

NORDEN CROWN METALS CORPORATION
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

THREE MONTHS ENDED MARCH 31, 2023 AND 2022
(Unaudited - Expressed in Canadian dollars)

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

NORDEN CROWN METALS CORPORATION

Notice to Reader:

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

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NORDEN CROWN METALS CORPORATION (an exploration stage company)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

<i>As at</i>	<i>Notes</i>	March 31, 2023	December 31, 2022
		(\$)	(\$)
Assets			
<i>Current assets</i>			
Cash and cash equivalents		401,444	643,925
Receivable from option partner		139,139	183,587
Receivables		4,854	5,085
Prepayment of other expenses		19,119	4,815
		564,556	837,412
<i>Non-current assets</i>			
Reclamation bonds		6,450	7,310
Exploration and evaluation assets	4	5,490,322	5,391,630
Equipment		-	398
		6,061,328	6,236,750
Liabilities			
<i>Current liabilities</i>			
Accounts payable and accrued liabilities	5	886,748	898,249
Advances from related parties	7	622,157	612,157
		1,508,905	1,510,406
Shareholders' Equity			
Share Capital	6	15,056,157	15,056,157
Reserves	6	1,168,634	1,168,634
Deficit		(11,672,368)	(11,498,447)
		4,552,423	4,726,344
		6,061,328	6,236,750

Nature of operations and going concern (Note 1)

Approved and authorized by the Board of Directors on May 19, 2023.

“Patricio Varas”
Patricio Varas, Director

“Jon Sherron”
Jon Sherron, Director

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NORDEN CROWN METALS CORPORATION (an exploration stage company)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	<i>Notes</i>	Three months ended	
		2023	2022
		(\$)	(\$)
EXPENSES			
Consulting fees	7	35,448	54,069
Depreciation		398	472
Foreign exchange		5,372	(56,673)
Legal and accounting	7	25,220	22,936
Management fees	7	70,693	70,158
Office expenses and salaries		18,275	14,841
Shareholder communication		13,780	96,191
Travel		4,735	2,362
		(173,921)	(204,356)
OTHER ITEMS			
Management fee - option agreement	4	-	19,212
Loss and comprehensive loss		(173,921)	(185,144)
Basic and diluted loss per share			
		(0.00)	(0.00)
		(#)	(#)
Weighted-average number of common shares outstanding		53,024,495	53,024,495

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NORDEN CROWN METALS CORPORATION (an exploration stage company)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	<u>Share Capital</u>		<u>Reserves</u>			Total shareholders' deficit (\$)
	Number of Shares (#)	Capital stock (\$)	Stock options (\$)	Warrants (\$)	Deficit (\$)	
Balance, December 31, 2021	53,024,495	15,056,157	530,814	637,820	(10,556,488)	5,668,303
Net loss	-	-	-	-	(185,144)	(185,144)
Balance, March 31, 2022	53,024,495	15,056,157	530,814	637,820	(10,741,632)	5,483,159
Net loss	-	-	-	-	(756,815)	(756,815)
Balance, December 31, 2022	53,024,495	15,056,157	530,814	637,820	(11,498,447)	4,726,344
Net loss	-	-	-	-	(173,921)	(173,921)
Balance, March 31, 2023	53,024,495	15,056,157	530,814	637,820	(11,672,368)	4,552,423

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

NORDEN CROWN METALS CORPORATION (an exploration stage company)
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31,	
	2023	2022
	(\$)	(\$)
Operating Activities		
Net loss for the period	(173,921)	(185,144)
Items not involving cash:		
Depreciation	398	472
Change in non-cash operating working capital items:		
Prepays and receivables	(14,073)	82,540
Accounts payable and accrued liabilities	(59,366)	11,325
Cash used in operating activities	(246,962)	(90,807)
Investing Activities		
Reclamation bond returned (paid)	860	-
Exploration and evaluation expenditures	(161,201)	(195,321)
Funding from option partner	154,822	390,015
Cash used in investing activities	(5,519)	194,694
Financing Activities		
Funding from related parties	10,000	-
Cash provided by (used in) financing activities	10,000	-
Increase (decrease) in cash during the period	(242,481)	103,887
Cash and cash equivalents, beginning of period	643,925	299,772
Cash and cash equivalents, end of period	401,444	403,659

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Norden Crown Metals Corporation (the “Company” or “Norden”), incorporated under the Business Corporations Act, British Columbia on December 31, 2013, is an exploration company engaged principally in the acquisition, exploration and development of mineral properties in Sweden and Norway. The Company’s head office address is Suite 340 - 233 West 1st Street, North Vancouver, BC V7M 1B3.

The Company presently has no proven or probable reserves and on the basis of information to date, it has not yet determined whether its properties contain economically recoverable ore reserves. The Company has not generated any revenues from its operations to date. The amounts shown as exploration and evaluation assets represent acquisition and exploration costs incurred to date, less any amounts written off, and do not necessarily represent present or future values. The recoverability of the carrying amounts for exploration and evaluation assets is dependent upon the confirmation of economically recoverable reserves, the Company raising capital, the sale or entering into a joint venture of the Company’s exploration and evaluation assets, and/or the attainment of profitable operations.

These condensed interim consolidated financial statements have been prepared on the basis that the Company will continue as a going concern which assumes that the Company will be able to meet its commitments, continue operations and realize its assets and discharge its liabilities in the normal course of operations for at least twelve months from the end of the reporting period. The Company has incurred ongoing losses and expects to incur further losses in the advancement of its business. At March 31, 2022, the Company had cash of \$401,444 (December 31, 2022: \$643,925) a working capital (current assets less current liabilities) deficit of \$944,349 (December 31, 2022: working capital deficit \$672,994) and an accumulated deficit of \$11,672,368 (December 31, 2022: \$11,498,447). For the period ended March 31, 2023, the company incurred losses of \$173,921 (March 31, 2022: \$185,144) and cash used in operations was \$246,962 (March 31, 2022: cash used: \$90,807).

The Company continues to incur operating losses, has limited financial resources, no source of operating cash flow and its ability to continue as a going concern is dependent upon its ability to obtain the financing necessary to fund the exploration of its mineral properties. There can be no assurance that the Company will be successful in raising sufficient funding to be available to conduct further exploration and development of its mineral properties. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern.

Management plans to continue to secure the necessary financing through a combination of equity financing and entering into joint venture or property option arrangements; however, there is no assurance that the Company will be successful in these actions. These condensed interim consolidated financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES, AND ASSUMPTIONS

a) *Statement of compliance*

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IFRS”) applicable to the preparation of interim financial statements, including International Accounting Standards 34, Interim Financial Reporting. Interim financial statements do not include all the information required for full annual financial statements. The condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS”) applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34, Interim Financial Reporting. These condensed interim consolidated financial statements follow the same accounting policies and methods of application as the annual financial statements of the Company for the year ended December 31, 2022. These condensed interim consolidated financial statements do not contain all disclosures required by International Financial Reporting Standards (“IFRS”) and accordingly should be read in conjunction with the 2022 annual financial

NORDEN CROWN METALS CORPORATION (an exploration stage company)
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the period ended March 31, 2023

(Unaudited - Expressed in Canadian Dollars)

statements and the notes thereto. The condensed interim consolidated financial statements are presented in Canadian dollars, except where otherwise noted.

These condensed interim consolidated financial statements were reviewed by the Audit Committee, and the Board of Directors approved and authorized them for issuance on May 19, 2023.

b) Basis of consolidation

These condensed interim consolidated financial statements incorporate the financial statements of the Company and its subsidiaries as follows:

Subsidiaries	Country of incorporation	% interest as at	
		March 31, 2023	December 31, 2022
Iekelvare Minerals AB ("Iekelvare")	Sweden	100.0%	100.0%
NOR Exploration AB ("NOR")	Sweden	100.0%	100.0%
Boreal Energy Metals Corp. ("BEMC")	Canada	90.1%	90.1%

All intercompany transactions and balances have been eliminated.

c) Foreign currency transactions

The functional and presentation currency of the Company and each of its subsidiaries is the Canadian dollar.

Transactions in currencies other than the functional currency are recorded at rates approximating those in effect at the time of the transaction. Monetary items are translated at the exchange rate in effect at the statement of financial position date. Translation gains and losses are reflected in the consolidated statements of loss and comprehensive loss for the period.

d) Significant accounting policy judgments and estimates

The preparation of condensed interim consolidated financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim consolidated financial statements and the reported revenues and expenses during the period. Actual results could differ from these estimates. Estimates are reviewed on an ongoing basis based on historical experience and other factors that are considered relevant under the circumstances. Revisions to estimates and the resulting impacts on the carrying amounts of the Company's assets and liabilities are accounted for prospectively. There are no material areas of estimation uncertainty as at March 31, 2023.

Significant assumptions about the future and other sources of estimation 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, relate to, but are not limited to, the following:

Accounting policy judgments

- (i) The assessment by management of the Company's liquidity position and whether going concern disclosure is required in the condensed interim consolidated financial statements is a key judgment.

As part of this process, management prepares cash flow budgets detailing expected expenditures for at least the next twelve months from the reporting date. The assessment of the Company's liquidity position takes into account the Company's working capital position, the timing of discretionary and non-discretionary expenditures and also the status of any potential equity financings.

- (ii) The assessment of whether indicators of impairment exist for the Company's exploration and evaluation assets is a key judgment.

Management assesses the exploration and evaluation assets at the end of each reporting period to determine

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whether there are any indications of impairment. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any.

Management makes judgments in assessing whether indicators of impairment exist, including factors such as whether: the period for which the Company has the right to explore has expired or will expire in the future, and is not expected to be renewed; substantive expenditure on exploration activities and evaluation of mineral resources in the specific area is neither budgeted or planned; exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources; or sufficient data exists to indicate that the carrying amount of the E&E assets is unlikely to be recovered in full from successful development or by sale. No impairment indicators were identified by management as at March 31, 2023.

While management believes that its judgments and estimates are reasonable, actual results could differ from those estimates and could impact future results and cash flows.

3. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The same accounting policies have been used in the preparation of these condensed interim consolidated financial statements as those used in the most recent audited annual financial statements and in the opinion of management reflect all the adjustments considered necessary for the fair presentation in accordance with IFRS of the result of the interim periods presented.

4. **EXPLORATION AND EVALUATION ASSETS**

	Sweden	Norway	
	Gumsberg	Burfjord	Total
	(\$)	(\$)	(\$)
Balance, December 31, 2022	4,177,127	1,214,503	5,391,630
Accommodation	-	1,130	1,130
Field work	1,550	20,939	22,489
Exploration licenses	-	37,482	37,482
Geological	6,297	18,617	24,914
Other	-	16,325	16,325
Advanced royalty	53,363	53,363	99,892
	61,210	147,856	202,232
Recovery from option agreement	-	(110,374)	(110,374)
Net change	61,210	37,482	91,858
Balance, March 31, 2023	4,238,337	1,251,985	5,483,488

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	<u>Sweden</u>	<u>Norway</u>	
	<u>Gumsberg</u>	<u>Burfjord</u>	<u>Total</u>
	(\$)	(\$)	(\$)
Balance, December 31, 2021	3,981,050	1,214,503	5,195,553
Accommodation	10,190	16,362	26,552
Drilling and field work	66,472	1,455,848	1,522,320
Geological	13,410	302,321	315,731
Other	64,806	61,620	126,426
Advance royalty	41,199	6,082	47,281
	196,077	1,842,233	2,038,310
Recovery from option agreement	-	(1,842,233)	(1,842,233)
Net change	196,077	-	196,077
Balance, December 31, 2022	4,177,127	1,214,503	5,391,630

Acquisition of Swedish and Norwegian Projects - Agreements

On November 10, 2016, the Company entered into agreement with EMX Royalty Corp. ("EMX") (the "EMX Agreement"), as amended, to acquire Iekelvarre and NOR (formerly EMX Exploration Scandinavia AB) which held, amongst other properties, the Gumsberg project in Sweden and the Burfjord project in Norway. Pursuant to the terms of the EMX Agreement, EMX:

- received, during 2017 and 2018, a total of 8,816,773 common shares of the Company, valued at \$1,688,251
- retains a 3% net smelter return ("NSR") royalty on the properties, of which 1% could be purchased by the Company on or before the fifth anniversary of the closing date in 0.5% increments for a total of US\$2,500,000, or, at the Company's election, US\$2,000,000 plus shares of the Company equal in value to US\$500,000 (expired)
- will receive a 0.5% NSR royalty on any new mineral exploration projects generated by the Company in Sweden or Norway, excluding projects acquired from third parties containing a mineral resource or reserve or an existing mining operation
- will receive annual advance royalty ("AAR") payments of US\$20,000 for each of the Gumsberg and Burfjord properties commencing on the second anniversary of the closing of the EMX Agreement (which occurred on February 14, 2017), with each AAR payment increasing by US\$5,000 per year until US\$60,000 per year per project has been reached. Upon reaching US\$60,000, AAR payments will be adjusted each year according to the Consumer Price Index (as published by the U.S. Department of Labor, Bureau of Labor Statistics). All amounts have been paid to March 31, 2023.

Burfjord Project (Alta Region, Norway)

Option Agreement with Boliden Mineral AB

On June 10, 2020, the Company entered into an Option Agreement with Boliden Mineral AB ("Boliden") (the "Boliden Option Agreement"), pursuant to which Boliden could earn an interest in the Burfjord property in consideration for the following:

Earning of First Option	Date	Funding of Exploration Expenditures (US\$)
To earn the initial 51% (the "First Option"):	On or before June 10, 2024	6,000,000 ⁽¹⁾

⁽¹⁾ Alternatively, Boliden could earn the First Option by paying to the Company the difference between expenditures incurred at the property and US\$6,000,000.

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Upon the exercise of the First Option, Boliden could earn an additional 29% interest in the property, for an aggregate 80% interest (the "Second Option"), by funding further advancement work through the delivery of a NI 43-101 and PERC (Pan European Reserves & Resources Reporting Committee) compliant feasibility study and funding all annual costs to keep the property in good standing.

EMX retains a 3% NSR royalty on Burfjord, which includes advance royalty payments credited toward actual royalties payable upon production, of which 1% may be re-purchased prior to February 14, 2025. Boliden would solely fund the advance royalty payments due to EMX until the First Option was exercised, after which advance royalty payments would be paid by both the Company and Boliden in proportion to their respective proportionate interests in Burfjord.

Until the First Option was exercised, the Company was the operator of Burfjord, pursuant to which the Company could charge Boliden a management fee of US\$50,000 per year, payable in quarterly installments. Upon exercise of the First Option, the Company and Boliden would form a Joint Venture to further advance the project, and Boliden would have the right to become the operator.

Pursuant to the Boliden Option Agreement, the Company received funds (the "Boliden Funds") from Boliden, which funds were restricted to the Burfjord project. Pursuant to the EMX Agreement and the Boliden Option Agreement, the AAR payment due to EMX of US\$40,000 during the period ended March 31, 2023 was made by Boliden.

On December 22, 2022, the Company was advised by Boliden that Boliden was terminating the Boliden Option Agreement effective January 1, 2023.

Gumsberg Project (Bergslagen District, Sweden)

Pursuant to the EMX Agreement, the Company made AAR payments to EMX of US\$40,000 during the period ended March 31, 2023 (March 31, 2022: US\$35,000).

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31, 2023	December 31, 2022
	(\$)	(\$)
Accounts payable	163,385	295,143
Accrued liabilities	54,688	51,586
Due to related parties (Note 8)	668,674	551,520
	886,748	898,249

6. SHAREHOLDERS' EQUITY

a) Authorized share capital

At March 31, 2023 the authorized capital stock of the Company is comprised of an unlimited number of common shares without par value.

b) Securities issuances

During the three months ended March 31, 2022

The Company issued no securities.

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During the year ended December 31, 2022

The Company issued no securities.

c) Stock Options

The Company has a stock option plan (the “Plan”) administered by the Board of Directors and subject to TSX-V Exchange policies, which has the discretion to grant options for up to a maximum of 10% of the issued and outstanding share capital amount at the time of grant. The terms of all options cannot exceed ten years and the minimum exercise price cannot be less than the closing price of the Company’s common shares on the TSX-V on the last trading day preceding the grant of the option. Except as may be prescribed by the Exchange, the Board of Directors determines the vesting terms of the options.

At March 31, 2023, the Company had stock options outstanding as follows:

Grant Date	Expiry Date	Number (#)	Exercise Price (\$)	Weighted average life (Yrs)
September 14, 2018	September 14, 2028	1,075,000	0.600	5.47
		1,075,000		5.47

A summary of the changes in the Company’s stock options follows:

	Number of options (#)	Weighted average exercise price (\$)
Outstanding, December 31, 2021	1,158,333	0.60
Forfeited	(83,333)	0.60
Outstanding, December 31, 2022	1,075,000	0.60
Outstanding, March 31, 2023	1,075,000	0.60

d) Warrants

At March 31, 2023, the Company had warrants outstanding as follows:

Date of issue	Number (#)	Exercise price (\$)	Expiry date	Weighted Average Life (years)
June 23, 2021	8,686,307	0.600	June 23, 2024	1.24
	8,686,307			1.24

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A summary of the changes in the Company's warrants follows:

	Number of warrants (#)	Weighted average exercise price (\$)
Outstanding, December 31, 2021	33,428,269	0.420
Expired	(24,741,962)	0.360
Outstanding, December 31, 2022	8,686,307	0.600
Outstanding, March 31, 2023	8,686,307	0.600

7. **RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION**

The Company has arrangements pursuant to which parties related to the Company and its subsidiaries, by way of directorship or officership, provide certain services, either directly or through companies owned or controlled by the officers and directors. Transactions were in the normal course of operations and all the costs are recorded at terms agreed upon between the parties. The Company's key management and related party costs for the period ended March 31, 2023 and 2022 follow:

Key management compensation	For period ended March 31,	
	2023	2022
	(\$)	(\$)
Management fees	75,000 ⁽¹⁾	75,000
Geological services	-	5,100 ⁽²⁾
	75,000	80,100

⁽¹⁾ Unpaid at March 31, 2023: \$377,250 in respect of services in 2023, 2022 and 2021 (December 31, 2022: \$301,500)

⁽²⁾ Unpaid at March 31, 2022: \$86,760 in respect of services in 2023, 2022 and 2021 (December 31, 2022: \$86,760)

Other related parties	For period ended March 31,	
	2023	2022
	(\$)	(\$)
Accounting fees	9,305 ⁽¹⁾	10,521
Directors' fees	10,693 ⁽²⁾	10,158
	19,998	20,679

⁽¹⁾ Unpaid at March 31, 2023: \$7,444 (December 31, 2022: \$4,387)

⁽²⁾ Unpaid at March 31, 2023: \$72,413 in respect of services in 2023, 2022 and 2021 (December 31, 2022: \$61,529)

Additionally, at March 31, 2023, the Company owed a total of \$124,807 to related parties, in respect of expenses incurred on behalf of the Company (December 31, 2022: \$97,344).

During 2021 and 2022, the Company received total advances of \$612,157 from certain directors of the company. In March 2023, the Company received further two advances in total of \$10,000 from a director of the Company. The advances bear no interest and have no specified terms of repayment.

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8. SEGMENTED INFORMATION

The Company is engaged in one business activity, being the exploration for base and precious metals. Geographic information is disclosed in Note 4. All equipment is held solely in Scandinavia, except for computer equipment which was held in Canada, until its disposition during the period ended March 31, 2023.

	March 31, 2023	December 31, 2022
	(\$)	(\$)
Exploration and evaluation assets		
Canada	-	-
Sweden	4,238,337	4,177,127
Norway	1,251,985	1,214,503
	5,490,322	5,391,630

	March 31, 2023	December 31, 2023
	(\$)	(\$)
Total assets		
Canada	571,006	845,120
Sweden	4,238,337	4,177,127
Norway	1,251,985	1,214,503
	6,061,328	6,236,750

9. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT

Management of capital risk

The Company manages its capital structure and makes adjustments to it to effectively support the acquisition, exploration and development of mineral properties. In the definition of capital, the Company includes, as disclosed on its statement of financial position: share capital, deficit, equity reserves.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for general administrative costs, the Company will be using its existing working capital and will need to raise additional amounts. 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.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended March 31, 2023.

Financial instruments

Financial assets and liabilities are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgement and may affect placement within the fair value hierarchy levels. The hierarchy is 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).

- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of receivables, reclamation bond and accounts payable and accrued liabilities approximate their carrying amounts due to the short-term nature of the financial instruments. Reclamation bonds and receivables are measured at amortized cost. Accounts payable and accrued liabilities are also measured at amortized cost.

Risk management

The Company is exposed to varying degrees to a variety of financial instrument related risks:

Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss for the Company by failing to discharge its obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and receivables. The Company has no significant concentration of credit risk arising from operations. The Company limits its exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions in Canada and Sweden. The Company is not exposed to significant credit risk and overall the Company's credit risk has not changed significantly from the prior period.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations associated with its financial liabilities. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. The Company considers financing opportunities so that it has sufficient liquidity to meet liabilities when due.

The Company anticipates it will need additional capital in the future to finance on-going exploration of its properties, such capital to be derived from the completion of other equity financings. The Company has limited financial resources, no source of operating income and has no assurance that additional funding will be available to it for future exploration and development of its project. The ability of the Company to arrange additional financing in the future will depend, in part, on the prevailing capital market conditions and exploration success. There can be no assurance the Company will be able to obtain required financing in the future on acceptable terms. (See Note 1).

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates.

Currency risk

The Company incurs certain expenses in currencies other than the Canadian dollar, and is thus subject to foreign currency risk as a result of fluctuations in exchange rates. The Company manages this risk by maintaining bank accounts in Canadian dollars to pay these foreign currency expenses as they arise. The Company does not undertake currency hedging activities. During the period ended March 31, 2023 and the year ended December 31, 2022, the Swedish krona remained relatively stable against the Canadian dollar.

Interest rate risk

The Company's exposure to interest rate risk arises from the interest rate impact on cash. The Company's policy is to invest cash at floating rates of interest, in order to maintain liquidity, while achieving a satisfactory return for shareholders.