



**SIRIOS RESOURCES INC.**  
**TSX-V: SOI**  
**OTCQB: SIREF**

**Interim Financial Statements (unaudited)**

**MARCH 31, 2024**

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This attached interim financial statements have been prepared by Sirios Resources Inc. and its external auditors have not reviewed these financial statements.

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# SIRIOS RESOURCES INC.

## Interim Statement of Financial Position (unaudited)

(in Canadian dollars)

	Notes	March 31, 2024	June 30, 2023
		\$	\$
<b>ASSETS</b>			
Current			
Cash		875,949	2,345,601
Term deposit	4	50,000	50,000
Subscriptions receivable		22,750	-
Listed shares		49,636	220,318
Goods and services tax receivable		120,573	18,208
Tax credits receivable		-	713,219
Prepaid expenses		64,836	143,492
		1,183,744	3,490,838
Non-current			
Property and equipment	5	17,960	170,883
Right-of-use asset	6	158,447	-
Exploration and evaluation assets	7	35,360,851	33,860,774
<b>Total assets</b>		<b>36,721,002</b>	<b>37,522,495</b>
<b>LIABILITIES</b>			
Current			
Trade and other payables		249,493	249,922
Amounts received in advance upon agreement on Aquilon	7	257,248	1,246,756
Other liabilities		26,841	52,660
		533,582	1,549,338
Non-current			
Deferred tax liabilities		1,998,402	1,356,462
Obligation under capital lease	8	160,022	-
<b>Total liabilities</b>		<b>2,692,006</b>	<b>2,905,800</b>
<b>EQUITY</b>			
Share capital	9.1	57,948,116	57,299,039
Contributed surplus		5,388,721	5,234,721
Deficit		(29,307,841)	(27,917,065)
<b>Total equity</b>		<b>34,028,996</b>	<b>34,616,695</b>
<b>Total liabilities and equity</b>		<b>36,721,002</b>	<b>37,522,495</b>

The accompanying notes are an integral part of the interim financial statements.

The interim financial statements were approved and authorized by the Board of Directors on May 23, 2024.

*(signed) Dominique Doucet*  
\_\_\_\_\_  
Dominique Doucet, President

*(signed) Luc Cloutier*  
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Luc Cloutier, Director

# SIRIOS RESOURCES INC.

## Interim Statement of Comprehensive Loss (unaudited)

(in Canadian dollars)

	Notes	Three-month period ended		Nine-month period ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		\$	\$	\$	\$
<b>EXPENSES</b>					
Salaries and employee benefits expenses	10.1	104,156	77,044	449,747	251,221
Trustees and registration fees		20,100	9,924	106,305	48,668
Investors and shareholders' relations		16,836	142,632	63,355	213,303
Professional fees		41,388	49,883	162,351	132,832
Insurances, taxes and permits		9,619	8,810	19,483	20,292
Depreciation of right-of-use asset		8,803	-	19,085	-
Office expenses		8,786	7,789	27,967	15,382
Publicity and sponsorship		2,486	2,116	8,813	9,708
Training		1,946	1,795	3,366	2,413
Income taxes of section XII.6		1,653	5,900	12,283	6,474
Bank charges		681	988	2,630	1,915
Amortization of property and equipment		189	422	5,110	2,154
Rent expenses		-	4,500	8,146	13,500
Project generation expenses		-	-	4,714	-
<b>OPERATIONAL LOSS</b>		<b>216,643</b>	<b>311,803</b>	<b>893,355</b>	<b>717,862</b>
<b>OTHER REVENUES AND EXPENSES</b>					
Finance costs	11	(73,702)	(10)	(175,199)	(10)
Finance income	11	22,138	60,329	121,280	59,186
		(51,564)	60,319	(53,919)	59,176
<b>LOSS BEFORE INCOME TAX</b>		<b>(268,207)</b>	<b>(251,484)</b>	<b>(947,274)</b>	<b>(658,686)</b>
Deferred income taxes		7,585	22,189	(414,529)	(230,493)
<b>NET LOSS AND COMPREHENSIVE LOSS</b>	12	<b>(260,622)</b>	<b>(229,295)</b>	<b>(1,361,803)</b>	<b>(889,179)</b>
<b>NET LOSS PER SHARE - basic and diluted</b>		<b>(0.0008)</b>	<b>(0.0009)</b>	<b>(0.005)</b>	<b>(0.003)</b>

The accompanying notes are an integral part of the interim financial statements.

# SIRIOS RESOURCES

## Interim Statement of Changes in Equity (unaudited)

(in Canadian dollars)

	Notes	Share capital	Contributed surplus	Deficit	Total Equity
		\$	\$	\$	\$
<b>As of July 1st, 2022</b>		55,195,143	5,168,221	(28,134,187)	32,229,177
Net loss and comprehensive loss		-	-	(889,179)	(889,179)
Share-based payments	10.2	-	66,500	-	66,500
Issuance cost of shares (a)		-	-	(122,584)	(122,584)
Issuance of units and shares	9.1	2,103,896	-	-	2,103,896
<b>As of December 31, 2022</b>		57,299,039	5,234,721	(29,145,950)	33,387,810
<b>As of July 1st, 2023</b>		57,299,039	5,234,721	(27,917,065)	34,616,695
Net loss and comprehensive loss		-	-	(1,361,803)	(1,361,803)
Share-based payments	10.2	-	91,500	-	91,500
Issuance cost of shares (b)		-	-	(28,974)	(28,974)
Issuance of units and shares	9.1	649,077	62,500	-	711,577
<b>As of December 31, 2023</b>		57,948,116	5,388,721	(29,307,842)	34,028,995

(a) Net of a deferred tax asset of an amount of \$30,760.

(b) Net of a deferred tax liability of an amount of \$6,078.

The accompanying notes are an integral part of the interim financial statements.

# SIRIOS RESOURCES INC.

## Interim Statement of Changes in Equity (unaudited)

(in Canadian dollars)

	Nine-month period ended March 31,	
Notes	2024	2023
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Net loss	(1,361,803)	(889,179)
Adjustments		
Share-based payments	69,000	46,000
Amortization of property and equipment	5,110	2,154
Change in fair value of listed shares	170,682	(341)
Deferred income taxes	414,529	230,493
Depreciation of right-of-use asset	19,085	-
Interest on obligation under capital lease	4,450	-
Changes in working capital items	12 (1,264,036)	(321)
Cash flows from (used) in operating activities	(1,942,983)	(611,194)
<b>INVESTING ACTIVITIES</b>		
Tax credits received	723,798	-
Additions to property and equipment	(7,935)	(12,461)
Additions to exploration and evaluation assets	(1,082,020)	(1,267,667)
Cash flows used in investing activities	(366,157)	(1,280,128)
<b>FINANCING ACTIVITIES</b>		
Issuance of units and shares	896,500	2,149,364
Issuance cost of shares	(35,051)	(162,474)
Payments on lease obligation	(21,961)	-
Cash flows from financing activities	839,488	1,986,890
<b>NET CHANGE ON CASH</b>	(1,469,652)	95,568
<b>CASH, BEGINNING OF THE PERIOD</b>	2,345,601	375,600
<b>CASH, END OF THE PERIOD</b>	875,949	471,168
<b>Supplementary information</b>		
Interests paid related to operating activities	67	10
Interests received related to operating activities	30,541	6,433

The accompanying notes are an integral part of the interim financial statements.

# **SIRIOS RESOURCES INC.**

## **Notes to Interim Financial Statements**

### **For the nine-month period ended March 31, 2024 (unaudited)**

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(in Canadian dollars)

#### **1. NATURE OF OPERATIONS**

Since its creation in 1994, Sirios Resources Inc. ("Sirios" or "the Company") goal is to discover world-class gold deposits in the James Bay region, in Quebec.

The Company is incorporated under the Canada Business Corporations Act. The address of the Company's registered office and its principal place of business is 1400, Marie-Victorin, Suite 210, Saint-Bruno-de-Montarville, Quebec, Canada. The Company's shares are listed on the TSX Venture Exchange, under the symbol "SOI" and on the OTCQB under the symbol "SIREF".

#### **2. SUMMARY OF ACCOUNTING POLICIES**

##### **Basis of presentation**

These interim financial statements of the Company were prepared in accordance with IFRS, as issued by the International Accounting Standards Board (IASB) under International Accounting Standard (IAS) 34 - Interim Financial Reporting. These interim financial statements were prepared using the same basis of presentation, accounting policies and methods of computation outlined in Note 4, SUMMARY OF ACCOUNTING POLICIES, as described in our financial statements for the year ended June 30, 2023. The interim financial statements do not include all of the notes required in annual financial statements.

##### **Standards, amendments and interpretations of standards which are not yet in force and which have not been early adopted by the Company**

At the date of authorized of these interim financial statements, certain new standards, amendments and interpretations to existing standards have been published but are not yet effective, and have not been adopted early by the Company.

Management anticipates that all of the pronouncements will be adopted on the Company's accounting policies for the first period beginning after the effective date of each pronouncement. Information on new standards, amendments and interpretations that are expected to be relevant to the Company's financial statements is provided below. Certain other new standards and interpretations have been issued but are not expected to have an impact on the Company's financial statements.

#### **3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS**

When preparing the financial statements, management undertakes a number of judgments, estimations and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results are likely to differ from the judgments, estimations and assumptions made by management, and will seldom equal the estimated results. Information about the significant judgments, estimations and assumptions that have the most significant effect on the recognition and measurement of assets, liabilities, income and expenses are discussed below.

##### **Significant management judgment**

The following are significant management judgments in applying the accounting policies of the Company that have the most significant effect on the financial statements.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

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(in Canadian dollars)

#### 3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS (cont'd)

##### **Recognition of deferred income tax assets and measurement of income tax expense**

Management continually evaluates the likelihood that its deferred tax assets could be realized. This requires management to assess whether it is probable that sufficient taxable income will exist in the future to utilize these losses within the carry-forward period. By its nature, this assessment requires significant judgment. To date, management has not recognized any deferred tax assets in excess of existing taxable temporary differences expected to reverse within the carry-forward period.

##### **Impairment of property and equipment**

Evaluation facts and circumstances that demonstrate the existence of any indication that an asset may have depreciated or recovered in value is a subjective process that involves judgment and often a number of estimates and assumptions.

As of March 31, 2024 and 2023, no impairment was recorded on property and equipment.

##### **Going concern**

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its ongoing operating expenditures, meet its liabilities for the ensuing year, and to fund planned and contractual exploration programs, involves significant judgment based on historical experience and other factors including expectation of future events that are believed to be reasonable under the circumstances.

##### **Estimation uncertainty**

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are provided below. Actual results may be substantially different.

##### **Impairment of exploration and evaluation assets**

Determining if there are any facts and circumstances indicating impairment loss or reversal of impairment losses is a subjective process involving judgment and a number of estimates and assumptions in many cases.

When an indication of impairment loss or a reversal of an impairment loss exists, the recoverable amount of the individual asset or the cash-generating units must be estimated. If it is not possible to estimate the recoverable amount of an individual asset, the recoverable amount of the cash-generating unit to which the asset belongs must be determined.

In assessing impairment, the Company must make some estimates and assumptions regarding future circumstances, in particular whether an economically viable extraction operation can be established, the probability that the expenses will be recovered from either exploitation or sale when the activities have not reached a stage that permits a reasonable assessment of the existence of reserves, the Company's capacity to obtain financial resources necessary to complete the evaluation and development and to renew permits. Estimates and assumptions may change if new information becomes available. If, after expenditures is capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in profit or loss in the period when the new information becomes available.

For the nine-month period ended March 31, 2024 and 2023, there were no impairments. No reversal impairment losses has been recognized for the reporting periods.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 3. JUDGMENTS, ESTIMATES AND ASSUMPTIONS (cont'd)

There was no testing impairment required on the Company's properties. The Company has the capacity to keep these properties because it has sufficient funds to respect its short-term obligations. Additionally, claims will not expire in the near future or are expected to be renewed, work was performed during the last three years and/or promising results were obtained on these properties.

##### Share-based payments

The estimation of share-based payment costs requires the selection of an appropriate valuation model and consideration as to the inputs necessary for the valuation model chosen. The Company has made estimates as to the volatility of its own shares, the probable life of share options and warrants granted and the time of exercise of the share options and warrants. The model used by the Company is the Black & Scholes valuation model.

##### Tax credits

The calculation of the Company's refundable tax credit on qualified exploration expenditures incurred and refundable tax credit involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until a notice of assessment has been issued by the relevant taxation authority and payment has been received. Differences arising between the actual results following final resolution of some of these items and the assumptions made could necessitate adjustments to the refundable tax credit and refundable tax credit, exploration and evaluation assets, and income tax expense in future periods.

#### 4. TERM DEPOSIT

The term deposit presented in the statement of financial position is redeemable annually, bearing interest at 3.70% (2.70% in 2023), and maturing in June 2028 (in June 2023 on March 31, 2023).

#### 5. PROPERTY AND EQUIPMENT

	Leasehold improvements	Vehicles	Exploration camps and equip.	Office furniture	Computer equipment	Total
	\$	\$	\$	\$	\$	\$
<b>Gross carrying amount</b>						
Balance on July 1st,						
2023	3,388	35,383	2,391,718	36,683	128,957	2,596,129
Additions	-	-	(708)	1,326	949	1,567
Balance on March 31,						
2024	3,388	35,383	2,391,010	38,009	129,906	2,597,696
<b>Accumulated amortization</b>						
Balance on July 1st,						
2023	3,388	31,904	2,229,069	36,683	124,200	2,425,244
Amortiz.	-	3,479	145,902	221	4,890	154,492
Balance on March 31,						
2024	3,388	35,383	2,374,971	36,904	129,090	2,579,736
<b>Carrying amount on</b>						
<b>March 31,</b>						
<b>2024</b>	<b>-</b>	<b>-</b>	<b>16,039</b>	<b>1,105</b>	<b>816</b>	<b>17,960</b>



# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 5. PROPERTY AND EQUIPMENT (cont'd)

All amortization expenses are presented in *Amortization of property and equipment*, except for *Exploration camp and equipment* and *Vehicles*, where the expense is presented in *Exploration and evaluation assets*.

#### 6. RIGHT-OF-USE ASSET

	<u>Lease</u>
	\$
Balance at beginning	177,532
Depreciation of right-of-use asset	<u>(19,085)</u>
Balance at the end	<u><u>158,447</u></u>

The Company signed a rental agreement for its head office on September 15, 2023, and is valid until September 30, 2028. Depreciation of right-of-use asset totals \$19,085 for the nine-month period ended March 31, 2024 (\$0 for the nine-month period ended March 31, 2023) and is recognized as an expense. Refer to Note 8 for information on the obligation under capital lease.

#### 7. EXPLORATION AND EVALUATION ASSETS

<i>Mining rights</i>	June 30, 2023	Additions	Option agreement	March 31, 2024
	\$	\$	\$	\$
(a) Aquilon	845,210	-	-	845,210
(b) Cheechoo	1,080,652	-	(100,000)	980,652
(c) Niska	25,205	-	(25,205)	-
(d) Tilly 2	10,064	-	-	10,064
(e) Maskwa	105,126	4,930	(100,000)	10,056
(f) Li-52	93,500	27,023	(50,000)	70,523
(g) Fagnan	-	7,520	-	7,520
	<u>2,159,757</u>	<u>39,473</u>	<u>(275,205)</u>	<u>1,924,025</u>
<i>Exploration and evaluation expenses</i>	June 30, 2023	Additions	Option agreement	March 31, 2024
	\$	\$	\$	\$
(a) Aquilon	2,453,114	2,660	-	2,455,774
(b) Cheechoo	28,937,444	1,622,769	-	30,560,213
(c) Niska	165,862	-	(24,795)	141,067
(d) Tilly 2	13,292	-	-	13,292
(e) Maskwa	132,028	130,320	-	262,348
(f) Li-52	-	4,132	-	4,132
	<u>31,701,740</u>	<u>1,759,881</u>	<u>(24,795)</u>	<u>33,436,826</u>
<b>TOTAL</b>	<u><b>33,861,497</b></u>	<u><b>1,799,354</b></u>	<u><b>(300,000)</b></u>	<u><b>35,360,851</b></u>

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

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(in Canadian dollars)

#### 7. EXPLORATION AND EVALUATION ASSETS (cont'd)

##### (a) Aquilon

This 140-claim gold property, owned at 100% by the Company, is located near LA-1 hydro-electric complex in the James Bay area (Qc).

Gold Royalty Corp. retains a 1% NSR royalty, half of which is redeemable for \$500,000.

A private investor holds a 0.25% royalty.

In December 2022, the Company signed a property option agreement with Sumitomo Mining Canada Ltd. ("Sumitomo"), pursuant to which has agreed to grant to Sumitomo an option to acquire up to an 80% interest, following an investment totaling \$14.8M on the property. Sumitomo can earn an initial 51% interest by incurring an aggregate \$4.6M in mineral exploration expenditures over a period of 3 years. Sirios will be operator during this earn-in period. A firm commitment of \$1.6M will be spent on the property during this earn-in period and Sumitomo reimbursed in January 2023 an amount of \$200,000 to the Company in connection with the repurchase of three-quarters of the royalty from a private investor. Sumitomo can earn an additional 29% interest in the project, for an aggregate of 80% by incurring an additional aggregate of \$10M in mineral exploration expenditures over a period of 3 additional years. Following the earn-in of an 80% interest, a joint venture will be formed. In the event a joint venture, participant's interest is diluted to below 10%, it will convert its joint venture interest to a net smelter return royalty of 2%.

As of March 31, 2024, an amount of \$257,248, received from Sumitomo, was reserved for exploration work on the Aquilon property.

##### (b) Cheechoo

The property, located 320 km north of Matagami, Eeyou Istchee James Bay in Quebec, was originally composed of two blocks of non-contiguous claims covering an area of 81 km<sup>2</sup>. Its 121-claim main block is adjacent to the east of Newmont Corp.'s Eleonore gold mine. The second block consists of 35 claims and is located about 20 km west of the main block. The 156 claims are 100% held by Sirios with a net return royalty for gold on 145 claims to Gold Royalty Corp., which varies between 2.5% and 4% of the net return depending on the price of gold and 4% net return for all other minerals extracted from the project.

In 2022 and 2023, Sirios added 150 new claims to the property, part of which (40 claims) forms a third blocks not contiguous to the original blocks. The other 110 claims were added to the main block. These 150 new claims are 100% owned by Sirios and are not subject to any royalties.

The property is therefore now composed of three blocks of non-contiguous claims comprising 306 claims for a total area of 157 km<sup>2</sup>.

On March 18, 2024, the Company signed an option agreement on the south and west blocks of the property with Electric Elements Mining Corp. ("EEM"). Pursuant to the agreement, Sirios granted EEM the option to acquire up to a 100% interest in each of the south and west blocks in return for an investment of \$0.5M, over a period of two years, as follows: pay to Sirios an amount of \$100,000 upon signature (received), carry out a minimum of \$50,000 in exploration work on each of the two blocks and pay an amount of \$150,000 in cash and/or shares, with a minimum of 50% in cash, per block at the request of Sirios. Sirios will retain a 1.5% NSR royalty on the southern block. In addition, if the option is exercised, Sirios will be able to recover, at no cost, 100% of the claims on which gold mineralization in bedrock reaching a minimum metal factor of 10 g/t per metre has been identified.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

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(in Canadian dollars)

#### 7. EXPLORATION AND EVALUATION ASSETS (cont'd)

##### (c) Niska

The property, owned at 100% by the Company, consists of 150 claims and covers almost 100 km<sup>2</sup> in James Bay, Quebec.

A private investor holds a 0.5% NSR royalty, half of which is redeemable for \$200,000.

In December 2023, the Company signed an option agreement on Niska with Bullrun Capital Inc. ("Bullrun"), a private investment company. Sirios has agreed to grant Bullrun an option to acquire up to 100% interest in the property, following an investment of \$5M, i.e. \$2.25M in exploration expenses, \$50,000 in cash on closing (received), \$100,000 on or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirios will received a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres.

If the option is completed, Sirios will retain a 1.5% NSR on the property. In addition, Sirios will keep the right to buy back 100% of the mining rights on the non-critical minerals, which comprise among other metals, gold, silver and PGE (Platinum Group Elements) and tungsten, by paying back to Bullrun its incurred exploration expenditures capped to a maximum of \$2M.

##### (d) Tilly 2

The property, owned at 100% by the Company, consists of 86 claims in the James Bay area (Qc).

A private investor holds a 0.5% NSR royalty on 76 claims, half of which is redeemable for \$200,000.

##### (e) Maskwa

The property, owned at 100% by the Company, consists of 418 claims. It is located approximately 100 km southwest of Radisson and approximately 120 km east of Wemindji in the James Bay area (Qc).

A private investor holds a 0.5% NSR royalty on 393 claims, half of which is redeemable for \$200,000.

In December 2023, the Company signed an option agreement on Maskwa with Hertz Lithium Inc. ("Hertz"). Sirios has agreed to grant to Hertz an option to acquire up to 100% interest in the property, following an investment of \$2.25M, i.e. \$2.25M in exploration expenses, \$100,000 in cash on closing (received), \$100,000 on or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirios will received a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres.

If the option is completed, Sirios will retain a 1.5% NSR on the property. In addition, Sirios will keep the right to buy back 100% of the mining rights on the non-critical minerals, which comprise among other metals, gold, silver and PGE (Platinum Group Elements) and tungsten, by paying back to Hertz its incurred exploration expenditures capped to a maximum of \$2M.

##### (f) Li-52

The property, owned at 100% by the Company, consists of 706 claims for an area of more than 367 km<sup>2</sup>. It is located approximately 20 km south of the Maskwa property, in the James Bay area (Qc).

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 7. EXPLORATION AND EVALUATION ASSETS (cont'd)

In December 2023, the Company signed an option agreement on Li-52 with Bullrun Capital Inc. ("Bullrun"), a private investment company. Sirius has agreed to grant Bullrun an option to acquire up to 100% interest in the property, following an investment of \$5M, i.e. \$2.25M in exploration expenses, \$50,000 in cash on closing (received), \$100,000 on or before the first anniversary as well as \$100,000 in cash or in shares. In addition, Sirius will received a payment of \$250,000 either in cash or in shares upon the successful confirmation of drilling results indicating a lithium concentration of 1% or more over a minimum of 25 metres.

If the option is completed, Sirius will retain a 1.75% NSR on the property. In addition, Sirius will keep the right to buy back 100% of the mining rights on the non-critical minerals, which comprise among other metal, gold, silver and PGE (Platinum Group Elements) and tungsten, by paying back to Bullrun its incurred exploration expenditures capped to a maximum of \$2M.

##### (g) Fagnan

The property, owned at 100% by the Company, consists of 47 claims in the James Bay area (Qc).

#### 8. OBLIGATION UNDER CAPITAL LEASE

	March 31, 2024	June 30, 2023
	\$	\$
Balance at beginning	177,532	-
Interest on lease obligation	4,451	-
Payments on lease obligation	(21,961)	-
Balance at the end	<b>160,022</b>	-

##### Maturity analysis - contractual undiscounted cash flow

	March 31, 2024	June 30, 2023
	\$	\$
Less than one year	41,172	-
One to five years	144,103	-
Total undiscounted obligation under capital lease	<b>185,275</b>	-

Total cash outflow for leases for the nine-month period ended March 31, 2024 totals \$21,961 (\$0 for the nine-month period ended March 31, 2023).

The Company has chosen not to recognized any rental obligation under short-term rental contracts (duration of less than 12 months). Payments made under this lease are recognized on a straight-line basis and totaled \$8,146 for the nine-month period ended March 31, 2024 (\$13,500 for the nine-month period ended March 31, 2023).

#### 9. EQUITY

##### 9.1 Share capital

The share capital of the Company consists of fully paid common and preferred shares.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 9.1 Share capital (cont'd)

##### Authorized

Unlimited number of common shares without par value, voting, participating, dividend as declared by the Board of Directors.

Unlimited preferred shares, issuable in one or several series, composed of the number of shares, rights, liens, conditions and restrictions as determined before issuance by resolutions of directors of the Company, without par value. The preferred shares, serie A, are redeemable at the Company's option at their issuance price, non-voting and not entitled to dividends.

	Number of shares	
	Nine-month period ended	
	March 31,	
	2024	2023
Common shares issued and fully paid at beginning	268,331,213	234,456,760
Private placements (a) (b)	800,000	19,588,749
Flow-through private placements (c) (d) (e) (f)	11,767,306	14,285,704
Common shares issued and fully paid at the end	<b>280,898,519</b>	268,331,213
Preferred shares, serie A	<b>100,000</b>	100,000

(a) On July 28, 2022, the Company completed the closing of a private placement for a total of \$1,175,325. It was composed of 19,588,749 units. The unit, offered at \$0.06, was composed of one common share and one warrant. In total, 19,588,749 shares as well as 19,588,749 warrants, were issued. Each warrant entitled its holder to subscribe for one common share at \$0.10 per share for a period of twenty-four months. No value was recorded related to warrants.

(b) On November 2, 2023, the Company completed the closing of a private placement for a total of \$40,000. A total of 800,000 shares were issued at \$0.05 per share.

(c) On December 22, 2022, the Company completed the closing of a flow-through private placement for an amount of \$999,999. It was composed of 14,285,704 flow-through shares at a price of \$0.07 each. An amount of \$928,571 was recorded in share capital and an amount of \$71,428 was recorded as other liabilities in the statement of financial position.

(d) On November 2, 2023, the Company completed the closing of a flow-through private placement for an amount of \$110,000. It was composed of 1,375,000 flow-through shares at a price of \$0.08 each. An amount of \$68,750 was recorded in share capital and an amount of \$41,250 was recorded as other liabilities in the statement of financial position.

(e) On December 28, 2023, the Company completed the closing of a flow-through private placement for an amount of \$500,000. It was composed of 6,250,000 units. The unit, offered at \$0.08, was composed of one flow-through share and one warrant. In total, 6,250,000 shares as well as 6,250,000 warrants were issued. Each warrant entitled its holder to subscribe for one common share at \$0.15 per share for a period of twenty-four months. An amount of \$312,500 was recorded in share capital, an amount of \$62,500, related to warrants, was recorded in contributed surplus and an amount of \$125,000 was recorded as other liabilities in the statement of financial position.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 9.1 Share capital (cont'd)

(f) On March 27, 2024, the Company completed the first closing of a flow-through private placement for an amount of \$269,250. It was composed of 4,142,306 flow-through shares at a price of \$0.065 each. An amount of \$227,827 was recorded in share capital and an amount of \$41,423 was recorded as other liabilities in the statement of financial position.

#### 9.2 Warrants

Outstanding warrants entitle their holders to subscribe to an equivalent number of ordinary shares, as follows:

	Nine-month period ended March 31, 2024		Year ended June 30, 2023	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
		\$		\$
Balance at beginning	19,588,749	0.10	3,500,000	0.15
Issued	6,250,000	0.15	19,588,749	0.10
Expired	-	-	(3,500,000)	(0.15)
Balance at the end	<u>25,838,749</u>	0.11	<u>19,588,749</u>	0.10

The number of outstanding warrants which could be exercised for an equivalent number of common shares is as follows:

Expiration date	March 31, 2024	
	Number of warrants	Weighted average exercise price
		\$
July 28, 2024	19,588,749	0.10
December 28, 2025	6,250,000	0.15
	<u>25,838,749</u>	0.11

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 10. EMPLOYEE REMUNERATION

##### 10.1 Salaries and employee benefits expenses

Salaries and employee benefit expenses recognized are analyzed below:

	Three-month period ended March 31,		Nine-month period ended March 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Salaries and benefits	273,149	240,332	893,593	644,783
Share-based payments	-	-	91,500	66,500
	273,149	240,332	985,093	711,283
Less: salaries and share-based payments capitalized in Exploration and evaluation assets	(168,993)	(163,288)	(535,346)	(460,062)
Salaries and employee benefits expenses	<b>104,156</b>	<b>77,044</b>	<b>449,747</b>	<b>251,221</b>

##### 10.2 Share-based payments

The Company has a share-based payments plan for eligible directors, officers, employees, consultants and service suppliers of investors' relations. The most important terms of the plan are as follows:

- i) the maximum number of shares that may be issued under the plan is limited to 10% of the issued shares at the time of the grant of the options, maximum of 28,089,852 on March 31, 2024 (maximum of 26,833,121 on June 30, 2023);
- ii) the maximum number of shares that can be reserved for a beneficiary is limited to 5% of issued and outstanding shares;
- iii) the maximum number of shares that can be reserved for a consultant during a 12-month period is limited to 2% of issued and outstanding shares;
- iv) the maximum number of shares that can be reserved for a supplier of investors' relation services during any 12-month period is limited to 2% of issued and outstanding shares; moreover, the options granted maybe exercised by steps over a period of 12 months after the grant, at the rate of 25% per quarter;
- v) the options granted to directors, officers, employees and consultants may be exercised entirely at the date of the grant.

The options' term cannot exceed ten years. The option exercise price is established by the Board of Directors and may not be lower than the market price of the common shares at the time of the grant.

All share-based payments will be settled in equity. The Company has no legal or constructive obligation to repurchase or settle the options in cash.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 10.2 Share-based payments (cont'd)

The Company's share options are as follows for the period presented:

	Nine-month period ended March 31, 2024		Year ended June 30, 2023	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
		\$		\$
Outstanding and exercisable at beginning	14,375,000	0.13	13,825,000	0.18
Granted	3,050,000	0.05	3,325,000	0.07
Expired	(2,325,000)	(0.20)	(2,775,000)	(0.27)
Outstanding and exercisable at the end	<b>15,100,000</b>	0.11	<b>14,375,000</b>	0.13

On July 27, 2023, the Board of Directors of the Company granted 300,000 options under its stock option incentive plan to a new director, at an exercise price of \$0.07. The options expire five years from the date of grant.

On December 18, 2023, the Board of Directors of the Company granted 2,750,000 options under its stock option incentive plan to employees, directors, officers and consultants, at an exercise price of \$0.05. The options expire five years from the date of grant.

The weighted average fair value of stock options granted is \$0.03 (\$0.02 for the period ended March 31, 2023) and was estimated using the Black & Scholes model and based on the following weighted average assumptions:

	2024	2023
Share price at the date of issuing	<b>\$0.05</b>	\$0.05
Expected dividend yield	<b>0%</b>	0%
Expected weighted volatility	<b>70%</b>	60%
Expected interest average rate	<b>3.83%</b>	3.40%
Expected average life	<b>5 years</b>	5 years
Average exercise price at the date of grant	<b>\$0.05</b>	\$0.07

The underlying expected volatility was determined by reference to historical data of the Company's share over the expected average life of the options. No special features inherent to the options granted were incorporated into measurement of fair value.



# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 10.2 Share-based payments (cont'd)

The table below summarizes the information related to outstanding share options:

Range of exercise price	March 31, 2024	
	Number of options	Weighted average remaining contractual life (years)
From \$0 to \$0.15	11,800,000	3.25
From \$0.16 to \$0.30	3,300,000	0.64
	<b>15,100,000</b>	

In total, \$91,500 of share-based payments (all of which related to equity-settled share-based payment transactions) was recorded (\$69,000 in profit or loss as salaries and employee benefits expenses and \$22,500 capitalized in exploration and evaluation assets) for the nine-month period ended March 31, 2024 (\$46,000 in profit or loss as salaries and employee benefits expenses and \$20,500 capitalized in exploration and evaluation assets for the nine-month period ended March 31, 2023) and credited to contributed surplus.

#### 11. FINANCE COSTS AND INCOME

Finance costs can be analyzed as follows for the reporting periods presented:

	Three-month period ended March 31,		Nine-month period ended March 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Change in fair value of listed shares	(71,659)	-	(170,682)	-
Interests in lease obligation	(1,976)	-	(4,450)	-
Interests on trade accounts	(67)	(10)	(67)	(10)
	<b>(73,702)</b>	<b>(10)</b>	<b>(175,199)</b>	<b>(10)</b>

Finance income can be analyzed as follows for the reporting periods presented:

	Three-month period ended March 31,		Nine-month period ended March 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Interests income from cash	5,046	2,599	30,541	6,433
Management revenues	17,092	52,412	90,739	52,412
Change in fair value of listed shares	-	5,318	-	341
	<b>22,138</b>	<b>60,329</b>	<b>121,280</b>	<b>59,186</b>

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 12. LOSS PER SHARE

The weighted average number of common shares outstanding is as follows:

	Three-month period ended March 31,		Nine-month period ended March 31,	
	2024	2023	2024	2023
Basic	276,981,338	268,331,213	271,759,891	257,328,991
Effect of stock options	-	-	-	-
Effect of warrants	-	-	-	-
Diluted	<b>276,981,338</b>	268,331,213	<b>271,759,891</b>	257,328,991

The options and warrants that are anti-dilutive and excluded from the calculation of the weighted average diluted common stock are as follows:

	Nine-month period ended March 31,	
	2024	2023
Anti-dilutive stock options	15,100,000	14,875,000
Anti-dilutive warrants	25,838,749	19,588,749
	<b>40,938,749</b>	34,463,749

#### 13. ADDITIONAL INFORMATION - CASH FLOWS

The changes in working capital items are detailed as follows:

	Nine-month period ended March 31,	
	2024	2023
	\$	\$
Goods and services tax receivable	(102,365)	66,613
Prepaid expenses	78,656	61,535
Trade and other payables	(250,819)	(128,469)
Amounts received in advance upon option agreement on Aquilon	(989,508)	-
	<b>(1,264,036)</b>	(321)

Non-monetary operations in the statement of financial position are as follows:

	Nine-month period ended March 31,	
	2024	2023
	\$	\$
Trades related to exploration and evaluation assets	<b>250,390</b>	6,180
Amortization of property and equipment included in exploration and evaluation assets	<b>150,973</b>	380,018
Share-based payments included in exploration and evaluation assets	<b>22,500</b>	20,500
Subscriptions receivable included in share capital	<b>22,750</b>	-

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

(in Canadian dollars)

#### 14. RELATED PARTY TRANSACTIONS

The Company's related parties includes its key management personnel. Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantee was given or received. Outstanding balances are usually settled in cash.

##### 14.1 Transactions with key management personnel

The remuneration of the Company's key management personnel and members of the Board of Directors includes the following expenses:

	Three-month period ended		Nine-month period ended	
	March 31,		March 31,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Salaries and benefits	84,240	63,547	318,064	176,282
Share-based payments	-	-	61,500	35,500
Total remuneration	<b>84,240</b>	<b>63,547</b>	<b>379,564</b>	<b>211,782</b>

For the nine-month period ended March 31, 2024, an amount of \$44,679 of salaries and benefits expenses was recorded in Exploration and evaluation assets (\$45,274 for the nine-month period ended March 31, 2023).

#### 15. CAPITAL MANAGEMENT POLICIES AND PROCEDURES

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern;
- to increase the value of the assets of the business; and
- to provide an adequate return to shareholders.

These objectives will be achieved by identifying the right exploration projects, adding value to these projects and ultimately taking them through to production or sale and cash flows, either with partners or by the Company's own means.

The Company monitors capital on the basis of the carrying amount of equity.

The Company is not exposed to any externally imposed capital requirements except when the Company issues flow-through shares for which an amount should be used for exploration work. See all details in Notes 9.1 et 16.

The Company finances its exploration and evaluation activities principally by raising additional capital either through private placements or public offerings. When financing conditions are not optimal, the Company may enter into option agreements or other solutions to continue its activities or may slow its activities until conditions improve.

#### 16. CONTINGENCIES AND COMMITMENTS

The Company is partially financed through the issuance of flow-through shares and, according to tax rules regarding this type of financing, the Company is engaged in realizing mining exploration work.

# SIRIOS RESOURCES INC.

## Notes to Interim Financial Statements

### For the nine-month period ended March 31, 2024 (unaudited)

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(in Canadian dollars)

#### 16. CONTINGENCIES AND COMMITMENTS (cont'd)

These tax rules also set deadlines for carrying out the exploration work, which must be performed no later than the earlier of the following dates:

- Two years following the flow-through placement;
- One year after the Company has renounced the tax deductions relating to the exploration work.

However, there is no guarantee that the Company's exploration expenses will qualify as Canadian exploration expenses, even if the Company is committed to taking all the necessary measures in that regard. Refusal of certain expenses by the tax authorities could have a negative tax impact for investors.

As of March 31, 2024, the product of unspent funding related to flow-through financings totals \$174,463 (\$866,580 on March 31, 2023).

#### 17. SUBSEQUENT EVENTS

(a) On April 8, 2024, the Company signed an agreement with Brunswick Exploration Inc. ("Brunswick") granting it the right to purchase a 0.5% NSR held by Sirios on 8 claims that are part of Brunswick's Mirage lithium property. Under the terms of the purchase agreement, Brunswick shall: make a cash payment of \$50,000 on closing (received), pay installments in cash, shares or a combination of both, subject to a minimum 25% in cash, according to the following schedule: \$100,000 on or before a three-month period; \$100,000 on or before a six-month period and \$100,000 on or before a nine-month period.

Upon start of mineral extraction over the claims covered by this agreement, Brunswick will make a further milestone payment to Sirios of \$250,000 in cash or an amount in shares or a combination of both, at Brunswick's discretion.

(b) On April 26, 2024, the Company completed the second and final closing of its flow-through private placement, closed on March 27, 2024, for an additional amount of \$380,750. A total of 5,857,693 additional flow-through shares, at a price of \$0.065, were issued.

(c) On April 3 and April 29, 2024, the Company issued 184,615 and 129,600 shares at a price of \$0.065 per share, in connection with closings of a flow-through private placement dated March 27 and April 26, 2024. These shares were issued to pay a finders' fees totaling \$20,424 to an intermediary having a non-arm's length relationship with the Company.

(d) On April 30, 2024, the Company completed a private placement for a total of \$1,310,755. The unit, offered at \$0.06, consisted of one share and one warrant. In total, 21,845,915 shares were issued as well as 21,845,915 warrants.