



Condensed Interim Financial Statements of

**WALLBRIDGE MINING
COMPANY LIMITED**

Three and nine months ended September 30, 2023

(Unaudited)

WALLBRIDGE MINING COMPANY LIMITED

Condensed Interim Statements of Financial Position
(expressed in Canadian Dollars)

(Unaudited)

	Note	September 30, 2023	December 31, 2022
Assets			
Current assets:			
Cash and cash equivalents		\$ 27,119,270	\$ 23,663,821
Marketable securities	4	180,000	52,500
Amounts receivable	5	8,123,022	15,547,216
Deposits and prepaid expenses		554,386	447,046
Broken Hammer Project closure plan indemnification asset	9, 10	1,925,790	2,466,991
		37,902,468	42,177,574
Restricted cash	9	3,259,845	3,259,845
Long-term amounts receivable	5	-	2,620,989
Investment in associate	6, 10	1,353,282	5,011,996
Exploration and evaluation assets	7	274,283,238	258,767,041
Property and equipment		7,245,780	8,281,900
		\$ 324,044,613	\$ 320,119,345
Liabilities and Shareholders' Equity			
Current liabilities:			
Accounts payable and accrued liabilities		\$ 7,122,223	\$ 5,278,791
Current portion of provision for closure plan	9	241,750	275,479
Current portion of lease liability		12,457	11,682
Broken Hammer Project closure plan for disposal	9, 10	1,925,790	2,466,991
		9,302,220	8,032,943
Lease liability		17,206	28,854
Provision for closure plan	9	1,289,860	1,289,860
Deferred tax liability		23,643,000	21,535,000
		34,252,286	30,886,657
Equity			
Share capital	11	398,777,089	390,689,896
Warrants		129,500	129,500
Contributed surplus		13,315,621	12,317,067
Deficit		(122,358,865)	(113,832,757)
Accumulated Other Comprehensive Loss		(71,018)	(71,018)
Total Equity		289,792,327	289,232,688
Commitments and contingencies	12		
Subsequent events	10 (a), 11 (b), 14		
		\$ 324,044,613	\$ 320,119,345

See accompanying notes to condensed interim financial statements.

WALLBRIDGE MINING COMPANY LIMITED

Condensed Interim Statements of Net Loss and Comprehensive Loss
(expressed in Canadian Dollars)

(Unaudited)

	Note	Three months ended September 30,		Nine months ended September 30,	
		2023	2022	2023	2022
Other expenses and (income):					
General and administrative expenses		\$ 1,008,710	\$ 1,203,892	\$ 3,420,637	\$ 3,632,280
Unrealized loss (income) on marketable securities		(78,750)	45,000	(90,000)	123,750
Realized loss on marketable securities		-	-	-	1,366
Stock based compensation	11 (b)	215,584	237,989	695,241	654,384
Depreciation of property and equipment		11,577	29,650	34,297	112,067
Costs recovered on termination of contract		-	-	-	(275,667)
Interest income		(380,853)	(234,157)	(1,080,092)	(505,511)
Gain on disposition of assets		-	(3,553)	-	(3,553)
Other income relating to flow-through share premium	8	(64,488)	(2,542,103)	(1,269,000)	(8,621,698)
Interest on lease liability		397	236	1,311	1,889
Other costs	12	927,000	-	927,000	-
Reverse impairment on exploration and evaluation assets		-	-	-	(670,156)
Other income		-	-	-	(150,000)
Impairment loss on investment in associate	6	3,549,229	-	3,549,229	-
Share of comprehensive loss in investment in associate		124,081	10,975	109,485	13,851
Loss (earnings) before income taxes		5,312,487	(1,252,071)	6,298,108	(5,686,998)
Deferred tax expense (recovery)		(654,000)	3,449,000	2,228,000	10,666,000
Net loss and comprehensive loss for the period		\$ 4,658,487	\$ 2,196,929	\$ 8,526,108	\$ 4,979,002
Weighted average number of common shares - basic and diluted		934,841,247	882,414,242	924,012,562	869,684,678
Net loss per share - basic and diluted		\$ 0.00	\$ 0.00	\$ 0.01	\$ 0.01

See accompanying notes to condensed interim financial statements.

WALLBRIDGE MINING COMPANY LIMITED

Statements of Changes in Equity
(expressed in Canadian Dollars)

(Unaudited)

	Number of Shares	Share Capital	Warrants	Contributed Surplus	Deficit	Accumulated Other Comprehensive Loss	Total
Balance, December 31, 2021	818,115,891	\$ 391,532,268	129,500	10,782,257	(82,258,468)	(71,018)	\$ 320,114,539
Charity Flow-through shares issued on public offering, net of share issuance costs	27,300,000	14,073,402	-	-	-	-	14,073,402
Flow-through shares issued on private placement, net of share issuance costs	36,968,351	13,733,907	-	-	-	-	13,733,907
Flow-through premium liability	-	(8,621,698)	-	-	-	-	(8,621,698)
Share based compensation	-	-	-	855,102	-	-	855,102
Deferred share units granted	-	-	-	260,905	-	-	260,905
Exercise of stock options	30,000	3,985	-	(1,435)	-	-	2,550
Net loss	-	-	-	-	(4,979,002)	-	(4,979,002)
Balance, September 30, 2022	882,414,242	\$ 410,721,864	129,500	11,896,829	(87,237,470)	(71,018)	\$ 335,439,705
Balance, December 31, 2022	882,514,242	\$ 390,689,896	129,500	12,317,067	(113,832,757)	(71,018)	\$ 289,232,688
National flow-through shares issued on private placement, net of share issuance costs (note 11(a)(i))	37,956,353	6,757,152	-	-	-	-	6,757,152
Quebec flow-through shares issued on private placement, net of share issuance costs (note 11(a)(ii))	8,000,000	1,540,886	-	-	-	-	1,540,886
Flow-through premium liability (note 8)	-	(1,269,000)	-	-	-	-	(1,269,000)
Common shares issued on private placement, net of share issuance costs (note 11(a)(iii))	6,000,000	1,010,442	-	-	-	-	1,010,442
Exercise of stock options (note 11(a)(iv))	400,000	47,713	-	(17,713)	-	-	30,000
Share based compensation (note 11(b))	-	-	-	794,463	-	-	794,463
Deferred share units granted (note 11(b))	-	-	-	221,804	-	-	221,804
Net loss	-	-	-	-	(8,526,108)	-	(8,526,108)
Balance, September 30, 2023	934,870,595	\$ 398,777,089	129,500	13,315,621	(122,358,865)	(71,018)	\$ 289,792,327

See accompanying notes to condensed interim financial statements.

WALLBRIDGE MINING COMPANY LIMITED

Condensed Interim Statements of Cash Flows
(expressed in Canadian Dollars)

(Unaudited)

	Nine months ended September 30,	
	2023	2022
Cash flows from (used in) operating activities:		
Net loss for the period	\$ (8,526,108)	\$ (4,979,002)
Adjustments for:		
Deferred tax expense	2,228,000	10,666,000
Depreciation of property and equipment	34,297	112,067
Unrealized loss (income) on marketable securities	(90,000)	123,750
Other income relating to flow-through share premium	(1,269,000)	(8,621,698)
Share based compensation	695,241	654,384
Gain on disposal of assets	-	(3,553)
Reversal of impairment on exploration and evaluation assets	-	(670,156)
Share of comprehensive loss in investment in associate	109,485	13,851
Interest on lease liability	1,311	1,889
Deferred stock units	139,835	175,187
Impairment loss on investment in associate	3,549,229	-
Loss on sale of marketable securities	-	1,366
Closure plan disbursements	(33,729)	(482,222)
Changes in non-cash working capital:		
Amounts receivable	(572,670)	400,906
Deposits and prepaid expenses	(107,340)	16,553
Accounts payable and accrued liabilities	868,384	(697,350)
	(2,973,065)	(3,288,028)
Cash flows from (used in) financing activities:		
Exercise of stock options	30,000	2,550
Share proceeds	9,641,925	29,187,570
Share issuance costs	(453,445)	(1,876,261)
Lease payments	(12,184)	(89,097)
	9,206,296	27,224,762
Cash flows from (used in) investing activities:		
Exploration and evaluation assets expenditures	(19,925,010)	(50,480,566)
Acquisition of equipment	(141,721)	(1,104,203)
Exploration and evaluation assets cost recoveries	-	40,314
Tax credits received	17,288,949	10,461,372
Proceeds from sale of equipment	-	3,553
Proceeds from sale of marketable securities	-	31,451
	(2,777,782)	(41,048,079)
Net increase (decrease) in cash and cash equivalents	3,455,449	(17,111,345)
Cash and cash equivalents, beginning of the period	23,663,821	38,939,849
Cash and cash equivalents, end of the period	\$ 27,119,270	\$ 21,828,504

See accompanying notes to condensed interim financial statements.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

1. Nature of operations:

Wallbridge Mining Company Limited (“**Wallbridge**” or the “**Company**”) is incorporated under the laws of Ontario and is engaged in the acquisition, exploration, discovery and development of metals focusing on gold projects. The Company’s head office is located at 129 Fielding Road in Lively, Ontario, Canada.

The Company’s primary focus is advancement of the exploration and sustainable development of gold projects along the Detour-Fenelon Gold Trend properties located in Quebec’s Northern Abitibi region. Wallbridge also has a 19.9% interest in Archer Exploration Corp. (“**Archer**”) which is focused on exploration and development of copper, nickel and platinum group metal properties. Archer and Wallbridge entered into a sale agreement in November 2022 whereby Archer acquired the rights and obligations to Wallbridge’s nickel assets.

While the Company has no sources of revenue, management believes it has sufficient cash resources to meet its obligations and fund planned expenditures and administrative costs for at least the next twelve months. The Company will have to raise funds in the future to finance the advancement of exploration and development of gold projects along the Detour-Fenelon Gold Trend properties and meet future expenditures and administrative costs. Although the Company has been successful in raising funds to date, as evidenced by proceeds raised from equity financing in 2022 and 2023 (note 11 and note 14), there can be no assurance that adequate financing will be available in the future or available under terms acceptable to the Company.

2. Basis of presentation:

(a) *Statement of compliance:*

These unaudited condensed interim financial statements have been prepared in accordance with IAS 34 – Interim Financial Reporting. These statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended December 31, 2022. The accounting policies used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual financial statements for the year ended December 31, 2022, with the exception of new accounting pronouncements adopted by the Company as of January 1, 2023 (note 3).

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

2. Basis of presentation (continued):

(b) *Judgments and estimates:*

Preparing the condensed interim financial statements requires management to make certain judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these unaudited condensed interim financial statements, significant judgments and estimates made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended December 31, 2022.

(c) *Functional and presentation currency:*

These unaudited condensed interim financial statements are presented in Canadian dollars which is the Company's functional currency.

3. Changes in accounting policies including initial adoption:

(a) *IAS 12, Income Taxes:*

Effective January 1, 2023, the Company adopted the amendment to IAS 12 which narrowed the scope of the recognition exemption so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences such as deferred taxes on leases and decommissioning obligations. There is no impact to the interim financial statements as a result of this amendment in the current period.

(b) *IAS 1, Disclosure of Accounting Policies:*

Effective January 1, 2023, the Company adopted the amendments to IAS requiring an entity to disclose its material accounting policies, rather than its significant accounting policies. The Company's policy is to disclose information that could reasonably be expected to influence the decisions of primary users of the Company's financial statements. There is no impact to the interim financial statements as a result of this amendment in the current period.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

4. Fair value of financial instruments:

Financial assets and liabilities are grouped into three levels based on significant inputs used in measuring the fair value of the financial assets and liabilities. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: 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: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level within which the financial asset or liability is classified is determined based on the lowest level of significant input to the fair value measurement.

Carrying values for cash and cash equivalents, amounts receivable, and accounts payable and accrued liabilities approximates their fair value due to their short term maturities.

At September 30, 2023, the Company holds investments in Abitibi Metals Corp. (“Abitibi Metals”) (formerly Goldseek Resources Inc.) which are classified as marketable securities and carried at fair value through profit and loss (“**FVTPL**”) and classified as level 1 at \$180,000 (December 31, 2022 - \$52,500) based on the closing market price of \$0.08 on September 30, 2023.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

5. Amounts receivable:

	September 30, 2023	December 31, 2022
Harmonized Sales Tax and Quebec Sales Tax	\$ 793,236	\$ 452,243
Quebec tax credits	6,432,000	17,050,997
Other receivables	897,786	664,965
	8,123,022	\$ 18,168,205
Current portion of amounts receivable	(8,123,022)	(15,547,216)
	\$ -	\$ 2,620,989

The Company is entitled to refundable tax credits and tax credits on qualified exploration expenditures incurred in Quebec. The \$6,432,000 Quebec tax credits at September 30, 2023 on qualified exploration expenditures incurred in Quebec relate to 2023 expenditures. Of the \$17,050,997 Quebec tax credits at December 31, 2022, \$13,104,942 relates to 2022 expenditures, and \$3,946,055 relates to 2021 expenditures.

The Company received refundable tax credits of \$3,946,241 relating to 2021 qualified exploration expenditures in March 2023 and received refundable tax credits of \$13,342,708 relating to 2022 qualified exploration expenditures in July and August 2023.

6. Investment in associate:

Archer	Number of Shares	Amount
Balance, December 31, 2022	18,043,758	\$ 5,011,996
Share of comprehensive loss (19.9%)	-	(109,485)
Impairment loss	-	(3,549,229)
Balance, September 30, 2023	18,043,758	\$ 1,353,282

The Company holds a 19.9% interest in Archer as at September 30, 2023 (December 31, 2022 – 19.9%). At September 30, 2023, the CEO and director of the Company and the CFO of the Company are directors of Archer pursuant to the terms of the investor rights agreement dated November 18, 2022.

The Company recorded an impairment loss on its investment in Archer based on the closing market price of \$0.075 on September 30, 2023 due to the significant and prolonged decline in the fair value.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets:

Total exploration and evaluation expenditures are detailed as follows:

	Balance December 31, 2022	Expenditures	Disposition/ Recovery	Balance September 30, 2023
Fenelon (a)	\$ 189,932,615	10,842,393	(3,400,094)	\$ 197,374,914
Martinière (b)	37,192,476	7,249,813	(2,122,000)	42,320,289
Grasset (c)	1,680,095	2,605,839	(438,000)	3,847,934
Detour East (d)	14,084,547	-	-	14,084,547
Hwy 810 (e)	4,429,159	88,548	-	4,517,707
Casault (f)	1,606,528	1,145,153	(711,000)	2,040,681
Harri (g)	5,084,733	282,061	-	5,366,794
Beschefer (h)	846,560	1,134	(37,500)	810,194
N2 Property (i)	2,715,790	6,051	-	2,721,841
Nantel (j)	140,316	-	-	140,316
Doigt (k)	1,054,222	3,799	-	1,058,021
	<u>\$ 258,767,041</u>	<u>22,224,791</u>	<u>(6,708,594)</u>	<u>\$ 274,283,238</u>

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

	Balance December 31, 2021	Expenditures	Impairment Reversal	Disposition/ Recovery	Sale of Assets to Archer ⁽¹⁾	Balance, December 31, 2022
Fenelon (a)	\$ 152,617,394	49,361,604	-	(12,046,383)	-	\$189,932,615
Martinière (b)	30,431,707	7,199,769	-	(439,000)	-	37,192,476
Grasset (c)	28,624,217	965,878	-	(283,000)	(27,627,000)	1,680,095
Detour East (d)	14,083,479	1,068	-	-	-	14,084,547
Hwy 810 (e)	4,428,526	633	-	-	-	4,429,159
Casault (f)	957,300	649,228	-	-	-	1,606,528
Harri (g)	4,881,380	203,353	-	-	-	5,084,733
Beschefer (h)	923,623	1,687	-	(78,750)	-	846,560
N2 Property (i)	2,712,448	3,342	-	-	-	2,715,790
Nantel (j)	140,041	275	-	-	-	140,316
Doigt (k)	1,053,501	721	-	-	-	1,054,222
Other Quebec Properties	7,799,536	74,125	-	-	(7,873,661)	-
Sudbury Properties subject to Loncan exploration joint venture agreements	12,342,259	185,517	-	(44,912)	(12,482,864)	-
Other Sudbury Properties	3,314,868	13,362	-	-	(3,328,230)	-
Other Ontario Properties	-	72,634	670,156	-	(742,790)	-
	\$ 264,310,279	58,733,196	670,156	(12,892,045)	(52,054,545)	\$258,767,041

(1) On November 18, 2022, the Company sold its property, assets, rights and obligations related to its nickel assets. The exploration and evaluation assets included in the nickel assets are certain claims relating to Grasset, the Sudbury properties relating to the Loncan exploration joint venture agreements, Jeremie and RUM properties included in Other Quebec Properties, Other Sudbury Properties, and Other Ontario Properties.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(a) *Fenelon, Québec:*

Fenelon is located in the Nord-du-Québec administrative region, approximately 75 km west-northwest of the town of Matagami, in the province of Québec, Canada and is part of the Detour-Fenelon Gold Trend Property. Wallbridge owns a 100% undivided interest in Fenelon which is subject to three separate royalties equaling to 4% net smelter return royalty (“NSR”) on any future production on 19 claims and one lease and subject to 0% to 1% NSR on any future production on the remaining claims. Buyout provisions exist for a portion of these royalties.

Included in the nine months of 2023 expenditures of \$10,842,393 are \$9,543,720 of exploration costs, depreciation of capital assets of \$1,199,451, and stock option expense of \$99,222. The recovery of \$3,400,094 is from Quebec refundable tax credits relating to 2023 expenditures and adjustments relating to exploration costs incurred in 2022 in the nine months ended September 30, 2023.

Included in the 2022 expenditures of \$49,361,604 are \$47,263,696 of exploration costs, depreciation of capital assets of \$1,824,323, and stock option expense of \$273,585. Recovery of \$12,046,383 is \$12,382,982 from Québec refundable tax credits relating to 2022 expenditures less \$336,599 in tax adjustments resulting from tax audits for 2021 and prior periods.

As a result of a private placement on December 2, 2019, the Company has agreed to not sell or grant any additional royalty rights or interests with respect to Fenelon and/or any contiguous claims or properties adjacent to Fenelon so long as Agnico Eagle Mines Limited (“Agnico”) holds shares representing at least 7.5% of the issued and outstanding shares of the Company.

(b) *Martinière, Québec:*

The Martinière project is located approximately 30 km west of Fenelon and is part of the Detour-Fenelon Gold Trend Property. The Company owns 100% interest in the Martinière property.

The recovery of \$2,122,000 is from Quebec refundable tax credits relating to 2023 expenditures in the nine months ended September 30, 2023.

Included in the 2022 expenditures of \$7,199,769 is a \$400,000 increase to the Martinière property reclamation project relating to a change in estimate in the period. Recovery of \$439,000 is from Quebec refundable tax credits relating to 2022 expenditures in the year ended December 31, 2022.

There is a 2% NSR royalty on the majority of the Martinière property and payable on commencement of commercial production.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(c) *Grasset, Québec:*

The Company owns 100% interest in the Grasset gold property. The Grasset gold property is located immediately east of and adjoins the Fenelon property and is part of the Detour-Fenelon Gold Trend Property. There are no underlying royalties on the Grasset gold property. Claims relating to nickel assets with a historical book value of \$27,627,000 were sold to Archer in November 2022. The remaining carrying value relates to claims retained by the Company.

The recovery of \$438,000 is from Quebec refundable tax credits relating to 2023 expenditures in the nine months ended September 30, 2023.

In 2022, the recovery of \$283,000 is from Quebec refundable tax credits relating to 2022 expenditures in the year ended December 31, 2022. The recovery relates to claims retained by the Company.

The Company has a royalty equal to 2% of net smelter returns less the amount of any pre-existing royalties on encumbered portions of the Grasset property acquired by Archer. In certain circumstances Wallbridge will be granted a right of first refusal to acquire any new royalties sold by Archer on the Grasset claims.

On November 18, 2022, the Company and Archer also entered into an exploration cooperation agreement concerning the Grasset property (the “**Exploration Agreement**”). The exploration agreement applies to the Grasset property but excludes those portions which include the mineral resource on such property (the “**Gold Cooperation Area**”). Pursuant to the Exploration Agreement, Wallbridge will be granted the right to explore the Gold Cooperation Area for gold in certain circumstances. If the results from either Wallbridge’s or Archer’s exploration work in the Gold Cooperation Area establish a mineral resource that consists of primary gold mineralization, then the parties will form a joint venture in which Archer will have a 30% interest and Wallbridge will have a 70% interest. If the results from Wallbridge’s exploration work in the Gold Cooperation Area establish a mineral resource that consists of primary mineralization other than gold, then the parties will form a joint venture in which Archer will have a 70% interest and Wallbridge will have a 30% interest. The purpose of any such venture will be to explore, develop and operate such a mineral resource. The Exploration Agreement has a term of five years and is subject to early termination in certain circumstances.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(d) *Detour East, Québec:*

The Company owns a 100% interest in 424 claims on the Detour East property and is the operator of an exploration joint venture consisting of 18 claims on the Detour East property (collectively “**The Detour East Property**”) and is part of the Detour-Fenelon Gold Trend Property. There is a NSR royalty of 2%, which relates to the entirety of the property, payable to a former property owner, which may be repurchased at any time for \$1,000,000 for the first 50% of the NSR interest and \$2,000,000 for the remainder.

On November 23, 2020, the Company entered into an option agreement (“**the Detour Option Agreement**”) with Agnico. Under the terms of the Detour Option Agreement, the Company granted Agnico the option to acquire up to an undivided 50% interest in Detour East by funding expenditures of \$7,500,000 over five years, with a minimum commitment of \$2,000,000 in the first two years (\$500,000 by the first anniversary and \$1,500,000 by the second anniversary of entering into the agreement). As at September 30, 2023, Agnico has satisfied the first and second anniversary minimum commitments of \$2,000,000 and excess expenditures will be carried forward to the final minimum commitment under the option agreement of \$5,500,000 on or before November 23, 2025.

(e) *Hwy 810, Québec:*

The Company owns a 100% interest in the Hwy 810 property, which is located proximal to the producing Casa Berardi gold mine approximately 70 kms south of the Detour-Fenelon Gold Trend Property. There are no royalties or other encumbrances on the property.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(f) Casault, Québec:

Casault is contiguous to Wallbridge's Martiniere and Detour East gold properties and is part of the Detour-Fenelon Gold Trend Property. The Company and Midland Exploration Inc. ("**Midland**") entered into the option agreement on June 16, 2020, and amended on March 16, 2021, to acquire up to a 65% interest in the Casault property and made an initial \$100,000 payment upon signing. On September 29, 2023, the Company and Midland amended the option agreement on the Casault property to extend the June 30, 2024 spending requirement of \$2,000,000 to on or before June 30, 2025.

As at September 30, 2023, the Company has incurred \$3,065,663 of expenditures which includes a 5% administration fee and made cash payments of \$110,000 by June 30, 2021, \$110,000 by June 30, 2022, and \$130,000 by June 30, 2023 pursuant to the option agreement.

The remaining expenditures and cash payments to earn the initial undivided interest of 50% under the Casault Agreement are as follows:

	Remaining expenditures	Cash payments
On or before June 30, 2024	-	\$150,000
On or before June 30, 2025	\$1,934,337	-

Upon earning the initial undivided interest of 50%, the Company has the option to increase its undivided interest in the Casault property to 65% by incurring additional expenditures and/or making cash payments of \$6,000,000 within two years from the date of earning the initial 50% interest.

The Casault property is subject to an NSR of 1% which the mining claims holder has the right to buy half of the royalty for \$1,000,000 or 100% of the royalty for \$2,000,000.

The recovery of \$711,000 is from Quebec refundable tax credits relating to 2023 expenditures in the nine months ended September 30, 2023.

(g) Harri, Québec:

The Company owns a 100% interest in the Harri property which is part of the Detour-Fenelon Gold Trend Property. There are NSR royalties of 1% to 2% relating to claims on the Harri property.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(h) *Beschefer, Québec:*

On February 26, 2021, the Company entered into an option agreement with Abitibi Metals (formerly Goldseek Resources Inc.) for Abitibi Metals to earn a 100% interest in the Beschefer property, located in the province of Quebec approximately 30 km southwest of Fenelon. Abitibi Metals can exercise its option by incurring aggregate expenditures and issuing shares in Abitibi Metals over a four year period as follows:

	Expenditures	Common shares to be issued
Upon execution of the agreement - completed	\$ -	750,000
On or before February 26, 2022 - completed	500,000	750,000
On or before February 26, 2023 - completed	750,000	750,000
On or before February 26, 2025	1,750,000	2,033,672
	\$3,000,000	4,283,672

The Company received 750,000 common shares with a fair value of \$187,500 of Abitibi Metals on March 9, 2021, 750,000 common shares with a fair value of \$78,750 on February 8, 2022, and 750,000 common shares with a fair value of \$37,500 on February 13, 2023. In accordance with the Company's accounting policy, these amounts were credited to the related exploration and evaluation asset. The Company does not record any expenditures made by Abitibi Metals.

As at September 30, 2023, Abitibi Metals satisfied the first and second anniversary minimum expenditure commitment of \$500,000 and \$750,000 respectively and excess expenditures will be carried forward to the fourth anniversary minimum commitment under the option agreement.

Abitibi Metals may accelerate its expenditures and the option will be effectively exercised when they have incurred expenditures which total \$3,000,000 and issue 4,283,672 common shares.

The Beschefer property is subject to a 1% and a 2% net smelter return royalty on any future commercial production.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

7. Exploration and evaluation assets (continued):

(i) *N2 Property, Québec:*

The Company owns a 100% interest in the N2 Property which is located approximately 25 kilometres south of Matagami, Quebec. There are NSR royalties of 1% to 5% on the property in favour of former property owners and payable on commencement of commercial production. Buyout provisions exist for certain portions of these royalties.

(j) *Nantel, Québec:*

The Company owns a 100% interest in the Nantel property, which is part of the Detour-Fenelon Gold Trend Property. There are no royalties or other encumbrances on the property.

(k) *Doigt, Québec:*

The Company owns a 100% interest in the Doigt property, which is part of the Detour-Fenelon Gold Trend Property. There are no royalties or other encumbrances on the property.

WALLBRIDGE MINING COMPANY LIMITED

TSX| WM

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

8. Flow-through premium liability and commitment for qualifying flow-through expenditures:

Balance, December 31, 2021	\$	-
Premium recorded through flow-through proceeds		8,621,698
Other income recorded as flow-through expenditures incurred		(8,621,698)
Balance, December 31, 2022	\$	-
Premium recorded through flow-through proceeds		1,269,000
Other income recorded as flow-through expenditures incurred		(1,269,000)
Balance, September 30, 2023	\$	-

The Company had incurred and renounced effective December 31, 2022, qualifying Canadian exploration expenses (“**CEE**”) of \$29,187,570. The Company recorded premiums of \$8,621,698 in connection with the charity flow-through financing and private placement flow-through financing in 2022.

In connection with the private placement flow-through financing in February 2023 (note 11 (a) (i,ii)), the Company committed to spending by December 31, 2024 and renouncing effective December 31, 2023, CEE of \$8,621,925. The Company has incurred \$8,621,925 CEE as at September 30, 2023.

The Company recorded premiums of \$1,269,000 in connection with the private placement flow-through financing (note 11(a)(i, ii)) completed in the nine months ended September 30, 2023 (December 31, 2022 - \$8,621,698). The Company estimates the proportion of the proceeds attributable to the flow-through premium as the excess of the subscription price over the market value of the shares and records this value as a liability at the time the shares are issued.

As qualifying expenditures are incurred, the Company recognizes a pro-rata reduction of the flow-through premium liability as other income in the statements of loss and comprehensive loss. During the nine months ended September 30, 2023, a reduction in the flow-through liability of \$1,269,000 was recorded in other income (September 30, 2022 - \$8,621,698).

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

9. Provision for closure plans:

	September 30, 2023	December 31, 2022
Broken Hammer Project closure plan for disposal	\$ 1,925,790	\$ 2,466,991
Fenelon property	1,089,860	1,089,860
Martinière property reclamation	441,750	475,479
Provision for closure plan	\$ 3,457,400	\$ 4,032,330

The following is a reconciliation of the provision for closure plan amounts:

	September 30, 2023	December 31, 2022
Provision for closure plan, beginning of the period	\$ 4,032,330	\$ 3,194,119
Change in estimate – Broken Hammer Project	-	1,020,849
Change in estimate – Martiniere property reclamation	-	400,000
Closure plan expenditures - Broken Hammer Project	-	(558,117)
Property reclamation expenditures – Martiniere	(33,729)	(24,521)
Reduction in the Broken Hammer Project closure plan for disposal	(541,201)	-
Provision for closure plans, end of the period	\$ 3,457,400	\$ 4,032,330
Broken Hammer Project closure plan for disposal	(1,925,790)	(2,466,991)
Current portion of provision for closure plan	(241,750)	(275,479)
Provision for closure plan, long term	\$ 1,289,860	\$ 1,289,860

The Company determined the impact of discounting the future closure expenditures as at September 30, 2023 and December 31, 2022 is immaterial and as such, no discount rate has been applied in determining the closure provision. The Broken Hammer Project has been in a state of inactivity since 2015 and closure plan activities have been ongoing. The closure plan liability related to Broken Hammer Project was sold to Archer effective November 18, 2022 pursuant to the sale agreement. The process to transfer the Broken Hammer Project closure plan to Archer through the Ministry of Mines has commenced; however, the timing of approval is uncertain. Archer has assumed the obligation for the Broken Hammer Project closure plan based on the terms of the sale agreement. The Company has recorded a reduction in the Broken Hammer Project closure plan for disposal of \$541,201 based on remediation expenses incurred by Archer during the nine months ended September 30, 2023. The Company also reduced the indemnification asset by \$541,201 during the nine months ended September 30, 2023.

The current balance of \$241,750 on Martiniere is expected to be incurred in 2023 and 2024 and the long-term balance of \$200,000 is expected to be incurred in 2025. The long term balance of \$1,089,860 on Fenelon is expected to be incurred between 2026 and 2035. The closure plan liability at Fenelon is based on the current closure plan which may be required to be amended based on future activities on the property.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

9. Provision for closure plans (continued):

At September 30, 2023 and December 31, 2022, the Company has one-year renewable letters of credit, secured by cash and cash equivalents, of \$3,259,845 supporting the closure plans.

Pursuant to the sale agreement with Archer, the letter of credit of \$361,245 relating to the Broken Hammer Project closure plan will be released from the Company's restricted cash upon transfer of the closure plan to Archer.

10. Related party transactions:

The Company had the following transactions with related parties:

	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Lonmin Canada Inc. ("Loncan") (a)				
Recovery of costs billed to Loncan plus 10% fee	\$ -	\$ -	\$ -	\$ (44,575)
Other income related to milestone achieved	-	-	-	(150,000)
Gemibra Media (b)				
Social media services	14,100	14,100	42,300	42,300
Archer (c)				
Other income related to secondment and sub-lease agreements, camp occupancy charges, and other cost recoveries	(202,501)	-	(876,333)	-

- (a) Loncan is no longer a related party due to the sale of Loncan to Magna Mining Inc. ("**Magna**") on November 7, 2022. The 2022 transactions were in the normal course of operations and measured at the exchange amount of consideration established and agreed to by the related parties prior to the sale of Loncan to Magna. The Company has a receivable of \$612,230 from Magna in relation to the sale of Loncan that will be transferred to Archer upon receipt. The Company received \$612,230 in cash from Magna on November 3, 2023 and transferred this amount to Archer.
- (b) A principal of Gemibra Media is a close family member of Marz Kord, the President and CEO, and director of the Company. At September 30, 2023, the Company has a payable to Gemibra Media of \$5,311 (December 31, 2022 - \$5,311). In January 2022, the Company entered into two agreements to provide social media, website and video production services for a total of \$4,700 per month for a term of twelve months. In January 2023, the Company entered into two agreements to provide social media, website, and video production services for a total of \$4,700 per month for a term of twelve months. These transactions were in the normal course of operations and measured at the exchange amount of consideration established and agreed to by the related parties. On October 10, 2023, Marz Kord retired from his role as President and CEO, and director of the Company.

WALLBRIDGE MINING COMPANY LIMITED

TSX| WM

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

10. Related party transactions (continued):

- (c) Effective November 18, 2022, the Company entered into a sub-lease agreement with Archer for a portion of Wallbridge's premises relating to the nickel assets and a secondment agreement to provide Archer with Company personnel for work on nickel asset properties on an as needed basis. The Company also charges Archer for the use of Wallbridge accommodations at the Detour-Fenelon Gold Trend site facilities in the Northern Abitibi region of Quebec. At September 30, 2023, the Company has a receivable from Archer of \$216,866 (December 31, 2022 - \$19,591) and a payable to Archer of \$612,230 (December 31, 2022 - \$612,230). In addition, the Company has an indemnification asset of \$1,925,790 (December 31, 2022 - \$2,466,991) relating to the Broken Hammer closure plan liability (note 9) which Archer assumed pursuant to the sale agreement. Wallbridge and Archer are also parties to an Investor Rights Agreement and Exploration Agreement. These transactions were in the normal course of operations and measured at the exchange amount established and agreed to by the related parties.

11. Shareholders' equity:

- (a) *Share capital transactions:*

	Number of shares	Share capital
Balance, December 31, 2022	882,514,242	\$390,689,896
Private placement – National flow-through shares (i)	37,956,353	7,021,925
Private Placement – Quebec flow-through shares (ii)	8,000,000	1,600,000
Private placement – Non flow-through shares (iii)	6,000,000	1,020,000
Issuance costs allocated to shares (i, ii, iii)	-	(333,445)
Flow-through premium (i, ii)	-	(1,269,000)
Shares issued upon exercise of stock options (iv)	400,000	47,713
Balance, September 30, 2023	934,870,595	\$398,777,089

- (i) On February 24, 2023, the Company completed a non-brokered private placement of 37,956,353 national flow-through common shares issued at a price of \$0.185 for gross proceeds of \$7,021,925. The Company paid a cash finder's fee of 4% in connection with this non-brokered private placement. All securities issued were subject to a four month and one day statutory hold period. The net proceeds are being used to support the Company's 2023 exploration program at the Company's Detour-Fenelon Gold Trend Property.

The Company recorded a flow-through share premium and a corresponding deferred liability of \$949,000 (note 8).

Share issuance costs of approximately \$264,773 for the private offering were charged as a reduction of share capital, net of tax impact of \$95,286.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

11. Shareholders' equity (continued):

(a) Share capital transactions (continued):

- (ii) On February 24, 2023, the Company completed a non-brokered private placement of 8,000,000 Quebec flow-through common shares issued at a price of \$0.20 for gross proceeds of \$1,600,000. The Company paid a cash finder's fee of 4% in connection with this non-brokered private placement. All securities issued were subject to a four month and one day statutory hold period. The net proceeds are being used to support the Company's 2023 exploration program at the Company's Detour-Fenelon Gold Trend Property.

The Company recorded a flow-through share premium and a corresponding deferred liability of \$320,000 (note 8).

Share issuance costs of approximately \$59,114 for the private offering were charged as a reduction of share capital, net of tax impact of \$21,274.

- (iii) On March 10, 2023, the Company completed a non-brokered private placement with Agnico of 6,000,000 common shares issued at a price of \$0.17 for aggregate gross proceeds of \$1,020,000 pursuant to certain participation rights set out in a pre-existing participation agreement.

Share issuance costs of approximately \$9,558 for the private offering were charged as a reduction of share capital, net of tax impact of \$3,440.

- (iv) During the nine months ended September 30, 2023, 400,000 common shares were issued upon exercise of stock options at an exercise price of \$0.075 for total proceeds of \$30,000. Value of the stock options exercised of \$17,713 is included in share capital.

(b) Share based compensation plan:

A summary of the Company's stock options are as follows:

Stock Options	September 30, 2023		December 31, 2022	
	Number	Weighted Average Exercise Price	Number	Weighted Average Exercise Price
Outstanding, beginning of period	19,965,412	\$0.45	12,645,436	\$0.59
Granted	9,008,800	\$0.155	10,350,500	\$0.36
Forfeited	(588,335)	\$0.38	(903,336)	\$0.45
Expired unexercised	(298,565)	\$0.285	(1,997,188)	\$0.95
Exercised	(400,000)	\$0.075	(130,000)	\$0.08
Outstanding, end of period	27,687,312	\$0.36	19,965,412	\$0.45

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

11. Shareholders' equity (continued):

(b) Share based compensation plan (continued):

At September 30, 2023, 11,293,575 stock options were exercisable (December 31, 2022 – 7,591,758). The weighted average exercise price of options exercisable at September 30, 2023 is \$0.49 per share (December 31, 2022 - \$0.49). The weighted average remaining contractual life of stock options outstanding is 4.77 years (December 31, 2022 – 4.61 years).

For the three months ended September 30, 2023, \$215,584 (three months ended September 30, 2022 - \$237,989) of expense relating to stock options was recorded in share based compensation, and \$47,327 (three months ended September 30, 2022 - \$48,007) was capitalized to exploration and evaluation assets. For the nine months ended June 30, 2023, \$695,241 (nine months ended September 30, 2022 - \$654,384) of expense relating to stock options was recorded in share based compensation, and \$99,222 (nine months ended September 30, 2022 - \$200,718) was capitalized to exploration and evaluation assets.

On March 30, 2023, 9,008,800 stock options were granted at an exercise price of \$0.155 which will expire on March 30, 2030. Upon resignation of an employee, 104,800 of these options were forfeited as they did not vest. The remaining stock options will vest over three years (approximately 2,968,000 per year) on March 30, 2024, March 30, 2025, and March 30, 2026. The fair value of stock options granted during the nine months ended September 30, 2023 has been estimated using the Black-Scholes pricing model to be \$732,199 or \$0.08 per common share.

The assumptions used in the pricing model are as follows:

	Nine months ended September 30, 2023	Twelve months ended December 31, 2022
Estimated risk free interest rate	3.41%	2.27% to 2.84%
Expected life	3.4 years	3.3 years
Expected volatility *	72.6%	70.4% to 71.9%
Expected dividends	\$Nil	\$Nil
Forfeiture rate *	5%	3% to 4.4%

* The expected volatility used was based on the historical volatility of the Company's share price over a period equivalent to the expected life of the options prior to their grant date. The forfeiture rate is based on historical rate of forfeitures at the time of stock option grant.

WALLBRIDGE MINING COMPANY LIMITED

TSX| **WM**

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

11. Shareholders' equity (continued):

(b) *Share based compensation plan (continued):*

The following table summarizes the stock options outstanding at September 30, 2023:

Exercise Price	Number	Exercisable	Expiry Date
\$0.165	400,000	400,000	December 7, 2023
\$0.155	1,275,000	1,275,000	January 3, 2024
\$0.175	200,000	200,000	January 28, 2024
\$0.25	624,800	624,800	April 12, 2024
\$0.42	200,000	200,000	July 21, 2024
\$0.785	200,000	200,000	December 8, 2024
\$0.66	1,597,500	1,597,500	January 30, 2025
\$0.93	1,011,000	1,011,000	May 11, 2025
\$0.77	100,000	100,000	December 12, 2025
\$0.64	3,359,000	2,239,312	March 19, 2028
\$0.61	280,312	186,874	June 15, 2028
\$0.60	126,300	84,200	September 1, 2028
\$0.61	115,300	76,866	September 13, 2028
\$0.385	8,180,500	2,726,823	March 28, 2029
\$0.18	1,113,600	371,200	August 22, 2029
\$0.155	8,904,000	-	March 30, 2030
Outstanding options	27,687,312	11,293,575	

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

11. Shareholders' equity (continued):

(b) Share based compensation plan (continued):

A summary of the Company's Deferred Stock Units ("DSUs") are as follows:

	September 30, 2023	December 31, 2022
DSUs	Number	Number
Outstanding, beginning of year	4,236,111	2,719,818
Granted for settlement of prior year's director's fees	426,921	219,792
Granted for settlement of current year's director's fees	954,323	1,296,501
Outstanding, end of period	5,617,355	4,236,111

In January 2023, a total of 426,921 (2022 – 219,792) DSUs were granted in lieu of cash to the directors of the Company in settlement of 2022 directors' fees owing of \$81,968 (2021 - \$85,719). In April 2023, 445,009 DSUs were granted in lieu of cash to the directors of the Company in settlement of the first quarter of 2023 directors' fees owing of \$68,532. In July 2023, 509,314 DSUs were granted in lieu of cash to the directors of the Company in settlement of the second quarter of 2023 directors' fees owing of \$71,303. In October 2023, 797,657 DSUs were granted in lieu of cash to the directors of the Company in settlement of the third quarter of 2023 directors' fees owing of \$95,719.

(c) Share purchase warrants:

Each warrant entitles the holder to purchase one common share.

At September 30, 2023, the Company has 500,000 warrants outstanding with an exercise price of \$1.00 which expire on March 17, 2025.

There were no transactions relating to warrants during the nine months ended September 30, 2023 or during the year ended December 31, 2022.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

12. Commitments and contingencies:

Contingencies:

Various legal, tax and environmental matters are outstanding from time to time due to the nature of the Company's operations. While the final outcome with respect to actions outstanding or pending at September 30, 2023 cannot be predicted with certainty, it is management's opinion that it is more likely than not that these actions will not result in the outflow of resources to settle the obligation; therefore, no amounts have been accrued with the exception of the following:

- (a) The Company has accrued estimated costs of \$205,000 for remediation work resulting from equipment damaged in its water treatment plant that had caused a minor environmental spill in September 2023. These costs have been expensed in the three and nine months ended September 30, 2023.

Commitments:

- (a) In December 2020, the Company signed an agreement with McGill University to sponsor a research project on the Detour-Fenelon Gold property for \$240,000 which is payable at \$60,000 per year for four years. The final payment of \$60,000 is anticipated to be paid in 2023.
- (b) The Company has committed to contributing up to \$1,500,000 to improve and upgrade the road that will facilitate access to the Sunday Lake geological fault located near Matagami, Québec. The total road improvement and upgrade costs are estimated to be \$6,500,000 with the balance of the costs to be contributed by the Government of Québec. The Company has accrued costs of \$722,000 which have been expensed in the three and nine months ended September 30, 2023. The first payment of \$54,698 was paid in 2022 with the balance of the Company's commitment estimated to be paid in 2023 and 2024.

Notes to Condensed Interim Financial Statements
(Expressed in Canadian Dollars)

Three and nine months ended September 30, 2023
(Unaudited)

13. Accounting standards and amendments issued but not yet effective or adopted:

IAS 1, Presentation of Financial Statements

The IASB issued an amendment to IAS 1, Presentation of Financial Statements for annual periods beginning on or after January 1, 2024, to clarify one of the requirements under the standard for classifying a liability as non-current in nature, specifically the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period. The amendment includes:

- Specifying that an entity's right to defer settlement must exist at the end of the reporting period;
- Clarifying that classification is unaffected by management's intentions or expectations about whether the entity will exercise its right to defer settlement;
- Clarifying how lending conditions affect classification; and
- Clarifying requirements for classifying liabilities an entity will or may settle by issuing its own equity instruments.

The Company anticipates no impact to the financial statements as a result of this amendment.

14. Subsequent events:

Private placement of flow-through shares

On October 26, 2023, the Company completed a non-brokered private placement of 47,820,000 national flow-through common shares (the "**National FT Shares**") and 25,632,666 Québec flow-through common shares (the "**Quebec FT Shares**") for aggregate gross proceeds of \$9,437,910. The National FT Shares were issued at a price of \$0.125 and the Québec FT Shares were issued at a price of \$0.135.

In addition, Agnico elected to subscribe for 7,926,277 common shares for aggregate proceeds of \$871,890 (the "**AEM Private Placement**"). The AEM Private Placement closed on November 2, 2023, pursuant to certain participation rights set out in a pre-existing participation agreement between the Company and a predecessor of Agnico. The shares were issued at a price of \$0.11.