Condensed Interim Consolidated Financial Statements of

EAST AFRICA METALS INC.

As at and for the nine month period ended December 31,

2023 Expressed in Canadian dollars

(Unaudited – prepared by management)

Notice to Reader: As required by National Instrument 51-102 subsection 4.3(3)(a), readers are advised that an auditor has not performed a review of these interim financial statements.

EAST AFRICA METALS INC.

Condensed Interim Consolidated Statements of Financial Position – unaudited

Expressed in Canadian dollars

	December 31, 2023	March 31, 2023
Assets		
Current assets		
Cash	$ 30,566	$ 347,285
Accounts receivable	38,050	86,217
Assets held for sale (note 4)	4,006,286	4,243,983
Prepaid expenses and deposits (note 5)	535,595	734,184
	4,610,497	5,411,669
Non-current assets		
Investment in Tigray Resources Incorporated PLC (note 5)	365,004	441,387
Mineral property interests (note 6)	17,247,284	17,647,625
Equipment (note 7)	815	-
	17,613,103	18,089,012
	$ 22,223,600	$ 23,500,681
Liabilities and Equity		
Current liabilities		
Accounts payable and accrued liabilities	$ 1,467,007	$ 954,004
Liabilities held for sale (note 4)	1,331,129	1,163,471
Deposit on sale of Canaco Tanzania Limited (note 4)	2,431,291	2,431,291
Loans payable (note 8)	648,995	596,754
	5,878,422	5,145,520
Equity		
Share capital (note 9(a) & (b))	57,440,153	57,440,153
Obligation to issue shares - mineral property interests (note 9(c))	143,000	143,000
Reserves (note 9(d))	151,638,142	151,410,259
Accumulated other comprehensive income	4,072,387	4,503,410
Deficit	(200,397,781)	(198,707,577)
Total equity attributable to shareholders of East Africa Metals Inc.	12,895,901	14,789,245
Non-controlling interest (note 10)	3,449,277	3,565,916
	16,345,178	18,355,161
	$ 22,223,600	$ 23,500,681

Nature of operations and going concern (note 1)

Approved on behalf of the Board:

"/s/ *David Parsons*"

"/s/ *Antony Harwood*"

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

EAST AFRICA METALS INC.

Condensed Interim Consolidated Statements of Loss – unaudited
Expressed in Canadian dollars

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Expenses				
Directors fees (note 11)	$ 17,250	$ 17,250	$ 51,750	$ 51,750
Exploration and evaluation expenditure (note 12)	149,499	121,558	448,487	423,830
Investor/shareholder communications and filing fees	38,263	43,281	108,551	211,467
Legal, audit and audit related fees	30,265	4,554	39,751	15,690
Management and consulting fees and reimbursements (note 11)	167,959	137,760	457,055	465,760
Office and administration	37,435	55,898	273,181	231,986
Rent and occupancy costs	501	308	897	885
Share-based compensation (notes 9(d) & 11)	-	-	227,883	-
	(441,171)	(380,609)	(1,607,555)	(1,401,368)
Foreign exchange gain (loss)	29,769	(20,689)	25,497	197,334
Share of loss of Tigray Resources Incorporated PLC (note 5)	(26,002)	(10,145)	(76,383)	(30,810)
Interest expense	(18,001)	(16,022)	(52,241)	(46,494)
Net loss for period	$ (455,406)	$ (427,465)	$ (1,710,682)	$ (1,281,338)
Net loss attributable to:				
Shareholders	$ (442,502)	$ (423,043)	$ (1,690,204)	$ (1,268,311)
Non-controlling interest	(12,901)	(4,422)	(20,478)	(13,027)
	$ (455,404)	$ (427,465)	$ (1,710,682)	$ (1,281,338)
Loss per share, basic and fully diluted	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)
Weighted average number of common shares - basic and fully diluted	204,280,236	204,280,236	204,280,236	204,280,236

Condensed Interim Consolidated Statements of Comprehensive Loss - unaudited
Expressed in Canadian dollars

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Net loss for period	$ (455,406)	$ (427,465)	$ (1,710,682)	$ (1,281,338)
Items that may be reclassified to statement of loss				
Currency translation adjustment	(394,166)	(340,146)	(527,184)	1,563,142
Comprehensive loss for period	$ (849,572)	$ (767,611)	$ (2,237,866)	$ 281,804
Comprehensive loss attributable to:				
Shareholders	$ (848,039)	$ (698,606)	$ (2,217,388)	$ 213,221
Non-controlling interest	(1,533)	(69,005)	(20,478)	68,583
	$ (849,572)	$ (767,611)	$ (2,237,866)	$ 281,804

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

EAST AFRICA METALS INC.

Condensed Interim Consolidated Statements of Changes in Equity – unaudited

Expressed in Canadian dollars

	Common Shares Without Par Value								
	Shares	Amount	Obligation-mineral property interests	Reserves	Accumulated Other Comprehensive Income	Deficit	Total Equity Attributable to Shareholders	Non-Controlling Interest	Total Equity
Balance - March 31, 2022	204,280,236	$ 57,440,153	$ 143,000	$ 151,410,259	$ 3,213,174	$ (196,407,990)	$ 15,798,596	$ 3,322,065	$ 19,120,661
Currency translation adjustment on foreign operations		-	-	-	1,152,215	-	1,152,215	410,927	1,563,142
Net loss for period		-	-	-	-	(1,268,311)	(1,268,311)	(13,027)	(1,281,338)
Balance - December 31, 2022	204,280,236	$ 57,440,153	$ 143,000	$ 151,410,259	$ 4,365,389	$ (197,676,301)	$ 15,682,500	$ 3,719,965	$ 19,402,465
Balance - March 31, 2023	204,280,236	$ 57,440,153	$ 143,000	$ 151,410,259	$ 4,503,410	$ (198,707,577)	$ 14,789,245	$ 3,565,916	$ 18,355,161
Share-based compensation		-	-	227,883	-	-	227,883	-	227,883
Currency translation adjustment on foreign operations		-	-	-	(431,023)	-	(431,023)	(96,161)	(527,184)
Net loss for period		-	-	-	-	(1,690,204)	(1,690,204)	(20,478)	(1,710,682)
Balance - December 31, 2023	204,280,236	$ 57,440,153	$ 143,000	$ 151,638,142	$ 4,072,387	$ (200,397,781)	$ 12,895,901	$ 3,449,277	$ 16,345,178

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

EAST AFRICA METALS INC.

Condensed Interim Consolidated Statements of Cash Flows – unaudited
Expressed in Canadian dollars

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	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Cash provided by (used for) operating activities		
Loss for period	$ (1,710,682)	$ (1,281,338)
Items not involving cash		
Amortization – exploration and evaluation	-	114,713
Interest expense	52,241	46,493
Provision for taxes recoverable	66,839	3,394
Share-based compensation	227,883	-
Share of loss of Tigray Resources Incorporated PLC (note 6)	76,383	30,809
Unrealized foreign exchange loss (gain)	(25,497)	(38,058)
Changes in operating assets and liabilities		
Accounts receivable	48,166	(3,752)
Assets held for sale	237,698	(72,312)
Prepaid expenses and deposits	198,589	7,088
Accounts payable and accrued liabilities	344,817	31,495
Liabilities held for sale	167,658	127,271
	(315,904)	(1,034,197)
Cash flows provided by (used for) investing activities		
Purchase of equipment	(815)	-
	(815)	-
Increase (decrease) in cash	(316,719)	(1,034,197)
Cash - beginning of period	347,285	1,744,675
Cash - end of period	$ 30,566	$ 710,478
Supplemental cash flow information		
Interest paid (received)	$ -	$ -
Income taxes paid (recovered)	$ -	$ -

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

1. Nature of operations and going concern

East Africa Metals Inc. ("East Africa" or the "Company") was incorporated on December 7, 2012, under the Canada Business Corporations Act. The address of the Company's corporate office and principal place of business is 17th Floor, 777 Dunsmuir Street, Vancouver, British Columbia, Canada. On July 11, 2013, the Company commenced trading on the TSX Venture Exchange (the "TSXV") as a Tier 2 mining issuer under the trading symbol "EAM".

East Africa is a mineral exploration company focused on the identification, acquisition, exploration, development and/or sale of base and precious mineral resource properties in the Federal Democratic Republic of Ethiopia ("Ethiopia") and the United Republic of Tanzania ("Tanzania"). The Company's major mineral property interest consists of one project in Ethiopia, the Harvest Property. Additionally, the Company has a 30% equity interest in Tigray Resources Incorporated PLC, which has one project in Ethiopia, the Adyabo Property. The Tanzanian mineral property interests are currently held for sale (note 4).

The Company has not yet determined whether its mineral resource properties contain mineral reserves that are economically recoverable. The continued operations of the Company and the recoverability of the amounts capitalized for mineral properties is dependent upon the existence of economically recoverable reserves, the ability of East Africa to obtain the necessary financing to complete the exploration and development of such properties and upon future profitable production or proceeds from the disposition of such properties.

These condensed interim consolidated financial statements are prepared on a going concern basis, which contemplates that the Company will continue in operation for at least the next twelve months from December 31, 2023 and will be able to realize its assets and discharge its liabilities in the normal course of business. For the nine month period ended December 31, 2023, the Company incurred a net loss attributable to shareholders totaling $1,690,204 and used cash in operating activities of $315,904. As at December 31, 2023, the Company had an accumulated deficit of $200,397,781. As at December 31, 2023, the Company had cash of $30,566, accounts payable and accrued liabilities of $1,467,007 and current loans payable of $648,995.

Based on the Company's financial position as at December 31, 2023, the available funds are not considered adequate to meet requirements for the estimated operations and exploration and evaluation costs in the coming twelve-month period. These requirements may be adversely impacted by an absence of normal available financing due to the continued uncertainty in the markets for mineral exploration companies. To address its financing requirements, the Company will seek financing through and not limited to completion of the sale of Canaco Tanzania Limited (note 4), debt financing, strategic alliances, equity financing and optioning of its mineral properties. However, there is no assurance that such financing will be available. There is a material uncertainty related to these conditions that may cast significant doubt upon the Company's ability to continue as a going concern. If the going concern assumption were not appropriate for these consolidated financial statements, then adjustments would be necessary to the carrying values of assets, liabilities, the reported income and expenses and the consolidated statement of financial position classifications used. Such adjustments could be material.

2. Statement of compliance and basis of preparation

These condensed interim consolidated financial statements are prepared in accordance with IAS 34 - Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in the annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the IASB have been condensed or omitted.

These condensed interim financial statements follow the same accounting policies and methods of application as the Company's audited consolidated financial statements for the fifteen month period ended March 31, 2023. The policies applied in these condensed interim consolidated financial statements are based on IFRS issued as of February 26, 2024, the date the Board of Directors approved the financial statements. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual financial statements for the fifteen month period ended March 31, 2023.

3. Significant accounting policies

Basis of presentation

The financial statements have been prepared on an accrual basis and are on a historical cost basis, except for certain financial instruments, which are measured at fair value. The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant are disclosed in note 4 in the Company's annual financial statements for the fifteen month period ended March 31, 2023.

These condensed interim consolidated financial statements are prepared in Canadian dollars. The functional currency of the Company is Canadian dollars.

4. Held for sale assets and liabilities

On October 20, 2020, the Company signed a binding Share Purchase Agreement and Gold Purchase Agreement with PMM Mining Company Limited ("PMM" or the "Developer").

Consideration for the transaction is as follows:

- PMM will pay to East Africa the sum of US$2,000,000, being consideration for the acquisition of 100% of CTL with the expectation that East Africa will assume certain liabilities of CTL (approximately US$500,000). CTL owns the Magambazi and Handeni Mining Licenses (the "Mining Assets" or "Magambazi Mine") and all other properties owned by East Africa in Tanzania (the "Exploration Assets"). As at June 30, 2023, East Africa had received US$1,900,000 (CAD$2,431,291) and US$100,000 of the sale proceeds were withheld by PMM and remitted to the Tanzanian Revenue Authority. The sale proceeds received have been recorded in the financial statements as a deposit on sale of CTL.
- During the lifetime of the mine respecting the Mining Assets, PMM will sell 30% of the Gold produced to East Africa at the production cost plus 15%, pursuant to a Gold Purchase Agreement.
- PMM undertakes to produce at least 10,000 ounces in the first year of commissioning of operations, 20,000 ounces in the second year, 30,000 ounces in the third year and at least 40,000 ounces per year thereafter. In the event PMM does not meet the minimum production in a year, it will compensate East Africa as follows: In the first year minimum production is not met PMM will pay US$200,000; US$400,000 in the second year; US$600,000 in the third year; and, US$700,000 per year for any other years where the minimum production is not achieved.
- If at any time the Seller wishes to Transfer to any third party (the "Buyer") or following an offer by a Buyer for the Seller to Transfer to such Buyer, any of the Mining Assets or Exploration Assets, East Africa will have the right of first offer to re-acquire the properties.

Currently the mining operations are inactive and the Magambazi and Handeni Mining Licenses ("MLs") are pending renewal due to PMM's non-performance. This situation contravenes the terms of the Sale Purchase and General Partnership agreements signed with PMM in September 2020 mediated by the State Attorney General of Tanzania. The Company has recourse to recover the project and is assessing the best option to move the project forward. The Company continues to be in discussions with new operating partners and the government to resolve this matter and expects the MLs will be renewed in the first quarter of calendar 2024.

Expressed in Canadian dollars

4. Held for sale assets and liabilities - continued

As a result of the Company entering into an agreement to sell 100% of CTL, the assets and liabilities of CTL and Denwill are presented as assets and liabilities held for sale, details are as follows:

	December 31, 2023	March 31, 2023
Assets held for sale		
Cash	$ 610	$ 747
Mineral property interests	3,986,267	4,099,757
Property & equipment	19,409	143,479
	$ 4,006,286	$ 4,243,983
Liabilities held for sale		
Accounts payable and accrued liabilities	$ 1,331,129	$ 1,163,471

5. Investment in Tigray Resources Incorporated PLC ("TRI PLC")

East Africa holds a 30% equity interest in TRI PLC.

	December 31, 2023	March 31, 2023
Balance - opening	$ 441,387	$ 498,551
Share of loss	(76,383)	(57,164)
Balance - closing	$ 365,004	$ 441,387

Summary of Tigray Resources Incorporated PLC statements of financial position

	December 31, 2023	March 31, 2023
Current assets	$ 518,982	$ 729,444
Less -current liabilities	(819,730)	(808,233)
	(300,748)	(78,789)
Non-current assets	4,175,112	4,258,777
Less-non current liabilities	(2,657,680)	(2,708,696)
	1,517,431	1,550,081
Net assets	1,216,682	1,471,292
East Africa's share - percentage	30%	30%
East Africa's share - net assets	$ 365,004	$ 441,387

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2023
Revenues	$ -	$ -	$ -	$ -
Expenses	91,729	78,936	351,121	189,009
Net loss	(91,729)	(78,936)	(351,121)	(189,009)
Other comprehensive income (loss)	11,759	(2,750)	14,795	(781)
Comprehensive loss	$ (79,970)	$ (81,686)	$ (336,326)	$ (189,790)

During the fifteen month period ended March 31, 2023, the Company advanced US$505,205 to TRI PLC for future exploration and charges of US$95,194 have been applied. As at December 31, 2023, the balance of the exploration advance is US$369,318 (CAD$499,676) (March 31, 2023 - US$499,970 (CAD$688,112)), which is included in prepaid expenses and deposits on the Condensed Interim Consolidated Statements of Financial Position (note 11). The funds being held by TRI PLC are reflected in their financial records as a liability and are available for the Company's use on exploration activities on the Ethiopian property interests, including the Harvest Property.

Expressed in Canadian dollars

6. Mineral property interests

Details of the Company's mineral property interests are as follows:

		Harvest property (Ethiopia)
Acquisition costs		
Balance - March 31, 2023	$	17,647,625
Foreign exchange		(16,952)
Balance - December 31, 2023	$	17,630,673

Harvest Property

In December 2017, the Company received a mining license for the Terakimti HL Project, which includes the requirement to complete construction of the mine within 2 years. The Company applied for an extension of the mine development period, which was granted in December 2019 extending the term to December 5, 2020. The mining license has a term of 6 years with the ability for renewal of up to 10 years on the approval of the Ministry of Mines and Petroleum ("MoMP") and is due to expire in December 2023. The Company has a 70% interest in the Harvest Property in Ethiopia with the remaining 30% interest held by Ezana Mining Development PLC ("Ezana").

The Company submitted an application for the exploration rights on the remaining prospective targets not included in the Terakimti HL Project (East Africa Mineral Resources), which has been approved.

The Company filed a notice of force majeure with the government to suspend any obligations the Company has under the terms of the mining licenses and the government approved exploration programs until the travel restrictions are lifted.

Tanzania – Handeni & Other Properties (Assets held for resale (note 4))

The properties are located in the Handeni district, Tanga Region of Tanzania. East Africa's Handeni Properties are comprised of two mining licenses covering the Magambazi project with CTL holding one mining license and Denwill holding the second mining license. The Company has an option agreement to acquire a 100% interest in Denwill, a structured entity controlled by East Africa, upon payment of US$40,000. As at March 31, 2023, the option has not yet been exercised. The Other Properties consists of two main claims and are located in the Handeni district, Tanga Region of Tanzania. The mineral property interests held by CTL and Denwill have been reclassified, as held for sale assets (note 4).

7. Equipment

Cost		
Balance - March 31, 2023	$	-
Purchases		815
Balance - December 31, 2023	$	815
Accumulated amortization		
Balance - March 31, 2023	$	-
Amortization		-
Balance - December 31, 2023	$	-
Carrying value		
Balance - December 31, 2023	$	815

Expressed in Canadian dollars

8. Loans payable

		December 31, 2023		March 31, 2023
Demand loans (a)				
Principal	$	300,000	$	300,000
Interest		308,995		256,754
		608,995		556,754
Canadian Emergency Business Account ("CEBA") loan (b)		40,000		40,000
	$	648,995	$	596,754

a) On August 31, 2017, SinoTech (Hong Kong) Corporation Limited ("SinoTech") provided an unsecured loan to the Company for $600,000 with an interest rate of 12% per annum. During the year ended December 31, 2018, the Company repaid $324,000 of the principal and interest. Accrued interest at December 31, 2023 is $308,995 (March 31, 2023 - $256,754). The loan is repayable 15 business days after the Company's closing of sale, cooperation or financing transaction in connection with the development of the Harvest Property; or, June 30, 2021. An additional extension to the agreement has been requested by the Company.

On May 28, 2020, SinoTech provided a short-term unsecured loan to the Company for $250,000 with an interest rate of 12% per annum. The loan principal plus accrued interest thereon of $273,129 was repaid in full during the year ended December 31, 2021.

SinoTech is a significant shareholder as it owns 18.5% of the issued and outstanding shares of East Africa and has common officers and directors.

b) CEBA loan is unsecured and interest free to December 31, 2023. If 75% of the loan is repaid in the initial term, 25% will be forgiven. If the Company is unable to repay in the initial term, the loan will be extended starting January 1, 2024 for an additional term maturing December 31, 2026 with an interest rate of 5% per annum and payable monthly.

9. Share capital

a) Authorized

Unlimited number of common shares without par value.

b) Escrowed shares

As at December 31, 2023, 675,045 (March 31, 2023 - 675,045) common shares are held in escrow. The release of these shares is based on the future exploration expenditure, discovery of an ore deposit and achieving commercial mineral production.

c) Obligation to issue shares

In 2016, the Company's board of directors approved the grant of up to 2,750,000 bonus shares, subject to the issuance of the mining license for the Harvest Property. In 2017, East Africa received the mining license for the Harvest Property and issued 1,750,000 bonus shares to certain officers and recorded share-based compensation of $516,250. The Company also recorded share-based compensation of $295,000 with a credit to bonus share obligation for 1,000,000 bonus shares yet to be issued. During the year ended December 31, 2018, the Company issued an additional 375,000 bonus shares to certain executives and reclassified $110,625 from bonus shares obligation to share capital. During the year ended December 31, 2021, the remaining 625,000 bonus shares were issued and $184,375 reallocated from bonus share obligation to share capital.

The Company held a 100% interest in the Adyabo Property (note 5) with the option to buy back 1.0% of the Net Smelter Return for a cash payment of $5,000,000 to the previous owner, TIBA Resource Inc. ("TIBA"). Upon receipt of government approval on a positive feasibility study (May 23, 2019), the Company was obligated to issue 550,000 common shares ($143,000) to TIBA and on commencement of commercial production, the Company will be obligated to issue an additional 275,000 common shares to TIBA.

Expressed in Canadian dollars

9. Share capital - continued

d) Reserves

Stock options

The Company has established a stock option plan whereby the Board of Directors may grant stock options to directors, officers, employees or consultants in order to more closely align the grant-recipients' interests with those of shareholders. Pursuant to the 2022 stock option plan, the Company has been authorized by its shareholders to grant stock options of up to 42,856,047 common shares. Stock options granted are subject to a maximum term of ten years from the date of grant. The exercise price of a stock option must be determined in accordance with the share purchase option plan. Stock options vest at the time the stock options are granted unless determined otherwise by the Board of Directors, other than stock options granted to consultants performing investor relations activities, which vest in stages over twelve months with no more than one quarter vesting in any three-month period.

During the nine month period ended December 31, 2023, the Company granted 3,100,000 stock options, which vested on the grant date, with a fair value of $227,883, which was recorded as share-based compensation. The stock options were valued using Black-Scholes option pricing model based on the following assumptions:

Expected life	Annual	Dividend	Risk-free	Options	Fair value
5 years	78.60%	0%	2.97%	3,100,000	$ 227,883

Details of stock options activity during the nine month period ended December 31, 2023 and fifteen month period ended March 31, 2023 are as follows:

	December 31, 2023				March 31, 2023			
	Number of options outstanding and exercisable		Weighted average exercise price		Number of options outstanding and exercisable		Weighted average exercise price	
Opening balance	19,182,000	$	0.23		25,282,000	$	0.22	
Granted	3,100,000	$	0.20		-	$	-	
Expired	(10,432,000)	$	0.27		(6,100,000)	$	0.27	
Closing balance	11,850,000	$	0.24		19,182,000	$	0.23	

The following table summarizes information about the stock options outstanding and exercisable at December 31, 2023:

Number of options outstanding and exercisable		Exercise prices of options outstanding and exercisable		Weighted average exercise price of options exercisable	Weighted average remaining contractual life
5,600,000	$	0.22	$	0.22	0.44
3,150,000	$	0.30	$	0.30	2.23
3,100,000	$	0.20	$	0.20	4.36
11,850,000			$	0.24	1.94

Warrants

As at December 31, 2023 and March 31, 2023, there were no share purchase warrants outstanding.

Expressed in Canadian dollars

10. Non-controlling interest

East Africa holds a 70% equity interest in Harvest Mining PLC with the remaining 30% held with Ezana, an Ethiopian company. The non-controlling interest is carried at 30% until the completion of a feasibility study. The Company is responsible for all exploration costs until completion of a feasibility study. Subsequent to the completion of a feasibility study, any approved contributions by the Company for which Ezana elects not to contribute or elects to contribute less than its equity interest could increase the Company's interest. The below summarized financial information of Harvest is before inter-company eliminations:

Summary of statements of financial position

	December 31, 2023	March 31, 2021
NCI percentage	30%	30%
Current assets	$ 5,980	$ 98,100
Less -current liabilities	(6,015)	(107,366)
	(35)	(9,266)
Non-current assets	17,248,098	17,647,625
Less -non-current liabilities	(15,569,995)	(15,571,491)
	1,678,104	2,076,134
Net assets	$ 1,678,069	$ 2,066,868
Accumulated NCI	$ 3,449,277	$ 3,565,916

Summary of statements of loss and comprehensive loss

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Net income (loss) for period	$ -	$ (14,360)	$ (25,255)	$ (43,042)
Comprehensive income (loss) for period	$ -	$ 1,059,892	$ 63,148	$ 2,616,245

Summary of statements of cash flows

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Net cash provided by (used in) operating activities	$ -	$ 2,823	$ (15,121)	$ 6,348
Net cash provided by (used in) investing activities	$ -	$ -	$ (833)	$ -
Net cash provided by (used in) financing activities	$ -	$ -	$ 38,438	$ -

Changes to non-controlling interest	
Balance - March 31, 2023	$ 3,565,916
Non-controlling interest's share of loss	(20,478)
Non-controlling interest's share of other comprehensive income (loss)	(96,162)
Balance - December 31, 2023	$ 3,449,277

11. Related party transactions

Key management personnel are those persons that have the authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly. Key management personnel include the Company's directors and the Chief Executive Officer, Chief Financial Officer and Corporate Secretary.

Details of key management personnel compensation are as follows:

	Three month period ended December 31, 2023	Three month period ended December 31, 2022	Nine month period ended December 31, 2023	Nine month period ended December 31, 2022
Services provided:				
Directors fees	$ 17,250	$ 17,250	$ 51,750	$ 51,750
Management and consulting fees and reimbursements	167,897	139,706	456,993	467,707
Share-based compensation	-	-	161,723	-
Key management personnel compensation	$ 185,147	$ 156,956	$ 670,467	$ 519,457

Expressed in Canadian dollars

11. Related party transactions - continued

	December 31, 2023	March 31, 2023
Balances payable to key management personnel for compensation	$ 1,059,843	$ 595,143

The balances payable are included in accounts payable and accrued liabilities.

Other amounts included in the condensed interim consolidated financial statements due to or from related parties, as disclosed in notes 5 & 8, are as follows:

	December 31, 2023	March 31, 2023
Prepaid expenses and deposits (note 5)	$ 499,676	$ 688,112
Loan payable (note 8)	$ 608,995	$ 556,754

Interest of $52,241 for the nine month period ended December 31, 2023 (nine month period ended December 31, 2022 - $46,494) has been accrued on the loan payable in these consolidated financial statements.

12. Exploration and evaluation expenses

	Tanzania, Other Properties	Harvest Property	Total
Exploration and evaluation expenses			
Camp and administration	$ 223,245	$ 158,404	$ 381,648
Provision for (recovery of) taxes	60,528	6,311	66,839
Nine month period ended December 31, 2023	$ 283,772	$ 164,715	$ 448,487

13. Geographical segment information

The Company's operations comprise one reportable segment, exploration and development of mineral properties. The Company carries on business in Canada, Ethiopia and Tanzania. The carrying value of the Company's non-current assets totaling $17,613,103 (March 31, 2023 - $18,089,012) are all geographically located in Ethiopia.

14. Financial instruments

a) Fair values

The Company's financial assets and liabilities consist of cash, accounts receivable, accounts payable and accrued liabilities, deposit on sale of Canaco Tanzania Limited and loans payable.

The carrying value of the Company's cash and accounts receivable approximate their fair value at December 31, 2023 and March 31, 2023 due to their short term nature. The fair value of accounts payable and accrued liabilities, deposit on sale of Canaco Tanzania Limited and loans payable may be less than the carrying value as a result of the Company's credit and liquidity risk.

b) Management of financial risk

The Company's financial instruments are exposed to certain financial risks, including currency risk, interest rate risk, credit risk and liquidity risk. There have been no changes in the Company's management of risks associated with financial instruments during the nine month period ended December 31, 2023 as compared with the fifteen month period ended March 31, 2023.

Currency risk

Currency risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates. The Company is exposed to the fluctuation of foreign exchange rates. The Company operates in Canada, Ethiopia and Tanzania, the Company's functional currency is the Canadian dollar and for its foreign operations, the functional currency is the USD. The Company's expenses are incurred in Australian dollars ("AUD"), United States of America dollars ("USD"), Tanzanian shillings ("TSH") and Ethiopian birr ("ETB"). A significant change in the currency exchange rates between the functional currencies relative to these currencies could have an effect on the Company's profit or loss and equity. The Company has not hedged its exposure to currency fluctuations.

As at December 31, 2023, the Company is exposed to currency risk through the following assets and liabilities denominated in Canadian dollars:

As at December 31, 2023	AUD	USD	TSH	ETB
Cash	$ -	$ 14	$ 19	$ 1,561
Accounts receivable	-	(66,779)	-	(6,139)
Accounts payable and accrued liabilities	3,782	(47,635)	(5,247)	(5,468)
Net asset (liability)	$ 3,782	$ (114,400)	$ (5,227)	$ (10,046)

Based on the above net exposure as at December 31, 2023 and assuming that all other variables remain constant, a 10% depreciation or appreciation of the Canadian dollar against the Australian dollar, US dollar, Tanzanian shilling and Ethiopian birr would result in an increase/decrease of approximately $12,589 (March 31, 2023 - $8,461) in the Company's loss and comprehensive loss.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company's interest rate risk arises from the interest rate impact on cash and its borrowings. The Company did not earn interest on its cash for the nine month period ended December 31, 2023 and the nine month period ended December 31, 2022 and the Company has borrowings of $300,000 (March 31, 2023 - $300,000) with an interest rate of 12% per annum.

Based on the amount of cash and borrowings as at December 31, 2023 and assuming that all other variables remain constant, a 0.5% change in the applicable interest rate would result in an insignificant increase/ decrease to the interest expense in the Company's statements of loss.

14. Financial instruments - continued

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's maximum exposure to credit risk is the carrying amount of cash and accounts receivable. The Company limits its exposure to credit risk on cash as these financial instruments are held primarily with a major Canadian financial institution.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company has a planning and budget process in place by which it anticipates and determines the funds necessary to support normal operation requirements and development of its mineral property interests. The Company's investment policy is to invest its cash in highly liquid short-term interest bearing investments with maturities greater than 90 days from the original date of acquisition, selected concerning the expected timing of expenditures from continuing operations. The Company ensures that sufficient funds are raised from private placements or other sources to meet its operating requirements, after taking into account existing cash.

The Company manages liquidity risk through the management of its capital structure as described in note 15. As at December 31, 2023, the Company had cash of $30,566 (March 31, 2023 – $347,285) to settle current liabilities of $5,878,422 (March 31, 2023 – $5,145,520). The Company determined that it does not have available funds to meet requirements for the coming twelve months based on current planned expenditures for operations, exploration and development of its mineral property interests (note 1).

15. Management of capital

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain a flexible capital structure, which optimizes the cost of capital at an acceptable risk.

In the management of capital, the Company includes the components of equity attributable to common shareholders (December 31, 2023 - $12,895,901 (March 31, 2023 - $14,789,245)). 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 its capital structure, the Company may attempt to issue new shares, issue debt and acquire or dispose of assets. In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. The Board of Directors reviews the annual and updated budgets. The Company's investment policy is to limit investments to guaranteed investment certificates, banker's acceptance notes, investment savings accounts or money market funds with high quality financial institutions in Canada, selected concerning the expected timing of expenditures from continuing operations. There were no changes in the Company's approach to capital management during the period. The Company is not subject to any externally imposed capital requirements.