
SOKOMAN MINERALS CORP.
CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS
THREE AND NINE MONTHS ENDED
MARCH 31, 2023
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Sokoman Minerals Corp. ("Sokoman" or the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

Sokoman Minerals Corp.

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at March 31, 2023	As at June 30, 2022
ASSETS		
Current assets		
Cash and cash equivalents	\$ 5,958,060	\$ 10,339,658
Amounts receivable (note 3)	306,527	613,563
Prepaid expenses (note 3)	65,295	43,746
Security deposit (note 3)	2,400	2,150
Marketable securities (note 4)	141,428	165,594
Total current assets	6,473,710	11,164,711
Non-current assets		
Property and equipment (note 5)	251,287	281,029
Exploration and evaluation assets (note 6)	978,123	1,078,684
Total assets	\$ 7,703,120	\$ 12,524,424
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 9)	\$ 431,339	\$ 1,663,718
Total liabilities	431,339	1,663,718
Equity		
Share capital (note 8)	39,401,176	35,974,018
Warrants (note 8)	2,910,867	2,376,067
Contributed surplus	6,618,398	6,262,798
Deficit	(41,658,660)	(33,752,177)
Total equity	7,271,781	10,860,706
Total equity and liabilities	\$ 7,703,120	\$ 12,524,424

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

Nature of operations and going concern (note 1)

Commitments (note 10)

Sokoman Minerals Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Expressed in Canadian Dollars)

Unaudited

	Three Months Ended March 31, 2023	Three Months Ended March 31, 2022	Nine Months Ended March 31, 2023	Nine Months Ended March 31, 2022
Expenses				
Mineral exploration expenses (notes 7 and 9)	\$ 1,450,193	\$ 1,743,872	\$ 6,829,129	\$ 6,345,655
Office and general	45,716	34,654	141,057	147,933
Filing fees	39,738	24,617	54,275	41,729
Business development and promotion (note 9)	98,057	65,786	240,385	252,483
Directors fees (note 9)	7,200	7,200	22,874	21,300
Professional fees (note 9)	28,482	29,981	98,755	124,066
Salaries and benefits (note 9)	141,617	142,318	195,586	169,490
Share-based payments (note 9)	74,254	351,692	355,600	1,176,818
Amortization (note 5)	196	244	588	732
Write down of mineral properties (note 6)	-	-	21,750	-
Net loss before other items	(1,885,453)	(2,400,364)	(7,959,999)	(8,280,206)
Other items				
Interest income	23,827	-	84,784	4,797
Loss on sale of property and equipment	-	-	734	-
Unrealized gain (loss) on marketable securities (note 4)	7,306	(51,762)	(32,002)	(85,554)
	31,133	(51,762)	53,516	(80,757)
Net and comprehensive loss for the period	\$ (1,854,320)	\$ (2,452,126)	\$ (7,906,483)	\$ (8,360,963)
Basic and diluted net loss per share	\$ (0.01)	\$ (0.01)	\$ (0.04)	\$ (0.04)
Weighted average number of common shares outstanding	229,078,047	201,991,868	219,297,779	200,542,866

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

Sokoman Minerals Corp.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)
Unaudited

	Nine Months Ended March 31, 2023	Nine Months Ended March 31, 2022
Operating activities		
Net loss for the period	\$ (7,906,483)	\$ (8,360,963)
Adjustments for:		
Amortization	588	732
Amortization in exploration expenses	59,835	47,065
Share-based compensation	355,600	1,176,818
Write down of mineral properties	21,750	-
Gain on sale of property and equipment	(734)	-
Unrealized loss (gain) on marketable securities	32,002	85,554
Changes in non-cash working capital items:		
Amounts receivable	307,036	(108,579)
Prepaid expenses	(21,549)	(19,608)
Security deposit	(250)	(1,750)
Accounts payable and accrued liabilities	(1,232,379)	(34,274)
Net cash used in operating activities	(8,384,584)	(7,215,005)
Investing activities		
Exploration and evaluation assets expenditures (net of cash received)	90,067	(18,315)
Purchase of property and equipment	(36,947)	(69,074)
Proceeds from sale of property and equipment	7,000	-
Net cash provided by (used in) investing activities	60,120	(87,389)
Financing activities		
Proceeds from private placement	4,142,752	5,000,000
Share issuance costs	(199,886)	(73,000)
Warrants exercised	-	134,210
Stock options exercised	-	122,500
Net cash provided by financing activities	3,942,866	5,183,710
Net change in cash and cash equivalents	(4,381,598)	(2,118,684)
Cash and cash equivalents, beginning of period	10,339,658	15,395,505
Cash and cash equivalents, end of period	\$ 5,958,060	\$ 13,276,821
Supplemental information		
Shares issued to acquire exploration properties	\$ 19,092	\$ 131,207
Shares received for exploration properties	\$ 7,836	\$ -

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

Sokoman Minerals Corp.

Condensed Interim Consolidated Statements of Changes in Equity

(Expressed in Canadian Dollars)

Unaudited

	Share capital					Total
	Number of shares	Share capital	Warrants	Contributed surplus	Deficit	
Balance, June 30, 2021	199,426,397	\$ 31,867,413	\$ 1,014,984	\$ 4,960,785	\$(21,487,265)	\$ 16,355,917
Private placements	12,500,000	5,000,000	-	-	-	5,000,000
Share issue costs	-	(73,000)	-	-	-	(73,000)
Warrant valuation	-	(1,405,000)	1,405,000	-	-	-
Warrants exercised	506,050	172,993	(38,783)	-	-	134,210
Stock options exercised	1,312,500	224,876	-	(102,376)	-	122,500
Shares issued to acquire exploration properties	243,449	131,207	-	-	-	131,207
Share-based payments	-	-	-	1,176,818	-	1,176,818
Net loss and comprehensive loss for the period	-	-	-	-	(8,360,963)	(8,360,963)
Balance, March 31, 2022	213,988,396	\$ 35,918,489	\$ 2,381,201	\$ 6,035,227	\$(29,848,228)	\$ 14,486,689

Balance, June 30, 2022	214,190,396	\$ 35,974,018	\$ 2,376,067	\$ 6,262,798	\$(33,752,177)	\$ 10,860,706
Private placement	14,795,544	4,142,752	-	-	-	4,142,752
Share issue costs	-	(199,886)	-	-	-	(199,886)
Warrant valuation	-	(534,800)	534,800	-	-	-
Shares issued to acquire exploration properties	92,107	19,092	-	-	-	19,092
Share-based payments	-	-	-	355,600	-	355,600
Net loss and comprehensive loss for the period	-	-	-	-	(7,906,483)	(7,906,483)
Balance, March 31, 2023	229,078,047	\$ 39,401,176	\$ 2,910,867	\$ 6,618,398	\$(41,658,660)	\$ 7,271,781

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

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

1. Nature of operations and going concern

Sokoman Minerals Corp. ("Sokoman" or "Company") is a public company listed on the TSX Venture Exchange (TSXV-SIC) and operating under the laws of the Province of British Columbia. The Company is an exploration-stage company that is in the process of exploring its mineral properties located in Canada and has not yet determined whether these properties contain reserves that are economically recoverable. The Company's registered office is 82 Richmond Street East, Toronto, Ontario M5C 1P1.

These unaudited condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern which assumes continuity of operations and realization of assets and settlement of liabilities in the normal course of business for the foreseeable future, which is at least, but not limited to, one year from March 31, 2023. At March 31, 2023, the Company has an accumulated deficit of \$41,658,660 (June 30, 2022 - deficit of \$33,752,177) and has working capital of \$6,042,371 (June 30, 2022 - \$9,500,993). The Company's ability to continue as a going concern is dependent upon its ability to generate sufficient funds and continue to obtain sufficient capital from investors to meet its current and future obligations. The Company is subject to risks and challenges similar to other exploration stage companies. As a result of these risks, a material uncertainty exists that casts significant doubt as to the appropriateness of the going concern assumption. There is no assurance that the Company's funding initiatives will continue to be successful and these unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and consolidated statements of financial position classifications that would be necessary if the going concern assumption was inappropriate. These adjustments could be material. The Company will have to raise additional funds to advance its exploration and development efforts and, while it has been successful in doing so in the past, there can be no assurance that it will be able to do so in the future.

2. Summary of significant accounting policies

Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34 - Interim Financial Reporting. The accounting policies followed in these unaudited condensed interim consolidated financial statements are the same as those applied in the audited annual financial statements of the Company for the year ended June 30, 2022.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS issued and outstanding as of May 26, 2023, the date the Audit Committee approved the statements.

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and disclosures of contingent assets and contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant accounts that require estimates as the basis for determining the stated amounts include exploration and evaluation assets, share-based payments, allocation of financing proceeds, and income taxes. Differences may be material.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

2. Summary of significant accounting policies (continued)

New and future accounting pronouncements

Amendment to IAS 1 - Presentation of Financial Statements - Classification of Liabilities as Current or Non-Current

In January 2020, the IASB issued amendments to clarify the requirements for classifying liabilities as current or non-current. The amendments specify that the conditions which exist at the end of a reporting period are those which will be used to determine if a right to defer settlement of a liability exists. The amendments also clarify the situations that are considered a settlement of a liability. The amendments are effective for annual periods beginning on or after January 1, 2023. The amendments must be applied retrospectively in accordance with IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors. The Company is in the process of assessing the impact the amendments may have on future financial statements and plans to adopt the new standard retrospectively on the required effective date.

IFRS 10 - Consolidated Financial Statements ("IFRS 10") and IAS 28 - Investments in Associates and Joint Ventures ("IAS 28")

IFRS 10 and IAS 28 were amended in September 2014 to address a conflict between the requirements of IAS 28 and IFRS 10 and clarify that in a transaction involving an associate or joint venture, the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business. The effective date of these amendments is yet to be determined; however early adoption is permitted. The amendments are not expected to have a significant impact on the Company's consolidated financial statements.

3. Amounts receivable, prepaid expenses and security deposit

	As at March 31, 2023	As at June 30, 2022
Prepaid expenses	\$ 65,295	\$ 43,746
Security deposit	2,400	2,150
HST receivable	238,088	491,920
Accounts receivable	11,439	76,831
Interest receivable	57,000	44,812
	\$ 374,222	\$ 659,459

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

4. Marketable securities

All of the marketable securities held by the Company were acquired through current and prior year's property option and sales transactions with the below listed companies. As at March 31, 2023, the following securities were included in marketable securities:

	Number of shares	Acquisition cost	Fair value adjustment	Fair value
Thunder Gold Corp. (formerly White Metal Resources Corp.) (i)	1,750,000	\$ 102,500	\$ (15,000)	\$ 87,500
Trans Canada Gold Corp. (ii)	225,000	48,375	(37,125)	11,250
Canterra Minerals Corp. (iii)	500,000	115,000	(90,000)	25,000
Benton Resources Inc. (iv)	220,975	30,336	(12,658)	17,678
Newfoundland Fluorspar Exploration Ltd.	1,000,000	-	-	-
Puddle Pond Resources Inc.	150,000	-	-	-
		\$ 296,211	\$ (154,783)	\$ 141,428

(i) The Company received a total of 1,750,000 shares as option payments valued at \$102,500 at the time of receipt for its Startrek property (see note 6).

(ii) The Company received 225,000 shares as an option payment valued at \$48,375 at the time of receipt for its Crippleback property (see note 6).

(iii) The Company received an aggregate of 500,000 shares as an option payment valued at \$115,000 at the time of receipt for its East Alder property (see note 6).

(iv) Pursuant to the Benton participation agreement, the Company received 220,975 Benton shares valued at \$30,336 at the time of receipt as Benton's contribution of the Company's Grey River option payments (see note 6).

5. Property and equipment

Cost	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2021	\$ 12,649	\$ 176,449	\$ 78,480	\$ 267,578
Additions	-	225,446	-	225,446
Disposals	-	(78,323)	-	(78,323)
Balance, June 30, 2022	12,649	323,572	78,480	414,701
Additions	-	36,947	-	36,947
Disposals	-	(21,494)	-	(21,494)
Balance, March 31, 2023	\$ 12,649	\$ 339,025	\$ 78,480	\$ 430,154

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

5. Property and equipment (continued)

Accumulated Amortization	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2021	\$ 7,760	\$ 41,850	\$ 35,684	\$ 85,294
Disposals	-	(24,791)	-	(24,791)
Depreciation for the year	976	63,633	8,560	73,169
Balance, June 30, 2022	8,736	80,692	44,244	133,672
Disposals	-	(15,228)	-	(15,228)
Depreciation for the period	588	54,699	5,136	60,423
Balance, March 31, 2023	\$ 9,324	\$ 120,163	\$ 49,380	\$ 178,867

Carrying value	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2022	\$ 3,913	\$ 242,880	\$ 34,236	\$ 281,029
Balance, March 31, 2023	\$ 3,325	\$ 218,862	\$ 29,100	\$ 251,287

6. Exploration and evaluation assets

	June 30, 2021	Additions (Disposals)	June 30, 2022	Additions (Disposals)	March 31, 2023
Moosehead	\$ 368,689	\$ -	\$ 368,689	\$ -	\$ 368,689
Crippleback	44,525	(9,000)	35,525	-	35,525
East Alder	106,500	(55,000)	51,500	-	51,500
Unity Resource	82,500	-	82,500	-	82,500
Burin Property	1	-	1	-	1
Lamaline	1	-	1	-	1
Iron Horse	1	-	1	-	1
Fleur de Lys	139,600	145,750	285,350	(91,285)	194,065
Benton Joint Venture	149,805	105,312	255,117	(9,276)	245,841
Total	\$ 891,622	\$ 187,062	\$ 1,078,684	\$ (100,561)	\$ 978,123

Moosehead

The Company acquired 100% of the property during the year ended June 30, 2018. The Company issued 7,754,371 common shares and issued 1,428,571 share purchase warrants. The purchase warrants had an exercise price of \$0.05 per share and were fully exercised in 2019. The property is subject to a 2% NSR royalty. The Company had a requirement to incur \$500,000 in exploration expenditures on the property, which was incurred during the year ended June 30, 2019. Hence this spending requirement has been met.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Fleur de Lys

In March 2021, the Company acquired the Fleur de Lys Project on the Baie Verte Peninsula of northwestern Newfoundland, through staking and option agreements.

In June 2021, the Company entered into 2 property option agreements:

- The Company can acquire a 100% interest in a property (the "Duffitt Property") subject to a 2% NSR in favour of the optionors. 1% of the NSR may be purchased by the Company for \$1,000,000. Pursuant to the option agreement, the Company can acquire 100% interest in the Duffitt Property for the following considerations:
 - Cash payment of \$20,000 (completed);
 - Issuance of 75,000 Sokoman shares upon TSX Venture Exchange approval (completed);
 - Cash payment of \$20,000 and issuance of 100,000 Sokoman shares on or before the first anniversary (completed);
 - Cash payment of \$25,000 and issuance of 100,000 Sokoman shares on or before the second anniversary; and
 - Cash payment of \$35,000 and issuance of 175,000 Sokoman shares on or before the third anniversary.

- The Company can acquire a 100% interest in a property (the "Squires/McGuire Property") subject to a 2% NSR in favour of the optionors. 1% of the NSR may be purchased by the Company for \$1,000,000. Pursuant to the option agreement, the Company can acquire 100% interest in the Squires/McGuire Property for the following considerations:
 - Cash payment of \$5,000 (completed);
 - Issuance of 25,000 Sokoman shares upon TSX Venture Exchange approval (completed);
 - Cash payment of \$10,000 and issuance of 50,000 Sokoman shares on or before the first anniversary (completed);
 - Cash payment of \$15,000 and issuance of 75,000 Sokoman shares on or before the second anniversary; and
 - Cash payment of \$20,000 and issuance of 100,000 Sokoman shares on or before the third anniversary.

Benton Joint Venture

Golden Hope and Kepenkeck

In May 2021, the Company entered into a strategic alliance with Benton Resources Inc. ("Benton") to jointly acquire and explore gold opportunities in Newfoundland. The Company and Benton acquired, by staking, a new property named the Golden Hope Joint Venture. The joint venture also includes 50-50 joint venture on Benton's Kepenkeck Gold property.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Grey River

In May 2021, the Company and Benton jointly acquired the Grey River Project optioned from local interests under letter agreements.

In July 2021, the Company entered into 2 property option agreements on behalf of the strategic alliance with Benton:

- The Company can acquire a 100% interest in a property (the "Lewis Property") subject to a 1.5% NSR in favour of the optionors. 1% of the NSR may be purchased by the Company for \$1,000,000. Pursuant to the option agreement, the Company can acquire 100% interest in the Lewis Property for the following considerations:
 - Cash payment of \$10,000 (completed);
 - Issuance of 50,000 Sokoman shares upon TSX Venture Exchange approval (completed);
 - Cash payment of \$10,000 and issuance of 50,000 Sokoman shares on or before the first anniversary (completed);
 - Cash payment of \$10,000 and issuance of 50,000 Sokoman shares on or before the second anniversary; and
 - Cash payment of \$10,000 and issuance of 500,000 Sokoman shares on or before the third anniversary.
- The Company can acquire a 100% interest in a property (the "G2B Property") subject to a 1.5% NSR in favour of the optionors. 1% of the NSR may be purchased by the Company for \$1,000,000. Pursuant to the option agreement, the Company can acquire 100% interest in the G2B Property for the following considerations:
 - Cash payment of \$10,000 (completed);
 - Issuance of 50,000 Sokoman shares upon TSX Venture Exchange approval (completed);
 - Cash payment of \$10,000 and issuance of 50,000 Sokoman shares on or before the first anniversary; and
 - Cash payment of \$10,000 and issuance of 50,000 Sokoman shares on or before the second anniversary.

During the nine months ended March 31, 2023, the Company returned the G2B Property to the vendors and wrote down the mineral properties by \$21,750.

Larry's Pond

Sokoman and Benton jointly entered into an option agreement to acquire the Larry's Pond Project. Under the terms of the joint venture, the Company will reimburse Benton for 50% of the following option payments to be made by Benton:

- Cash payment of \$10,000 on execution of the agreement (completed);
- Issuance of 50,000 Benton shares upon receipt of Exchange approval of the agreement (completed);
- Cash payment of \$10,000 and issuance of 50,000 Benton shares by the first anniversary;
- Cash payment of \$10,000 and issuance of 50,000 Benton shares by the second anniversary; and
- Cash payment of \$30,000 and issuance of 50,000 Benton shares by the third anniversary.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Central Newfoundland Gold Project

During the year ended June 30, 2017, the Company acquired, through a combination of staking and option, the central Newfoundland Gold Project which consists of three separate properties: 1. Crippleback Lake; 2. Princess Lake; and, 3. East Alder properties in central Newfoundland.

Crippleback Lake

The property was acquired during the year ended June 30, 2017. To obtain a 100% interest, the Company is committed to the following payments: total cash of \$34,500 (paid) and, share payments totaling 600,000 (issued) over a three-year option agreement. The vendors will retain a 2% NSR with a buyback of 1% for \$1 million, as well as, a 1% NSR on Sokoman's contiguous claims with a \$500,000 cash buyback of 0.5%. The vendors will also receive 10% of the value of any third party transaction Sokoman completes on the property, as well as first consideration for any eligible field work.

In June 2021, the Company entered into an option agreement with Trans Canada Gold Corp ("Trans Canada"), whereby Trans Canada can earn a 100% interest in the Crippleback property, subject to a 1% NSR, by issuing a total of 1,250,000 shares of Trans Canada (225,000 shares received) to the Company as well as cash and work commitments totaling \$600,000 over a 4-year period. In June 2022, Trans Canada returned the property to the Company with no interest retained by Trans Canada.

East Alder

The property was acquired during the year ended June 30, 2017 and consists of two licenses and two separate agreements with:

a) Benton Resources Inc.

To obtain a 100% interest in this property, the Company is committed to the following payments:

- (i) 1 million common shares, due on signing of the agreement (completed);
- (ii) \$1,500 in cash, due on signing of the agreement (completed);
- (iii) 500,000 common shares, due on first anniversary of agreement date (completed);
- (iv) 500,000 common shares, due on second anniversary of agreement date (completed);

Sokoman is also committed to \$600,000 in payments, contingent on its reaching the following milestones:

- (i) \$100,000 payment in cash/shares/or mix, upon completion of a NI 43-101 compliant resource;
- (ii) \$200,000 payment in cash/shares/or mix upon completion of a pre-feasibility;
- (iii) \$300,000 cash payment upon completion of a final/full/bankable feasibility;

Benton Resources Inc. also retains a 2% NSR of which 1% can be purchased for \$1 million.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Central Newfoundland Gold Project (continued)

b) Unity Resources – a private consortium;

To obtain a 100% interest in this property, the Company is committed to the following payments:

- (i) 750,000 common shares, due on signing of the agreement (completed);
- (ii) \$5,000 in cash, due on signing of the agreement (\$1,500 paid);
- (iii) 650,000 common shares, due on first anniversary of agreement date (completed);

Sokoman is also committed to \$600,000 in payments, contingent on its reaching the following milestones:

- (i) \$100,000 payment in cash/shares/or mix, upon completion of a NI 43-101 compliant resource;
- (ii) \$200,000 payment in cash/shares/or mix upon completion of a pre-feasibility;
- (iii) \$300,000 cash payment upon completion of a final/full/bankable feasibility;
- (iv) The vendors retain a 2% NSR of which half (1%) can be purchased for \$1 million cash.

In April 2021, the Company entered into an option agreement with Canterra Minerals Corporation ("Canterra") whereby Canterra can acquire 100% of the East Alder property. Pursuant to the terms of the option agreement, Canterra can acquire 100% of the property by issuing to the Company a total of 750,000 common shares of Canterra (500,000 common shares received) and work commitments totaling \$600,000 over a 4-year period. The Company will retain a 1.0% NSR on the property, with Canterra having the right to buy down 0.5% of the NSR for \$1,000,000.

Startrek

The Company acquired 100% interest in two antimony/gold properties in northeastern Newfoundland, the Startrek and Antimony Ridge properties. The Company has issued two million common shares of Sokoman. The property is subject to a 2% NSR royalty to the vendors. This acquisition agreement is with parties related to a Director at the time. The Antimony Ridge property has since been dropped leaving only the Startrek property.

On December 17, 2018, the Company entered into an option agreement to grant White Metal Resources Corp ("White Metal") a 100% interest in the Startrek property. On August 17, 2020, the Company amended the terms of the option agreement. Pursuant to the terms of the amended option agreement, White Metal is to issue to the Company the following as consideration:

- (i) 500,000 common shares of White Metal upon regulatory approval (received);
- (ii) 500,000 common shares on or before December 18, 2019 (received); and
- (iii) 750,000 common shares on August 17, 2020 (received).

As a result, the Company recognized an option income of \$52,500 during the year ended June 30, 2021.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

7. Mineral exploration expenses

A summary of exploration expenditures incurred for the periods ended March 31, 2023 and 2022 is as follows:

For nine months ended March 31, 2023	Moosehead	Fleur de Lys	Benton Joint Venture	Total
Field office expenses	\$ 191,333	\$ 110,011	\$ 110,939	\$ 412,283
Geo services	557,275	11,444	233,360	802,079
Drilling	2,966,070	-	827,155	3,793,225
Analysis	617,328	2,000	53,074	672,402
Wages and salaries	579,077	91,855	222,430	893,362
Amortization	59,835	-	-	59,835
Travel and accommodations	86,546	11,380	72,117	170,043
Administrative	-	-	25,900	25,900
Total	\$ 5,057,464	\$ 226,690	\$ 1,544,975	\$ 6,829,129

For nine months ended March 31, 2022	Moosehead	Fleur de Lys	Benton Joint Venture	Total
Field office expenses	\$ 549,071	\$ 130,971	\$ 68,411	\$ 748,453
Geo services	175,300	366,693	525,271	1,067,264
Drilling	3,181,723	-	245,818	3,427,541
Analysis	100,911	9,165	2,283	112,359
Wages and salaries	620,912	70,628	86,050	777,590
Amortization	47,065	-	-	47,065
Travel and accommodations	61,799	49,179	42,959	153,937
Administrative	-	-	11,446	11,446
Total	\$ 4,736,781	\$ 626,636	\$ 982,238	\$ 6,345,655

8. Share capital

(a) Authorized share capital

- (i) an unlimited number of common shares
- (ii) an unlimited number of preferred shares issued in series (none issued to date)

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

8. Share capital (continued)

(b) Common shares issued

	Number of shares	Share capital
Balance, June 30, 2021	199,426,397	\$ 31,867,413
Private placements (i)	12,500,000	5,000,000
Share issue costs (i)	-	(73,000)
Warrant valuation (i)	-	(1,405,000)
Warrants exercised	506,050	172,993
Stock options exercised	1,312,500	224,876
Shares issued to acquire exploration properties	243,449	131,207
Balance, March 31, 2022	213,988,396	\$ 35,918,489
Balance, June 30, 2022	214,190,396	\$ 35,974,018
Private placements (ii)	14,795,544	4,142,752
Share issue costs (ii)	-	(199,886)
Warrant valuation (ii)	-	(534,800)
Shares issued to acquire exploration properties	92,107	19,092
Balance, March 31, 2023	229,078,047	\$ 39,401,176

(i) On March 21, 2022, the Company completed a non-brokered private placement for total proceeds of \$5,000,000 consisting of 12,500,000 flow-through units at a price of \$0.40 per unit. Each unit consisted of one common share and one common share purchase warrant. Each whole warrant is exercisable for an exercise price of \$0.45 for a period of 24 months. In connection with the private placement, the Company incurred \$73,000 of cash share issuance costs.

The grant date fair value of the 12,500,000 warrants was estimated to be \$1,405,000 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 94%, risk-free interest rate of 2.03%, and expected life of 2 years.

(ii) On December 28, 2022, the Company completed a non-brokered private placement for total proceeds of \$4,142,752 consisting of 14,795,544 flow-through units at a price of \$0.28 per unit. Each unit consisted of one common share and one half common share purchase warrant. Each whole warrant is exercisable for an exercise price of \$0.36 for a period of 18 months. In connection with the private placement, the Company incurred \$199,886 of cash share issuance costs.

The grant date fair value of the 7,397,772 warrants was estimated to be \$534,800 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 84%, risk-free interest rate of 4.02%, and expected life of 1.5 years.

(c) Stock options

The Company has adopted an incentive stock option plan in accordance with the policies of the TSX Venture (the "Stock Option Plan") which provides that the Board of Directors of the Company may from time to time, in its discretion, grant to directors, officers, employees and consultants of the Company non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance under the Stock Option Plan shall not exceed ten percent (10%) of the issued and outstanding Common Shares exercisable for a period of up to five (5) years.

Sokoman Minerals Corp.**Notes to Condensed Interim Consolidated Financial Statements****Three and Nine Months Ended March 31, 2023****(Expressed in Canadian Dollars)****Unaudited**

8. Share capital (continued)**(c) Stock options (continued)**

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

	Number of stock options	Weighted average exercise price
Balance, June 30, 2021	9,112,500	\$ 0.17
Granted (i)	4,450,000	0.44
Exercised	(1,312,500)	0.09
Cancelled	(125,000)	0.08
Balance, March 31, 2022	12,125,000	\$ 0.28
Balance, June 30, 2022 and March 31, 2023	12,725,000	\$ 0.29

(i) On September 29, 2021, the Company granted 4,450,000 stock options to officers, directors, employees and consultants of the Company exercisable at a price of \$0.44 per common share. The options vest 1/4 each on grant date and every six months thereafter and expire in five years. The grant date fair value of \$1,423,100 was assigned to the stock options as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.35, expected dividend yield of 0%, expected volatility of 157% which is based on historical volatility of the Company's share price, risk-free rate of return of 1.11% and an expected maturity of 5 years. For the three and nine months ended March 31, 2023, \$57,341 and \$265,936, respectively (three and nine months ended March 31, 2022 - \$319,343 and \$1,009,168, respectively) was expensed to share-based compensation.

The following table reflects the actual stock options issued and outstanding as of March 31, 2023:

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding
September 12, 2023	0.16	0.45	3,950,000
February 5, 2024	0.12	0.85	500,000
November 27, 2025	0.22	2.66	2,825,000
March 14, 2026	0.295	2.96	250,000
May 13, 2026	0.46	3.12	150,000
September 28, 2026	0.44	3.50	4,450,000
May 19, 2027	0.44	4.14	600,000
	0.29	2.28	12,725,000

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

8. Share capital (continued)

(d) Warrants

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

	Number of warrants	Weighted average exercise price
Balance, June 30, 2021	13,098,650	\$ 0.39
Issued	12,500,000	0.45
Exercised	(506,050)	0.27
Expired	(13,000)	0.20
Balance, March 31, 2022	25,079,600	\$ 0.42
Balance, June 30, 2022	25,000,000	\$ 0.43
Issued	7,397,772	0.36
Balance, March 31, 2023	32,397,772	\$ 0.41

The following table reflects the warrants outstanding as of March 31, 2023:

Expiry date	Exercise price (\$)	Number of warrants outstanding
April 6, 2023 (i)	0.40	10,614,704
May 28, 2023	0.40	1,885,296
March 21, 2024	0.45	12,500,000
June 29, 2024	0.36	7,397,772
	0.41	32,397,772

(i) Subsequent to March 31, 2023, 10,614,704 warrants expired unexercised.

9. Related party transactions

(a) The Company entered into the following transactions with related parties:

(i) Included in business development and promotion is \$29,000 and \$60,250, respectively for the three and nine months ended March 31, 2023 (2022 - \$18,750 and \$56,250, respectively) paid to a company related to a director.

(ii) Included in business development and promotion is \$9,000 and \$27,000, respectively for the three and nine months ended March 31, 2023 (2022 - \$9,000 and \$27,000, respectively) paid to a director.

Sokoman Minerals Corp.

Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended March 31, 2023

(Expressed in Canadian Dollars)

Unaudited

9. Related party transactions (continued)

(iii) During the three and nine months ended March 31, 2023, the Company incurred legal fees of \$nil and \$22,531, respectively (2022 - \$nil and \$36,094, respectively) included in professional fees and share issuance costs of \$nil and \$7,730, respectively (2022 - \$nil and \$nil, respectively) to a law firm controlled by the Corporate Secretary.

(iv) Included in professional fees is \$22,232 and \$56,849, respectively (2022 - \$19,981 and \$50,107, respectively) paid to Marrelli Support Services Inc. ("MSSI") for an employee of MSSI to act as the Chief Financial Officer of the Company and bookkeeping services.

(b) Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. Remuneration of directors and key management personnel of the Company, except as noted in (a) above, was as follows:

	Three Months Ended March 31, 2023	Three Months Ended March 31, 2022	Nine Months Ended March 31, 2023	Nine Months Ended March 31, 2022
Salaries and benefits	\$ 85,936	\$ 108,021	\$ 125,811	\$ 123,271
Wages and salaries included in mineral exploration expenses	32,814	33,229	75,439	94,229
Directors fees	7,200	7,200	22,800	21,300
Share-based payments	30,281	180,634	140,438	599,339
	\$ 156,231	\$ 329,084	\$ 364,488	\$ 838,139

10. Commitments

In connection with the flow-through share financing in December 2022, the Company is committed to incur qualifying Canadian Exploration Expenditures (as such term is defined in the Income Tax Act (Canada)) of a total of \$4,142,752 by December 31, 2023. If the Company does not incur the required qualifying expenditures, it will be required to indemnify the holders of the flow-through shares for any tax and other costs payable by them as a result of the Company not making the required expenditures.

As at March 31, 2023, the Company is required to incur approximately \$2,800,000 of qualifying exploration expenditures by December 31, 2023.