Terra Balcanica Resources Corp.

Condensed Interim Consolidated Financial Statements

For the three months ended

April 30, 2024

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW
OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The accompanying condensed interim consolidated financial statements of Terra Balcanica Resources Corp. (the "Company") for the three months ended April 30, 2024 and April 30, 2023, have been prepared by the management of the Company and approved by the Company's Audit Committee.

Under National Instrument 51-102, 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 an auditor has not reviewed the financial statements.

The accompanying condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by CPA Canada for a review of the condensed interim financial statements by an entity's auditor.

Terra Balcanica Resources Corp.
Condensed Interim Consolidated Statements of Financial Position
Unaudited – Prepared by Management

As at April 30, 2024 and January 31, 2024

	Note	April 30, 2024 $	January 31, 2024 $
Assets			
Current assets			
Cash		536	20,321
Prepaid expenses	3	24,714	51,374
Receivables	3	29,452	15,047
Short-term deposits		1,468	1,452
		56,170	**88,194**
Non-current assets			
Equipment	4	46,318	75,183
Mineral property interests	5	2,565,036	2,475,775
		2,611,354	**2,550,958**
Total assets		**2,667,524**	**2,639,152**
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accruals		396,223	230,388
Advances payable		24,715	24,455
Due to related parties	7	112,618	74,429
Total liabilities		**533,556**	**329,272**
Shareholders' equity			
Share capital	6	8,057,800	8,057,800
Share subscriptions received	6	32,400	-
Reserves	6	928,495	947,895
Foreign currency reserve		(197,884)	(190,006)
Deficit		(6,701,184)	(6,519,616)
Shareholders' equity attributable to owners of the Company		**2,119,627**	**2,296,073**
Non-controlling interest		14,341	13,807
Total shareholders' equity		2,133,968	2,309,880
Total liabilities and shareholders' equity		**2,667,524**	**2,639,152**
Nature of operations and going concern	1		
Subsequent event	12		

Approved on behalf of the Board of Directors on June 28, 2024:

"Aleksandar Miskovic" **Director** *"Brandon Bonifacio"* **Director**

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

Terra Balcanica Resources Corp.

Condensed Interim Consolidated Statement of Changes in Shareholders' Equity (Deficiency)

Unaudited – Prepared by Management

For the three months ended April 30, 2024 and April 30, 2023

	Number of common shares #	Share capital $	Share subscriptions received $	Reserves $	Foreign currency reserve $	Deficit $	Attributal to owners $	Non-controlling interests $	Total shareholders' deficiency $
February 1, 2023	78,512,221	6,472,926	-	949,270	(137,486)	(5,015,008)	2,269,702	21,806	2,291,508
Share subscriptions received	-	-	151,500	-	-	-	151,500	-	151,500
Loss and comprehensive loss for the period	-	-	-	-	4,967	(151,930)	(146,963)	5,126	(141,837)
April 30, 2023	**78,512,221**	**6,472,926**	**151,500**	**949,270**	**(132,519)**	**(5,166,938)**	**2,274,239**	**26,932**	**2,301,171**
February 1, 2024	33,524,850	8,057,800	-	947,895	(190,006)	(6,519,616)	2,296,073	13,807	2,309,880
Share subscriptions received	-	-	32,400	-	-	-	32,400	-	32,400
Fair value reversal of cancelled stock options	-	-	-	(17,000)	-	17,000	-	-	-
Fair value reversal on expired warrants	-	-	-	(2,400)	-	2,400	-	-	-
Loss and comprehensive loss for the period	-	-	-	-	(7,878)	(200,968)	(208,846)	534	(208,312)
April 30, 2024	**33,524,850**	**8,057,800**	**32,400**	**928,495**	**(197,884)**	**(6,701,184)**	**2,119,627**	**14,341**	**2,133,968**

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

Terra Balcanica Resources Corp.

Condensed Interim Consolidated Statement of Loss and Comprehensive loss

Unaudited – Prepared by Management

For the three months ended April 30, 2024 and April 30, 2023

	Note	April 30, 2024 $	April 30, 2023 $
Expenses			
Administrative		16,171	38,119
Advertising and promotion		22,000	-
Business development		-	3,256
Consulting and salaries	7	62,137	34,766
Investor relations		65,717	44,958
Professional fees	7	56,466	33,537
Loss from operating expenses		**(222,491)**	(154,636)
Gain on disposal of equipment		(1,539)	-
Foreign exchange gain		(8,654)	(58)
Recovery of accounts payable		(11,612)	-
Total loss		**(244,296)**	**(154,694)**
Other comprehensive loss			
Items that may be reclassified subsequently to profit or loss:			
Foreign currency translation adjustment		43,328	2,764
Loss and comprehensive loss for the year		**(200,968)**	(151,930)
Loss and comprehensive loss for the period attributable to:			
Owners of the Company		(200,436)	(157,056)
Non-controlling interests		(532)	5,126
		(200,968)	(151,930)
Loss per share			
Weighted average number of common shares outstanding			
- Basic		33,524,851	78,512,221
- Diluted		33,524,851	78,512,221
Basic loss per share $		(0.01)	(0.00)
Diluted loss per share $		(0.01)	(0.00)

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

Terra Balcanica Resources Corp.

Consolidated Interim Consolidated Statement of Cash Flows

Unaudited – Prepared by Management

For the three months ended April 30, 2024 and April 30, 2023

	Note	April 30, 2024 $	April 30, 2023 $
Operating activities			
Loss for the period		(200,968)	(151,930)
Adjustments for non-cash items:			
Foreign exchange		(7,894)	(9)
Gain on disposal of equipment		4,463	-
Non-controlling interest		532	5,126
Receivables		(8,167)	9,409
Prepaid expenses		21,922	28,443
Accounts payable and accruals		204,284	88,152
		14,172	**(20,809)**
Financing activities			
Share subscriptions received		32,400	151,500
		32,400	**151,500**
Investing activities			
Expenditures on mineral property interest		(89,261)	(194,436)
		(89,261)	**(194,436)**
Effect of foreign exchange on cash		**22,904**	**4,967**
Change in cash		**(42,689)**	**(63,745)**
Cash, beginning of period		**20,321**	**70,301**
Cash, end of period		**536**	**11,523**
Supplemental cash flow information	8		

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

1. Nature of operations and going concern

Terra Balcanica Resources Corp. (formerly 1250598 B.C. Ltd.) ("Terra" or the "Company") was incorporated on May 19, 2020 under the laws of the Province of British Columbia, Canada. In March 2021, the Company changed its name to Terra Balcanica Resources Corp. Head office is located at 250 – 200 Burrard Street, Vancouver, BC V6C 3L6. The principal business of the Company is the identification, evaluation and acquisition of mineral property assets.

The Company is in the process of exploring its mineral property interests and has not yet determined whether its mineral property interests contain mineral reserves that are economically recoverable. The Company's continuing operations and the underlying value and recoverability of the amounts shown for mineral property interests are entirely dependent upon the existence of economically recoverable mineral reserves and the ability of the Company to obtain the necessary financing to complete the exploration of the mineral property interests.

These interim condensed consolidated financial statements ("financial statements") are prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations. As an exploration stage company, the Company does not have traditional sources of revenue, and historically has relied on advances payable to cover its operating expenses. As at April 30, 2024, the Company had an excess of current liabilities over current assets of $477,386 (as at January 31, 2024 excess of current liabilities over current assets was $241,078) and shareholders' equity of $2,133,968 (January 31, 2024 - $2,309,880). These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

On May 17, 2024, the Company consolidated its issued share capital on a ratio of two (3) old common shares for every one (1) new post-consolidated common share (the "Share Consolidation"). The current and comparative references to the common shares, weighted average number of common shares, loss per share, acquisitions, stock options and warrants have been restated to give effect to this Share Consolidation.

2. Material accounting policies

(a) Use of estimates and judgments

The preparation of these financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of these financial statements and the reported expenses during the period. Actual results could differ from these estimates. The preparation of these financial statements requires management to make judgments regarding the going concern of the Company, as discussed in Note 1.

Deferred tax assets and liabilities

The Company is periodically required to estimate the tax basis of assets and liabilities. Where applicable tax laws and regulations are either unclear or subject to varying interpretations, it is possible that changes in these estimates could occur that materially affect the amounts of deferred income tax assets and liabilities recorded in the financial statements. Changes in deferred tax assets and liabilities generally have a direct impact on earnings in the period that the changes occur. Each period, the Company evaluates the likelihood of whether some portion or all of each deferred tax asset will not be realized. This evaluation is based on historic and future expected levels of taxable income, the pattern and timing of reversals of taxable temporary timing differences that give rise to deferred tax liabilities, and tax planning initiatives.

Impairment of Mineral property interest

The application of the accounting policy for Mineral property interest requires judgment in determining whether it is likely that future economic benefits will flow to the Company. The Company undertakes a review of the carrying values of mineral property interest and related expenditures whenever events or changes in circumstances indicate that their carrying values may exceed their estimated net recoverable amounts. Management concluded that there is no indication for the impairment of mineral properties as of April 30, 2024.

2. Material accounting policies (continued)

Valuation of share-based compensation

From time to time the Company may issue a specific number of common shares as compensation for services received where such a transaction did not entail the use of cash. The fair value of share-based payments is estimated using the Black-Scholes option pricing model and rely on a number of estimates, such as the expected life of the option, the volatility of the underlying share price, the risk-free rate of return, and the estimated rate of forfeiture of options granted.

(b) Basis of presentation

These financial statements have been prepared in conformity with International Accounting Standard ("IAS") 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company's annual audited consolidated financial statements for the year ended January 31, 2024, and do not include all the information required for full annual financial statements in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). It is suggested that these financial statements be read in conjunction with the annual audited consolidated financial statements.

These financial statements have been prepared on an historical cost basis, except for financial instruments measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

All amounts on the consolidated financial statements are presented in Canadian Dollars (CDN); the functional currency of the Company is Canadian Dollar (CDN). The Company consolidated the operations of Tera Balkanika Doo Beograd ("Tera Balkanika"), which has a functional currency of the Serbian Dinar ("RSD") and Drina Resources D.O.O. ("Drina"), which has a functional currency of the Bosnian Marks ("BAM").

(c) Basis of consolidation

These financial statements include the accounts of the Company and its subsidiary. The results of each subsidiary will continue to be included in the consolidated financial statements of the Company until the date that the Company's control over the subsidiary ceases. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation. All information presented as at April 30, 2024 and 2023.

Entity	Incorporation	Status	Functional Currency	Ownership Percentage
Tera Balkanika	Serbia	Active	Serbian Dinar	100%
Drina	Bosnia	Active	Bosnian Mark	90%
Tera Balkanika d.o.o. Sarajevo ("Tera")	Bosnia	inactive	Bosnian Mark	100%

(d) New accounting policies

Certain pronouncements have been issued by the IASB or IFRIC that are effective for accounting periods beginning on or after January 1, 2024. The Company has reviewed all other updates and determined that many of these updates are not applicable or consequential to the Company and have been excluded from discussion within these material accounting policies.

3. Receivables and prepaid expenses

Receivable and prepaid expenses consist of the following:

	April 30, 2024	January 31, 2024
	$	$
VAT Receivable	8,217	8,192
GST Receiavble	14,997	5,355
Prepaid expenses	24,714	51,374
Share subscription receivable	1,500	1,500
	49,428	66,421

Value Added Tax (VAT) and general sales tax (GST) receivable consists of amounts paid on business related expenses in the period ending April 30, 2024.

4. Equipment

Cost	Software	Computer Equipment	Vehicle	Total
	$	$	$	$
Balance - January 31, 2024	**54,599**	**49,185**	**50,220**	**154,004**
Disposals	-	-	(24,402)	(24,402)
Balance - April 30, 2024	**54,599**	**49,185**	**25,818**	**129,602**
Accumulated Depreciation				
Balance - January 31, 2024	**38,156**	**18,170**	**22,495**	**78,821**
Depreciation	2,454	4,041	174	6,669
Disposals	-	-	(10,005)	(10,005)
Foreign currency difference	2,870	4,726	203	7,799
Balance - April 30, 2024	**43,480**	**26,937**	**12,867**	**83,284**
Carrying Value				
Balance - January 31, 2024	16,443	31,015	27,725	**75,183**
Balance - April 30, 2024	11,119	22,248	12,951	**46,318**

During the period end April 30, 2024, the depreciation of $174 was capitalized and included in mineral property interests.

5. Mineral property interests

Kaludra License

Ministry of Mining and Energy passed approval on September 28, 2017, approving Rockstone Group DOO Kać ("RSG") a company related by virtue of common director, to conduct geological research of lead (Pb), zinc (Zn), copper (Cu), gold (Au), Antimony (Sb) and accompanying metals in the exploration area "Kauldra", municipality Novi Pazar.

On January 25, 2021, Tera entered into an option agreement with RSG to purchase all the interests in the Kaludra License located central Serbia. In order to exercise the option, Tera must make a $50,000 cash payment within 30 days from the January 25, 2021 (completed March 4, 2021). On January 26, 2022, the Company and RSG amended the option agreement as follows

In addition, the Company must make the following share issuances to RSG:

- 500,000 common shares of Terra on or before the second anniversary of the March 4, 2021 ("Grant Date") which is the date the Ministry of Mining and Energy in the Republic of Serbia grants a new license over the Kaludra License area in the name of the Company.

RSG is eligible to receive bonus payments as follows from the Company:

- $1,000,000 within 90 days of the commencement of commercial production.

Upon commencement of commercial production, the Company will pay RSG a Net Smelter Royalty ("NSR") being equal to 0.5% of the Net Smelter Returns. On December 23, 2023, the Company relinquished the Kaludra License and has impaired the property. No additional payments are outstanding as per the amended option agreement.

Ceovishte License

On March 2, 2020, Tera applied for the right to conduct geological research of lead (Pb), zinc (Zn), silver (Ag), copper (Cu), gold (Au) at the Ceovishte site in southwestern Serbia. On October 14, 2022, the Ceovishte licence has been officially granted by the Serbian Ministry of Energy and Mines to the Company's subsidiary Tera Balkanika doo Belgrade. The license will expire on October 13, 2025 with an option to be extended for additional 3 years on completion of research.

On January 25, 2021, Tera entered into a finders' fee agreement with RSG whereby RSG had previously located and introduced the Company to the Ceovishte Project. On January 26, 2022, the Company amended the agreement as follows:

The finder's fee obligated Tera to make a $50,000 cash payment within 30 days of the closing of the Company's first equity financing after February 1, 2022. On or before the second anniversary October 13, 2024, issue 500,000 common shares (166,667 post-consolidated) of Terra and grant a 0.5% NSR within 30 days from which the Ministry of Mines and Energy of the Republic of Serbia grants the licenses. No additional payments are outstanding as per the amended option agreement. During the year ended January 31, 2024, the Company completed the $50,000 cash payment by issuing 588,235 common shares.

Drina Resources doo Srebrenica Licenses

On April 2, 2019, Drina received approval to conduct detailed geological research of lead (Pb), zinc (Zn), copper (Cu) and accompanying metals in the exploration area "Olovine" On August 5, 2019, Drina received approval to conduct detailed geological research of lead (Pb), zinc (Zn), copper (Cu) and accompanying metals in the exploration area "Čumavići". The deadline for completion of the research is December 5, 2023 at the site "Čumavići" and October 2, 2023, at the site "Olovine" with an option to extend for 3.5 years.

Drina paid 7,758 BAM ($5,756 CDN equivalent), for the site "Čumavići" (paid in fiscal 2019) and 8,941 BAM ($6,634 CDN equivalent), for the site "Olovine" (paid in fiscal 2019).

On March 26, 2021, the Company received approval to conduct detailed geological research of lead (Pb), zinc (Zn), copper (Cu) and accompanying metals in the exploration area "Čaus" for 11,368 BAM ($8,435 CDN equivalent) . The deadline for completion of the research is March 26, 2024 with an option to extend it for 4 years.

5. Mineral property interests (continued)

On February 2, 2022, Drina received approval to annex the license hence increase scope of work and extend deadline on conducting detailed geological research of lead (Pb), zinc (Zn), copper (Cu) and accompanying metals in the exploration area "Olovine". With deadline for completion of the research October 2, 2026.

On June 5, 2022, Drina received approval to annex the license hence increase scope of work and extend deadline on conducting detailed geological research of lead (Pb), zinc (Zn), copper (Cu) and accompanying metals in the exploration area "Čumavići". With deadline for completion of the research February 5, 2027

During the three months ended April 30, 2024, the Company relinquished the Caus License and had impaired the property during the year ended January 31, 2024.

Fulcrum Metals PLC Licenses

On April 3, 2024, the Company announced that they have entered into a non-binding letter of intent ("LOI") with a wholly owned subsidiary of Fulcrum Metals PLC ("Fulcrum"). Pursuant to the Agreement, the Company will have an option (the "Option Agreement") to acquire a 100% interest in Fulcrum's Charlot-Neely, Fontaine Lake, Snowbird and South Pendleton uranium licenses (the "Licenses") located in northern Saskatchewan, Canada

On closing of the transaction, the Company will have a four-year option to acquire 100% of Fulcrum's owned uranium licenses.

In consideration for the four-year option and at the time a definitive agreement is announced by way of news release and subject to a CSE approval, the Company shall pay Fulcrum $7,500 (Paid) for exclusivity on execution of signing of the LOI and pay Fulcrum $25,000 less the $7,500 exclusivity payment on execution of closing of the Option Agreement. Additionally, the Company shall pay Fulcrum cash according to the schedule below:

- $50,000 on the first anniversary of closing of the Option Agreement;
- $75,000 on the second anniversary of closing of the Option Agreement;
- $75,000 on the third anniversary of closing of the Option Agreement;
- $75,000 on the fourth anniversary of closing of the Option Agreement;

and issue Fulcrum shares of the Company at the 10-Day Volume Weighted Average Price ("VWAP") prior to the date of issuance as per the following schedule:

- $250,000 on closing of the Option Agreement with the initial share payments capped at $0.195
- $350,000 on the first anniversary of closing of the Option Agreement;
- $500,000 on the second anniversary of closing of the Option Agreement;
- $650,000 on the third anniversary of closing of the Option Agreement; and
- $1,250,000 on the fourth anniversary of closing of the Option Agreement.

The Company will also complete minimum work expenditures totalling $3,250,000 prior to the fourth anniversary of the Option Agreement and grant Fulcrum a 1.0% Net Smelter Return ("NSR") on all claims with buydown option of 0.5% NSR for $1,000,000.

As part of the Option Agreement and for terminating the existing prior agreement (the "Prior Agreement") between Fulcrum and Global Energy Metals Corp. ("Global Energy"), Global Energy will be compensated with $150,000 in shares in the Company on closing of the Option Agreement and a 0.5% NSR on all claims.

5. Mineral property interests (continued)

The following is a continuity of the Company's mineral property interest as at April 30, 2024 and April 30, 2023:

	Ceoviste Property $	Kaludra Property $	Olovine Property $	Cumavici Property $	Caus Property $	Fulcrum Property $	Total $
Balance, February 1, 2023	2,433	411,397	584,210	1,301,381	40,042	-	2,339,463
Acquisition	50,000	-	43,766	86,206	2,653	-	182,625
Administration	-	80,981	42,729	84,163	2,590	-	210,463
Assay testing	-	15,265	11,682	23,010	708	-	50,665
Depreciation		32,106	2,474	4,873	150	-	39,603
Drilling		-	111,241	219,111	6,742	-	337,094
Geologist and consulting	-	36,234	13,337	26,270	808	-	76,649
Licenses	-	-	73	144	4	-	221
Maintenance	-	2,852	-	-	-	-	2,852
Road construction	-	-	4,304	8,478	261	-	13,043
Supplies	-	-	7,169	14,121	434	-	21,724
Transportation	-	9,433	2,343	4,615	142	-	16,533
Wages and salaries	-	78,226	-	-	-	-	78,226
Foreign currency difference	(3,503)	176,233	(53,469)	(115,386)	(10,555)	-	(6,680)
Impairment	-	(842,727)	-	-	(43,979)	-	(886,706)
Balance, January 31, 2024	48,930	-	769,859	1,656,986	-	-	2,475,775
Balance, February 1, 2024	48,930	-	769,859	1,656,986	-	-	2,475,775
Acquisition	-	-	13,125	24,375	-	7,500	45,000
Administration	-	-	1,779	3,304	-	-	5,083
Depreciation	-	-	61	113	-	-	174
Licenses	-	-	78	146	-	-	224
Supplies	-	-	168	312	-	-	480
Transportation	-	-	38	70	-	-	108
Foreign currency difference	777	-	11,848	25,568	-	-	38,193
Balance, April 30, 2024	**49,707**	**-**	**796,956**	**1,710,873**	**-**	**7,500**	**2,565,036**

6. Share Capital

Transactions for the issue of share capital during the period ended April 30, 2024:

The Company has received subscriptions in advance of their non-brokered private placement financing of units for gross proceeds of $32,400 (Note 12).

Transactions for the issue of share capital during the period ended April 30, 2023:

On April 4, 2023, the Company announced a non-brokered private placement financing of units for gross proceeds of up to $1,000,000. The Company will issue up to 11,764,706 units at a price of $0.085 per unit. Each unit will consist of one common share in the capital of the Company and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at an exercise price of $0.13 for a period of 36 months from the closing date of the private placement.

The Company has received subscriptions in advance of their non-brokered private placement financing of units for gross proceeds of $151,500.

Warrants

As an incentive to complete a private placement the Company may issue units which include common shares and common share purchase warrants. Using the residual value method, the Company determines whether a value should be allocated to the warrants attached to private placement units. Finders' warrants may be issued as a private placement share issue cost and are valued using the Black-Scholes option pricing model.

A summary of the status of the Company's warrants as at April 30, 2024 and January 31, 2024 and changes during the period/year then ended is as follows:

	Period ended April 30, 2024		Year ended January 31, 2024	
	Warrants #	Weighted average exercise price $	Warrants #	Weighted average exercise price $
Warrants outstanding, beginning of period/year	6,750,782	0.40	1,666,667	0.45
Issued - unit offering	-	-	5,084,115	0.39
Warrants outstanding, end of period/year	**6,750,782**	**0.40**	6,750,782	0.40

A summary of the status of the Company's brokers warrants as at April 30, 2024 and January 31, 2024 and changes during the period/year then ended is as follows:

	Period ended April 30, 2024		Year ended January 31, 2024	
	Warrants #	Weighted average exercise price $	Warrants #	Weighted average exercise price $
Warrants outstanding, beginning of period/year	6,417	0.60	137,783	0.60
Expired	(6,417)	0.60	(131,367)	0.60
Warrants outstanding, end of period/year	**-**	**-**	6,417	0.60

6. Share Capital (continued)

Warrants (continued)

As at April 30, 2024, the Company had warrants and brokers warrants outstanding and exercisable as follows:

Warrants outstanding #	Warrants exercisable #	Exercise price $	Expiry date
1,666,667	1,666,667	0.45	December 15. 2025
1,586,862	1,586,862	0.39	May 5, 2026
1,206,855	1,206,855	0.39	June 21, 2026
328,126	328,126	0.39	June 30, 2026
398,039	398,039	0.39	July 19, 2026
955,410	955,410	0.39	July 31, 2026
608,823	608,823	0.39	September 22, 2026
6,750,782	**6,750,782**	**0.40**	

Stock options

On February 4, 2021, the Company adopted a formal Stock Option Plan (the "Option Plan"). Under the Option Plan, the exercise price of each option must not be less than the greater of the closing market price of the underlying securities on (a) the trading day prior to the date of grant and (b) the date of the grant of the stock options. The options can be granted for a maximum term of five years. The maximum number of options that can be issued may not exceed 10% of the issued and outstanding common share capital. The options vest at the discretion of the Board of Directors. The terms of the existing stock options remain in accordance with the stock option plan in place at the time the options were granted.

A summary of the status of the Company's stock options as at April 30, 2024 and January 31, 2024, and changes during the period/year then ended is as follows:

	Period ended April 30, 2024		Year ended January 31, 2024	
	Options #	Weighted average exercise price $	Options #	Weighted average exercise price $
Options outstanding, beginning of period/year	1,856,667	0.59	1,940,000	0.59
Expired/cancelled	(33,333)	0.60	(83,333)	0.60
Options outstanding, end of period/year	**1,823,334**	**0.59**	1,856,667	0.59

As at April 30, 2024, the Company had options outstanding and exercisable as follows:

Options outstanding #	Options exercisable #	Exercise price $	Expiry date
1,300,000	1,300,000	0.60	June 8, 2027
273,333	273,333	0.60	June 22, 2027
166,667	166,667	0.60	June 16, 2025
83,333	83,333	0.30	October 12, 2024
1,823,333	**1,823,333**	**0.59**	

7. Related party payables and transactions

The Company's related parties include key management personnel and Directors and companies in which they have control or significant influence over the financial or operating policies. There were no loans to management personnel or Directors, or entities over which they have control or significant influence for the period ended April 30, 2024, and Directors receive no salaries, non-cash benefits, or other remuneration directly from the Company, other than noted below, and there are no employment contracts with them that cannot be terminated without penalty on a thirty-day advance notice.

Key management personnel and Directors can participate in the Company's stock option plan. No stock options were granted to related parties during the period ended April 30, 2024, and April 30, 2023.

During the year ended January 31, 2024, upon acquisition of Tera, Rockstone Group D.O.O. is wholly held by Aleksandar Ilić, who was the project vendor pursuant to the option agreements on mineral property interests. Mr. Ilić is a current director of the Company. Mr. Ilić was paid $50,000 on March 4, 2021, for the option of the Kaludra License. (see Note 5) Mr. Ilić was also due another $50,000 as a finder's fee for the Ceovishte License once granted by the Serbian Ministry of Energy and Mines within a calendar year following the licence grant. (see Note 6). Mr. Ilić was issued Company shares at the price of $0.255 equivalent to $50,000 as a finder's fee for the Ceoviste License during the year ended January 31, 2024.

(a) Brandon Bonifacio is a Company Director. Mr. Bonifacio provides the Company with management and administrative services.

(b) Stephen Brohman is the Company's CFO. He is a principal of Donaldson Brohman Martin CPA Inc. ("DBM CPA"), a firm in which he has significant influence. DBM CPA provides the Company with accounting and tax services (included within professional fees).

(c) Alex Miskovic is a Company Director and the Company's CEO. He is a shareholder and has significant influence over Geotarget Solutions Inc. ("Geotarget Solutions") which is a geological consulting firm. Geotarget Solutions provides the Company with geological consulting services and CEO services (included within mineral property interests).

(d) Catherine Cox is the Company's Corporate Secretary. She provides the Company with Corporate Secretary services (included within consulting fees).

	Transactions Three months ended April 30, 2024 $	Transactions Three months ended April 30, 2023 $	**Balances outstanding April 30, 2024 $**	Balances outstanding January 31, 2024 $
CAT Corporate Services	9,000	-	18,900	9,450
Geotarget Solutions	37,500	34,917	58,500	30,842
Catherine Cox	-	15,000	-	-
DBM CPA	12,000	12,000	35,218	22,618
Aleksander Llic (Rockstone Group D.O.O)	-	-	-	11,519
	58,500	61,917	**112,618**	74,429

8. Supplemental cash flow information

There were no changes in non-cash operating working capital during the period ended April 30, 2024, and April 30, 2023.

The Company incurred non-cash financing activities during the period ended April 30, 2024, and April 30, 2023, as follows:

	April 30, 2024 $	April 30, 2023 $
Non-cash financing activities		
Fair value reversal of cancelled warrants	(2,400)	-
Fair value reversal of cancelled stock options	(17,000)	-
	(19,400)	-

The Company incurred non-cash investing activities during the period ended April 30, 2024, and April 30, 2023, as follows:

	April 30, 2024 $	April 30, 2023 $
Non-cash investing activities		
Disposal of Property, Plant & Equipment	24,402	-
	24,402	-

Further, there were no amounts paid for income taxes or interest during the period ended April 30, 2024, and April 30, 2023.

9. Financial risk management

Capital management

The Company is a junior exploration company and considers items included in shareholders' equity as capital. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of underlying assets. In order to maintain or adjust its capital structure, the Company may issue new shares, purchase shares for cancellation pursuant to normal course issuer bids or make special distributions to shareholders. The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. As at April 30, 2024 the Company's capital structure is comprised of shareholders' equity of $2,133,968.

The Company currently has no source of revenue. In order to fund future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company's ability to continue as a going concern on a long-term basis and realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation is primarily dependent upon its ability to sell or option its mineral properties and its ability to borrow or raise additional financing from equity markets.

9. Financial risk management (continued)

Financial instruments – fair value

The Company's financial instruments consist of cash, receivables, accounts payable and accruals.

The carrying value of receivables, accounts payable and accruals, short-term deposits, due to related parties and advances payable approximates their fair value because of the short-term nature of these instruments.

Financial instruments measured at fair value on the statements of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

The Company's financial assets and liabilities are carried at amortized cost and belong to Level 2 of the fair value hierarchy. During the period ended April 30, 2024 there were no transfers between the level of fair value hierarchy.

Financial instruments – risk

The Company's financial instruments are exposed to certain financial risks, including credit risk, interest rate risk, market risk, and liquidity risk.

a) Credit risk

Financial instruments that potentially subject the Company to a significant concentration of credit risk consist primarily of cash. The Company limits its exposure to credit loss by placing its cash with major financial institutions. The Company has minimal receivables exposure as its refundable credits are due from the Serbian government.

b) Interest rate risk

The Company is not exposed to interest rate risk because of fluctuating interest rates. Fluctuations in market rates do not have a significant impact on the Company's operations due to the short term to maturity.

c) Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources (Note 1). The Company's contractual cash outflows of its financial liabilities is approximate their carrying values and due within 0 to 12 months as at April 30, 2024 and April 30, 2023.

d) Currency risk

As at April 30, 2024 of the Company's cash was held either in Canadian dollars, Bosnian Mark or Serbian Dinar. The Company incurs expenditures in Canada, Bosnia and Serbia, and as such is exposed to currency risk associated with these costs.

A change in the value of the Bosnian Mark and Serbian Dinar by 10% relative to the Canadian dollar would not have a significant impact on the Company's working capital and net loss for the period ended April 30, 2024, and April 30, 2023.

10. Purchase price allocation

As described in Note 1, on March 19, 2021, the Company completed a Transaction which constituted a reverse acquisition.

The Transaction resulted in the shareholders of the Company obtaining control of the combined entity by obtaining control of the voting rights, governance, and management decision making processes, and the resulting power to govern the financial and operating policies of the combined entities.

The Transaction constitutes an RTO of the Company and has been accounted for as a reverse acquisition transaction in accordance with the guidance provided in IFRS 2, Share-based Payments and IFRS 3, Business Combinations. As the Company did not qualify as a business according to the definition in IFRS 3, the RTO does not constitute a business combination; rather it is treated as an issuance of common shares by the Company for the net assets Tera Balkanika, with the Company as the continuing entity. Accordingly, no goodwill or intangible assets were recorded with respect to the Transaction as it does not constitute a business.

For accounting purposes, the Company is treated as the accounting subsidiary (legal parent) and Tera Balkanika as the accounting parent (legal subsidiary) in these financial statements. As Tera Balkanika was deemed to be the acquirer for accounting purposes, its assets, liabilities and operations since incorporation are included in these financial statements at their historical carrying values. The Company's results of operations have been included from March 19, 2021.

Net assets (liabilities) of Tera acquired:	**March 19, 2021 $**
Cash	429,925
Accounts receivable	10,000
Advances	1,065,000
Accounts payable	(19,399)
Net assets acquired	**1,485,526**

Consideration paid for reverse acquisition of the Company:	**$**
Common shares issued (27,759,721 fair value price per share $0.10)	2,775,972
Total consideration paid	**2,775,972**
Transaction cost	**1,290,446**

11. Segment information

All assets are located in Canada except property and equipment, deposits and mineral property interests for $1,977,003 (January 31, 2024 - $1,961,066) which is located in Bosnia and $65,577 (January 31, 2024 - $55,560) which is located in Serbia

12. Subsequent events

On May 17, 2024, the Company announced they intend to complete a non-brokered private placement for gross proceeds of up to $600,000 through the issuance of up to 6,000,000 units at a purchase price of $0.10 per unit. Each unit will be composed of one common share in the capital of the company and a common share purchase warrant to purchase an additional one common share of the company at an exercise price of $0.15 per warrant share for a period of 36 months from the closing date of the private placement.

On June 17, 2024, the Company issued 2,057,500 units at a price of $0.10 per unit for gross proceeds of $205,750. Each unit consists of one common share in the capital of the Company (each a "common share") and one common share purchase warrant (each a "warrant"). Each warrant entitles the holder to purchase one common share at an exercise price of $0.15 until June 17, 2027.