



NEVADA SUNRISE METALS CORPORATION

Condensed Consolidated Interim Financial Statements

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

NOTE TO READER

Under National Instrument 51-102, if an auditor has not performed a review of interim financial statements, they must be accompanied by a note indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements have been prepared by and are the responsibility of the management. The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements.

NEVADA SUNRISE METALS CORPORATION
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Note	March 31, 2024 (Unaudited)	September 30, 2023
ASSETS			
Current assets			
Cash		\$ 137,173	\$ 221,845
Marketable securities	5	45,868	119,950
Receivables	4	65,011	25,027
Prepaid expenses and deposits	6	92,096	155,886
		340,148	522,708
Non-current assets			
Reclamation bonds	8	47,009	88,290
Exploration and evaluation assets	7	1,466,499	1,390,216
		1,513,508	1,478,506
Total assets		\$ 1,853,656	\$ 2,001,214
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		\$ 102,752	\$ 209,582
Due to related parties	13	15,376	96,464
Reclamation liability	9	-	4,073
		118,128	310,119
Equity			
Share capital	10	25,488,601	24,956,959
Contributed reserves	10	4,157,899	3,832,230
Accumulated other comprehensive income		827,773	830,317
Deficit		(28,738,745)	(27,928,411)
		1,735,528	1,691,095
Total liabilities and equity		\$ 1,853,656	\$ 2,001,214

Corporate Information – Note 1

Going Concern – Note 2

Approved by the Directors on May 27, 2024:

“Warren Stanyer” Director “Michael Sweatman” Director

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

NEVADA SUNRISE METALS CORPORATION

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Note	For the three months ended March 31		For the six months ended March 31	
		2024	2023	2024	2023
Expenses					
Accounting and audit		\$ 10,389	\$ 25,625	\$ 36,880	\$ 39,125
Consulting fees		15,506	21,424	31,017	44,559
Directors' fees	13	12,000	13,573	24,000	43,073
Exploration and evaluation costs	7	15,558	852,457	127,125	1,496,004
Foreign exchange loss (gain)		1,332	(124)	1,099	372
Insurance		7,142	5,303	14,553	10,613
Legal	13	8,505	17,016	11,039	26,602
Management fees and salaries	13	38,746	24,000	63,586	110,500
Office and storage expenses		2,329	4,421	6,136	9,025
Reclamation costs		905	-	2,948	-
Rent	13	9,611	9,344	19,033	18,531
Shareholder communications		44,804	102,993	94,650	222,612
Share-based payments	10, 13	9,005	-	323,520	68,489
Transfer agent and filing fees		14,939	14,253	24,472	25,564
Travel and entertainment		164	6,859	3,424	8,105
		(190,935)	(1,097,144)	(783,482)	(2,123,174)
Other items					
Management fee income		-	51	-	103
Write-down of exploration and evaluation assets	7	-	-	(817)	-
Gain (loss) on marketable securities	5	(17,750)	15,991	(29,165)	(32,663)
Interest income		1,314	-	3,130	-
		(16,436)	16,042	(26,852)	(32,560)
Loss for the period		(207,371)	(1,081,102)	(810,334)	(2,155,734)
Foreign currency translation adjustment		37,172	(2,792)	(2,544)	(27,583)
Comprehensive loss for the period		\$ (170,199)	\$ (1,083,894)	\$ (812,878)	\$ (2,183,317)
Basic and diluted loss per share		\$ (0.00)	\$ (0.01)	\$ (0.01)	\$ (0.02)
Weighted average number of shares outstanding – basic and diluted	12	110,065,209	99,016,199	108,943,689	97,902,935

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

NEVADA SUNRISE METALS CORPORATION
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
For the six months ended March 31, 2024 and 2023
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	2024	2023
CASH FLOWS USED IN OPERATING ACTIVITIES		
Loss for the period	\$ (810,334)	\$ (2,155,734)
Items not involving cash:		
Share-based payments	323,520	68,489
Loss on marketable securities	29,165	32,663
Write-down of exploration and evaluation assets	817	-
Reclamation cost liability	(4,066)	-
Foreign exchange (gain) loss	-	(562)
Net changes in non-cash working capital balances:		
Receivables	(18,065)	19,460
Prepaid expenses and deposits	63,726	94,334
Accounts payable and accrued liabilities	(119,073)	363,869
Due to related parties	(81,088)	248
	<u>(615,398)</u>	<u>(1,577,233)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of marketable securities	44,917	149,187
Exploration and evaluation assets – acquisition costs	(895)	(894)
Exploration and evaluation assets – claim maintenance	(6,465)	(13,702)
Reclamation bond returned	19,182	-
	<u>56,739</u>	<u>134,591</u>
CASH FLOWS PROVIDED BY FINANCING ACTIVITIES		
Gross proceeds from private placement	488,800	-
Share issuance costs paid in cash	(15,009)	(3,102)
Proceeds from exercise of warrants	-	192,335
Proceeds from exercise of options	-	122,100
	<u>473,791</u>	<u>311,333</u>
Effect of foreign exchange on cash	<u>196</u>	<u>(5,541)</u>
Change in cash during the period	(84,672)	(1,136,850)
Cash, beginning of the period	<u>221,845</u>	<u>2,051,791</u>
Cash, end of the period	<u>\$ 137,173</u>	<u>\$ 914,941</u>

Supplemental disclosure with respect to cash flows – Note 11

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

NEVADA SUNRISE METALS CORPORATION
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
For the six months ended March 31, 2024 and 2023
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Note	Share Capital		Contributed Reserves	Accumulated Other Comprehensive Income	Deficit	Total
		Number of Shares	Amount				
Balance at September 30, 2022		97,862,276	\$ 24,266,714	\$ 3,866,205	\$ 872,670	\$ (25,197,569)	\$ 3,808,020
Less: share issuance costs	10, 13	-	(3,102)	-	-	-	(3,102)
Exercise of options	10	770,000	226,982	(104,883)	-	-	122,099
Exercise of warrants	10	1,158,000	185,280	-	-	-	185,280
Exercise of finder's warrants	10	44,100	12,624	(5,568)	-	-	7,056
Share-based payments	10	-	-	68,489	-	-	68,489
Foreign currency translation		-	-	-	(27,583)	-	(27,583)
Loss for the period		-	-	-	-	(2,155,734)	(2,155,734)
Balance as at March 31, 2023		99,834,376	\$ 24,688,498	\$ 3,824,243	\$ 845,087	\$ (27,353,303)	\$ 2,004,525
Balance at September 30, 2023		103,396,876	24,956,959	3,832,230	830,317	(27,928,411)	1,691,095
Private placement	10	6,110,000	488,800	-	-	-	488,800
Less: share issuance costs	10	-	(17,158)	2,149	-	-	(15,009)
Share-based payments		-	-	323,520	-	-	323,520
Property acquisition costs	(7(f), 10)	750,000	60,000	-	-	-	60,000
Foreign currency translation		-	-	-	(2,544)	-	(2,544)
Loss for the period		-	-	-	-	(810,334)	(810,334)
Balance as at March 31, 2024		110,256,876	\$ 25,488,601	\$ 4,157,899	\$ 827,773	\$ (28,738,745)	\$ 1,735,528

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

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

1. CORPORATE INFORMATION

Nevada Sunrise Metals Corporation (the “Company”) was incorporated under the laws of the Province of British Columbia, Canada on April 3, 2007. On May 15, 2007, the Company acquired all of the issued and outstanding shares of Intor Resources Corporation (“Intor”) by way of a reverse takeover. Intor was incorporated under the laws of the State of Nevada, USA on September 7, 2004. On September 23, 2022, the Company changed its name from Nevada Sunrise Gold Corporation to Nevada Sunrise Metals Corporation.

The Company’s principal business activity is the acquisition, exploration and evaluation of its mineral property assets located in the State of Nevada, USA. The Company’s common shares are listed for trading on the TSX Venture Exchange (“TSX-V”) under the symbol “NEV”.

The Company’s head office, principal address and registered and records office is located at Suite 408 - 1199 West Pender Street, Vancouver, British Columbia, V6E 2R1.

2. BASIS OF PREPARATION***Statement of Compliance***

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations as issued by the International Financial Reporting Interpretations Committee (“IFRIC”).

These condensed consolidated interim financial statements were authorized for issuance on May 27, 2024 by the directors of the Company.

Going Concern

These condensed consolidated interim financial statements are prepared using IFRS applicable to a going concern, which contemplates the Company will continue in operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. Future operations are dependent on the Company’s ability to raise additional equity financing and the attainment of profitable operations.

The Company has a history of operating losses and at March 31, 2024, has an accumulated deficit of \$28,738,745. During the six months ended March 31, 2024, the Company had negative cash flow from operations and a comprehensive loss of \$812,878. At March 31, 2024, the Company had working capital of \$222,020. The Company will require equity or loan financing and/or the sale of its assets in order to continue exploration of its exploration and evaluation assets and fund its administrative expenses.

These condensed consolidated interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. These conditions may cast significant doubt about the Company’s ability to continue as a going concern.

Principles of Consolidation

These condensed consolidated interim financial statements incorporate the accounts of the Company and the following subsidiary:

Name of subsidiary	Country of incorporation	Percentage ownership	Principal activity
Intor Resources Corporation	USA	100%	Exploration of mineral properties

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

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The Company consolidates the subsidiary on the basis that it controls the subsidiary through its ability to govern its financial and operating policies. All intercompany balances and transactions have been eliminated on consolidation.

Basis of Measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as and measured at their fair value. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting except for cash flow information. All dollar amounts are expressed in Canadian dollars unless otherwise specified.

Critical Accounting Judgments, Estimates and Assumptions

The preparation of the Company's condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the condensed consolidated interim financial statements and reported amounts of income and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant estimates and critical judgements were the same as those stated in Note 2 to the audited financial statements as at and for the year ended September 30, 2023.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies followed by the Company are set out in Note 3 to the audited financial statements for the years ended September 30, 2023 and 2022 and have been consistently followed in the preparation of these condensed consolidated interim financial statements.

New Standards and Interpretations Adopted

On October 1, 2023, the Company adopted the following amendments to IAS 1 and IFRS Practice Statement 2:

Amendments to IAS 1 – Classification of Liabilities as Current or Non-current

The amendments to IAS 1 affect only the presentation of liabilities as current or non-current in the consolidated statements of financial position and not the amount or timing of recognition of any asset, liability, income, or expenses, or the information disclosed about those items.

The amendments clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of "settlement" to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets, or services.

The amendments are applied retrospectively for annual periods beginning on or after January 1, 2023, with early application permitted.

Amendments to IAS 1 – Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements – Disclosure of Accounting Policies

The amendments change the requirements in IAS 1 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial

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statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in IAS 1 are also amended to clarify that accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. The IASB's amendments also developed guidance and examples to explain and demonstrate the application of the 'four-step materiality process' described in IFRS Practice Statement 2.

The amendments to IAS 1 are effective for annual periods beginning on or after January 1, 2023, with earlier application permitted and are applied prospectively. The amendments to IFRS Practice Statement 2 do not contain an effective date or transition requirements.

4. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The fair values of the Company's receivables, accounts payable and accrued liabilities, and due to related parties approximate their carrying values because of the short-term nature of these instruments. The fair values of reclamation bonds, and reclamation liabilities also approximate their carrying values.

The following table illustrates the classification of the Company's financial instruments within the fair value hierarchy as at March 31, 2024 and September 30, 2023:

	Level 1	Level 2	Level 3
March 31, 2024:			
Cash	\$ 137,173	\$ -	\$ -
Marketable securities	\$ 45,868	\$ -	\$ -
September 30, 2023:			
Cash	\$ 221,845	\$ -	\$ -
Marketable securities	\$ 119,950	\$ -	\$ -

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk

The Company is subject to credit risk on its cash and receivables. The Company limits its exposure to credit loss on cash by placing its cash with credit worthy financial institutions. The Company's receivables consist of goods and services tax receivable from the Government of Canada, exploration expenses incurred on behalf of third parties, and other receivables.

Management believes that credit risk concentration with respect to receivables is minimal. The composition of receivables as at March 31, 2024 and September 30, 2023 is as follows:

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

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	March 31, 2024	September 30, 2023
Goods and services tax receivable	\$ 36,620	\$ 25,027
Other receivables	32,722	4,310
Allowance for doubtful receivables	(4,331)	(4,310)
	<u>\$ 65,011</u>	<u>\$ 25,027</u>

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. Management intends to obtain additional equity or loan financing and/or dispose of its marketable securities or other assets in order to meet its current liabilities as they become due. See going concern discussion in Note 2.

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.

a) Interest rate risk

The Company has cash balances which are not subject to significant risks in fluctuating interest rates. The Company monitors the investments it makes and is satisfied with the credit ratings of its banks. An increase to interest rates by 1% would have an insignificant effect on the Company's operations.

b) Foreign currency risk

Currency risk is the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate because of changes in foreign currency exchange rates. The Company's currency risk primarily arises from financial instruments denominated in US dollars that are held at the parent company level, as the functional currency of the parent company is Canadian dollars. Conversely for the Company's subsidiary who has a US dollar functional currency, currency risk primarily arises from financial instruments denominated in Canadian dollars that are held at the subsidiary company level.

The Company is exposed to foreign currency risk on fluctuations related to cash and accounts payable and accrued liabilities that are denominated in US dollars.

At March 31, 2024, a 10% fluctuation in the US dollar against the Canadian dollar would affect profit and loss by approximately \$3,000.

c) Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings, or ability to obtain equity financing, due to movements in individual equity prices or general movements in the level of the stock market. The Company's marketable securities are subject to price risk. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices including gold and lithium, as well as individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

At March 31, 2024, a 10% fluctuation in the fair value of the Company's marketable securities would affect comprehensive income (loss) by approximately \$5,000.

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

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(Unaudited – Prepared by Management)

5. MARKETABLE SECURITIES

	March 31, 2024	September 30, 2023
Fair value, opening	\$ 119,950	\$ 240,356
Acquisitions (Note 7(e))	-	150,000
Proceeds on sale	(44,917)	(206,507)
Loss on marketable securities	(29,165)	(63,899)
	\$ 45,868	\$ 119,950

As of March 31, 2024, the Company held 1,310,500 common shares of Global Energy Metals Corporation (TSXV: GEMC), of which 625,000 were restricted, and were released on May 11, 2024.

As of September 30, 2023, the Company held 2,399,000 common shares of Global Energy Metals Corporation (TSXV: GEMC), of which 1,875,000 were restricted.

The Company has determined that it does not hold significant influence in any of its investments. The fair value is determined at each reporting date by reference to the closing price of these common shares which are publicly traded.

6. PREPAID EXPENSES AND DEPOSITS

	March 31, 2024	September 30, 2023
Deposits	\$ 7,721	\$ 28,728
Prepaid insurance	12,629	26,565
Prepaid marketing	62,374	98,332
Other	9,372	2,261
	\$ 92,096	\$ 155,886

7. EXPLORATION AND EVALUATION ASSETS

Title to exploration and evaluation asset interests involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous historical title conveyance characteristic of many mineral claims. The Company has investigated title to all of its exploration and evaluation asset interests and, to the best of its knowledge, title to all of its interests are in good standing. The exploration and evaluation assets the Company has committed to earn interests in are located in the State of Nevada, USA.

Schedule of Exploration and Evaluation Assets for the Period Ended March 31, 2024

	Badlands	Coronado	Gemini	Jackson Wash	Total
Balance, September 30, 2023	\$ 25,092	\$ 840,045	\$ 525,079	\$ -	\$ 1,390,216
Acquisition costs	895	60,000	12,368	-	73,263
Claim maintenance	-	-	5,619	817	6,436
Write-down of Jackson Wash	-	-	-	(817)	(817)
Translation adjustment	(52)	(1,453)	(1,094)	-	(2,599)
Balance, March 31, 2024	\$ 25,935	\$ 898,592	\$ 541,972	\$ -	\$ 1,466,499

NEVADA SUNRISE METALS CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

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Schedule of Exploration and Evaluation Assets for the Year Ended September 30, 2023

	Badlands	Lovelock/ Treasure Box	Coronado	Gemini	Jackson Wash	Total
Balance, September 30, 2022	\$ -	\$ 6,799	\$ 817,536	\$ 466,804	\$ 113,087	\$ 1,404,226
Acquisition costs	890	-	-	-	-	890
Sale of Lovelock	-	(6,673)	-	-	-	(6,673)
Claim maintenance	24,031	-	31,834	63,290	13,957	133,112
Write-down of Jackson Wash	-	-	-	-	(124,960)	(124,960)
Translation adjustment	171	(126)	(9,325)	(5,015)	(2,084)	(16,379)
Balance, September 30, 2023	\$ 25,092	\$ -	\$ 840,045	\$ 525,079	\$ -	\$ 1,390,216

Exploration and evaluation costs for the six months ended March 31, 2024 and 2023 were allocated as follows:

	2024	2023
Kinsley Mountain	\$ -	\$ 151,445
Gemini	125,935	1,342,628
Lovelock/Treasure Box	-	1,931
Coronado	1,190	-
	\$ 127,125	\$ 1,496,004

(a) Kinsley Mountain

As at March 31, 2024, the Company has a 18.74% (2023 – 20.01%) interest in Kinsley Gold LLC, which holds a mining lease agreement relating to the Kinsley Mountain property. The mining lease agreement has a 3% net smelter royalty on production. The mining lease agreement initially ran through June 2020, however, Kinsley Gold LLC has the right to terminate the lease upon thirty days written notice or to extend the lease beyond 2020 provided it continues to make the required advance minimum royalty payments (the “Royalty Payments”) (see below). Per the terms of the mining lease agreement, Kinsley Gold LLC has an obligation to expend a minimum per calendar year of US\$500,000 (the “Minimum Expenditures”) (which includes the Royalty Payments) (2023 – obligation met) in exploration, development and mining activities on the Kinsley Mountain property.

The Royalty Payments included within the “Minimum Expenditures” are as follows for the years ending September 30:

- 2019: \$170,000 (*paid*)
- 2020, 2021, 2022, 2023: \$220,000 (*paid*)
- 2024 and thereafter: \$220,000

In early 2020, the Company elected to have its interest in Kinsley Gold LLC be diluted pursuant to the terms of the Kinsley Mountain joint venture agreement. The Company did not pay the 2019 cash call amount and consequently, its interest in Kinsley Gold LLC was reduced from 20.94% to 20.01%.

The Company elected to participate in the 2021 and 2022 exploration programs. The Company elected not to participate in the 2023 exploration program and the Company’s interest was reduced to 18.74%.

During the year ended September 30, 2023, the Company paid a total of US \$112,194 (CAD \$152,339) as part of the Company’s proportionate share of the 2022 cash calls of which US\$44,022 (CAD\$59,761) was paid for the Company’s proportionate share of the 2022 Royalty Payments.

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For the three and six months ended March 31, 2024 and 2023

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(b) Gemini

The Company owns a 100% interest in a group of mineral claims known as the Gemini lithium property (“Gemini”). These claims were acquired by way of staking. Gemini is located in the Lida Valley, Esmeralda County, Nevada.

During the six months ended March 31, 2024, the Company recorded \$5,619 in claims maintenance. During the year ended September 30, 2023, the Company recorded \$63,290 in claims maintenance.

(c) Badlands

The Company owns a 100% interest in a group of mineral claims known as the Badlands lithium property (“Badlands”). These claims were acquired during the year ended September 30, 2023, by way of staking. Badlands is located in the Lida Valley, Esmeralda County, Nevada. During the six months ended March 31, 2024, the Company recorded \$895 in acquisition costs. During the year ended September 30, 2023, the Company recorded \$890 to acquisition costs and \$24,031 to claims maintenance.

(d) Jackson Wash

On December 17, 2015, the Company entered into an option agreement to purchase a 100% interest in the Jackson Wash lithium property located in the Jackson Valley, Esmeralda County, Nevada.

For the option to purchase a 100% interest in the property, the Company agreed to issue 500,000 common shares of the Company to the optionor over 3 years (issued).

The Jackson Wash property is subject to a 3% gross overriding royalty.

During the six months ended March 31, 2024, the Company recorded \$817 in claims maintenance, but wrote it off during the same period. During the year ended September 30, 2023, the Company recorded \$13,957 in claims maintenance; however, due to delays in exploring the property, the Company wrote off acquisition costs and claim maintenance fees of \$124,960.

(e) Lovelock/Treasure Box

The Company acquired a 100% interest in the Lovelock cobalt property and the Treasure Box copper property located in Churchill County, Nevada by way of option agreement.

The Company further entered into a mining option agreement with Global Energy Metals Corp. (“GEMC”), whereby GEMC acquired an 85% interest in the Lovelock cobalt property and the Treasure Box copper property, with the Company retaining a 15% interest.

As per the terms of the mining option agreement with GEMC, GEMC made a final payment of 750,000 GEMC shares to the Company on October 6, 2020 with a fair value of \$142,500 resulting in a gain on sale of exploration and evaluation assets of \$68,401.

The Company is entitled to a management fee equal to 10% of the expenditure incurred on the properties, which can be reduced to 5% if expenditures in any calendar month exceed \$50,000.

The property is subject to a 2% net smelter royalty (“NSR”) of which 1% can be repurchased by GEMC before December 22, 2027 for US\$1,500,000.

On April 26, 2023, the Company entered into a binding purchase and sale agreement with Global Energy Metals Corporation (“GEMC”) for GEMC to acquire the Company’s remaining 15% interest in the Lovelock cobalt property and Treasure Box copper property from the Company.

As per the terms of the binding purchase and sale agreement with GEMC, the Company received the payment of 2,500,000 GEMC shares on September 12, 2023 with a fair value of \$150,000 resulting in a gain on sale of exploration and evaluation assets of \$143,293.

NEVADA SUNRISE METALS CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

(f) Coronado

On September 25, 2018, the Company entered into a definitive option agreement (“Coronado Option Agreement”) to acquire a 100% interest in the Coronado copper property located in the Tobin Sonoma Range of Pershing County, Nevada in consideration for cash and share payments, and minimum exploration expenditures as described below:

Payment Due Dates	Cash Payments	Share Payments	Minimum Exploration Expenditures
On October 24, 2018	US\$30,000 (paid)	200,000 (issued with a fair value of \$14,000)	US\$50,000 (incurred)
On or before September 25, 2019 ⁽¹⁾⁽²⁾	US\$35,000 (paid)	300,000 (issued with a fair value of \$15,000)	US\$100,000 (incurred)
On or before September 25, 2020	US\$40,000 (paid)	400,000 (issued with a fair value of \$98,000)	US\$150,000 (incurred)
On or before September 25, 2021	US\$50,000 (paid)	500,000 (issued with a fair value of \$30,000)	US\$300,000
On or before September 25, 2022 ⁽³⁾	US\$1,250,000	600,000	US\$500,000
Total	US\$1,405,000	2,000,000	US\$1,100,000

- (1) On September 25, 2019, the Company paid the vendors US\$5,000 to extend the due date of the US\$35,000 option payment to December 25, 2019.
- (2) On December 14, 2019, the Company paid the vendors US\$5,000 to extend the due date of the US\$35,000 option payment to February 24, 2020.
- (3) On January 28, 2022, the Company amended the terms of the Coronado Option Agreement. The provisions for the US\$1,250,000 cash payment, 600,000 share payment, and US\$500,000 work commitment due on or before September 25, 2022 were amended and replaced as follows:

Payment Due Dates	Cash Payments	Share Payments	Minimum Exploration Expenditures
On or before September 25, 2022	US\$50,000 (paid)	500,000 (issued with a fair value of \$147,500)	US\$300,000
On or before September 25, 2023	US\$50,000	500,000	US\$300,000
On or before September 25, 2024	US\$50,000	500,000	US\$300,000
On or before September 25, 2025	US\$50,000	500,000	US\$300,000
On or before September 25, 2026	US\$1,050,000	600,000	

On December 21, 2023, the Company amended the terms of the Coronado Option Agreement. The provisions for the US\$50,000 cash payment, 500,000 share payment, and US\$300,000 work commitment due on or before September 25, 2023 were amended and replaced as follows:

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

Payment Due Dates	Cash Payments	Share Payments	Minimum Exploration Expenditures
On or before September 25, 2023	\$Nil	750,000 (issued with fair value of \$60,000)	\$Nil
On or before September 25, 2024	US\$75,000	750,000	US\$300,000
On or before September 25, 2025	US\$75,000	500,000	US\$300,000
On or before September 25, 2026	US\$1,050,000	600,000	US\$300,000

The vendor shall retain a 2% net smelter returns royalty, half of which can be purchased by the Company at any time for US\$1,500,000, less any advance royalty payments made by the Company. An advance royalty payment of US\$500,000 would be payable to the vendors upon completion of a feasibility study.

During the year ended September 30, 2023, the Company recorded \$31,834 in claims maintenance.

8. RECLAMATION BONDS

At March 31, 2024 and September 30, 2023, the Company has posted reclamation bonds on its mineral properties with the Nevada Bureau of Land Management as a guarantee of exploration site restoration.

	March 31, 2024	September 30, 2023
Coronado – Note 7(f)	\$ 19,511	\$ 19,551
Gemini – Note 7(b)	18,417	18,456
Roulette	9,081	9,100
Neptune	-	21,967
Jackson Wash – Note 7(d)	-	19,216
	\$ 47,009	\$ 88,290

9. RECLAMATION LIABILITY

As at March 31, 2024, the Company has recognized a \$Nil (September 30, 2023 - \$4,073) reclamation liability for its obligation to perform reclamation work at the Gemini property, which was completed in January 2024.

10. SHARE CAPITAL AND CONTRIBUTED RESERVES**a) Authorized:**

Unlimited common shares without par value.

b) Issued:***During the Six Months Ended March 31, 2024:***

- On October 26, 2023, the Company closed the final tranche of the private placement and issued 6,110,000 units at a price of \$0.08 per unit for gross proceeds of \$488,800. A total of 9,672,500 units were sold in the two tranches of the private placement for gross proceeds of \$773,800. Each unit contained one common share and one common share purchase warrant, and each warrant entitles the holder to purchase an additional common share at a price of \$0.12 until October 26, 2025. The expiry date of these warrants were subsequently extended until October 26, 2027, see Note 10(e). The Company issued 40,600 special finder's warrants, each entitling the holder to purchase one common share and one warrant at a price of \$0.08. Each warrant entitles the holder to purchase one common share at a price of \$0.12 until October 26, 2025. The special finder's warrants had a fair value of \$2,149.

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

- On January 24, 2024, the Company issued 750,000 common shares with a fair value of \$60,000 for the Coronado Property (see Note 7(f)).

During the Year Ended September 30, 2023:***Private placements***

- On September 15, 2023, the Company closed the first tranche of a private placement and issued 3,562,500 units at a price of \$0.08 per unit for gross proceeds of \$285,000. Each unit contained one common share and one common share purchase warrant “warrant” entitling the holder to purchase an additional common share at \$0.12 until September 15, 2025. No value was attributed to the warrant under the residual value method. Subsequently, the expiry date of these warrants was extended to September 15, 2027 (Note 10(e)). The Company paid cash share issuance costs of \$11,654 and issued 66,500 special finder’s warrants entitling the holder to purchase one common share and one warrant at a price of \$0.08, with each warrant entitling the holder to purchase one common share at a price of \$0.12 until September 15, 2025. The special finder’s warrants had a fair value of \$7,987.

Exercise of Warrants and Options:

- The Company issued 1,158,000 common shares pursuant to the exercise of warrants with an exercise price of \$0.16 for proceeds of \$185,280.
- The Company issued 44,100 common shares pursuant to the exercise of finder’s warrants with an exercise price of \$0.16 for proceeds of \$7,056.
- The Company issued 300,000 common shares pursuant to the exercise of options with an exercise price of \$0.125 for proceeds of \$37,500 and issued 470,000 common shares pursuant to the exercise of options with an exercise price of \$0.18 for proceeds of \$84,600. As a result, the fair value of the options when granted of \$104,883 was reallocated to share capital.

c) Special Finder’s Warrants:

At March 31, 2024, there were 107,100 special finder’s warrants outstanding entitling the holders to purchase one common share and one warrant at a price of \$0.08, with each warrant entitling the holder to purchase one common share at a price of \$0.12.

The fair value of the special finder’s warrant was calculated using the Geske Compound Option Pricing Model using the assumptions below. Fair value is particularly impacted by stock price volatility, determined using historical price data for a term equivalent to the expected life of the special finder’s warrant.

	October 26, 2023	September 15, 2023
Stock price	\$0.08	\$0.09
Risk-free interest rate	4.64%	4.73%
Expected life of special finder’s warrant	2 Years	2 years
Annualized volatility	130.88%	136.71%
Expected dividend rate	0%	0%
Weighted average fair value per special finder’s warrant	\$0.05	\$0.12

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

Special finder's warrant transactions and the number of special finder's warrants outstanding are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance at September 30, 2022	-	\$ -
Special finder's warrants issued	66,500	0.08
Balance at September 30, 2023	66,500	\$ 0.08
Special finder's warrants issued	40,600	0.08
Balance at March 31, 2024	107,100	\$ 0.08

d) Finder's Warrants:

At March 31, 2024, there were 139,825 finder's warrants outstanding entitling the holders to purchase one common share for each warrant. 139,825 finder's warrants have an exercise price of \$0.20 per share until June 29, 2024 and were initially recorded with a fair value of \$22,238.

The fair values of the finders' warrants were calculated using the Black-Scholes Option Pricing Model using the weighted average assumptions below. Fair value is particularly impacted by stock price volatility, determined using historical price data for a term equivalent to the expected life of the warrant.

	June 29, 2022
Stock price	\$0.22
Risk-free interest rate	3.16%
Expected life of warrants	2 years
Annualized volatility	146%
Expected dividend rate	0%
Weighted average fair value per warrant	\$0.16

Finder's warrant transactions and the number of finder's warrants outstanding are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance at September 30, 2022	225,925	\$ 0.18
Finder's warrants exercised	(44,100)	0.16
Finder's warrants expired	(42,000)	0.16
Balance at September 30, 2023 and March 31, 2024	139,825	\$ 0.20

As a result of 44,100 finder's warrants being exercised, the fair value of the finder's warrants when granted of \$5,568 was reallocated to share capital.

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

e) Warrants:

Warrant transactions and the number of warrants outstanding are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance at September 30, 2022	11,975,133	\$ 0.27
Warrants exercised	(1,158,000)	0.16
Warrants issued – private placement	3,562,500	0.12
Warrants expired	(3,317,133)	0.24
Balance at September 30, 2023	11,062,500	\$ 0.24
Warrants issued – private placement	6,110,000	0.12
Balance at March 31, 2024	17,172,500	\$ 0.16

At March 31, 2024, there were 17,172,500 warrants outstanding and exercisable entitling the holders thereof the right to purchase one common share for each warrant held as follows:

Number of Warrants	Exercise Price	Expiry Date
7,500,000	\$0.205	June 29, 2026
3,562,500	\$0.12	September 15, 2027
6,110,000	\$0.12	October 26, 2027

On November 27, 2023, 3,562,500 warrants that has been issued as part of the closing of the first tranche of the private placement on September 15, 2023 with an exercise price of \$0.12 and original expiry date of September 15, 2025 were extended to September 15, 2027.

On November 27, 2023, 6,110,000 warrants that had been issued as part of the closing of the final tranche of the private placement on October 26, 2023 with an exercise price of \$0.12 and original expiry date of October 26, 2025 were extended to October 26, 2027.

On December 22, 2023, 7,500,000 warrants that had been issued as part of the June 29, 2022 private placement with an original exercise price of \$0.30 were reduced to \$0.205 and the expiration date of June 29, 2024 was extended to June 29, 2026.

At March 31, 2024, the warrants had a weighted average remaining life of 2.97 years.

f) Options

The Company has a stock option plan whereby it may grant options to employees, directors, officers, consultants and certain other service providers. The maximum number of options that may be granted under the plan is 10% of the issued and outstanding common shares. Options are exercisable for a maximum of 10 years. The exercise price of the options is set in accordance with the policies of the TSX-V. Stock options are subject to vesting requirements as determined by the Company's Board of Directors.

During the Six Months Ended March 31, 2024:

On October 31, 2023, 895,000 options with exercise price of \$0.105 expired.

On November 22, 2023, the Company granted 4,400,000 stock options to consultants, directors, and officers of the Company. The stock options are exercisable at a price of \$0.08 per share until November 22, 2028. 4,100,000 options vest immediately, and 25% of the remaining 300,000 options vest every 3 months, beginning 3 months from November 22, 2023.

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

On December 5, 2023, the Company granted 200,000 stock options to a consultant of the Company. The stock options are exercisable at \$0.08 per share until December 5, 2028 and vest immediately.

On March 26, 2024, 450,000 options with exercise price of \$0.09 expired.

During the six months ended March 31, 2024, the Company recognized share-based payments of \$323,520 (2023 - \$68,489).

During the Year Ended September 30, 2023:

On November 14, 2022, the Company granted 300,000 stock options to a consultant. The stock options are exercisable at a price of \$0.25 per share until November 14, 2027 and vest immediately. The fair value of the options granted is \$68,489.

The fair values of stock options were calculated using the Black-Scholes Option Pricing Model using the range of assumptions below. Fair value is particularly impacted by stock price volatility, determined using historical price data for a term equivalent to the expected life of the option.

	November 22, 2023	November 14, 2022
Weighted average fair value of options	\$0.07	\$0.23
Risk-free interest rate	3.33%	3.33%
Expected life of options	5 years	5 years
Annualized volatility	146%	150%
Expected dividend yield	0%	0%

Stock option transactions and the number of stock options outstanding are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Balance at September 30, 2022	7,045,000	\$ 0.12
Options granted	300,000	0.25
Options expired	(380,000)	0.18
Options exercised	(770,000)	0.16
Balance at September 30, 2023	6,195,000	\$ 0.11
Options granted	4,600,000	0.08
Options expired	(1,345,000)	(0.10)
Balance at March 31, 2024	9,450,000	\$ 0.10

At March 31, 2024, there were 9,450,000 options outstanding and exercisable entitling the holders thereof the right to purchase one common share for each option held as follows:

Number of Options	Exercise Price	Number of Options Exercisable	Expiry Date
2,300,000	\$0.125	2,300,000	March 3, 2026
500,000	\$0.125	500,000	March 9, 2026
1,600,000	\$0.06	1,600,000	January 20, 2027
150,000	\$0.29	150,000	June 7, 2027
300,000	\$0.25	300,000	November 14, 2027
4,400,000	\$0.08	4,175,000	November 22, 2028
200,000	\$0.08	200,000	December 5, 2028
9,450,000		9,225,000	

At March 31, 2024, the stock options had a weighted average remaining life of 3.38 years.

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

11. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows. During the six months ended March 31, 2024 and 2023, the following non-cash transactions were excluded from the statements of cash flows:

	2024	2023
Fair value of finders' warrants issued as share issuance costs	\$ 2,149	\$ -
Fair value of common shares issued for exploration and evaluation assets	\$ 60,000	\$ -
Capitalized exploration property costs in accounts payable	\$ 12,368	\$ -
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

12. EARNINGS PER SHARE

The following table provides a reconciliation between the number of basic and fully diluted shares outstanding for the six months ended March 31, 2024 and 2023:

	March 31, 2024	March 31, 2023
Weighted daily average of common shares	108,943,689	97,902,935
Dilutive effect of stock options	-	-
Dilutive effect of warrants	-	-
Weight average number of diluted shares	108,943,689	97,902,935

13. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having the authority and responsibility of planning, directing and executing the activities of the Company. The Company has determined that its key management personnel consist of its Chief Executive Officer, Chief Financial Officer, Corporate Secretary, and Board of Directors.

Remuneration attributed to key management personnel or companies controlled by key management personnel during the six months ended March 31, 2024 and 2023 is summarized as follows:

	2024	2023
Directors' fees	\$ 24,000	\$ 41,500
Management fees and salaries	60,510	110,500
Share issuance costs	3,000	3,000
Share-based payments	195,654	-
	\$ 283,164	\$ 155,000

NEVADA SUNRISE METALS CORPORATION**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

The Company incurred the following charges by a law firm in which a director of the Company is a partner and by another public company with a director and officer in common with the Company during the six months ended March 31, 2024 and 2023:

		2024		2023
Legal	\$	3,269	\$	5,515
Rent		19,033		18,531
	\$	22,302	\$	24,046

At March 31, 2024, prepaid expenses and deposits includes \$5,000 (September 30, 2023 - \$5,000) paid to a company with a director and officer in common with the Company as a rent deposit.

At March 31, 2024, due to related parties includes \$7,270 (September 30, 2023 - \$7,034) payable to a company with a director and officer in common with the Company for office rent.

At March 31, 2024, due to related parties includes \$Nil (September 30, 2023 - \$69,847) payable to the Chief Executive Officer of the Company for expense reimbursements.

At March 31, 2024, due to related parties includes \$1,338 (September 30, 2023 - \$1,338) owed by a director of the Company for payroll taxes.

At March 31, 2024, due to related parties includes \$Nil (September 30, 2023 - \$2,551) payable to the Chief Financial Officer of the Company for expense reimbursements.

At March 31, 2024, due to related parties includes \$4,000 (September 30, 2023 - \$8,000) payable to directors of the Company for director's fees.

At March 31, 2024, due to related parties includes \$5,444 (September 30, 2023 - \$10,370) payable to a law firm in which a director of the Company is a partner for legal fees.

Amounts due from/to related parties are unsecured, non-interest bearing and have no specific terms of repayment.

14. SEGMENTED INFORMATION

The Company operates in one reportable operating segment, being the exploration and evaluation of mineral properties in Nevada, USA. All of the Company's non-current assets are located in the United States.

15. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of exploration and evaluation assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. In the management of capital, the Company includes components of equity as capital.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent upon external financings or the sale of assets to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital, receive cash and shares pursuant to option agreements, sell assets, and raise additional funds as needed. 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

NEVADA SUNRISE METALS CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended March 31, 2024 and 2023

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

during the six months ended March 31, 2024. The Company is not currently subject to externally imposed capital requirements.