APOLLO SILVER CORP.

CONSOLIDATED FINANCIAL STATEMENTS

NOVEMBER 30, 2023

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of
Apollo Silver Corp.

Opinion

We have audited the accompanying consolidated financial statements of Apollo Silver Corp. (the "Company"), which comprise the consolidated statements of financial position as at November 30, 2023, 2022, and 2021, and the consolidated statements of loss and comprehensive loss, cash flows and changes in shareholders' equity for the years ended November 30, 2023 and 2022, and notes to the consolidated financial statements, including material accounting policies.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at November 30, 2023, 2022, and 2021, and its financial performance and its cash flows for the years ended November 30, 2023 and 2022 in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 of the consolidated financial statements, which indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year ended. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Except for the matter described in the Material Uncertainty Related to Going Concern section, we have determined there are no other key audit matters to be communicated in our auditor's report.

Other Information

Management is responsible for the other information. The other information obtained at the date of this auditor's report includes Management's Discussion and Analysis.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained Management's Discussion and Analysis prior to the date of this auditor's report. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year ended and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Peter Maloff.

Davidson & Company LLP

Vancouver, Canada

Chartered Professional Accountants

February 29, 2024

APOLLO SILVER CORP.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Stated in Canadian Dollars)

	Notes		**November 30, 2023**		November 30, 2022 (Revised) (Note 4)		November 30, 2021 (Revised) (Note 4)
ASSETS							
Current assets							
Cash and cash equivalents	7	**$**	**3,563,823**	$	9,362,409	$	15,746,122
Receivables			**5,135**		13,842		53,736
Prepaid expenses and deposits			**73,038**		239,626		1,068,144
Total current assets		**$**	**3,641,996**	$	9,615,877	$	16,868,002
Non-current assets							
Property and equipment	8		**266,463**		401,313		262,547
TOTAL ASSETS		**$**	**3,908,459**	$	10,017,190	$	17,130,549
LIABILITIES							
Current liabilities							
Accounts payable and accrued liabilities		**$**	**209,861**	$	2,121,026	$	250,809
Lease liability	9(b)		**52,509**		87,721		31,452
Total current liabilities		**$**	**262,370**	$	2,208,747	$	282,261
Non-current liabilities							
Lease liability	9(b)		**103,170**		155,627		182,610
Warrant liability	10		**-**		119,934		2,252,836
TOTAL LIABILITIES		**$**	**365,540**	$	2,484,308	$	2,717,707
SHAREHOLDERS' EQUITY							
Capital stock	11	**$**	**101,628,076**	$	101,628,076	$	98,632,134
Reserves	11(c),(d)		**5,119,405**		4,958,999		3,267,119
Warrants reserve			**-**		-		442,352
Accumulated other comprehensive loss			**(208,069)**		(203,614)		(98,927)
Accumulated deficit			**(102,996,493)**		(98,850,579)		(87,829,836)
TOTAL SHAREHOLDERS' EQUITY		**$**	**3,542,919**	$	7,532,882	$	14,412,842
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$**	**3,908,459**	$	10,017,190	$	17,130,549

Nature and continuance of operations (Note 1)
Subsequent events (Notes 12(a) & 12(b))

Approved and authorized for issue on behalf of the Board on February 29, 2024:

/s/ Thomas Peregoodoff
Thomas Peregoodoff, Director

/s/ Steven Thomas
Steven Thomas, Director

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

APOLLO SILVER CORP.
CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Stated in Canadian Dollars)

	Notes		Year ended November 30, 2023		2022 (Revised) (Note 4)
Operating expenses					
Exploration and evaluation expenses	12	**$**	**2,228,295**	$	9,238,957
Administrative expenses	13		**2,082,894**		3,491,289
Depreciation	8		**138,984**		132,678
Loss from operations			**4,450,173**		12,862,924
Other expenses					
Fair value adjustment on warrant liabilty	10		**(119,934)**		(2,120,426)
Gain on foreign exchange			**(20,637)**		(147,925)
Interest expense	9(b)		**28,586**		36,082
Other income			**(221,933)**		(191,904)
Other expense			**29,659**		581,992
Loss before income taxes			**4,145,914**		11,020,743
Income taxes	18		**-**		-
Net loss for the year		**$**	**4,145,914**	$	11,020,743
Other comprehensive loss					
Items that may be reclassified subsequently to loss:					
Currency translation adjustment		**$**	**4,455**	$	104,687
Total other comprehensive loss		**$**	**4,455**	$	104,687
Total comprehensive loss for the year		**$**	**4,150,369**	$	11,125,430
Loss per share (basic and diluted)		**$**	**0.02**	$	0.06
Weighted average number of basic and diluted common shares outstanding			**174,460,395**		170,379,783

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

APOLLO SILVER CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Stated in Canadian Dollars)

	Notes		Year ended November 30, 2023		2022 (Revised) (Note 4)
Operating activities					
Net loss for the year		**$**	**(4,145,914)**	$	(11,020,743)
Adjustments for non-cash items:					
Share-based payments	12,13		**160,406**		1,249,528
Depreciation	8		**138,984**		132,678
Fair value adjustment on warrant liability	10		**(119,934)**		(2,120,426)
Exploration & evaluation expenditures paid with shares	12(b)		**-**		125,450
Interest expense	9(b)		**28,586**		36,082
Other income			**-**		5,677
Other expense			**20,850**		581,992
Unrealized foreign exchange			**(9,561)**		(262,241)
Changes in non-cash working capital items:					
Receivables			**7,589**		(542,098)
Prepaid expenses			**134,383**		828,518
Accounts payable and accrued liabilities			**(1,898,692)**		1,864,541
Cash used in operating activities			**(5,683,303)**		(9,121,042)
Investing activities					
Acquisition of equipment	8		**(3,643)**		(165,482)
Cash used in investing activites			**(3,643)**		(165,482)
Financing activities					
Proceeds from exercise of warrants			**-**		2,862,031
Share issuance costs			**-**		(4,015)
Principal payments on lease liabilities	9(b)		**(87,736)**		(68,867)
Interest payments on lease liabilities	9(b)		**(28,586)**		(36,082)
Cash (used in) from financing activities			**(116,322)**		2,753,067
Effect of changes in foreign exchange rates on cash and cash equivalents			**4,682**		149,744
Decrease in cash and cash equivalents			**(5,798,586)**		(6,383,713)
Cash and cash equivalents, beginning of year			**9,362,409**		15,746,122
Cash and cash equivalents, end of year		**$**	**3,563,823**	$	9,362,409

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

APOLLO SILVER CORP.
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Stated in Canadian Dollars)

			Equity reserves					
	Number of common shares	**Share capital**	**Warrants reserve**	**Contributed Surplus**	**Share-based payments reserve**	**Accumulated other comprehensive loss**	**Accumulated deficit**	**Total**
Balance at November 30, 2021 (Revised - Note 4)	162,814,573	$ 98,632,134	$ 442,352	$ 672,095	$ 2,595,024	$ (98,927)	$ (87,829,836)	$ 14,412,842
Net loss for the year	-	-	-	-	-	-	(11,020,743)	(11,020,743)
Shares issued on exercise of warrants	11,442,500	2,874,507	-	-	-	-	-	2,874,507
Shares issued for exploration and evaluation expenditures	203,322	125,450	-	-	-	-	-	125,450
Share issuance costs	-	(4,015)	-	-	-	-	-	(4,015)
Expiration of warrants	-	-	(442,352)	442,352				-
Share-based payments	-	-	-	-	1,249,528	-	-	1,249,528
Other comprehensive loss	-	-	-	-	-	(104,687)	-	(104,687)
Balance at November 30, 2022 (Revised - Note 4)	174,460,395	$ 101,628,076	$ -	$ 1,114,447	$ 3,844,552	$ (203,614)	$ (98,850,579)	$ 7,532,882
Balance at November 30, 2022 (Revised - Note 4)	**174,460,395**	**$ 101,628,076**	**$ -**	**$ 1,114,447**	**$ 3,844,552**	**$ (203,614)**	**$ (98,850,579)**	**$ 7,532,882**
Net loss for the year	**-**	**-**	**-**	**-**	**-**	**-**	**(4,145,914)**	**(4,145,914)**
Share-based payments	**-**	**-**	**-**	**-**	**160,406**	**-**	**-**	**160,406**
Other comprehensive loss	**-**	**-**	**-**	**-**	**-**	**(4,455)**	**-**	**(4,455)**
Balance at November 30, 2023	**174,460,395**	**$ 101,628,076**	**$ -**	**$ 1,114,447**	**$ 4,004,958**	**$ (208,069)**	**$ (102,996,493)**	**$ 3,542,919**

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Apollo Silver Corp. (the "Company" or "Apollo") is a publicly listed exploration and development company incorporated on September 22, 1999, under the laws of the Province of Alberta, Canada. The Company filed for continuance under the Canada Business Corporations Act on December 1, 2003, and then under the laws of British Columbia on November 2, 2010. The Company is listed on the TSX Venture Exchange ("TSX-V") and its shares trade under the symbol APGO. The Company is also listed on the OTCQB and Frankfurt Stock Exchange and its shares trade under the symbols APGOF and 6ZF0, respectively. The Company's head office and registered and records office is #710-1030 West Georgia Street, Vancouver, British Columbia, Canada, V6E 2Y3.

The Company, together with its subsidiaries, is a mineral exploration and development group focused on advancing the Calico Silver Project (the "Calico Project"), its silver exploration and resource development project in the United States. The Calico Project is comprised of the Waterloo property (the "Waterloo Property") and the Langtry property (the "Langtry Property"), in San Bernardino County, California. The principal business of the Company is the acquisition, exploration, and definition of potentially economically viable mineral resource deposits on mineral properties.

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to a going concern, which assumes that the Company will continue operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company has incurred losses from inception and does not currently have the financial resources to sustain operations in the long term. For the year ended November 30, 2023, the Company had no operating revenue and incurred a net loss of approximately $4.15 million (November 30, 2022 - $11.02 million). At November 30, 2023, the Company had consolidated cash of approximately $3.56 million (November 30, 2022 - $9.36 million) to apply against current liabilities of approximately $262,000 (November 30, 2022 - $2.21 million).

At November 30, 2023, the Company believed it had adequate resources to maintain its minimum obligations arising over the next 12 months, including general corporate activities, based on its cash position, its ability to modify planned activities or exploration programs, and ability to pursue additional sources of financing, including equity placements.

The Company currently has no source of operating cash flow and no assurance that additional funding will be available for future exploration and development programs at its properties or to enable the Company to fulfill its obligations under any applicable agreements. The Company's ability to continue as a going concern is dependent on its ability to obtain additional sources of financing to continue to explore, evaluate and develop its mineral properties and, ultimately, to achieve profitable operations. While the Company has been successful in obtaining funding in the past, there is no assurance that future financing will be available or be available on favorable terms. The ability to secure financing may be impaired, or such financing may not be available on favorable terms due to conditions beyond the Company's control, such as uncertainty in capital markets, changes in commodity prices or country-specific risk factors. Furthermore, the global economy is currently affected by rising inflation, which may continue to impact the Company's costs and could result in modification or termination of planned work programs. Overall, these material uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

2. BASIS OF PREPARATION

These consolidated financial statements, including comparatives, have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), effective as of November 30, 2023.

3. MATERIAL ACCOUNTING POLICIES

(a) Basis of measurement

These consolidated financial statements have been prepared on a historical cost basis except as disclosed in these accounting policies.

(b) Functional and presentation currency

These consolidated financial statements are presented in Canadian dollars, which is also the Company's functional currency. Each of the Company's subsidiaries determines its own functional currency, and items included in the financial statements of each subsidiary are measured in that functional currency. The functional currency of Apollo's foreign exploration and development subsidiary in the USA is the US dollar.

References to "$" are to Canadian dollars, except where otherwise indicated.

(c) Basis of consolidation

These consolidated financial statements include the accounts of the Company and its subsidiaries, which are entities controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from the entity's activities. The financial statements of subsidiaries are included in the consolidated financial statements as at the date that control commences until the date that control ceases. If the Company's interest in a subsidiary that it has determined it controls, is less than 100%, the interest attributable to non-controlling shareholders is recognized as non-controlling interest.

When necessary, adjustments are made to the financial statements of subsidiaries to align their accounting policies with those of the Company.

At November 30, 2023 and 2022, the Company's subsidiaries are as follows:

Name of significant subsidiaries	Place of incorporation or registration	Method of Accounting at November 30, 2023	2022	Effective ownership interest at November 30, 2023	2022	Principal Activity
1302259 B.C. Ltd.	British Columbia, Canada	Consolidation	Consolidation	100%	100%	Holding Company
Stronghold Silver USA Corp.	California, USA	Consolidation	Consolidation	100%	100%	Exploration and Development

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated. Unrealized losses are eliminated in the same way as unrealized gains but only to the extent that there is no evidence of impairment.

(d) Business combinations

Acquisitions of subsidiaries which represent business combinations are accounted for using the acquisition method. The consideration transferred is measured at the aggregate of the fair value, at the date of exchange, of assets given up, liabilities incurred or assumed, and equity instruments issued by the Company in exchange for control of the acquiree. The acquiree's identifiable assets and liabilities that meet the conditions for recognition are recognized at their fair values at the acquisition date, except for certain assets and liabilities which are recognized and measured in accordance with the applicable IFRS guidance.

Goodwill arising on acquisition is recognized as an asset and initially measured at cost, being the excess of the cost of the business combination over the Company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognized. If, after reassessment, the Company's interest in the net fair value of the acquiree's identifiable assets and liabilities exceeds the cost of the business combination, the excess is recognized immediately in profit or loss.

Non-controlling interests represent ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation. Non-controlling interests may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognized amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another IFRS.

Transaction costs, other than those associated with the issuance of debt or equity securities that the Company incurs in connection with a business combination, are expensed as incurred.

(e) Foreign currency

(i) Foreign currency transactions

Foreign currency transactions are translated into the relevant functional currency using the exchange rates prevailing on the dates of the transactions. At each statement of financial position date, monetary items denominated in foreign currencies are translated into the functional currency at the exchange rate on the statement of financial position date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated into the functional currency at the exchange rate on the date when the fair value was measured. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Foreign currency differences are generally recognized in profit or loss.

(ii) Foreign operations

The assets and liabilities of foreign operations are translated into Canadian dollars using the exchange rates as at the date of the statement of financial position. The income and expenses of foreign operations are translated into Canadian dollars using the exchange rates prevailing on the transaction dates.

Foreign currency differences are recognized in other comprehensive income (loss) and accumulated in other reserves within equity, except to the extent that the translation difference is allocated to non-controlling interests. On the disposal of a foreign operation, such exchange differences are reclassified from other reserves to profit or loss.

(f) Cash and cash equivalents

Cash and cash equivalents comprise demand deposits held with banks and short-term highly liquid investments that are readily convertible into known amounts of cash with original terms of three months or less. The Company's cash and cash equivalents are held in banks in Canada and the United States.

(g) Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and any provision for impairment. Cost includes the purchase price, any directly attributable costs of bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, and the present value of the estimated costs of decommissioning and restoration, if applicable. Costs relating to major upgrades are included in property, plant and equipment if it is probable that future economic benefits associated with the expenditure will flow to the Company.

Depreciation on property, plant and equipment is recognized on either a declining balance or straight-line basis to write down the cost or valuation less estimated residual value of the asset. The rates generally applicable are:

- Computer equipment — Straight-line – 5 years
- Furniture and equipment — Straight-line – 5 years
- Leasehold improvements — Straight-line over the term of the lease
- Right-of-use assets — Straight-line over the shorter of the lease term or the useful life of the underlying asset

Material residual value estimates and estimates of useful life are updated as required, but at least annually. Gains or losses arising on the disposal of equipment are determined as the difference between the disposal proceeds and the carrying amount of the equipment and are recognized in the statements of profit or loss.

(h) Financial instruments

Financial instruments are recognized in the statement of financial position when the Company becomes a party to the contractual provisions of the instrument. On initial recognition, all financial instruments are measured at fair value, net of directly attributable transaction costs, except for financial instruments classified as fair value through profit or loss ("FVTPL"), where transaction costs are expensed in the period in which they are incurred. Financial instruments are subsequently classified and measured at: (i) amortized cost; (ii) fair value through profit or loss; (iii) or fair value through other comprehensive income, as appropriate. The Company considers whether a contract contains an embedded derivative when the entity first becomes a party to it. The embedded derivatives are separated from the host contract if the host contract is not measured at fair value through profit or loss and when the economic characteristics and risks are not closely related to those of the host contract. Reassessment only occurs if there is a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required.

Financial assets

i) Financial assets at FVTPL

Financial assets at FVTPL include financial assets held for trading and financial assets not designated upon initial recognition as amortized cost or fair value through other comprehensive income ("FVTOCI"). A financial asset is classified in this category principally for the purpose of selling in the short term, or if so designated by management. Transaction costs are expensed as incurred. On initial recognition, a financial asset that otherwise meets the requirements to be measured at amortized cost or FVTOCI may be irrevocably designated as FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise. Financial assets measured at FVTPL are measured at fair value with changes in fair value recognized in the consolidated statements of loss.

ii) Financial assets at FVTOCI

On initial recognition of an equity investment that is not held for trading, an irrevocable election is available to measure the investment at fair value upon initial recognition plus directly attributable transaction costs and at each period end, changes in fair value are recognized in other comprehensive income with no reclassification to the consolidated statements of loss. The election is available on an investment-by-investment basis.

iii) Financial assets at amortized cost

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold assets to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding and is not designated as FVTPL. Financial assets classified as amortized cost are measured subsequent to initial recognition at amortized cost using the effective interest method. Cash and equivalents, receivables and deposits are classified as and measured at amortized cost.

Financial liabilities

Financial liabilities, including accounts payable and accrued liabilities, lease liability and warrant liability are recognized initially at fair value, net of transaction costs. After initial recognition, other financial liabilities are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in the consolidated statements of loss when the liabilities are derecognized as well as through the amortization process. Borrowing liabilities are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the statement of financial position date. Accounts payable and accrued liabilities, and lease liability are classified as and measured at amortized cost.

Derivative instruments

Derivative instruments, including embedded derivatives, are measured at fair value on initial recognition and at each subsequent reporting period. Any gains or losses arising from changes in fair value on derivatives are recorded in the consolidated statements of loss. The warrant liability is measured at fair value.

Fair values

The fair value of quoted investments is determined by reference to market prices at the close of business on the statement of financial position date. Where there is no active market, fair value is determined using valuation techniques. These include using recent arm’s length market transactions; reference to the current market value of another instrument, which is substantially the same; discounted cash flow analysis; and pricing models.

Financial instruments that are measured at fair value subsequent to initial recognition are grouped into a hierarchy based on the degree to which the fair value is observable as follows:

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

Impairment of financial assets

A loss allowance for expected credit losses is recognized for financial assets measured at amortized cost. At each statement of financial position date, on a forward-looking basis, the Company assesses the expected credit losses associated with its financial assets carried at amortized cost and FVTOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The impairment model does not apply to investment in equity instruments.

The expected credit losses are required to be measured through a loss allowance at an amount equal to the 12-month expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date) or full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument). A loss allowance for full lifetime expected credit losses is required for a financial instrument if the credit risk of that financial instrument has increased significantly since initial recognition.

Derecognition of financial assets and liabilities

A financial asset is derecognised when either the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party. If neither the rights to receive cash flows from the asset have expired nor the Company has transferred its rights to receive cash flows from the asset, the Company will assess whether it has relinquished control of the asset or not. If the Company does not control the asset then derecognition is appropriate.

A financial liability is derecognised when the associated obligation is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in net loss.

(i) Exploration and evaluation costs

The costs of acquiring the legal rights to explore the Company's exploration and evaluation assets are charged to profit or loss in the period incurred, on a property-by-property basis. Acquisition costs may include cash consideration, the fair value of common shares issued, and the fair value of share purchase warrants and options issued based on amounts determined using the Black-Scholes option pricing model, for mineral property interests pursuant to the terms of the agreement.

Exploration and evaluation assets acquired under an option agreement where a payment, or series of payments are made at the sole discretion of the Company are charged to profit or loss in the period incurred. Property interests granted to others under an option agreement where payments to be made to the Company are at the sole discretion of the optionee, are recorded as recoveries at the time of receipt. Where recoveries exceed costs, such amounts are recognized in profit or loss.

Other direct exploration and evaluation costs are charged to profit or loss in the period incurred until such time it has been determined that the associated mineral property has economically viable reserves and the decision to proceed with development has been approved, in which case subsequent exploration and evaluation costs are capitalized as mineral properties. Other direct exploration and evaluation costs may include, but are not limited to, topographical, geological, geochemical and geophysical studies, exploratory drilling, trenching, sampling, and activities in relation to evaluating the technical feasibility and commercial viability of extracting a mineral resource, as well as value-added taxes in relation to these direct exploration and evaluation costs incurred in foreign jurisdictions when recoverability of those taxes is uncertain.

Environmental expenditures that relate to current operations are expensed or capitalized as appropriate. Expenditures that relate to an existing condition caused by past operations and which do not contribute to current or future revenue generation are expensed. Liabilities are recorded when environmental assessments and/or remedial efforts are probable, and the costs can be reasonably estimated. Generally, the timing of these accruals coincides with the earlier of completion of a feasibility study or the Company's commitment to a plan of action based on the then known facts.

The costs related to a property from which there is production, together with the costs of production equipment, will be depleted and amortized using the unit-of-production method.

Exploration and evaluation assets are assessed for impairment if (i) sufficient data exists to determine technical feasibility and commercial viability and (ii) facts and circumstances suggest that the carrying amount exceeds the recoverable amount. Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified to mining property and development assets within property, plant and equipment.

(j) Leases

The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Company assesses whether the contract involves the use of an identified asset, whether the Company has the right to obtain substantially all of the economic benefits from use of the asset during the term of the arrangement and if the Company has the right to direct the use of the asset.

The Company recognizes a right-of-use ("ROU") asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, at the commencement of the lease, with the following exceptions: (i) the Company has elected not to recognize ROU assets and liabilities for leases where the total lease term is less than or equal to 12 months, or (ii) for leases of low value. The payments for such leases are recognized in the consolidated statements of loss and comprehensive loss on a straight-line basis over the lease term.

The lease liability is initially measured at the present value of lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate. Lease payments include fixed payments less any lease incentives, and any variable lease payments where variability depends on an index or rate.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability and by reducing the carrying amount to reflect the lease payments made.

The Company re-measures the lease liability and makes a corresponding adjustment to the related ROU asset whenever:

- the lease term has changed;
- the lease payments change due to changes in an index;
- a lease contract is modified and the lease modification is not accounted for as a separate lease.

The ROU asset is initially measured based on the present value of lease payments, lease payments made at or before the commencement day, and any initial direct costs. They are subsequently measured at cost less accumulated amortization and impairment losses. The ROU asset is depreciated over the shorter of the lease term or the useful life of the underlying asset. The ROU asset is subject to testing for impairment if there is an indicator of impairment.

ROU assets are included in property, plant and equipment, and the lease liability is presented separately in the consolidated statements of financial position.

Variable lease payments that do not depend on an index or rate are not included in the measurement of the ROU asset and lease liability. The related payments are recognized as an expense in the period in which the triggering event occurs and are included in the consolidated statements of loss and comprehensive loss.

As a practical expedient, IFRS 16 permits a lessee not to separate non-lease components, and instead account for any lease and associated non-lease components as a single arrangement. The Company has not applied this practical expedient to any of its leases and has separated out non-lease components.

(k) Impairment of non-financial assets

Impairment tests on non-financial assets are performed whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount, which is the higher of value in use and fair value less costs to dispose, the asset is written down accordingly. This is determined on an asset-by-asset basis, unless the asset does not generate cash flows that are largely independent of those from other assets or groups of assets. If this is the case, individual assets are grouped together into a cash-generating unit ("CGU") and the impairment test is carried out on the asset's CGU, which is the lowest group of assets in which the asset belongs for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets.

An impairment loss is charged to profit or loss. An assessment is made at each reporting date as to whether there is any indication of impairment or a change in events or circumstances relating to a previously recognized impairment. If such indication exists, the Company makes an estimate of the recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's or CGU's recoverable amount since the last impairment loss was recognized. If this is the case, the carrying amount of the asset or CGU is increased to its newly determined recoverable amount. The increased amount cannot exceed the carrying amount that would have been determined, net of depreciation and amortization, had no impairment loss been recognized for the asset or CGU in prior years.

(l) Provisions

(i) Environmental rehabilitation provisions

The Company recognizes liabilities for statutory, contractual, constructive, or legal obligations, including those associated with the reclamation of exploration and evaluation assets and equipment, when those obligations result from the acquisition, construction, development or normal operation of the assets. Initially, a liability for an environmental rehabilitation obligation is recognized at its fair value in the period in which it is incurred if a reasonable estimate of cost can be made. The Company records the present value of estimated future cash flows associated with reclamation as a liability when the liability is incurred and increases the carrying value of the related assets for that amount. Subsequently, these capitalized asset retirement costs are amortized over the life of the related assets. At the end of each period, the liability is increased to reflect the passage of time (accretion expense) and changes in the estimated future cash flows underlying any initial estimates (additional rehabilitation costs). The Company recognizes its environmental liability on a site-by-site basis when it can be reliably estimated.

Environmental expenditures related to existing conditions resulting from past or current operations and from which no current or future benefit is discernible are charged to the statement of loss and comprehensive loss. The Company had no rehabilitation obligations as at November 30, 2023, and November 30, 2022.

(ii) Other provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) that has arisen as a result of a past event and it is probable that a future outflow of resources will be required to settle the obligation, provided that a reliable estimate can be made of the amount of the obligation.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the obligation. An amount equivalent to the discounted provision is capitalized within tangible fixed assets and is depreciated over the useful lives of the related assets. The increase in the provision due to passage of time is recognized as interest expense.

(m) Share capital

Equity instruments are contracts that give a residual interest in the net assets of the Company. Financial instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's common shares, certain share purchase warrants and share purchase options are classified as equity instruments.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds.

Warrants issued by the Company typically accompany an issuance of shares in the Company (a "unit") and entitle the warrant holder to exercise the warrants for a stated price for a stated number of common shares in the Company. The fair value of the components of the units sold are measured using the relative fair value approach, where one component (common shares) is measured first and the residual amount is allocated to the remaining component.

All warrants are recognized at their fair value in warrants reserve until exercised. Upon exercise, shares are issued and the amount reflected in the respective reserve account is credited to share capital, adjusted for any consideration paid. Upon expiry, the amount reflected in the respective reserve account is transferred to contributed surplus.

(n) Share-based payments

The Company grants equity-settled share options to its directors, officers, employees, and consultants. An individual is classified as an employee when the individual is an employee for legal or tax purposes or provides services like those performed by an employee.

When equity-settled share options are awarded to employees, the fair value of the options at the date of grant is charged to the statement of profit or loss over the vesting period. Performance vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each reporting date so that, ultimately, the cumulative amount recognized over the vesting period is based on the number of options that eventually vest. As long as all other vesting conditions are satisfied, a charge is made irrespective of whether these vesting conditions are satisfied. The cumulative expense is not adjusted for failure to achieve a market vesting condition or where a non-vesting condition is not satisfied. Where terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to profit or loss over the remaining vesting period. Where equity instruments are granted to employees or others providing similar services, they are recorded at the fair value of the equity instrument granted at the grant date. The grant date fair value is recognized in the statements of profit or loss over the vesting period, described as the period during which all the vesting conditions are to be satisfied.

Where equity instruments are granted to non-employees, they are recorded at the fair value of the goods or services received or at the fair value of the equity instruments issued (if it is determined the fair value of goods or services cannot be reliably measured), and are recorded at the date the goods or services are received.

All equity-settled share-based payments are reflected in other equity reserve, until exercised. Upon exercise, shares are issued and the amount reflected in other equity reserve is credited to share capital, adjusted for any consideration paid.

Where a grant of options is cancelled during the vesting period, excluding forfeitures when vesting conditions are not satisfied, the Company immediately accounts for the cancellation as an acceleration of vesting and recognizes the amount that otherwise would have been recognized for services received over the remainder of the vesting period. Any payment made to the employee on the cancellation is accounted for as the repurchase of an equity interest, except to the extent the payment exceeds the fair value of the equity instrument granted, measured at the repurchase date. Any such excess is recognized as an expense.

(o) Operating segments

An operating segment is a component of an entity (i) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity), (ii) whose operating results are regularly reviewed by the entity's management, and (iii) for which discrete financial information is available.

At November 30, 2023, the Company has two operating segments being the acquisition, exploration and development of mineral properties in the United States and the Company's head office, in Vancouver, Canada.

The chief operating decision-maker, who is responsible for allocating resources and assessing performance of operating segments, has been identified as the Chief Executive Officer of the Company.

(p) Loss per share

Basic loss per share is computed by dividing net loss available to common shareholders by the weighted average number of shares outstanding during the reporting period. Diluted earnings per share reflect the potential dilution of securities that could share in earnings of an entity. In a loss year, potentially dilutive equity instruments are excluded from the loss per share calculation, as the effect would be anti-dilutive. Basic and diluted loss per share is the same for the years presented.

Shares held in escrow, other than where their release is subject to the passage of time, are not included in the calculation of the weighted average number of common shares outstanding.

(q) Flow-through shares

Canadian Income Tax legislation permits an enterprise to issue securities referred to as flow-through shares, whereby the investor can claim the tax deductions arising from the renunciation of the related resource expenditures. A premium liability is recognized for the share price premium paid by investors when acquiring the flow-through shares. The premium liability is reduced and other income is recognized as eligible expenditures are incurred and the tax deductions have been renounced to the investors.

(r) Income taxes

Tax expense recognized in profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit or other current tax activities, which differs from profit or loss in the consolidated financial statements. Calculation of current tax expense is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. However, deferred tax is not provided on the initial recognition of goodwill or on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Deferred tax on temporary differences associated with investments in subsidiaries is not provided if reversal of these temporary differences can be controlled by the Company and it is probable that reversal will not occur in the foreseeable future.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realization, provided they are enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are always provided for in full.

Deferred tax assets are recognized to the extent that it is probable that they will be able to be utilized against future taxable income. To the extent that the Company does not consider it probable that a future tax asset will be recovered, it is not recognized in the consolidated financial statements.

(Stated in Canadian Dollars, unless otherwise noted)

Deferred tax assets and liabilities are offset only when the Company has a right and intention to offset current tax assets and liabilities from the same taxation authority.

Changes in deferred tax assets or liabilities are recognized as a component of taxable income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income or directly in equity, in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

4. CHANGES IN ACCOUNTING POLICIES

During the year ended November 30, 2023, the Company has changed its accounting policy from capitalizing exploration and evaluation asset acquisition costs to expensing such costs in the period in which the costs are incurred. The Company believes that expensing exploration and evaluation acquisition costs as incurred from exploration stage projects provides more reliable and relevant financial information to the users of the financial statements. While IFRS 6, *Exploration for and Evaluation of Minerals Resources* permits either treatment, given the challenges in valuing early-stage exploration and evaluation assets, management believes capitalizing acquisition costs, and accumulating those capitalized acquisition costs on the statement of financial position, does not necessarily provide users of the financial statements with relevant information that would be useful in making a determination of the valuation of an underlying property.

Under this new accounting policy, the cost of acquiring prospective properties and exploration rights are expensed until it has been established that a mineral property is technically feasible and commercially viable as supported by a feasibility study, and a mine development decision has been made by the Company. Thereafter, the Company will capitalize expenditures subsequently incurred to develop the mine, prior the start of mining operations in accordance with IAS 16, *Property, Plant and Equipment*.

The Company has applied this change in accounting policy on a retrospective basis and has therefore adjusted its November 30, 2022, and 2021, comparatives as follows:

As at and for the year ended November 30, 2022		Previously Reported		Adjustment		Revised Balance
Non-current assets						
Exploration and evaluation assets	$	82,881,671	$	(82,881,671)	$	-
Total non-current assets		83,282,984		(82,881,671)		401,313
Equity						
Deficit	$	(22,003,764)	$	(76,846,815)	$	(98,850,579)
Accumulated other comprehensive income (loss)		5,831,242		(6,034,856)		(203,614)
Total equity		90,414,553		(82,881,671)		7,532,882
Net loss						
Exploration and evaluation expenditures	$	8,827,014	$	411,943	$	9,238,957
Net loss for the year		10,608,800		411,943		11,020,743
Comprehensive loss						
Other comprehensive (income) loss	$	(4,292,305)	$	4,396,992	$	104,687
Total comprehensive loss for the year		6,316,495		4,808,935		11,125,430
Statement of cash flows						
Cash used in operating activities	$	8,834,549	$	286,493	$	9,121,042
Cash used in investing activities		451,975		(286,493)		165,482

As at and for the year ended November 30, 2021		Previously Reported		Adjustment		Revised Balance
Non-current assets						
Exploration and evaluation assets	$	78,072,736	$	(78,072,736)	$	-
Total non-current assets		78,335,283		(78,072,736)		262,547
Equity						
Deficit	$	(11,394,964)	$	(76,434,872)	$	(87,829,836)
Accumulated other comprehensive income (loss)		1,538,937		(1,637,864)		(98,927)
Total equity		92,485,578		(78,072,736)		14,412,842

There is no impact on the Company’s basic and diluted loss per share for the year ended November 30, 2022.

5. ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS AND INTERPRETATIONS

During the year ended November 30, 2023, the Company did not adopt any new amendments to IFRS that had a significant impact on the Company's consolidated financial statements.

In January 2020, the IASB issued amendments to IAS 1, Presentation of Financial Statements that clarified the classification of liabilities as current or non-current is based on contractual rights that are in existence at the end of the reporting period. In October 2022, the IASB issued amendments to IAS 1 that specified how an entity assesses whether it has the right to defer settlement of a liability when that right is subject to compliance with covenants within twelve months after the reporting period. These amendments are effective January 1, 2024, with early adoption permitted. Retrospective application is required on adoption. These amendments are not expected to have a material effect on the Company's consolidated financial statements.

In May 2021, the IASB issued amendments to IAS 12, Income Taxes that clarify the initial recognition exemption does not apply to transactions that give rise to equal and offsetting temporary differences. The amendments are effective January 1, 2023, with early adoption permitted. These amendments are not expected to have a material impact on the Company's consolidated financial statements.

6. CRITICAL ACCOUNTING ESTIMATES AND SIGNIFICANT JUDGMENTS

In the process of applying the Company's accounting policies, which are described in Note 3 to the consolidated financial statements, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. 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. Actual results may differ from these estimates.

Significant assumptions about the future and other sources of estimation and judgment uncertainty that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made.

The most significant areas of judgments made by management are as follows:

(i) Going concern

The assessment of the Company's ability to continue as a going concern, to raise sufficient funds to pay for its ongoing operating expenditures and to meets its liabilities for the ensuing year as they fall due, involves judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances (Note 1).

(ii) Determination of functional currency

In accordance with IAS 21, The Effects of Changes in Foreign Exchange Rates, the Company has determined that its functional currency is the Canadian dollar (Note 3(b)).

Determination of functional currency may involve certain judgments to determine the primary economic environment that an entity operates in. The Company reconsiders the functional currency of its entities if there is any change in events and conditions which determined the primary economic environment.

(iii) Determination of whether a contract contains a lease

In accordance with IFRS 16, the Company has to assess whether or not a contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The most significant estimates made by management are as follows:

(i) Income tax

The determination of income tax is inherently complex and requires making certain estimates and assumptions about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence and any new legislation may result in an increase or decrease in our provision for income taxes. The value of deferred tax assets is evaluated based on the probability of realization; the Company has assessed that it is improbable that such assets will be realized and has accordingly not recognized a value for deferred taxes.

(ii) Valuation of share-based payments and share purchase warrants

Share-based payments, including share purchase options (Note 11(d)) and share purchase warrants (Note 11(c)) are subject to estimation of the fair value of the equity-settled award at the date of grant using pricing models such as the Black-Scholes option pricing model. Option valuation models require the input of highly subjective assumptions including the expected stock price volatility and expected life. Changes in these assumptions can materially affect the fair value estimate, so the existing models do not necessarily provide a reliable measure of the fair value, which may impact the Company's net loss, statement of financial position and equity reserves. Shares issued as consideration in a transaction such as an asset acquisition are also subject to estimation of the fair value on the date of issuance. Significant assumptions are required to be made when management determines the fair value, and any changes in the assumptions would have an impact on the fair value of the shares issued.

(iii) Determination of useful lives of property, plant and equipment and the related depreciation

Depreciation expenses are allocated based on estimated lives. Should the asset life or depreciation rates differ from the initial estimate, an adjustment would be made in the consolidated statement of loss and comprehensive loss on a prospective basis.

(iv) Discount rate used to determine lease liabilities

Significant assumptions are required to be made when management determines the Company's incremental borrowing rate, which is used to present value the future lease payments. Any changes in the estimated rate would have an impact on the lease liability, ROU assets, depreciation and interest expense.

7. CASH AND CASH EQUIVALENTS

The Company's cash and cash equivalents comprises approximately $156,000 (November 30, 2022 - $450,000) held in deposit accounts and $3.40 million (November 30, 2022 - $8.91 million) held in redeemable short-term investments that earn interest and are redeemable at any time prior to maturity without penalty.

(Stated in Canadian Dollars, unless otherwise noted)

8. PROPERTY AND EQUIPMENT

	Computer equipment	Furniture & equipment	Leasehold improvements	Vehicles	ROU assets (Note 9(a))	Total
Cost						
Balance - November 30, 2021	$ 16,629	$ -	$ 34,129	$ -	$ 219,017	$ 269,775
Additions	9,345	21,278	-	135,078	93,615	259,316
Other adjustments	-	-	(219)	-	-	(219)
Foreign exchange	-	782	-	8,681	6,004	15,467
Balance - November 30, 2022	**25,974**	**22,060**	**33,910**	**143,759**	**318,636**	**544,339**
Additions	**3,643**	**-**	**-**	**-**	**-**	**3,643**
Foreign exchange	**-**	**67**	**-**	**788**	**546**	**1,401**
Balance - November 30, 2023	**$ 29,617**	**$ 22,127**	**$ 33,910**	**$ 144,547**	**$ 319,182**	**$ 549,383**
Accumulated amortization						
Balance - November 30, 2021	$ 2,385	$ -	$ 1,193	$ -	$ 3,650	$ 7,228
Charge for the year	4,628	5,710	6,781	24,003	91,556	132,678
Foreign exchange	-	98	-	964	2,058	3,120
Balance - November 30, 2022	**7,013**	**5,808**	**7,974**	**24,967**	**97,264**	**143,026**
Charge for the year	**5,680**	**9,176**	**6,781**	**28,758**	**88,589**	**138,984**
Foreign exchange	**-**	**59**	**-**	**287**	**564**	**910**
Balance - November 30, 2023	**$ 12,693**	**$ 15,043**	**$ 14,755**	**$ 54,012**	**$ 186,417**	**$ 282,920**
Net book value - November 30, 2022	$ 18,961	$ 16,252	$ 25,936	$ 118,792	$ 221,372	$ 401,313
Net book value - November 30, 2023	**$ 16,924**	**$ 7,084**	**$ 19,155**	**$ 90,535**	**$ 132,765**	**$ 266,463**

9. LEASES

(a) Right-of-use-assets

At November 30, 2023, approximately $133,000 (November 30, 2022 - $221,000) of ROU assets, consisting of the Company’s head office premises in Vancouver, BC, and warehouse in Barstow, California are recorded as part of property and equipment. ROU assets are depreciated on a straight-line basis over the shorter of the lease term and the useful life of the underlying assets.

	Office	Warehouse	**Total**
Right of use assets			
Net book value of ROU assets at November 30, 2021	$ 215,367	$ -	$ 215,367
Additions	-	93,615	93,615
Amortization charge for the year	(43,803)	(47,753)	(91,556)
Foreign exchange	-	3,946	3,946
Net book value of ROU assets at November 30, 2022	**$ 171,564**	**$ 49,808**	**$ 221,372**
Amortization charge for the year	**(43,803)**	**(44,786)**	**(88,589)**
Foreign exchange	**-**	**(18)**	**(18)**
Net book value of ROU assets at November 30, 2023	**$ 127,761**	**$ 5,004**	**$ 132,765**

(b) Lease liabilities

The Company’s leases comprise only fixed payments over the term of the lease. The Company recorded interest expense of $28,586 on lease liabilities for the year ended November 30, 2023 (November 30, 2022 - $36,082). During the year ended November 30, 2023 and 2022, the Company recorded $Nil related to short-term leases.

		Year ended November 30, 2023		2022
Lease liability continuity				
Balance at beginning of year	**$**	**243,348**	$	214,063
Non-cash changes				
Additions		**-**		93,615
Accretion		**28,586**		36,082
Change in foreign exchange and other		**67**		4,537
Cash flows				
Principal payments		**(87,736)**		(68,867)
Interest payments		**(28,586)**		(36,082)
Total lease liabilities, end of year	**$**	**155,679**	$	243,348

The contractual maturities in respect of the Company's lease obligations are as follows:

		November 30, 2023		November 30, 2022
Maturity analysis - contractual undiscounted cash flows				
Less than one year	**$**	**70,459**	$	116,313
One to two years		**61,077**		70,408
Two to three years		**57,246**		61,077
Three to four years		**-**		57,246
Total undiscounted lease liabilities		**188,782**		305,044
Effect of discounting		**(33,103)**		(61,696)
Total lease liabilities	**$**	**155,679**	$	243,348
Current	**$**	**52,509**	$	87,721
Non-current	**$**	**103,170**	$	155,627

10. WARRANT LIABILITY

The Company's warrant liability arose as the Company assumed 5,010,638 share purchase warrants bearing an exercise price denominated in US dollars, as part of the transaction that it acquired its wholly-owned subsidiary, Stronghold Silver USA, in July 2021 (the "Stronghold Warrants"). Upon closing the transaction, the Stronghold Warrants became exercisable into common shares of Apollo. As the denominated currency of the Stronghold Warrants exercise price is different from the Canadian dollar functional currency of Apollo, the entity responsible for issuing the underlying shares, the Company recognized a derivative liability for these warrants at fair value on the date of issuance, which is then re-measured at each reporting date using the Black-Scholes option-pricing model. On April 9, 2023, the Stronghold Warrants expired unexercised and were written down to a fair value of $Nil and remain at a value of $Nil as at November 30, 2023 (November 30, 2022 - $119,934).

Changes in respect of the Company's warrant liability are as follows:

	Number of warrants		Fair value of warrant liability
Outstanding, November 30, 2021	4,985,638	$	2,252,836
Exercise of Stronghold Warrants	(37,500)		(12,476)
Fair value adjustment on warrant liability	-		(2,120,426)
Outstanding, November 30, 2022	**4,948,138**	**$**	**119,934**
Fair value adjustment on expiration of warrant liability	(4,948,138)		(119,934)
Outstanding, November 30, 2023	**-**	**$**	**-**

Valuation of the warrant liability requires the use of highly subjective estimates and assumptions including the expected stock price volatility. The expected volatility used in valuing warrants is based on volatility observed in historical periods and comparative companies in the industry. Changes in the underlying assumptions can materially affect the fair value estimates. The fair value of the warrant liability was calculated as at April 9, 2023 (the date of expiry and derecognition as a financial liability in the consolidated statement of financial position) and November 30, 2022, using the Black-Scholes option-pricing model with the following weighted-average assumptions and resulting fair values:

(Stated in Canadian Dollars, unless otherwise noted)

	April 9, 2023	November 30, 2022
Risk-free interest rate	**0.00%**	3.86%
Expected warrant life (years)	**-**	0.36
Expected stock price volatility	**0.00%**	97.54%
Expected dividend yield	**$0.00**	$0.00
Estimated fair value of each Warrant	**$0.00**	$0.24

11. SHARE CAPITAL AND RESERVES

(a) Authorized share capital

The Company is authorized to issue an unlimited number of common shares without par value. At November 30, 2023, the Company had 174,460,395 common shares issued and outstanding (November 30, 2022 – 174,460,395).

(b) Shares issued

(i) Current period

No common shares were issued during the year ended November 30, 2023.

(ii) Prior year

A total of 11,442,500 warrants were exercised during the year ended November 30, 2022, resulting in the issuance of 11,442,500 common shares of the Company for total proceeds of approximately $2.86 million (Note 11(c)). 37,500 of these exercised warrants were those classified as a warrant liability, and upon exercise, the fair value of $12,476 relating to the 37,500 exercised warrants was debited from warrant liability and credited to share capital (Note 10).

A total of 203,322 common shares of the Company were issued to Gulf + Western Industries Inc. (“Gulf”) in January 2022 at a price of $0.617 per share, representing a value of approximately $125,450 (US$100,000 on the deemed conversion date) under the terms of the AZ Silver District Option Agreement (Note 12(b)).

Share issuance costs of approximately $4,000 were incurred during the year ended November 30, 2022.

(c) Share purchase warrants

There were no share purchase warrants issued or exercised during the year ended November 30, 2023. A total of 4,948,138 warrants which were classified as financial liabilities bearing an exercise price of US$0.20 expired unexercised on April 9, 2023.

During the year ended November 30, 2022, a total of 11,442,500 warrants were exercised resulting in the issuance of 11,442,500 common shares for gross proceeds of approximately $2.86 million.

(Stated in Canadian Dollars, unless otherwise noted)

Warrants transactions are summarized as follows:

	Number of warrants		Weighted average exercise price
Outstanding, November 30, 2021	61,103,720		0.89
Exercise of warrants classified as equity instruments	(11,405,000)		0.25
Exercise of warrants classified as financial liabilities (Note 10)	(37,500)		0.25
Expiration of warrants classified as equity instruments	(9,446,415)		0.64
Outstanding, November 30, 2022	**40,214,805**	**$**	**1.13**
Expiration of warrants classified as financial liabilities (Note 10)	(4,948,138)		0.27
Outstanding, November 30, 2023	**35,266,667**	**$**	**0.79**

Details of the warrants outstanding as at November 30, 2023, are as follows:

Expiry Date	Note	Number of warrants outstanding		Weighted average exercise price ($ per warrant) as at November 30, 2023	Weighted average remaining contractual life (years) as at November 30, 2023
July 8, 2026	7(c)(i)	35,266,667	$	0.79	2.61
Total warrants outstanding		**35,266,667**	**$**	**0.79**	**2.61**

(i) On July 4, 2023, the Company held its special meeting of warrant holders to approve proposed amendments to the terms of the warrants expiring on July 8, 2023, by extraordinary resolution. Pursuant to the approved amendments, the expiration date of these warrants was extended three additional years to July 8, 2026, and the exercise price for the remaining term was set at $0.79.

(d) Share-based payments

The Company has a stock option plan (the "Plan") under which it is authorized to grant share purchase options to executive officers and directors, employees and consultants of the Company. The aggregate number of securities reserved for issuance will be not more than 10% of the issued and outstanding common stock of the Company. Under the Plan, the exercise price of each option will be set by the Board of Directors and cannot be less than the discounted market price, which is equal to the market price of the Company's stock at the time of the grant, less the applicable discount permitted by the TSX-V. The options can be granted for a maximum term of 5 years with vesting determined by the Board of Directors.

During the year ended November 30, 2023, a total of 583,333 share purchase options were forfeited with an average exercise price of $0.23 per common share. There were no grants, exercises, expirations, or cancellations of share purchase options.

During the year ended November 30, 2022, a total of 4,500,000 share purchase options were granted to certain employees, directors and consultants of the Company. 500,000 of these share purchase options granted are exercisable at an average exercise price of $0.59 per common share and vest over a twelve-month period, with one-third vesting on the date of the grant, one-third vesting after six months and the balance vesting after twelve months. The remaining 4,000,000 granted are exercisable at a weighted average price of $0.14 per common share and vest over a twenty-four-month period, with one-third vesting on the date of the grant, one-third vesting after 12 months and the balance vesting after twenty-four months. All stock options granted during the year ended November 30, 2022, expire 5 years from the date of issuance.

The weighted average fair value of each share purchase option granted during the year ended November 30, 2022, was estimated to be $0.11 on the date of issuance using the Black-Scholes option pricing model with the following weighted average assumptions: risk-free interest rate of 3.59%, expected life of 3.44 years, annualized volatility of 98% and dividend yield of 0%.

Share-based payments expense for the year ended November 30, 2023, is approximately $160,000 (November 30, 2022 - $1.25 million), and has been allocated between administrative expenses (Note 13) and exploration and evaluation expenses (Note 12) in the consolidated statements of loss and comprehensive loss.

(Stated in Canadian Dollars, unless otherwise noted)

The following is a summary of share purchase option activity for the year ended November 30, 2023, and 2022:

	Year ended November 30, 2023			Year ended November 30, 2022		
	Number of stock options		**Weighted average exercise price ($ per share)**	Number of stock options		Weighted average exercise price ($ per share)
Outstanding, beginning of year	**11,600,000**	**$**	**0.48**	7,600,000	$	0.68
Granted	**-**		**-**	4,500,000		0.19
Forfeited	**(583,333)**		**0.23**	(500,000)		0.86
Outstanding, end of year	**11,016,667**	**$**	**0.50**	11,600,000	$	0.48
Exercisable, end of year	**9,933,442**	**$**	**0.54**	8,766,654	$	0.58

The following is a summary of share purchase options outstanding as at November 30, 2023:

	Options outstanding		**Options exercisable**	
Exercise price ($ per share)	Number of stock options	Weighted average remaining contractual life (years)	Number of stock options	Weighted average remaining contractual life (years)
$0.125	3,416,667	3.96	2,333,442	3.72
$0.33	2,400,000	1.43	2,400,000	1.43
$0.59	500,000	3.32	500,000	3.32
$0.71	600,000	2.94	600,000	2.94
$0.82	250,000	2.82	250,000	2.82
$0.86	3,850,000	2.64	3,850,000	2.64
	11,016,667	**2.84**	**9,933,442**	**2.66**

12. EXPLORATION AND EVALUATION EXPENSES

Exploration and evaluation expenses are summarized as follows:

	Year ended November 30,			
		2023		2022
				(Revised) (Note 4)
Salaries and benefits	**$**	**637,611**	$	693,710
Share-based payments		**57,405**		367,128
Drilling		**26,936**		4,981,160
Lab, assay & metallurgy		**366,270**		786,575
Permits, fees, licences and taxes		**516,186**		317,652
Option payments		**168,750**		411,943
Geophysics		**-**		473,628
Exploration & geology		**14,690**		320,083
Resource development and technical reports		**209,706**		289,654
Community		**54,508**		90,488
Professional fees		**3,350**		116,550
Operations, health & safety		**57,046**		182,262
Project evaluation		**64,045**		-
Travel		**-**		67,968
Other		**51,792**		140,156
Total exploration and evaluation expenses	**$**	**2,228,295**	$	9,238,957

(Stated in Canadian Dollars, unless otherwise noted)

Exploration and evaluation expenses were allocated to the following projects:

	Notes		Year ended November 30, 2023		2022 (Revised) (Note 4)
Calico Silver Project, California, USA	12(a)	**$**	**1,948,262**	$	8,464,971
AZ Silver District Project, Arizona, USA	12(b)		**34,224**		406,858
Other project evaluation			**188,404**		-
Share-based payments			**57,405**		367,128
Total exploration and evaluation expenses		**$**	**2,228,295**	$	9,238,957

(a) Calico Silver Project, California, USA

The Calico Project, comprised of the adjacent Waterloo Property and Langtry Property, is located in the Calico Silver Mining District in the Mojave Desert of San Bernardino County, California, USA. The Calico Project is situated approximately 15 km (9 miles) from the City of Barstow, approximately halfway between Los Angeles and Las Vegas, Nevada, along the I-15 interstate highway.

(i) The Waterloo Property

The Waterloo Property comprises 27 fee simple land parcels (1,350 acres) and 21 unpatented claims (19 lode mining claims, 2 mill site claims) (418 acres), totalling approximately 1,770 gross acres. Pan American Minerals Inc., a wholly-owned subsidiary of Pan American Silver Corp. retains a 2% Net Smelter Royalty on any future production of minerals from the Waterloo Property.

(ii) The Langtry Property

The Langtry Property comprises 20 patented claims (413 acres) and 38 unpatented lode mining claims (765 acres), totalling approximately 1,178 acres. 20 patented claims and two unpatented claims are under option between Stronghold USA and the Bruce and Elizabeth Strachan Revocable Living Trust dated 7-25-2007 ("Strachan"), while the remaining 36 unpatented claims are under option between Stronghold USA and Athena Minerals Inc. ("Athena"). Each agreement is subject to various royalties and encumbrances.

Strachan Agreement

Stronghold USA, the optionee, and Strachan, the optionor, entered into an Option to Purchase Agreement (the "Strachan Agreement") dated December 23, 2020, which gives Stronghold USA the right to acquire a 100% interest in 20 patented land claims and two unpatented lode mining claims forming a portion of the Langtry Property ("Strachan Lands") for the aggregate purchase price of the greater of: 1) US$5,200,000; or 2) the spot price of 220,000 troy ounces of silver, on or before December 24, 2025.

Under the terms of the Strachan Agreement, Stronghold USA is required to pay US$100,000 on each Strachan Agreement anniversary date to maintain the option in good standing. All payments made during the term of the option shall be applied to the purchase price. Upon full exercise of the option, Stronghold USA will grant to Strachan the following: 1) a 1% Net Smelter Royalty on any future production of silver from the Strachan Lands; 2) a 5% gross royalty on all other mineral production from the Strachan Lands; and 3) a 10% gross royalty on all other non-mineral production income derived from any other commercial use of the Strachan Lands.

As of November 30, 2023, a total of three non-refundable option payments of US$100,000 have been made under the Strachan Agreement, and a fourth non-refundable payment of $133,780 (US$100,000) was made in December 2023, all of which will be credited against the final purchase price at the time of exercise.

Athena Agreement

Stronghold USA, the optionee, and Athena, the optionor, entered into an Option to Purchase Agreement (the "Athena Agreement") dated December 21, 2020 and amended on January 11, 2023, which gives Stronghold USA the right to acquire 100% interest in 36 unpatented lode mining claims forming a portion of the Langtry Property ("Athena Lands") for an aggregate purchase price of US$1,000,000 to be made on or before December 21, 2025.

Terms of the option included US$15,000 upon execution of the Athena Agreement (paid in December 2020, prior to Apollo acquiring Stronghold USA) and US$25,000 on each Athena Agreement anniversary date. All payments made by the optionee to the optionor during the 24-month period prior to the full exercise of the option shall be credited against the purchase price.

Upon vesting of 100% interest, Stronghold USA will grant to Athena a 1% Net Smelter Royalty on any future production of minerals from the Athena Lands. The royalty shall only apply on those Athena Lands that currently do not have existing royalties of 1% or higher such that at no time will any property have a royalty of greater than 2%.

In December 2023, 2022, and 2021, the Company made non-refundable option payments of $33,445 (US$25,000), $33,750 (US$25,000) and $32,113 (US$25,000), respectively, to Athena, under the terms of the Athena Agreement.

(b) Arizona Silver District Project, Arizona, USA

The AZ Silver District Project is a district-scale property position located in the heart of the historic Silver Mining District in La Paz County, southwestern Arizona. The AZ Silver District Project comprises three patented claims, 85 unpatented lode mining claims, 23 unpatented mill and a state exploration lease, totalling over 2,000 acres.

Stronghold USA, the optionee, and Gulf, the optionor, entered into an Option to Purchase Agreement dated January 22, 2021 (the "AZ Silver District Option Agreement"), which gives Stronghold USA the right to acquire a 100% interest in mineral claims and leased lands forming the AZ Silver District Project for an aggregate purchase price of US$1,970,000 to be made in a series of payments originally due on or before January 22, 2026.

On November 16, 2022, the Company announced that it had re-negotiated the terms of the AZ Silver District Option Agreement, resulting in all future option payment obligations from that date being deferred by 12 months.

On January 16, 2024, the Company announced that it had terminated the AZ Silver District Option Agreement, after issuing notice to Gulf on December 15, 2023, that it would be terminating the option agreement and that no outstanding obligations remained. The termination was effective January 15, 2024, and the Company no longer holds the option to earn up to 100% interest in the AZ Silver District Project.

Amended terms of the AZ Silver District Option Agreement were as follows:

(i) US$70,000 due upon closing (paid in January 2021);
(ii) US$100,000 plus US$100,000 in common shares of Apollo on January 22, 2022 (paid in January 2022);
(iii) US$125,000 plus US$125,000 in common shares of Apollo on January 22, 2024 (originally January 2023);
(iv) US$175,000 plus US$175,000 in common shares of Apollo on January 22, 2025 (originally January 2024);
(v) US$250,000 plus US$250,000 in common shares of Apollo on January 22, 2026 (originally January 2025);
(vi) US$300,000 plus US$300,000 in common shares of Apollo on January 22, 2027 (originally January 2026).

Additional bonus payments, the dates of which were not amended, were to be made by Apollo in the following events:

(i) US$250,000 plus US$250,000 in common shares of Apollo in the event the property becomes the flagship property of the company on or before January 22, 2024;
(ii) US$250,000 plus US$250,000 in common shares of Apollo in the event Apollo declares a NI 43-101 compliant resource of at least 30 million ounces of silver on or before January 22, 2024;
(iii) US$3,000,000 in the event that the price of silver exceeds US$125/ounce for ninety days on or before

(Stated in Canadian Dollars, unless otherwise noted)

January 22, 2026.

Upon vesting of the 100% interest, Apollo was to grant to Gulf a 2% Net Smelter Royalty on any future production of minerals from the AZ District Project.

In January 2022, the Company made a payment of $125,450 (US$100,000) which was due on the first anniversary of the effective date of the AZ Silver District Option Agreement and issued an aggregate of 203,322 common shares of the Company at a price of C$0.617 per share, representing a value of approximately $125,450 (US$100,000 on the deemed conversion date) to Gulf.

13. ADMINISTRATIVE EXPENSES

		Year ended November 30,		
		2023		2022
Salaries and benefits	**$**	**767,470**	$	879,289
Directors fees		**280,651**		310,508
Share-based payments		**103,001**		882,400
Office and administration		**106,094**		111,620
Investor relations and marketing		**271,699**		780,008
Professional fees		**42,900**		100,605
Transfer agent and filing fees		**59,883**		93,221
Insurance		**178,510**		187,221
Accounting, audit and tax compliance		**81,213**		104,221
Business development		**182,047**		5,780
Travel		**1,420**		24,134
Other		**8,006**		12,282
Total administrative expenses	**$**	**2,082,894**	$	3,491,289

14. RELATED PARTY TRANSACTIONS

Transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. During the year ended November 30, 2023, and 2022, the Company did not have any transactions with related parties, other than payments made to its key management personnel as discussed below.

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of the Company's officers and members of the Company's Board of Directors. The remuneration of directors and key management personnel during the year ended November 30, 2023, and 2022, were as follows:

		Year ended November 30,		
		2023		2022
Salaries, benefits and consulting fees *(i)*	**$**	**849,009**	$	943,865
Director fees		**280,651**		310,508
Share-based payments *(ii)*		**114,162**		796,215
Total key management compensation	**$**	**1,243,822**	$	2,050,588

(i) Approximately $177,000 of salaries, benefits and consulting fees are allocated to exploration and evaluation expenses for the year ended November 30, 2023 (November 30, 2022 - $192,000).

(ii) Share-based payments represent the fair value of the stock-options granted to key management personnel that were recognized in the consolidated statements of loss and comprehensive loss in the year ended November 30, 2023 and 2022.

At November 30, 2023, $112,500 (November 30, 2022 - $Nil) was owed to directors of the Company and $Nil to any of the Company's officers (November 30, 2022 - $Nil).

(Stated in Canadian Dollars, unless otherwise noted)

15. SEGMENTED INFORMATION

The Company currently operates in two geographically based industry segments: Canada and the United States. The Company's head office is in Vancouver, Canada. The reported loss from operations for the year ended November 30, 2023, and 2022, respectively in each segment is as follows:

	USA		Canada		Total	
	Year ended November 30,		Year ended November 30,		Year ended November 30,	
	2023	2022 (Revised - Note 4)	**2023**	2022 (Revised - Note 4)	**2023**	2022 (Revised - Note 4)
E&E expenses	**$ 2,170,890**	$ 8,871,829	**$ 57,405**	$ 367,128	**$ 2,228,295**	$ 9,238,957
Administrative expenses	**61,348**	45,431	**2,021,546**	3,445,858	**2,082,894**	3,491,289
Depreciation	**80,762**	75,508	**58,222**	57,170	**138,984**	132,678
Loss from operations	**$ 2,313,000**	$ 8,992,768	**$ 2,137,173**	$ 3,870,156	**$ 4,450,173**	$ 12,862,924

The Company's non-current assets at November 30, 2023, and November 30, 2022, were located in Canada and the United States, as follows:

	USA		Canada		Total	
	November 30, 2023	November 30, 2022 (Revised - Note 4)	**November 30, 2023**	November 30, 2022 (Revised - Note 4)	**November 30, 2023**	November 30, 2022 (Revised - Note 4)
Property and equipment	**$ 96,759**	$ 177,030	**$ 169,704**	$ 224,283	**$ 266,463**	$ 401,313
Non-current assets	**$ 96,759**	$ 177,030	**$ 169,704**	$ 224,283	**$ 266,463**	$ 401,313

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial assets and liabilities have been classified into categories that determine their basis of measurement and, for items measured at fair value on a recurring basis, whether changes in fair value are recognized at fair value through profit or loss or fair value through other comprehensive income.

The Company's financial assets and financial liabilities are classified as follows:

	November 30, 2023	November 30, 2022
Financial assets		
Cash and cash equivalents	**$ 3,563,823**	$ 9,362,409
Receivables	**5,135**	13,842
Deposits	**11,259**	99,464
Total financial assets	**$ 3,580,217**	$ 9,475,715
Financial liabilities		
Accounts payable and accrued liabilities	**$ 209,861**	$ 2,121,026
Warrant liability	**-**	119,934
Total financial liabilities	**$ 209,861**	$ 2,240,960

IFRS 7, Financial Instruments: Disclosures establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in 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).

Cash and cash equivalents are carried at fair value using a level 1 fair value measurement and the receivables, deposits and accounts payable and accrued liabilities approximate their fair value because of the short-term nature of these instruments.

The Company's only level 3 financial instrument is the warrant liability and is recorded at fair value, which is measured using the Black-Scholes option valuation model.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The Company's financial instruments are exposed to certain financial risks, including credit risk, liquidity risk and market risk, and the impact on the Company's financial instruments are summarized below:

a) Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-quality financial institutions as determined by a primary ratings agency. Receivables consist of a GST receivable for input tax credits from the Government of Canada, and a third party. The Company has been successful in recovering input tax credits and receivables from this third party in the past and believes credit risk with respect to receivables is insignificant.

b) Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient cash to meet its financial obligations as they come due. The Company's approach to managing liquidity risk is to forecast its cash flows required for its planned operating, investing and financing activities so that it will have sufficient liquidity to meet liabilities when due. At November 30, 2023, the Company had a cash balance of approximately $3.56 million (November 30, 2022 - $9.36 million) to settle current liabilities of approximately $262,000 (November 30, 2022 - $2.21 million). All the Company's accounts payable and accrued liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms. Amounts due to related parties are without stated terms of interest or repayment. The Company believes that its current cash is sufficient to settle its near-term obligations including general corporate activities and planned exploration expenditures, based on its cash position, its ability to modify planned activities or exploration programs and ability to pursue additional sources of financing, including further equity placements. The Company will continue forecasting its cash flows to maintain liquidity and investigate opportunities to obtain further financing through transactions such as equity placements, debt or joint venture arrangements, if necessary.

c) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. The Company does not have a practice of trading derivatives.

(i) Interest rate risk

Interest rate risk is the risk that the fair values and future cash flows of the Company's financial instruments will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on its bank deposits, which is insignificant due to their short-term nature. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by highly-rated financial institutions. The Company monitors the investments it makes and is satisfied with the credit ratings of its banks. As at November 30, 2023, the Company held approximately $3.40 million of its cash and cash equivalents in investment-grade short-term deposit certificates.

(ii) Foreign currency risk

The Company reports its financial results in Canadian dollars but also undertakes transactions denominated in US dollars. As the exchange rates between the Canadian dollar and US dollar fluctuates, the Company experiences foreign exchange gains and losses. The Company has cash and cash equivalents, and accounts payable and accrued liabilities denominated in US dollars, which are subject to currency risk.

The carrying amounts of the Company's foreign currency-denominated monetary assets and liabilities at the respective statement of financial position dates are as follows:

		November 30, 2023		November 30, 2022
		US Dollar		US Dollar
Cash and cash equivalents	**$**	**1,070,759**	$	3,028,884
Accounts payable and accrued liabilities		**-**		(1,343,760)
	$	**1,070,759**	$	1,685,124

At November 30, 2023, a 10% depreciation or appreciation of the US dollar against the Canadian dollar would result in an approximate $107,000 decrease or increase in the Company's net loss (November 30, 2022 - $168,500).

The Company does not enter into any financial instruments to hedge currency risk, but the Company monitors its foreign exchange exposure and considers its exposure to foreign currency risk to be minimal as at November 30, 2023.

(iii) Price risk

The mining industry is heavily dependent upon the market price of the metals or minerals being mined. There is no assurance that, even if commercial quantities of mineral resources are discovered, a profitable market will exist for their sale. There can be no assurance that mineral prices will be such that the Company's properties can be mined at a profit. Factors beyond control of the Company may affect the marketability of any minerals discovered. The price of silver has experienced volatile and significant price movements over short periods of time and is affected by numerous factors beyond the Company's control. The Company's profitability and ability to raise capital to fund exploration, evaluation and production activities is subject to risks associated with fluctuations in mineral prices. The Company closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

17. CAPITAL MANAGEMENT

The Company's primary objectives in capital management are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain sufficient funds to finance the acquisition and exploration of its exploration and evaluation assets. Capital is comprised of the Company's shareholders' equity. The Company manages its capital structure to maximize its financial flexibility making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Company does not presently utilize any quantitative measures to monitor its capital and is not subject to externally imposed capital requirements.

The properties in which the Company currently has an interest are in the exploration stage and do not currently generate revenue; as such, the Company is dependent on external financing to fund its activities. The Company will spend its existing working capital and seek to raise additional amounts as needed by way of equity financing or debt to carry out its planned corporate development, general administrative costs and exploration and development programs. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

(Stated in Canadian Dollars, unless otherwise noted)

18. INCOME TAXES

A reconciliation of income taxes computed at Canadian statutory rates to the reported income taxes is provided as follows:

		November 30, 2023		November 30, 2022 (Revised) (Note 4)
Loss for the year	**$**	**(4,145,914)**	$	(11,020,743)
Statutory tax rate		**27%**		27%
Expected income tax (recovery)	**$**	**(1,119,000)**	$	(2,976,000)
Change in statutory, foreign tax, foreign exchange rates and other		**(29,000)**		(254,000)
Permanent differences		**6,000**		(230,000)
Impact of acquisition		**-**		-
Share issue cost		**-**		(1,000)
Adjustment to prior year estimate		**647,000**		54,000
Change in unrecognized deductible temporary differences		**495,000**		3,407,000
Total income tax expense (recovery)	**$**	**-**	**$**	**-**

The significant components of the Company's deferred tax assets and liabilities are as follows:

		November 30, 2023		November 30, 2022 (Revised) (Note 4)
Deferred tax assets (liabilities)				
Property and equipment	**$**	**(23,000)**	$	(46,000)
Lease liability		**23,000**		46,000
Net deferred tax liability	**$**	**-**	**$**	**-**

The significant components of the Company's temporary differences, unused tax credits and unused tax losses that have not been included on the consolidated statement of financial position are as follows:

	November 30, 2023			November 30, 2022 (Revised) (Note 4)	
	Balance	**Expiry Date Range**		Balance	Expiry Date Range
Temporary Differences					
Exploration and evaluation assets	**$ 12,147,000**	**No expiry date**	$	12,392,000	No expiry date
Investment tax credit	**118,000**	**2030 to 2033**		118,000	2030 to 2033
Share issue costs	**1,468,000**	**2043 to 2046**		2,241,000	2043 to 2046
Lease liability	**61,000**	**No expiry date**		14,000	No expiry date
Allowable capital losses	**2,254,000**	**No expiry date**		2,254,000	No expiry date
Non-capital losses available for future periods	**13,150,000**	**See below**		10,450,000	See below
Canada	**12,872,000**	**2026 to 2042**		10,208,000	2026 to 2042
USA	**278,000**	**No expiry date**		243,000	No expiry date

Tax attributes are subject to review, and potential adjustment, by tax authorities.