international lithium corp.
Power of Blue Sky Discoveries + Green Technology

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)
(Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2023 AND 2022

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

The accompanying unaudited 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 the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor

INTERNATIONAL LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)
AS AT,

	Notes	Unaudited March 31, 2023	Audited December31, 2022
ASSETS			
Current			
Cash		$ 5,831,989	$ 6,079,566
Receivables	*3*	18,621	167,941
Marketable securities	*5*	385,704	374,094
Loan receivable	*4*	281,708	274,719
Prepaid expenses		33,330	212,014
		6,551,352	7,108,334
Advances	*8*	428,574	428,574
Equipment	*6*	3,368	3,905
Equity investment	*7*	2,458,735	2,218,445
Exploration and evaluation assets	*8*	4,717,383	4,756,549
		$ 14,159,412	$ 14,515,807
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Accounts payable and accrued liabilities	*9 & 11*	$ 59,651	$ 147,262
		59,651	147,262
Shareholders' Equity			
Share capital	*12*	19,192,695	19,192,695
Equity reserves	*12*	4,966,991	4,711,989
Accumulated other comprehensive loss		(118,542)	(159,565)
Deficit		(9,941,383)	(9,376,574)
		14,099,761	14,368,545
		$ 14,159,412	$ 14,515,807

Nature and continuance of operations *(Note 1)*
Commitments *(Note 11)*
Subsequent events *(Note 17)*

Approved and authorized by the Board on May 24, 2023.

"John Wisbey" Director *"Maurice Brooks"* Director

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

INTERNATIONAL LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
(Unaudited - Expressed in Canadian Dollars)
FOR THE THREE MONTHS ENDED MARCH 31,

	Notes	2023	2022
OPERATING EXPENSES			
Consulting fees	*11*	$ 192,471	$ 263,470
Depreciation	*6*	537	-
Directors' fees	*11*	169,450	282,264
Foreign exchange loss		4,018	107,546
Interest and bank charges	*10*	1,589	795,593
Professional fees		39,744	41,677
Office and miscellaneous		29,680	22,707
Shareholder communications		36,892	76,803
Share-based payments	*11 & 12*	255,002	144,856
Transfer agent and filing fees		9,932	34,338
Travel and Promotion		43,045	-
Total operating expenses		(782,360)	(1,769,254)
Interest Income	*4*	6,674	-
Gain on marketable securities	*5*	11,610	1,244,626
Gain on sale of exploration and evaluation assets	*8*	-	1,118,348
Loss on equity investment	*7*	(13,001)	(4,417)
		5,283	2,358,557
Income (loss) for the period		(777,077)	589,303
OTHER COMPREHENSIVE INCOME (LOSS)			
Foreign currency translation	*7*	41,023	(80,216)
Comprehensive income (loss) for the period		$ (736,054)	$ 509,087
Income (loss) per common share			
Basic		$ (0.00)	$ 0.00
Diluted loss per common share		$ (0.00)	$ 0.00
Weighted average number of common shares outstanding – basic and diluted		248,461,588	243,729,265

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

INTERNATIONAL LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)
FOR THE THREE MONTHS ENDED MARCH 31,

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) for the period	$ (777,077)	$ 589,303
Items not affecting cash:		
Accrued interest expense	-	794,247
Accrued interest income	(6,674)	-
Depreciation	537	-
Foreign exchange	(315)	-
Loss on equity investment	13,001	4,417
Gain on sale of exploration and evaluation assets	-	(1,118,348)
Share-based payments	255,002	144,856
Realized gain on marketable securities	-	(691,305)
Unrealized gain on marketable securities	(11,610)	(553,321)
Changes in non-cash working capital items:		
Receivables	149,320	(4,493)
Prepaid expenses	178,684	24,418
Accounts payable and accrued liabilities	(87,611)	105,671
Net change from operating activities	(286,743)	(704,555)
CASH FLOWS FROM INVESTING ACTIVITIES		
Exploration and evaluation expenditures, net of grants received	39,166	(221,727)
Sale of Marketable Securities	-	1,358,923
Proceeds from sale of exploration and evaluation asset	-	688,035
Net change from investing activities	39,166	1,825,231
CASH FLOWS FROM FINANCING ACTIVITIES		
Warrants exercised	-	90,014
Loans repaid	-	(708,550)
Interest paid	-	(31,596)
Net change from financing activities	-	(650,132)
Change in cash for the period	(247,577)	470,544
Cash, beginning of period	6,079,566	10,961,936
Cash, end of period	$ 5,831,989	$ 11,432,480

Supplemental disclosure with respect to cash flows *(Note 13)*

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

INTERNATIONAL LITHIUM CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Share capital					
	Number	**Amount**	**Equity reserves**	**Accumulated other comprehensive income (loss)**	**Deficit**	**Total**
Balance at December 31, 2021	235,857,043	$ 17,722,596	$ 5,002,996	$ (172,712)	$ (8,131,465)	$ 14,421,415
Warrants exercised	10,900,000	1,331,735	(786,735)	-	-	545,000
Share based payments	-	-	144,856	-	-	144,856
Other comprehensive loss	-	-	-	(80,216)	-	(80,216)
Income for the period	-	-	-	-	589,303	589,303
Balance at March 31, 2022	246,757,043	19,054,331	4,361,117	(252,928)	(7,542,162)	15,620,358
Balance at December 31, 2022	248,461,588	19,192,695	4,711,989	(159,565)	(9,376,574)	14,368,545
Equity gain on carried interest	-	-	-	-	212,268	212,268
Share based payments	-	-	255,002	-	-	255,002
Other comprehensive income	-	-	-	41,023	-	41,023
Loss for the period	-	-	-	-	(777,077)	(777,077)
Balance at March 31, 2023	248,461,588	$ 19,192,695	$ 4,966,991	$ (118,542)	$ (9,941,383)	$ 14,099,761

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

1. NATURE AND CONTINUANCE OF OPERATIONS

International Lithium Corp. (the "Company") was incorporated under the Business Corporations Act, British Columbia on March 26, 2009 and is considered to be in the exploration stage with respect to its mineral properties. The Company's records office address is 550 Burrard Street, Suite 1008, Vancouver, British Columbia, Canada, V6C 2B5 and head office address is 789 West Pender Street, Suite 1120, Vancouver, British Columbia, Canada, V6C 1H2. The Company is listed on the TSX Venture Exchange and trades under the stock symbol "ILC".

The Company is in the process of exploring and investing in mineral properties located in Canada and Ireland and has not yet determined whether the properties contain reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These condensed interim consolidated financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred ongoing losses and expects to incur further losses in the development of its business. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due.

The Company estimates that it has adequate resources for the next twelve months. The following table provides information regarding the Company's working capital and accumulated deficit as at March 31, 2023 and December 31, 2022.

	March 31, 2023	December 31, 2022
Working capital	$ 6,491,701	$ 6,961,072
Accumulated deficit	$ (9,941,383)	$ (9,376,574)

2. BASIS OF PREPARATION

Statement of Compliance

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standards ("IAS") 34 'Interim Financial Reporting' ("IAS 34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The condensed interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2022.

Basis of Presentation

The condensed interim consolidated financial statements have been prepared on a historical cost basis except for certain 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.

The condensed interim consolidated financial statements of the Company are presented in Canadian dollars, which is the functional currency of the Company.

2. BASIS OF PREPARATION (cont'd...)

Consolidation

These condensed interim consolidated financial statements incorporate the financial statements of the Company and its controlled subsidiaries. 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. The financial statements include the accounts of the Company and its subsidiaries. All significant intercompany transactions and balances have been eliminated. The Company's subsidiaries are as follows:

	Country of Incorporation	Ownership
International Lithium UK Ltd.	United Kingdom	100%
International Lithium Canada Ltd.	Canada	100%

The financial statements of a subsidiary are included in the consolidated financial statements from the date that control commences until the date that control ceases. When the Company ceases to control a subsidiary, assets, liabilities and non-controlling interests of the subsidiary are derecognized at their carrying amounts at the date when control is lost. Investment retained in the former subsidiary is recognized at its fair value and any gain or loss resulting from deconsolidation is recorded through profit or loss.

Significant accounting judgments and estimates

The preparation of these condensed interim consolidated financial statements requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities and expenses. Management uses historical experience and various other factors it believes to be reasonable under the given circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates.

The most significant judgments relate to the functional currency of the Company and significant influence over associates.

Functional currency

Judgment is involved in the assessment of the functional currency of the Company, its equity investment, and its subsidiaries.

Significant influence over associates

Management deems the Company to have significant influence over an associate when the Company is able to influence the financial and operating decisions of the associate. The Company has determined that its investment in Blackstairs Lithium Limited is an investment in associate.

The most significant estimates relate to the recognition of deferred tax assets and liabilities, calculation of share-based payments, and recoverability of exploration and evaluation assets.

Deferred tax assets and liabilities

The determination of deferred income tax assets or liabilities requires subjective assumptions regarding future income tax rates and the likelihood of utilizing tax carry forwards. Changes in these assumptions could significantly affect the recorded amounts, and therefore do not necessarily provide certainty as to their recorded values.

2. BASIS OF PREPARATION (cont'd...)

Significant accounting judgments and estimates (cont'd...)

Share-based payments

Share-based payments, as measured with respect to stock options granted and re-priced, have been estimated by reference to the Black-Scholes pricing model in discussion with auditors; a detailed discussion of management's estimates with respect to the pricing model is found in Note 12. Management are reviewing whether the Black-Scholes model is in fact the most appropriate model for contingent options (e.g. options or warrants whose latest exercise date could be accelerated for various reasons) and will be reviewing the appropriate model to use during 2023.

Recoverability of exploration and evaluation assets

Recorded costs of exploration and evaluation assets and deferred exploration and evaluation costs are not intended to reflect present or future values of these properties. The recorded costs are subject to measurement uncertainty and it is reasonably possible, based on existing knowledge, that change in future conditions could require a material change in the recognized amount. Management is required, at each reporting date, to review its exploration and evaluation assets for signs of impairment. This is a highly subjective process taking into consideration exploration results, metal prices, economics, financing prospects and sale or option prospects. Management makes these judgements based on information available, but there is no certainty that a property is or is not impaired. Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

3. RECEIVABLES

As at March 31, 2023, and December 31, 2022, receivables are comprised of input tax credits.

4. LOAN RECEIVABLE

On November 2, 2022, the Company entered into a loan agreement with a director and officer of the Company. The Company advanced US$200,000 ($270,340) for a term of six months. The loan is unsecured and bears interest at the rate of 10% per annum.

During the period ended March 31, 2023, the Company recorded $6,674 interest income on the loan (2022 – $nil). As at March 31, 2023, the carrying value of the loan receivable is US$208,164 ($281,709). *(Note 11)*

5. MARKETABLE SECURITIES

During the period ended March 31, 2023, and December 31, 2022, marketable securities consisted of shares of a publicly traded company, Critical Resources Limited ("Critical Resources"). The Critical Resources shares were received as part of the Asset Purchase Agreement for the Mavis Lake Lithium Project *(Note 8)*. Marketable securities are measured at fair value by reference to quoted stock prices on established exchanges.

(Unaudited - Expressed in Canadian Dollars)

5. MARKETABLE SECURITIES (cont'd...)

The following transactions occurred during the period:

	Period ended March 31, 2023		Year ended December 31, 2022	
	Shares		Shares	
Critical Resources shares				
Opening balance	9,460,498	$ 374,094	-	$ -
Received from Mavis Lake asset purchase agreement	-	-	34,000,000	1,536,885
Sale of marketable securities	-	-	(24,539,502)	(2,253,648)
Realized gain	-	-	-	1,144,401
Unrealized gain (loss)	-	11,610	-	(53,544)
Ending balance	9,460,498	$ 385,704	9,460,498	$ 374,094

6. EQUIPMENT

Computer hardware	Cost	Accumulated Depreciation	Net Book Value
Balance as at December 31, 2021	$ -	$ -	$ -
Additions	5,386	(1,481)	3,905
Balance as at December 31, 2022	5,386	(1,481)	3,905
Additions	-	(537)	(537)
Balance as at March 31, 2023	$ 5,386	$ (2,018)	$ 3,368

7. EQUITY INVESTMENT

Avalonia Lithium Joint Venture

The Avalonia Lithium Project is comprised of certain licenses in the Carlow and Wicklow counties, Ireland. The exploration rights for the project are held by Blackstairs Lithium Limited ("BLL"), a company owned jointly by the Company and GFL.

BLL is recognized as an equity investment of the Company. The management committee of the joint venture is comprised of one representative of each of the Company and GFL. Voting is proportionate to each party's participating interest which is, as at March 31, 2023, and December 31, 2022, 55% to GFL and 45% to the Company.

In order to earn an additional 24% interest in the Avalonia Lithium Project, GFL must incur $10,000,000 in exploration expenditures or produce a bankable feasibility study within 10 years of the effective date of the agreement (extended to 12 years). The Company will have a carried interest through to the completion of these exploration expenditures.

Once GFL has incurred a total of $10,000,000 in exploration expenditures within the agreed timeframe, or once a positive feasibility study has been produced, the Company's participating interest will be reduced to 21% without incurring additional costs. A participating interest that is subsequently diluted to less than 10% will be converted to a 1% net smelter royalty ("NSR").

(Unaudited - Expressed in Canadian Dollars)

7. EQUITY INVESTMENT (cont'd...)

Avalonia Lithium Joint Venture (cont'd...)

The Company accounts for its interest in BLL on an equity basis. As at March 31, 2023, and December 31, 2022, the Company holds a 45% interest in BLL. The functional currency of BLL is the Euro. Supplementary financial information regarding the Company's investment in BLL is presented below, after adjustments to align accounting policies to those of the Company and to translate to Canadian dollars in accordance with the Company's accounting policies.

Blackstairs Lithium Limited

	March 31, 2023	December 31, 2022
Current assets	$ 459,827	$ 178,753
Non-current assets	5,180,142	4,882,495
Current liabilities	(176,114)	(131,369)
Net assets	5,463,856	4,929,879
The Company's share of the net assets – 45% (2022 - 45%)	$ 2,458,735	$ 2,218,445

	Period ended March 31, 2023	Period ended March 31, 2022
Loss for the period	$ (28,890)	$ (9,815)
Other comprehensive income (loss) – foreign currency translation	91,163	(178,258)
Total comprehensive income (loss)	62,273	(188,073)
The Company's share of comprehensive income (loss) – 45% (2022 - 45%)	$ 28,023	$ (84,633)

Investment in associate – Blackstairs Lithium Limited	Period ended March 31, 2023	Year ended December 31, 2022
Balance, beginning of period	$ 2,218,445	$ 2,148,623
Equity gain on carried interest	212,268	86,267
Loss on equity investment	(13,001)	(29,592)
Equity – other comprehensive income (loss)	41,023	13,147
Ending balance, investment in associate – Blackstairs Lithium Limited	$ 2,458,735	$ 2,218,445

(Unaudited - Expressed in Canadian Dollars)

8. EXPLORATION AND EVALUATION ASSETS

	Mavis Lake / Fairservice Project	Raleigh Lake Project	Wolf Ridge Project	Total
Exploration and Evaluation Assets				
Balance, December 31, 2021	$ 1,106,576	$ 821,736	$ -	$ 1,928,312
Exploration expenditures	-	3,881,795	93,018	3,974,813
Option payments made	-	-	20,000	20,000
Option payments received	(1,106,576)	-	-	(1,106,576)
Government grant received	-	(60,000)	-	(60,000)
Balance, December 31, 2022	-	4,643,531	113,018	4,756,549
Exploration expenditures	-	100,834	-	100,834
Government grant received	-	(140,000)	-	(140,000)
Balance, March 31, 2023	$ -	$ 4,604,365	$ 113,018	$ 4,717,383

Deferred exploration costs were as follows:

	Raleigh Lake Project	Wolf Ridge Project	Total
Period ended March 31, 2023			
Assays and laboratory	$ 43,401	$ -	$ 43,401
Exploration expense	1,982	-	1,982
Geology and geophysics	55,451	-	55,451
Total	$ 100,834	$ -	$ 100,834

	Raleigh Lake Project	Wolf Ridge Project	Total
Year ended December 31, 2022			
Assays and laboratory	$ 150,410	$ -	$ 150,410
Drilling	2,183,535	-	2,183,535
Exploration expense	207,977	-	207,977
Geology and geophysics	1,263,581	85,668	1,349,249
Staking fees	16,600	7,350	23,950
Travel and accommodation	59,692	-	59,692
Total	$ 3,881,795	$ 93,018	$ 3,974,813

8. EXPLORATION AND EVALUATION ASSETS (cont'd...)

Title to mineral property interests

Title to mineral property interests involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral claims. The Company has investigated title to all of its mineral properties and, to the best of its knowledge, title to all of its interests are in good standing. However, this should not be construed as a guarantee of title. The concessions may be subject to prior claims, agreements or transfers and rights of ownership may be affected by undetected defects. During the year ended December 31, 2022, USD$330,250 ($428,574) was advanced to a consultant for the application and acquisition of mineral claims in Africa. A subsidiary will be set up locally to hold such mineral claims and conduct exploration activities in Africa.

Mavis Lake Lithium Project (Ontario)

As at December 31, 2021, the Mavis Lake Lithium Project (or "Mavis Lake - Fairservice") was 49%-owned by the Company and 51% owned by Essential Metals. The project consists of a package of certain unpatented mining claims (the Mavis Lake claims) and certain patented mining leases (the Fairservice property) located in Dryden, Ontario, Canada.

On October 22, 2021, the Company entered into an Asset Purchase Agreement (the "APA") with Critical Resources Limited ("Critical Resources") granting Critical Resources an option to acquire the Company's whole 49% interest in the Mavis Lake Lithium Project. Critical Resources paid AU$100,000 for an option period which ended on January 4, 2022. Under the terms of the APA, Critical Resources acquired the Company's interest in Mavis Lake - Fairservice for a consideration comprising of AU$750,000 cash (received) and 34 million shares of Critical Resources (received). In addition, Critical Resources will make the milestone payments as follows:

- AU$750,000 on definition of a mineral resource estimate exceeding 5 million tonnes of which at least 50,000 tonnes of lithium oxide (Li_2O) using a cut-off grade of at least 0.4%; and
- A further AU$750,000 on definition of a resource exceeding 10 million tonnes of which at least 100,000 tonnes of lithium oxide (Li_2O) using a cut-off grade of at least 0.4% or, in case both milestones are defined at the same time, AU$1,500,000 in total.

On January 5, 2022, the Company completed the sale of its 49% interest in the Mavis Lake Lithium Project. The Company received AU$750,000 cash and 34 million shares of Critical Resources valued at AU$1,666,000 ($1,536,885). The Company realized a gain on sale of exploration and evaluation asset of $1,118,348.

Upon exercise of the option by Critical Resources, the Company relinquished its right to 1.5% NSR on the Mavis Lake Lithium Project and Essential Metals relinquished its right to acquire 29% of the project from the Company.

Raleigh Lake Project

The Raleigh Lake Project is wholly owned by the Company and consists of certain mineral claims in the Kenora Mining District of Ontario, Canada.

Forgan Lake Project

The Forgan Lake property consists of certain claims located in the Thunder Bay Mining District in Northwestern Ontario, Canada. In accordance with the terms of the sale and royalty agreement, Ultra Lithium Inc. ("Ultra") was entitled to earn a 100% interest in the Forgan Lake property by spending $500,000 on exploration expenditures and paying the Company a total of $191,000 (paid), divided in cash and shares, over the period of three years from the date of underlying sale and royalty agreement.

(Unaudited - Expressed in Canadian Dollars)

8. EXPLORATION AND EVALUATION ASSETS (cont'd...)

On April 6, 2022, the Company entered into an amended agreement with Ultra for the sale of Forgan Lake property. Pursuant to the terms of the amendment agreement, Ultra earned 100% interest in the property by paying $150,000 to the Company in lieu of the requirement of $500,000 exploration expenditures on the property. The Company retains a 1.5% NSR on the Forgan Lake and Lucky Lake projects. The Company realized a gain on sale of exploration and evaluation asset of $150,000.

Wolf Ridge Project

On April 20, 2022, the Company entered into an option agreement to acquire 100% interest in the Wolf Ridge Property located in Ontario. In accordance with the terms of the agreement, the Company may earn a 100% interest in the property by spending $350,000 on exploration expenditures and paying a consideration comprised of $210,000 cash ($10,000 paid) and 775,000 shares of the Company (100,000 issued) over the period of four years. The property is subject to NSR as follows:

i) 1.0% NSR for all minerals that are not Nickel, Copper, Lead, Zinc, Molybdenum, Cobalt, Platinum, Palladium, Gold and Silver (the "Original Royalty"). The Company has a right to purchase at any time the entirety of the 1.0% of the Original Royalty by paying a consideration comprised of $1,000,000 cash and 225,000 shares of the Company.

ii) 2.0% NSR for all minerals that are Nickel, Copper, Lead, Zinc, Molybdenum, Cobalt, Platinum, Palladium, Gold and Silver (the "Nickel Royalty"). The Company may purchase at any time 1.0% of the Nickel Royalty (half of the Nickel Royalty) by paying a consideration comprised of $1,000,000 cash and 225,000 shares of the Company.

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities are as follows:

		March 31, 2023		December 31, 2022
Accounts payable *(Note 11)*	$	59,651	$	109,812
Accrued liabilities		-		37,450
Total	$	59,651	$	147,262

All payables and accrued liabilities of the Company fall due within the next 12 months.

10. LOANS PAYABLE

Loans payable on September 30, 2023

On January 21, 2021, the Company entered into the Loan Agreements with directors and related parties of the Company to settle certain convertible debentures, accrued fees and interest into non-convertible loans with an aggregate principal of $1,957,750. The loans bear interest of 12.5% per annum payable semi-annually and are due on September 30, 2023. The loans are secured by a general security agreement against the Company's assets.

During the year ended December 31, 2021, the Company settled $100,000 principal of the loans payable on September 30, 2023 in lieu of cash payment upon exercise of 2,000,000 bonus warrants. Consequently, 2,000,000 bonus warrants were subject to their term reduced to January 26, 2022 pursuant to the terms of the Loan Agreements.

During the year ended December 31, 2022, the Company settled $1,857,750 principal of the loans payable on September 30, 2023. As at March 31, 2023, and December 31, 2022, the face value of the loans payable is $nil.

(Unaudited - Expressed in Canadian Dollars)

10. LOANS PAYABLE (cont'd...)

Pursuant to the Loan Agreements, the Company issued 39,155,000 bonus share purchase warrants with expiry date of September 30, 2023. Each bonus warrant will entitle the holder to purchase one common share of the Company at an exercise price of $0.05 per share. The loans may be repaid prior to their maturity without penalty; however, if a loan is reduced or repaid during the first year of its term, a pro rata number of the total bonus warrants will have their term reduced to the later of one year from issuance of the bonus warrants and 30 days from the reduction or repayment of the loan. The fair value of the bonus warrants of $1,982,001 was calculated using the Black-Scholes option-pricing model assuming an expected life of 2.68 years, expected annualized volatility of 101.80%, share price of $0.075 at grant date, and a risk-free interest rate of 0.21%. The fair value of the bonus warrants to the extent of the face value of the debt was recorded against the face value of the debt. The residual fair value of the bonus warrants of $24,251 was recorded as interest expense. Using the effective interest rate method, the loans will be accreted up to their face value over the term.

The following table summarizes the Company's loans payable as at March 31, 2023:

Balance, December 31, 2021	$ 709,312
Loans settled	(1,857,750)
Interest expense	1,266,710
Interest paid	(118,272)
Balance, March 31, 2023 and December 31, 2022	$ -

11. RELATED PARTY TRANSACTIONS

The Company entered into the following transactions with related parties during the period ended:

Transaction	Relationship	March 31, 2023	March 31, 2022
IT Support Services	Officer, company controlled by an officer	$ -	$ 7,817
Professional fees	Officer, company controlled by an officer	34,500	34,500
Consulting fees	Director and officer and related companies	149,794	263,470
Directors' fees	Directors	169,450	282,264
Share-based payments	Directors and officers	212,176	144,856
		$ 565,920	$ 732,907

During the period ended March 31, 2023, the Company awarded a bonus of $97,006 to four directors of the Company (2022 - $225,000 to three directors) recorded as directors' fees.

At March 31, 2023, due to related parties consisted of $3,150 to a director (December 31, 2022 - $7,381 to a director and officer) for expenses and is included in accounts payable and accrued liabilities.

At March 31, 2023, loan receivable with accrued interest of US$208,164 ($281,709) was receivable from a director and officer of the Company (December 31, 2022 - US$203,233 ($274,719)) *(Notes 4).*

Commitments - Consulting agreements
The Company entered into consulting agreements with two officers, who are also directors, of the Company for the provision of consulting services at a cost of CHF288,000 and $132,000 per annum respectively. If either of the agreements are terminated without cause, the Company is required to pay a lump sum equal to twelve months' worth of fees. Should the Company be subject to a change in control and the consultant terminated without cause, the Company must pay an amount equal to the prior twelve months gross pay.

(Unaudited - Expressed in Canadian Dollars)

11. RELATED PARTY TRANSACTIONS (cont'd...)

The Company entered into a consulting agreement with an officers and director of the Company for the provision of consulting services at a cost of $200,000 per annum. If the agreement is terminated without cause, the Company is required to pay the greater of a lump sum equal to twelve months' base compensation and one month's base compensation for each year engaged with the Company. Should the Company be subject to a change in control and the consultant terminated without cause, the Company must pay an amount equal to the prior twelve months gross pay.

12. SHARE CAPITAL AND EQUITY RESERVES

Authorized share capital

As at March 31, 2023, the authorized share capital of the Company is an unlimited number of common shares without par value. All issued shares, consisting only of common shares, are fully paid.

Issued share capital

On May 18, 2022, the Company issued 100,000 shares with fair value of $10,000 pursuant to the Wolf Ridge Property option agreement. *(Note 8)*

During the year ended December 31, 2022, the Company issued 12,504,545 common shares on the exercise of warrants for gross proceeds of $673,364, of which, $218,378 in cash was received and the remainder was applied as loan repayment of $349,200, settlement of accrued interest of $10,786 and settlement of account payable of $95,000.

Warrants

Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance outstanding and exercisable, December 31, 2021	103,325,672	$ 0.07
Warrants issued	(300,000)	0.05
Warrants exercised	(12,504,545)	0.05
Balance outstanding and exercisable, December 31, 2022	90,521,127	0.07
Warrants expired	(18,800,000)	0.10
Warrants exercised	-	-
Balance outstanding and exercisable, March 31, 2023	71,721,127	$ 0.06

At March 31, 2023, warrants were outstanding enabling holders to acquire common shares as follows:

Number of Warrants	Exercise Price	Expiry Date
37,155,000	$ 0.05	September 30, 2023
1,857,875	$ 0.075	December 31, 2023
25,121,583	$ 0.08	February 29, 2024
7,586,669	$ 0.08	June 30, 2024
71,721,127		

(Unaudited - Expressed in Canadian Dollars)

12. SHARE CAPITAL AND EQUITY RESERVES (cont'd...)

Stock options

The Company has an incentive stock option plan in place under which it is authorized to grant options to directors, employees and consultants to acquire up to 10% of the Company's issued and outstanding common shares. Under the plan, the exercise price of each option may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount. The options can be granted for a maximum term of 10 years and vesting periods are determined by the Board of Directors.

The changes in options were as follows:

	Number of options		Weighted Average Exercise Price
Balance outstanding, December 31, 2021	16,680,000	$	0.11
Options expired/cancelled	(4,150,000)		0.17
Balance outstanding, December 31, 2022	12,530,000		0.10
Options granted	5,091,000		0.075
Options expired/cancelled	(425,000)		0.10
Balance outstanding, March 31, 2023	17,196,000	$	0.09
Vested and exercisable	17,196,000	$	0.09

At March 31, 2023, options were outstanding enabling holders to acquire common shares as follows:

Number of Options			Exercise Price	Expiry Date
1,505,000	*	$	0.085	April 18, 2023
3,945,000		$	0.065	May 31, 2024
6,655,000		$	0.12	November 4, 2026
5,091,000		$	0.075	February 9, 2028
17,196,000				

* Expired subsequent to the period ended March 31, 2023 (Note 17)

During the period ended March 31, 2023, the Company recognized a total of $225,002 (2022 - $144,856) in share-based compensation for the options vested during the period.

The following weighted average assumptions were used for the Black-Scholes option-pricing model valuation of stock options granted during the year:

	2023	2022
Risk-free interest rate	3.07%	-
Expected life of options in years	5	-
Expected annualized volatility	93.31%	-
Dividend yield	Nil	-

13. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

There are no significant non-cash financing and investing activities during the period ended March 31, 2023.

The significant non-cash financing and investing activities during the period ended March 31, 2022 consisted of:

a) Marketable securities valued at $1,536,885 received for the sale of the exploration and evaluation asset.
b) Accrued directors and consulting fees of $95,000 settled against subscriptions for warrant exercise.
c) Loans payable of $349,200 and accrued interest of $10,786 settled against subscriptions for warrants exercise.
d) Exploration and evaluation expenditures of $446,058 in accounts payable.

14. SEGMENT INFORMATION

The Company operates in one business segment which is the exploration of mineral properties. The geographic distribution of exploration and evaluation assets is disclosed in Notes 7 and 8.

15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

Financial assets and liabilities measured at fair value are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgement and may affect placement within the fair value hierarchy levels. The hierarchy is as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included in 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 cash and marketable securities are classified as level 1. The fair value of loan receivable and accounts payable and accrued liabilities approximates their carrying value due to the short-term nature of the financial instruments.

Risk management

In the mining industry there is always a risk over contractual interpretation of royalty rights and obligations, and it is possible that the Company's interpretation of its rights and obligations could be different from other parties' interpretation of them. The Company is exposed to varying degrees of financial instrument related risks:

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and loan receivables. The Company limits its exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions. The loan advanced to a director is approved by the renumeration and audit committees of the board. The Company considers that credit risk with respect to the receivables *(Note 3)* and loans receivable *(Note 4)* is minimal.

Liquidity risk

Liquidity risk, in particular funding risk, has historically been seen by the Board as a key risk issue. Liquidity risk is the risk that the Company will not have sufficient liquidity to be able to meet its obligations associated with its financial liabilities. The Company currently has appreciable cash resources and no borrowings outstanding, so does not consider this a major risk at present. The Company will in the medium term endeavor to raise funds from equity or debt financings, sales of mineral assets and other methods as contemplated by management to satisfy its capital requirements and will continue to depend heavily upon these financing and asset disposal activities.

15. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (cont'd...)

Risk management (cont'd...)

Market risk

a) Interest rate risk

The Company's exposure to interest rate risk arises from the interest rate impact on cash. The Company's policy is to invest cash at floating rates of interest, in order to maintain liquidity, while achieving a satisfactory return for shareholders. There is minimal risk that the Company would recognize any loss as a result of a decrease in the fair value. The Company has no interest-bearing liabilities with variable interest rate.

b) Price risk

The Company is exposed to price risk with respect to commodity prices, particularly lithium. The lithium price has seen considerable volatility over the past two years. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company, especially as an input into economic decisions on whether to invest further in projects. As time goes on and if the Company's lithium resources become reserves and are closer to production, the company may wish to introduce hedging programmes to mitigate its price risk. Quite sophisticated hedging programmes are possible for much more heavily traded commodities such as copper, iron or gold, but there is less liquidity at present in lithium markets, and there may be practical issues for some time with executing such hedging programmes.

c) Foreign currency risk

The Company's operations are in Canada and Ireland. The international nature of the Company's operations results in foreign exchange risk as transactions are denominated in foreign currency.

The Company's operating expenses are incurred primarily in Canadian dollars. Exploration programs are in Canadian dollars. Activity in associates occurs in Ireland and is denominated in the Euro. The Company compensates certain consultants and directors is US dollars, Swiss franc, and British pounds. A portion of the Company's cash is reserved in US dollars and marketable securities are denominated in Australian dollars. Consequently, the Company's investments and expenditures are subject to currency transaction risk and currency translation risk. The fluctuation of the Canadian dollar will, consequently, have an impact upon the reported profitability of the Company and may also affect the value of the Company's assets and liabilities. The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks at this time. A 10% change in foreign exchange rates would increase/decrease loss for the period by approximately $367,500.

16. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration and development of its mineral properties, acquire additional mineral property interests and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk. In the management of capital, the Company includes the components of shareholders' equity.

The Company manages the capital structure and makes adjustments to 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 debt, acquire or dispose of assets or adjust the amount of cash.

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 annual and updated budgets are approved by the Board of Directors.

The Company currently is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management.

17. SUBSEQUENT EVENTS

Subsequent to March 31, 2023:

a) 1,505,000 stock options with an exercise price of $0.085 expired unexercised *(Note 12)*.

b) In May 2023, the Company paid $20,000 and issued 125,000 shares pursuant to the Wolf Ridge Property option agreement (Note 8).