



**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**WEST VAULT MINING INC.**

**For the period ended September 30, 2022**  
*(Expressed in Canadian dollars)*

Office:  
Suite 838 - 1100 Melville Street  
Vancouver, BC V6E 4A6  
Canada

TSXV: WVM  
Phone: (604) 685-8311  
Fax: (604) 484-4710  
[info@westvaultmining.com](mailto:info@westvaultmining.com)  
[www.westvaultmining.com](http://www.westvaultmining.com)

Under National Instrument 51-102, "Continuous Disclosure Obligations", Part 4 subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's external auditors, Deloitte LLP, have not performed a review of these financial statements.

November 17, 2022

**West Vault Mining Inc.**  
**Consolidated Statements of Financial Position**  
(Expressed in Canadian dollars)

	September 30, 2022	December 31, 2021
<b>Assets</b>		
<b>Current:</b>		
Cash	\$ 6,653,734	\$ 7,145,088
Accounts receivable	17,300	10,264
Prepaid expenses and deposits	55,785	65,122
<b>Total current assets</b>	<b>6,726,819</b>	<b>7,220,474</b>
Non-current assets:		
Reclamation bonds (Note 3)	245,781	239,931
Mineral properties (Note 4)	47,493,511	43,463,304
<b>Total assets</b>	<b>\$ 54,466,111</b>	<b>\$ 50,923,709</b>

**Liabilities and Equity**

<b>Current:</b>		
Accounts payable and accrued liabilities	\$ 254,476	\$ 185,465
<b>Total current liabilities</b>	<b>254,476</b>	<b>185,465</b>
Non-current liabilities:		
Deferred Revenue (Note 5)	9,661,159	8,293,757
Reclamation provision	75,831	70,138
<b>Total liabilities</b>	<b>\$ 9,991,466</b>	<b>\$ 8,549,360</b>
<b>Equity:</b>		
Share capital (Note 6)	\$ 74,862,204	\$ 74,729,995
Warrant reserve (Note 6)	-	310,748
Share based payment reserve (Note 6)	1,449,847	2,116,478
Foreign currency translation reserve	8,381,710	4,807,721
Deficit	(40,219,116)	(39,590,593)
<b>Total shareholders' equity</b>	<b>\$ 44,474,645</b>	<b>\$ 42,374,349</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 54,466,111</b>	<b>\$ 50,923,709</b>

Commitments and contingencies (Note 11)

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

Approved by the Board of Directors and authorized for issue on November 17, 2022.

/s/ Pierre Lebel  
Director

/s/ Priscila Costa Lima  
Director

**West Vault Mining Inc.**  
**Consolidated Statements of Loss and Comprehensive Loss**  
(Expressed in Canadian dollars)

	<b>Three months ended September 30, 2022</b>	Three months ended September 30, 2021	<b>Nine months ended September 30, 2022</b>	Nine months ended September 30, 2021
<b>Expenses</b>				
Professional Fees	\$ 59,045	\$ 45,021	\$ 237,149	\$ 154,861
Salaries and benefits	62,927	49,188	180,237	150,493
Office and general	23,993	21,410	81,843	60,468
Filing and transfer agent fees	24,527	17,589	72,526	78,361
Shareholder relations	26,620	12,364	37,859	105,361
Travel	4,838	7,386	11,410	7,386
Fees associated with deferred revenue	-	-	-	410,535
Consulting fees	-	143,000	-	176,000
Foreign exchange loss	150,583	-	184,486	-
Accretion (Note 5)	235,977	204,967	678,478	468,601
Loss before finance and other income	\$ 588,510	\$ 500,925	\$ 1,483,988	\$ 1,612,066
<b>Finance and Other Income</b>				
Interest income	(33,509)	(641)	(49,554)	(5,611)
<b>Net loss</b>	<b>\$ 555,001</b>	<b>\$ 500,284</b>	<b>\$ 1,434,434</b>	<b>\$ 1,606,455</b>
<b>Item that may be subsequently reclassified to net loss</b>				
Exchange differences on translating foreign operations	(2,852,765)	(1,135,263)	(3,573,989)	14,663
<b>Comprehensive (gain) loss for the period</b>	<b>\$ (2,297,764)</b>	<b>\$ (634,979)</b>	<b>\$ (2,139,555)</b>	<b>\$ 1,621,118</b>
Basic and diluted loss per share	\$ 0.01	\$ 0.01	\$ 0.02	\$ 0.03
<b>Weighted average number of common shares outstanding:</b>				
Basic and diluted	58,156,451	58,090,242	58,106,082	58,052,834

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

**West Vault Mining Inc.**  
**Consolidated Statements of Changes in Equity**  
(Expressed in Canadian dollars)

	<u>Share Capital</u>		Warrant Reserve	Share Based Payment Reserve	Foreign Currency Translation Reserve	Deficit	Total
	Number	Amount					
Balance at December 31, 2020	<b>57,989,630</b>	<b>\$ 74,559,615</b>	<b>\$ 311,323</b>	<b>\$ 2,351,420</b>	<b>\$ 5,143,895</b>	<b>\$ (37,870,032)</b>	<b>\$ 44,496,221</b>
Shares issued upon exercise of options	100,000	169,100	-	(69,100)	-	-	100,000
Share issuance - warrants	612	1,280	(575)	-	-	-	705
Expired stock options	-	-	-	(165,842)	-	165,842	-
Other comprehensive loss	-	-	-	-	(14,663)	-	(14,663)
Net loss	-	-	-	-	-	(1,606,455)	(1,606,455)
<b>Balance September 30, 2021</b>	<b>58,090,242</b>	<b>\$ 74,729,995</b>	<b>\$ 310,748</b>	<b>\$ 2,116,478</b>	<b>\$ 5,129,232</b>	<b>\$ (39,310,645)</b>	<b>42,975,808</b>
Other comprehensive gain	-	-	-	-	(321,511)	-	321,511
Net loss	-	-	-	-	-	(279,948)	(279,948)
<b>Balance December 31, 2021</b>	<b>58,090,242</b>	<b>\$ 74,729,995</b>	<b>\$ 310,748</b>	<b>\$ 2,116,478</b>	<b>\$ 4,807,721</b>	<b>\$ (39,590,593)</b>	<b>42,374,349</b>
Shares repurchased in normal course issuer bid	(275,000)	(272,736)	-	-	-	-	(272,736)
Share repurchase costs	-	(3,257)	-	-	-	-	(3,257)
Share issuance – warrants	127,595	266,672	(119,938)	-	-	-	146,734
Expired warrants	-	-	(190,810)	-	-	190,810	-
Share issuance – options	150,000	141,530	-	(51,530)	-	-	90,000
Expired stock options	-	-	-	(615,101)	-	615,101	-
Other comprehensive gain	-	-	-	-	3,573,989	-	3,573,989
Net loss	-	-	-	-	-	(1,434,434)	(1,434,434)
<b>Balance September 30, 2022</b>	<b>58,092,837</b>	<b>\$ 74,862,204</b>	<b>\$ -</b>	<b>\$ 1,449,847</b>	<b>\$ 8,381,710</b>	<b>\$ (40,219,116)</b>	<b>44,474,645</b>

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

**West Vault Mining Inc.**  
**Consolidated Statements of Cash flows**  
(Expressed in Canadian dollars)

	Nine months ended September 30, 2022		Nine months ended September 30, 2021	
Cash flows provided by (used in):				
<b>Operating activities</b>				
Net loss	\$	(1,434,434)	\$	(1,606,455)
Cash proceeds from stream sale <sup>1</sup>		-		7,611,000
Items not involving cash:				
Accretion		678,478		468,601
Changes in non-cash working capital:				
Accounts receivable		(35,254)		3,362
Prepaid expenses and other		11,879		(5,728)
Accounts payable and accrued liabilities		68,549		(322,481)
<b>Net cash used in operating activities</b>	<b>\$</b>	<b>(710,782)</b>	<b>\$</b>	<b>6,148,299</b>
<b>Investing activities</b>				
Expenditures on mineral properties (Note 4)	\$	(474,325)	\$	(665,952)
Reclamation bond returned		12,807		-
Acquisition of Hill of Gold (Note 4)		-		(315,672)
<b>Net cash used in investing activities</b>	<b>\$</b>	<b>(461,518)</b>	<b>\$</b>	<b>(981,624)</b>
<b>Financing Activities</b>				
Repurchase of shares	\$	(272,736)	\$	-
Share repurchase costs		(3,257)		-
Proceeds from warrant exercise		146,734		705
Proceeds from option exercise		90,000		100,000
<b>Net cash received from financing activities</b>	<b>\$</b>	<b>(39,259)</b>	<b>\$</b>	<b>100,705</b>
(Decrease) Increase in cash	\$	(1,211,559)	\$	5,267,380
Effect of exchange rate changes on cash denominated in a foreign currency		720,205		(11,255)
Cash, beginning of period	\$	7,145,088	\$	2,139,956
<b>Cash, end of period</b>	<b>\$</b>	<b>6,653,734</b>	<b>\$</b>	<b>7,396,081</b>
<sup>1</sup> Classified as financing activity in previous comparable period				
<b>Supplemental disclosure of cash flow information</b>				
Non-cash activities:				
Increase in trade and other payables related to mineral properties	\$	28,217	\$	18,409

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

# West Vault Mining Inc.

## Notes to the condensed consolidated interim financial statements

### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

---

#### 1. Nature of Operations and Continuance of Operations

The Company is an exploration and development company working on mineral properties it has staked or acquired in Nevada. The Company's flagship project consists of the 100% owned Hasbrouck and Three Hills gold properties (together the "Hasbrouck Project" and individually the "Hasbrouck Mine" and the "Three Hills Mine"). An updated pre-feasibility study and declaration of reserves was completed for the Hasbrouck Project in September 2016. The Company defers all acquisition, exploration and development costs related to the properties on which it is conducting exploration and advancing development. The recoverability of these amounts depends upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary permitting and financing, and future profitable production, or alternatively, upon the Company's ability to dispose of its interests on a profitable basis.

Currently, the Company is not generating revenue from the Hasbrouck Project, and does not generate sufficient cash flows to support its operations. This condition calls into question the Company's ability to continue as a going concern. In addition, should the Company decide to develop the Hasbrouck Project, the Company will need to raise additional financing. In response to the uncertainty caused by the lack of revenue and cash flows, the Company has taken several actions including actively monitoring cash flow forecasts and results, and what expenditures are required to maintain the Hasbrouck Project. At period end, the Company had \$6.7 million of cash.

The Company has sufficient cash to fund its operations, working capital requirements and capital program for more than the next 12 months. As a result, after considering all relevant information, including its actions completed to date and its future plans, management has concluded that there is no material uncertainty related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern for a period of 12 months from the consolidated statement of financial position date. The estimates used by management in reaching this conclusion are based on information available as of the date these financial statements were authorized for issuance and include internally generated cash flow forecasts. Accordingly, actual results could differ from these estimates and resulting variances may be material to management's assessment.

The COVID-19 pandemic has had a material impact on the global economy, the scale and duration of which remain uncertain. The Company has implemented a range of safety measures and monitoring procedures, consistent with directives from the province of British Columbia and the state of Nevada. However, the impact of this pandemic could include significant COVID-19 specific costs, volatility in the prices for gold and other metals, project development and mining restrictions, delays or temporary closures, travel restraints, other supply chain disruptions and workforce and contractor interruptions, including possible loss of life. While the impact of COVID-19 is expected to be temporary, the current circumstances are dynamic and the impacts of COVID-19 on our business operations, including development at the Hasbrouck Project, cannot be reasonably estimated at this time. Depending on the duration and extent of any further impact of COVID-19, the Company's future financial performance, cash flows and financial position, could be materially impacted and could result in material impairment charges to the Company's assets.

#### 2. Statement of Compliance and Basis of Presentation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34") using accounting policies consistent with IFRS and follow the same accounting policies and methods of application as our most recent annual financial statements. Accordingly, certain disclosures included in annual financial statements prepared in accordance with IFRS have been condensed or omitted and these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2021.

#### 3. Reclamation Bonds

The Company's US subsidiaries, WK-Allied Hasbrouck LLC and WK Mining (USA) Ltd ("WKM USA") have posted total statewide bonds of \$238,358 (December 31, 2021 - \$233,065) to the Bureau of Land

# West Vault Mining Inc.

## Notes to the condensed consolidated interim financial statements

### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

Management (“BLM”), while WKM USA has also posted a bond to the Division of Oil, Gas and Mining of Utah (“DOG M”) for disturbance of ground required to complete exploration work on the formerly held TUG property for \$7,423 (December 31, 2021 - \$6,866). During the period, \$12,807 was returned to the Company by the state of Nevada.

Bond amounts posted with DOGM are expected to be returned to the Company once reclaimed areas at TUG are inspected and approved.

#### 4. Mineral Properties

The Company’s flagship project is the Hasbrouck Project. The Company purchased 75% of the Hasbrouck Project in April 2014, with the remaining 25% purchased August 13, 2020 (see details on both transactions below). Since acquiring 75% of the project in 2014 the Company has been the project operator. All costs incurred by all parties on the Hasbrouck Project are included in the table below:

<b>Balance December 31, 2020</b>	<b>\$</b>	<b>42,582,991</b>
Acquisition Hill of Gold (see below)		314,087
Permitting		184,189
Salaries and Wages		246,751
Land Holding Costs		271,633
Other		44,260
Foreign Exchange Movement		(180,607)
<b>Balance December 31, 2021</b>		<b>43,463,304</b>
Prefeasibility Update Costs		43,136
Permit Holding		22,278
Salaries and Wages		115,770
Land Holding Costs		284,045
Other		34,243
Foreign Exchange Movement		3,529,906
<b>Balance September 30, 2022</b>		<b>47,493,511</b>

#### Hasbrouck Project

The Hasbrouck Project consists of the Three Hills Mine and the Hasbrouck Mine. As per the 2016 pre-feasibility study on the Hasbrouck Project, the Three Hills Mine is scheduled to commence construction three years prior to the Hasbrouck Mine. Federal permits for the Three Hills Mine were obtained in 2015 and on November 4, 2020 the Company obtained the federal mining permit to operate the Hasbrouck Mine. The Company acquired a 100% interest in the Hasbrouck Project by way of two transactions as described below.

##### 25% Acquisition – 2020

On August 13, 2020, the Company closed a sale and purchase agreement with Clover Nevada LLC, a wholly owned subsidiary of Waterton Precious Metals Fund II Cayman LP (“Waterton”), whereby the Company consolidated 100% ownership of the Hasbrouck Project. To acquire Waterton’s 25% interest in the Hasbrouck Project, the Company paid Waterton US\$10 million in cash and issued 1.0 million common shares worth \$1.3 million based on the share price at the time of issuance.

##### 75% Acquisition – 2014

On January 24, 2014, the Company signed a purchase agreement (the “Hasbrouck PA”) with Allied Nevada Gold Corp. (“ANV”) to acquire a 75% interest in ANV’s Hasbrouck Project. The Company made a non-



## West Vault Mining Inc.

### Notes to the condensed consolidated interim financial statements

#### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

---

refundable US\$500,000 cash deposit upon execution of the letter agreement and an additional US\$19.5 million payment on April 23, 2014 at which time the Company's purchase was completed.

#### Sprott Stream Transaction

On March 1, 2021, the Company announced the closing of a gold and silver Purchase and Sale Agreement (the "Stream Agreement") with Sprott Private Resource Streaming and Royalty Corp ("Sprott") for 1.41% of all the refined gold and silver to be produced over the life of mine from the Hasbrouck Project.

In consideration of the Stream Agreement, Sprott has paid the Company an advance purchase deposit of US\$6.0 million (\$7.6 million at March 1, 2021 exchange rate) and is to advance an additional deposit of US\$1.0 million within 10 days of the Company announcing a Board approved construction decision for the Hasbrouck Project. Sprott may then elect to include the Hill of Gold property to the Stream Agreement by advancing a final deposit of US\$300,000 within 60 days following payment of the additional US\$1.0 million deposit.

A cash transfer price payable upon delivery of refined gold and silver to Sprott has been set at 20% of the market value per ounce of metal, as quoted by the London Bullion Market Association on the date of delivery. The balance of the market value per ounce will be applied as a credit against the advance cash deposits by Sprott until the advances are fully utilized. Thereafter the price paid to the Company for the metals delivered will be 20% of the market value thereof.

#### **Other Properties related to the Hasbrouck Project**

##### Hill of Gold Property

In November 2016, the Company signed a ten-year Mineral Lease and Option to Purchase Agreement (the "HOG Lease") for a 100% interest in the Hill of Gold property located midway between the Three Hills Mine and the Hasbrouck Mine. The HOG Lease covered 25 mining claims on approximately 500 acres of unpatented land and is a possible source of heap leach ore to augment potential production at the Three Hills Mine.

On February 2, 2021, the Company announced the purchase of the Hill of Gold property in exchange for a one-time payment of US\$250,000, thereby extinguishing the pre-existing HOG Lease and related advance 2% NSR royalty payments.

In December 2021, the Company announced the receipt of a federal permit which allows mineralized material to be mined at the Hill of Gold satellite project. Mineralized material could potentially be hauled 2.5 miles for processing at the Three Hills Mine.

##### Hasbrouck 1.1% NSR Royalty

In May 2017, the Company purchased an existing 1.1% NSR royalty (the "1.1% NSR Royalty") on the Hasbrouck Project from Newmont Corporation, and acquired the rights to US\$1.0 million in payments due upon commercial production at the Hasbrouck Project. The Company traded its former TUG property for this royalty. The 1.1% NSR Royalty is a component of the approximate total 3.5% NSR royalty existing on the property.

#### **5. Deferred Revenue**

On February 22, 2021, the Company entered a gold and silver stream with Sprott whereby Sprott has made an upfront cash payment of US\$6 million (C\$7.6 million) pursuant to which the Company would deliver to Sprott 1.41% of all the gold and silver produced for the life of mine from the Hasbrouck Project. Under the terms Sprott would also pay the Company a further US\$1 million within 10 days of the Company announcing a Board approved construction decision for the Hasbrouck Project.

# West Vault Mining Inc.

## Notes to the condensed consolidated interim financial statements

### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

The upfront payment for the stream has been accounted for as deferred revenue as the agreement would be satisfied through the delivery of non-financial items (i.e., gold and silver from the Company's production) rather than cash or financial assets. The drawdown of the deferred revenue would be credited to future sales in the corresponding period. The Company recognizes interest expense at each reporting period and would adjust the deferred revenue balance to recognize the financing element that is part of the streaming agreement.

<b>Balance December 31, 2020</b>	<b>\$</b>	<b>-</b>
Deferred net revenue proceeds		7,606,800
Accretion		679,209
Foreign exchange		7,748
<b>Balance December 31, 2021</b>	<b>\$</b>	<b>8,293,757</b>
Accretion		678,478
Foreign exchange		688,923
<b>Balance September 30, 2022</b>		<b>9,661,159</b>

#### 6. Share Capital

The authorized share capital consists of an unlimited number of common shares without par value. At September 30, 2022 (and December 31, 2021), the Company had 58,092,837 shares outstanding.

##### Fiscal 2022

During the period the Company commenced a normal course issuer bid to purchase up to 2,904,512 shares over a period of twelve months commencing on April 11, 2022. During the nine-month period the Company purchased 275,000 shares at an average price of C\$0.99 per share.

During the period the Company issued 127,595 shares upon the exercise of 127,595 warrants for gross proceeds of \$146,734 to the Company.

During the period, the Company issued 150,000 shares upon the exercise of 150,000 stock options for gross proceeds of \$90,000 to the Company.

##### Fiscal 2021

During the year ended December 31, 2021 the Company issued 612 shares upon the exercise of 612 warrants for gross proceeds of \$705 received by the Company.

During the year ended December 31, 2021 the Company issued 100,000 shares upon the exercise of 100,000 share options for gross proceeds of \$100,000 received by the Company.

##### Warrant Reserve

In connection with the 2020 brokered private placement the Company issued 331,200 warrants to brokers connected with the financing. Each warrant was exercisable for one common share at a price of \$1.15 until August 14, 2022. A fair value of \$311,323 was attributed to these warrants by using the Black Scholes pricing model using the following weighted average assumptions:

Expected life	2.0 years
Risk-free interest rate	0.28%
Expected volatility	121%
Expected dividends	-
Weighted average fair value of warrant granted	\$0.94

	<b>Number</b>	<b>Value</b>
--	---------------	--------------

## West Vault Mining Inc.

### Notes to the condensed consolidated interim financial statements

#### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

<b>December 31, 2019</b>	-	-
Granted	331,200	\$ 311,323
<b>December 31, 2020</b>	<b>331,200</b>	<b>\$ 311,323</b>
Exercised	(612)	(575)
<b>December 31, 2021</b>	<b>330,588</b>	<b>\$ 310,748</b>
Exercised	(127,595)	(119,938)
Expired	(202,993)	(190,810)
<b>September 30, 2022</b>	<b>-</b>	<b>\$ -</b>

On August 14, 2022, the remaining 202,993 outstanding warrants expired.

#### Share based payment reserve

The Company established a stock option plan (the "Plan") on May 1, 2007, whereby options can be granted to directors, officers, employees and consultants at the discretion of the Board of Directors. The number of options that can be granted may not exceed 10% of the Company's total shares issued and outstanding.

The following table summarizes the Company's outstanding share options:

<b>Exercise Price</b>	<b>Number Outstanding at September 30, 2022</b>	<b>Weighted Average Remaining Contractual Life (Years)</b>	<b>Number Exercisable at September 30, 2022</b>
\$1.50	1,210,000	2.89	1,210,000
\$0.60	447,500	0.53	447,500
	<b>1,657,500</b>	<b>2.25</b>	<b>1,657,500</b>

The weighted average remaining contractual life of options outstanding at September 30, 2022 is 2.25 years.

During the period ended September 30, 2022, 345,000 options expired unexercised, and 385,000 options were cancelled.

The following table summarizes the Company's share-based payment reserve:

<b>Balance December 31, 2020</b>	<b>\$ 2,351,420</b>
Share options exercised	(69,100)
Share options expired	(165,842)
<b>Balance December 31, 2021</b>	<b>\$ 2,116,478</b>
Share options exercised	(51,530)
Share options expired	(228,168)
Share options cancelled	(386,933)
<b>Balance September 30, 2022</b>	<b>\$ 1,449,847</b>

The following table summarizes the weighted average exercise price of the Company's stock options:

	<b>Number</b>	<b>Weighted average exercise price</b>
<b>December 31, 2020</b>	<b>2,877,500</b>	<b>\$1.20</b>
Exercised	(100,000)	\$1.00
Cancelled	(240,000)	\$1.00
<b>December 31, 2021</b>	<b>2,537,500</b>	<b>\$1.22</b>
Exercised	(150,000)	\$0.60
Expired	(345,000)	\$1.10
Cancelled	(385,000)	\$1.42
<b>September 30, 2022</b>	<b>1,657,500</b>	<b>\$1.26</b>

# West Vault Mining Inc.

## Notes to the condensed consolidated interim financial statements

### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

---

The weighted average exercise price for the outstanding and exercisable share purchase options at September 30, 2022 is \$1.26.

#### 7. Capital Risk Management

The Company's objectives in managing its liquidity and capital are to safeguard the Company's ability to continue as a going concern and to provide financial capacity to meet its strategic objectives. The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued share capital, reserves and accumulated deficit.

The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue new debt and acquire or dispose of mineral rights.

As at September 30, 2022, the Company does not have any long-term debt and is not subject to any externally imposed capital requirements.

#### 8. Financial Risk Management

The Company examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks.

##### (a) Fair Value

As at September 30, 2022, the Company's financial instruments consist of cash, accounts receivable, reclamation bonds, accounts payable and accrued liabilities. The fair values of accounts receivable, accounts payable and accrued liabilities approximate their carrying values due to the short-term nature of these instruments and the fair value of the reclamation bonds approximates their fair value due to the fact they earn interest at rates approximating market rates.

##### (b) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to the short-term interest rates through the interest earned on cash balances; however, management does not believe this exposure is significant.

##### (c) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meet its contractual obligations. The Company is exposed to credit risk through its cash, which is held in large Canadian financial institutions and accounts receivable. The Company believes this credit risk is insignificant.

##### (d) Foreign Currency Risk

Foreign currency risk is the risk that the fair value of financial instruments or future cash flows will fluctuate because of changes in foreign exchange rates. The Company operates in Canada and the United States and is therefore exposed to foreign currency risk arising from transactions denominated in U.S. dollars. Certain amounts of the Company's accounts payable and accrued liabilities are denominated in U.S. dollars. The Company monitors its net exposure to foreign currency fluctuations and adjusts its cash held in U.S. dollars accordingly. The following table lists the Canadian dollar equivalent of financial instruments and other current assets denominated in U.S. dollars as of September 30, 2022:

# West Vault Mining Inc.

## Notes to the condensed consolidated interim financial statements

### Period ended September 30, 2022 and 2021

(Expressed in Canadian dollars)

	September 30, 2022	December 31, 2021
Cash	\$ 6,653,745	\$ 7,146,358
Prepaid expenses and other	9,801	31,315
Reclamation bond	245,781	239,931
Accounts payable and accrued liabilities	54,597	18,957

#### (e) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure.

Accounts payable and accrued liabilities are due within the current operation period.

#### 9. Segmented Information

The Company operates in one segment being the exploration and development of mineral properties in Nevada. The Company operates in two geographical areas being Nevada, USA and Canada. All of the Company's non-current assets are held in Nevada.

As at September 30, 2022	Canada	United States	Total
Current Assets	\$ 6,689,217	\$ 37,602	\$ 6,726,819
Mineral Properties	-	47,493,511	47,493,511
Reclamation Bonds	-	245,781	245,781
Total Assets	6,689,217	47,776,894	54,466,111
Accounts Payable and accrued liabilities	199,882	54,594	254,476
Net loss	1,356,212	78,221	1,434,434

As at December 31, 2021	Canada	United States	Total
Current Assets	\$ 7,161,172	\$ 59,302	\$ 7,220,474
Mineral Properties	-	43,463,304	43,463,304
Reclamation Bonds	-	239,931	239,931
Total Assets	7,161,172	43,762,537	50,923,709
Accounts Payable and accrued liabilities	166,512	18,953	185,465
Net loss	1,445,642	440,460	1,886,403

#### 10. Related Party Transactions

The Company paid remuneration for the following items with companies related by way of directors in common:

	Nine months ended September 30, 2022	Nine months ended September 30, 2021	Three months ended September 30, 2022	Three months ended September 30, 2021
General Administration	\$ 18,000	\$ 18,000	\$ 6,000	\$ 6,000
Accounting fees	36,000	36,000	12,000	12,000
Rent	18,846	18,846	6,282	6,282
Directors Fees	66,621	71,750	24,750	21,318
Total Related Party Transactions	\$ 139,467	\$ 144,596	\$ 49,032	\$ 45,600

## **West Vault Mining Inc.**

### **Notes to the condensed consolidated interim financial statements**

#### **Period ended September 30, 2022 and 2021**

(Expressed in Canadian dollars)

---

For the period ended September 30, 2022, the Company accrued and paid Platinum Group Metals Ltd., a company related by virtue of a common director and common officer, (i) \$18,000 (September 30, 2021 - \$18,000) for day-to-day administration, reception and secretarial services, (ii) \$36,000 (September 30, 2021 - \$36,000) for accounting services, and (iii) \$18,846 (September 30, 2021 - \$18,846) for rent. Amounts payable at period end include an amount of \$9,186 payable to Platinum Group Metals Ltd. (December 31, 2021 - \$9,188).

These transactions are in the normal course of operations and are measured at the exchange amount established and agreed to by the parties.

#### **11. Commitments and Contingencies**

For details of the Company's mineral property acquisitions and optional expenditure commitments, see Note 4. Apart from ongoing annual mineral property and permit maintenance fees, the Company currently has no other identified mineral property optional commitments or contingencies.