9,286
Less: current portion	**3,438**	6,160
Long-term portion	**$ 1,453**	$ 3,126

Lease Facilities

The Company currently has a leasing facility with a chartered Canadian bank and a leasing facility with a U.S. based leasing company. As at September 30, 2023, $3,620,000 and USD $226,000 was owing under the C$ Leasing Facility and US$ Leasing Facility, respectively. These amounts are included in the lease liabilities above.

15. DECOMMISSIONING PROVISIONS

The Company is committed to a program of environmental management and protection at its mines, development projects and exploration sites, in compliance with federal and provincial laws and regulations. Filed Closure Plans are in place at both Eagle River Complex and Kiena Complex, these plans are updated and amended as required by the relevant regulatory bodies when material changes are contemplated. Activities at Eagle River Complex are covered under four Closure Plans: Eagle River Mill, Eagle River Mine, Mishi Pit and Magnacon, though the Mishi Pit and Magancon Closure Plans are currently being consolidated. There is one Closure Plan for the entirety of the Kiena Complex.

The Company has recorded the decommissioning costs at its active and dormant mine sites on the basis of management's best estimates of future costs to settle the obligations on the closing date, based on information available on the reporting date. Although the ultimate amount of decommissioning costs is uncertain, the Company estimated its future decommissioning costs for the Eagle River Complex to be $16,754,000 and the Kiena Mine Complex to be $ 10,253,000. The estimated costs have been discounted over a period of five to seven years using discount rates between 6.18% and 6.33% as at September 30, 2023. The Company has provided in aggregate $16,567,000 in financial assurances for these future environmental obligations.

The Closure Plans for Eagle River Complex were amended and submitted in 2019 to the Ontario Ministry of Northern Development, Mines, Natural Resources & Forestry ("NDMNRF" now the Ministry of Mines). An additional Closure Plan amendment for the Eagle River Mill was submitted in 2021 and was approved that same year. The Closure Plan amendment for the Eagle River Mine submitted in 2019 is still under review, and in December 2021, the Company submitted an updated draft of the consolidated Mishi Pit/Magnacon Plan for review, replacing the previous (2019) amendment. The Company has obtained financial commitment from the financial institution to amend the surety bonds for the anticipated increases in financial assurance to be provided to the government for the estimate of the financial assurance requirements.

In support of the restart decision of operations, the Company submitted an updated closure plan to the Ministère de l'Énergie et des Resources Naturelles ("MERN") for the Kiena Complex in Q2 2021, with additional information provided in early 2023. The plan is currently under review by MERN and is expected to be filed in 2024.

a) Change in decommissioning provisions

The following table presents the reconciliation of the aggregate carrying amount of the obligation associated with the retirement of mining properties:

	Eagle River Complex	Kiena Complex	**September 30, 2023**	December 31, 2022
Balance, beginning of the period	**$ 12,855**	**$ 6,086**	**$ 18,941**	$ 21,191
Accretion expense for the period	**502**	**257**	**759**	860
Changes in estimates	**(890)**	**471**	**(419)**	(3,110)
	$ 12,467	**$ 6,814**	**$ 19,281**	$ 18,941

As at December 31, 2022, the decommissioning provision was decreased by $3,110,000, with the corresponding decrease in mining assets, resulting primarily from an increase in discount rates approximating 3.3% in December 2021 to 5.4% in December 2022.

As at September 30, 2023, the decommissioning provision has been decreased by $419,000 for changes in estimates, with the corresponding decrease in mining assets, resulting primarily from an increase in discount rates approximating 5.4% in December 2022 to 6.3% in September 2023, offset partially by an increase in closure cost estimates for the Kiena Complex.

b) Reclamation bond

The Company has an agreement with a financial institution whereby the financial institution has issued unsecured surety bonds to the extent of $9,540,000 to satisfy the Company's financial assurance requirements for the Eagle River Complex, and $7,027,000 to satisfy the Kiena Complex requirements. As at September 30, 2023, the total reclamation bonds issued to government environmental agencies amounted to $16,567,000 (December 31, 2022 - $16,567,000).

16. CAPITAL STOCK

Authorized:
The authorized capital of the Company consists of an unlimited number of common shares without par value.

	Notes	Shares	Amount
Issued:			
Balance December 31, 2021		141,633,546	$ 187,911
Exercise of options	17	753,697	4,204
Exercise of RSUs	17	99,283	638
At-the-Market offering - common shares net of costs (1)		1,593,900	12,608
Balance December 31, 2022		144,080,426	205,361
Exercise of options	17	**345,109**	**952**
Exercise of RSUs	17	**62,125**	**616**
Exercise of PSUs	17	**50,611**	**371**
At-the-Market offering - common shares net of costs (1)		**4,413,476**	**30,622**
Balance September 30, 2023		**148,951,747**	**$ 237,922**

(1) At-the-Market Offering:

On December 2, 2022, the Company entered into an equity distribution agreement with a syndicate of agents for an at-the-market equity distribution program (the "ATM Program").

Pursuant to the ATM Program, the Company may issue and sell up to $100,000,000 in common shares (the "ATM Shares") from treasury. The volume and timing of distributions under the ATM Program, if any, will be determined at the Company's sole discretion, subject to applicable regulatory limitations. The ATM Shares sold under the ATM Program will be sold at or near the prevailing market price on the TSX or the OTCQX, as applicable, at the time of sale. Unless earlier terminated by the Company or the agents as permitted therein, the ATM Program will terminate upon the earlier of:

(a) the date that the aggregate gross sales proceeds of the ATM Shares sold under the ATM Program reaches the amount of $100,000,000, or 25 months from the commencement date of the program.

During the year ended December 31, 2022, the Company issued 1,593,900 common shares under the ATM Program for gross proceeds of $13,080,000 with aggregate costs of $472,000, net of deferred taxes of $160,000. During the nine months ended September 30, 2023, the Company issued 4,413,476 common shares under the ATM Program for gross proceeds of $31,988,000 with aggregate costs of $1,366,000.

In August 2023, a careful review of near-term operating and financial projections concluded that equity issuance under the ATM facility is no longer required.

17. STOCK-BASED COMPENSATION

On May 3, 2017, the shareholders of the Company approved the 2017 Omnibus Plan pursuant to which it was able to issue share-based long-term incentives. All Service Providers are eligible to receive awards, as defined below, under the 2017 Omnibus Plan. The 2017 Omnibus Plan replaced the Company's existing Stock Option Plan.

Under the 2017 Omnibus Plan, the maximum number of common shares issuable from treasury pursuant to awards was not to exceed 10% of the total outstanding common shares from time to time less the number of common shares issuable pursuant to all other security-based compensation arrangements of the Company (being the Stock Option Plan).

On June 2, 2020, the shareholders of the Company approved the 2020 Omnibus Plan pursuant to which it is able to issue share-based long-term incentives. All Service Providers are eligible to receive awards, as defined below, under the 2020 Omnibus Plan. The 2020 Omnibus Plan replaced the Company's existing stock option plans which remain in effect, but no further options will be issued thereunder.

Under the 2020 Omnibus Plan, the maximum number of common shares issuable from treasury pursuant to awards shall not exceed 11,695,556.

As at September 30, 2023, awards to purchase 3,628,769 common shares of Wesdome were available for grant under the equity incentive plans.

The following table reflects the continuity of options granted for the three and nine months ended September 30, 2023 and 2022.

	Three months ended September 30,				Nine months ended September 30,			
	2023		2022		2023		2022	
	Number of options	Weighted average exercise price $	Number of options	Weighted average exercise price $	Number of options	Weighted average exercise price $	Number of options	Weighted average exercise price $
Outstanding, beginning of period	**1,902,574**	**8.69**	1,506,614	8.43	**1,492,510**	**8.39**	1,960,548	5.22
Granted	**-**	**-**	-	-	**869,335**	**6.80**	396,640	15.78
Exercised	**-**	**-**	-	-	**(345,109)**	**1.96**	(753,697)	4.02
Forfeited	**(203,471)**	**9.07**	(14,104)	13.10	**(317,633)**	**9.67**	(110,981)	8.45
Outstanding, end of period	**1,699,103**	**8.64**	1,492,510	8.39	**1,699,103**	**8.64**	1,492,510	8.43

On March 14, 2023, the Company granted 770,498 (March 15, 2022 – 371,472) stock options to its employees and officers, under its 2020 Omnibus Plan. On June 30, 2023, the Company granted 98,837 (June 23, 2022 – 25,168) stock options to one of its officers, under its 2020 Omnibus Plan. All stock options granted have a three-year vesting term commencing on the anniversary date of the issue.

The weighted average share price at the date of exercise for stock options exercised during the nine months ended September 30, 2023 and 2022 was $7.13 and $14.54, respectively.

The following table outlines share options outstanding at September 30, 2023:

	Outstanding Options			Exercisable, in the money Options	
Range of exercise prices	Number outstanding	Weighted average remaining life (years)	Weighted average exercise price $	Number outstanding	Weighted average exercise price $
5.28 - 6.73	243,807	0.41	5.28	243,807	5.28
6.74 - 8.49	702,874	4.50	6.80	-	-
8.50 - 13.83	483,596	2.08	8.94	-	-
13.84 - 15.98	268,826	3.46	15.98	-	-
	1,699,103	3.06	8.64	243,807	5.28

The following table reflects the continuity of RSUs granted for the three and nine months ended September 30, 2023 and 2022.

	Three months ended September 30, 2023		2022		Nine months ended September 30, 2023		2022	
	Number of RSUs	Weighted average grant date fair value $	Number of RSUs	Weighted average grant date fair value $	Number of RSUs	Weighted average grant date fair value $	Number of RSUs	Weighted average grant date fair value $
Outstanding, beginning of period	**231,342**	**8.59**	115,688	11.26	**115,688**	**11.26**	206,020	7.12
Granted	**-**	**-**	-	-	**177,779**	**7.31**	46,363	15.98
Exercised	**-**	**-**	-	-	**(62,125)**	**9.91**	(99,283)	6.40
Forfeited	**(18,486)**	**8.75**	-	-	**(18,486)**	**8.75**	(37,412)	5.85
Outstanding, end of period	**212,856**	**8.57**	115,688	11.26	**212,856**	**8.57**	115,688	11.26

On March 14, 2023, the Company granted 95,429 (March 15, 2022 – 46,363) RSUs to its employees and officers, under it 2020 Omnibus plan. In Q2 2023, the Company granted 82,350 RSUs to its officers, under its 2020 Omnibus Plan. The RSUs granted have a three-year vesting term commencing on the anniversary date of the issue.

The following table reflects the continuity of PSUs granted for the three and nine months ended September 30, 2023 and 2022.

	Three months ended September 30, 2023		2022		Nine months ended September 30, 2023		2022	
	Number of PSUs	Weighted average grant date fair value $	Number of PSUs	Weighted average grant date fair value $	Number of PSUs	Weighted average grant date fair value $	Number of PSUs	Weighted average grant date fair value $
Outstanding, beginning of period	**495,137**	**8.98**	299,265	10.54	**299,265**	**10.54**	255,105	8.09
Granted	**-**	**-**	-	-	**266,530**	**6.79**	92,725	15.98
Exercised	**-**	**-**	-	-	**(50,611)**	**7.34**	-	-
Forfeited	**(49,964)**	**-**	-	-	**(70,011)**	**8.67**	(48,565)	7.34
Outstanding, end of period	**445,173**	**8.96**	299,265	10.54	**445,173**	**8.96**	299,265	10.54

On March 14, 2023, the Company granted 190,862 (March 15, 2022 – 92,725) PSUs to its employees and officers, under its 2020 Omnibus Plan. On June 30, 2023, the Company granted 75,668 PSUs to one of its officers, under its 2020 Omnibus Plan. The PSUs granted have cliff vesting terms contingent on continued employment at the end of the three-year performance period.

The following table reflects the continuity of DSUs granted for the three and nine months ended September 30, 2023 and 2022.

	Three months ended September 30, 2023		Three months ended September 30, 2022		Nine months ended September 30, 2023		Nine months ended September 30, 2022	
	Number of DSUs	Weighted average grant date fair value $	Number of DSUs	Weighted average grant date fair value $	Number of DSUs	Weighted average grant date fair value $	Number of DSUs	Weighted average grant date fair value $
Outstanding, beginning of period	**540,082**	**7.26**	429,636	6.99	**429,636**	**6.99**	370,991	6.07
Granted	**-**	**-**	-	-	**110,446**	**8.28**	58,645	12.79
Redeemed	**-**	**-**	-	-	**-**	**-**	-	-
Outstanding, end of period	**540,082**	**7.26**	429,636	6.99	**540,082**	**7.26**	429,636	6.99

On March 14, 2023, the Company granted 14,684 DSUs to a non-management board member, under its 2020 Omnibus Plan. In May 2023, the Company granted 95,762 (June 2022 – 58,645) DSUs to non-management board members, under its 2020 Omnibus Plan. All of the DSUs are fully vested at the grant date and become payable upon retirement of the directors.

The fair value of the stock options, RSUs, PSUs and DSUs awarded to employees and officers that will eventually vest, determined as of the date of grant, is recognized as share-based compensation expense over the vesting period of the equity instruments, with a corresponding increase to contributed surplus. The fair value of stock options is determined using the Black-Scholes option pricing model with market related inputs as of the date of grant and the fair value of RSUs, PSUs and DSUs is the market value of the underlying shares as of the date of grant.

For the three and nine months ended September 30, 2023 and 2022, grant date fair value estimates were based on the following variables:

	Three Months Ended September 30, 2023	**Three Months Ended September 30,** 2022	**Nine Months Ended September 30, 2023**	**Nine Months Ended September 30,** 2022
Weighted average fair value, per option ($)	**-**	-	**2.51**	5.21
Weighted average risk-free interest rate (%)	**-**	-	**3.75**	1.78
Weighted average volatility (%)	**-**	-	**51.93**	49.40
Expected life (years)	**-**	-	**3.3**	3.3
Forfeiture rate (%)	**-**	-	**8.9**	9.4

The stock-based compensation expense relating to stock options, RSUs, PSUs and DSUs net of forfeitures for the three and nine months ended September 30, 2023 was $328,000 and $3,653,000 (2022: $823,000 and $2,453,000).

18. LOSS PER SHARE

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Loss available to common shareholders	**$ (3,248)**	$ (3,899)	**$ (8,607)**	$ (11,179)
Weighted average number of shares, basic (000s)	**148,952**	142,487	**147,155**	142,260
Dilutive securities – options, PSU and RSU (000s)	**-**	-	**-**	-
Weighted average number of shares, diluted (000s)	**148,952**	142,487	**147,155**	142,260
Basic loss per share	**$(0.02)**	$(0.03)	**$(0.06)**	$(0.08)
Diluted loss per share	**$(0.02)**	$(0.03)	**$(0.06)**	$(0.08)
Number of shares excluded from diluted earnings per share calculation due to anti-dilutive effect:				
Options, PSU and RSU (000s)	**1,068**	451	**956**	694

19. REVENUES

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Revenues from mining operations				
Gold	**$ 69,619**	$ 61,769	**$ 230,719**	$ 190,245
Silver	**77**	54	**233**	203
	$ 69,696	$ 61,823	**$ 230,952**	$ 190,448

20. COST OF SALES

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Mining and processing				
Mining	**$ 25,234**	$ 22,544	**$ 78,669**	$ 65,978
Processing	**7,769**	6,114	**23,097**	17,855
Site administration and camp costs	**13,637**	12,260	**41,692**	34,695
Change in inventories [1]	**(206)**	3,146	**(1,068)**	221
	46,434	44,064	**142,390**	118,749
Royalties	**1,029**	766	**3,199**	2,491
Depletion and depreciation	**23,987**	11,464	**71,327**	31,134
	$ 71,450	$ 56,294	**$ 216,916**	$ 152,374
[(1)] Change in inventories				
Ore stock pile inventory	**$ 178**	$ (372)	**$ (686)**	$ 256
Bullion and in-circuit inventory	**(384)**	3,518	**(382)**	(35)
	$ (206)	$ 3,146	**$ (1,068)**	$ 221

21. INTEREST AND OTHER

a) Interest expense

	Notes	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	**2023**	2022
Interest on lease liabilities	**15**	**$ 77**	$ 139	**$ 254**	$ 410
Premium on reclamation bonds		**30**	37	**112**	112
Interest on secured credit facility		**1,007**	412	**3,232**	645
		$ 1,114	$ 588	**$ 3,598**	$ 1,167

b) Other income (expense)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	**2023**	2022
Interest income	**$ 532**	$ 122	**$ 1,074**	$ 283
Foreign exchange gain (loss)	**80**	(1,398)	**37**	(1,279)
Amortization of deferred financing cost	**(133)**	(99)	**(397)**	(268)
Other expense	**(116)**	(45)	**(206)**	(99)
	$ 363	$ (1,420)	**$ 508**	$ (1,363)

22. SUPPLEMENTAL CASH FLOW INFORMATION

		Three Months Ended September 30,		Nine Months Ended September 30,	
	Notes	**2023**	2022	**2023**	2022
Net changes in non-cash working capital					
Operating activities					
Accounts receivable and prepaids		**$ 6,265**	$ (1,984)	**$ 2,755**	$ 3,466
Payables and accruals		**12,173**	6,009	**(11,679)**	19,241
Mining and income tax payable		**(4,202)**	325	**(662)**	4,601
Gold in process and ore stockpiles		**(207)**	3,149	**(1,067)**	229
Supplies and other		**(755)**	(521)	**(2,844)**	(1,653)
		$ 13,275	$ 6,978	**$ (13,498)**	$ 25,884
Non-cash transactions					
Change to decommissioning provisions	**15**	**$ (807)**	$ (4)	**$ (419)**	$ (2,985)
Assets acquired under leases	**14**	**-**	799	**787**	3,592
		$ (807)	$ 795	**$ 368**	$ 607

In September 2023, the Company received two notices of assessment from the Canada Revenue Agency regarding the taxation years 2021 and 2022. The assessments resulted in total refunds of $10.6 million, of which $7.3 million related to financial year 2022 instalment overpayments and $3.3 million related to tax losses incurred in financial year 2022 that were carried back to financial year 2021. In addition, the Company received $1.9 million refund regarding Ontario Mining Tax ("OMT") instalments that were paid in excess of the OMT liability upon filing the financial year 2022 mining tax return.

23. FINANCIAL INSTRUMENTS

Fair Values

The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 inputs are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data or other means.
- Level 3 inputs are unobservable (supported by little or no market activity).

Following is a table which sets out the fair values of recognized financial instruments using the valuation methods and assumptions described below:

	At September 30, 2023		At December 31, 2022	
	Carrying amount	Estimated fair value	Carrying amount	Estimated fair value
Financial Assets				
Share consideration receivable	**$ 2,983**	**2,983**	$ 5,570	5,570
Marketable securities	**480**	**480**	960	960
	$ 3,463	**$ 3,463**	$ 6,530	$ 6,530

The fair value of cash and cash equivalents, accounts receivable, payables and borrowings approximate their carrying amounts due to their short-term nature. Marketable securities are measured using quoted prices in active markets which are considered Level 1 inputs. The value of the share consideration receivable is considered a level 3 measurement, and is calculated using the following Level 1, Level 2 and Level 3 assumptions.

Type	**Valuation Technique**	**Key Inputs**	**Inter-Relationship Between Significant Inputs and Fair Value Measurements**
Share consideration receivable - short term and long term	The fair value of the share consideration receivable has been calculated using the Monte Carlo simulation method	*Key observable inputs (Level 1)* -stock price at September 30, 2023: $0.125 per share *Key observable inputs (Level 2)* -Risk free interest rate: 5.06% - 5.07% -Dividend yield: 0% *Key unobservable inputs (Level 3)* -Volatility: 88.41%	The estimated fair value would increase (decrease) if: -The share price was higher (lower) -The dividend yield was lower (higher) -The volatility was lower (higher)

The following table presents the potential impact to the Company's net loss to changes in the expected volatility.

	Net Loss and Total Comprehensive Loss	
	Increase	**Decrease**
Expected volatility (10% movement vs. the model input)	**$ 47**	**$ 43**

Financial Instrument and Related Risks

1) Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The market price movements that could adversely affect the value of the Company's financial assets and liabilities include commodity price risk, foreign currency exchange risk and interest rate risk.

(a) Commodity price risk
The Company's financial performance is closely linked to the price of gold which is impacted by world economic events that dictate the levels of supply and demand. The Company had no gold price hedge contracts in place as at or during the three and nine months ended September 30, 2023 and 2022.

(b) Foreign currency exchange risk
The Company's revenue is exposed to changes in foreign exchange rates as the Company's primary product, gold, is priced in U.S. dollars. The Company had no forward exchange rate contracts in place as at or during the three and nine months ended September 30, 2023 and 2022.

(c) *Interest rate risk*

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Financial assets with variable interest rates expose the Company to cash flow interest rate risk. The Company's cash has in the past included highly liquid investments that earn interest at market rates. Fluctuations in market rates of interest do not have a significant impact on the Company's results of operations due to the short-term to maturity of the investments held.

2) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due. The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities. The Company believes it has access to sufficient capital through internally generated cash flows, access to its existing credit facility, and equity and debt capital markets. Executive management is also actively involved in the review and approval of planned expenditures.

The following table shows the timing of cash outflows relating to payables and accruals, lease liabilities and other financial obligations as at September 30, 2023:

	<1 Year	1-2 Years	3-5 Years	Over 5 Years
Payables and accruals	$ 43,056	$ -	$ -	$ -
Borrowings	39,000	-	-	-
Lease liabilities	3,620	1,287	221	-
Purchase commitments	26,886	-	-	-
Decommissioning provisions	-	-	-	27,007
Total	$ 112,562	$ 1,287	$ 221	$ 27,007

3) Credit Risk

Credit risk is the risk of a financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligation. The Company minimizes its credit risk by selling its gold exclusively to financial institutions. The Company's receivables consist of consideration receivable from its associate, government refunds and credits and advances to vendors on projects at the mines.

The Company estimates its maximum exposure to be the carrying value of cash and cash equivalents and receivables. The Company manages the credit risk of cash and cash equivalents and receivables by maintaining bank accounts and term deposits with Schedule 1 Canadian banks. The Company's cash is not subject to any external limitations. The Company limits risk on its consideration receivable by entering into business arrangements with highly rated counterparties.

24. RETIREMENT COSTS

The Company incurred a total retirement allowance of $2,100,000, which includes a cash payment of $1,190,000 and the accelerated vesting of stock-based compensation of $910,000 to the former Chief Executive Officer (September 30, 2022 - $Nil).