



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 consolidated financial statements they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by management and reviewed by the Audit Committee of the Board of Directors of the Company.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of condensed interim consolidated financial statements by an entity's auditor.

Silver One Resources Inc.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - expressed in Canadian dollars)

	Note	March 31 2023	December 31 2022
		\$	\$
Assets			
Current			
Cash		2,147,702	3,065,488
Short-term investments	4	269,021	266,174
Receivables and prepaid expenditures	5	1,403,185	1,355,345
Net investment in sublease	9	-	12,925
Marketable securities	6	310,394	445,787
		4,130,302	5,145,719
Non-current			
Mineral properties	7	28,285,784	27,323,109
Property and equipment		57,387	62,741
Reclamation deposit		121,685	20,645
Total Assets		32,595,158	32,552,214
Liabilities			
Current			
Accounts payable and accrued liabilities	8	185,122	220,649
Lease obligations	9	-	13,079
Deferred rent		-	720
		185,122	234,448
Shareholders' Equity			
Share capital	10(b)	47,334,300	46,659,300
Share-based payment reserve	10(c)	4,939,712	4,794,589
Accumulated other comprehensive income		1,017,128	1,047,325
Accumulated deficit		(20,881,104)	(20,183,448)
		32,410,036	32,317,766
Total Liabilities and Shareholders' Equity		32,595,158	32,552,214

Nature of operations and going concern – Note 1
Commitment – Note 16
Subsequent event – Notes 10(c), 10(d), and 17

APPROVED BY THE DIRECTORS

“Claudia Tornquist” Director

“Barry Girling” Director

Silver One Resources Inc.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
For the three months ended March 31, 2023 and 2022
(Unaudited - expressed in Canadian dollars)

	Note	Three months ended March 31 2023	March 31 2022
		\$	\$
Expenses			
Administrative and office		32,929	19,779
Consulting	12	54,900	54,041
Depreciation		5,284	11,682
Director fees	12	19,500	15,000
Exploration and evaluation		5,871	-
Filing and listing fees		16,980	15,239
Professional fees	12	34,898	34,947
Salaries and benefits	12	74,589	91,234
Share-based payments	10(c),12	145,123	438,911
Shareholder communications		102,181	99,607
Travel and related costs		85,116	74,951
Loss before other items		(577,371)	(855,391)
Foreign exchange loss		(9,891)	(18,383)
Finance charge on leases	9	(86)	(3,090)
Income from sublease of office	9	85	2,859
Interest and other income		25,000	27,499
Loss on marketable securities	6	(135,393)	(609,937)
Net loss for the period		(697,656)	(1,456,443)
Other comprehensive loss for the period			
Currency translation adjustment		(30,197)	(319,286)
Comprehensive loss for the period		(727,853)	(1,775,729)
Loss per share			
Basic and diluted		(0.00)	(0.01)
Weighted average number of shares outstanding			
Basic and diluted		218,950,540	210,377,312

Silver One Resources Inc.
Condensed Interim Consolidated Statements of Cash Flows
For the three months ended March 31, 2023 and 2022
(Unaudited - expressed in Canadian dollars)

	Three months ended	
	2023	March 31
	\$	2022
	\$	\$
Cash (used in) provided by:		
Operating activities		
Net loss for the period	(697,656)	(1,456,443)
Depreciation	5,284	11,682
Share-based payments	145,123	438,911
Unrealized foreign exchange	492	23,331
Loss on marketable securities	135,393	609,937
Interest on long-term receivables	(5,944)	-
Changes in working capital items		
Receivables and prepaid expenditures	(41,896)	(106,900)
Net investment in sublease	12,925	36,171
Accounts payable and accrued liabilities	72,191	(44,407)
Deferred rent	(720)	(2,160)
	(374,808)	(489,878)
Investing activities		
Mineral property expenditures	(425,197)	(2,253,195)
Purchase of reclamation deposit	(101,062)	-
Purchase of short-term investments	(2,847)	(240)
	(529,106)	(2,253,435)
Financing activities		
Repayment of lease obligation	(13,079)	(44,290)
Proceeds from exercise of warrants	-	265,800
Proceeds from exercise of options	-	44,000
	(13,079)	265,510
Effect of foreign exchange on cash	(793)	(11,874)
Decrease in cash	(917,786)	(2,489,677)
Cash - beginning of period	3,065,488	8,708,892
Cash - end of period	2,147,702	6,219,215

Supplemental cash flow information – Note 13

Silver One Resources Inc.

Condensed Interim Consolidated Statements of Changes in Equity

(Unaudited - expressed in Canadian dollars)

	Number of common shares	Share capital	Share-based payment reserve	AOCI	Accumulated deficit	Total
		\$	\$	\$	\$	\$
Balance, December 31, 2021	208,608,596	44,315,713	3,738,722	(662,967)	(16,084,760)	31,306,708
Share-based payments	-	-	438,911	-	-	438,911
Shares issued on Silver Phoenix option agreement	2,500,000	912,500	-	-	-	912,500
Exercise of options	200,000	59,365	(15,365)	-	-	44,000
Exercise of warrants	879,001	265,800	-	-	-	265,800
Net loss for the period	-	-	-	-	(1,456,443)	(1,456,443)
Cumulative translation adjustment	-	-	-	(319,286)	-	(319,286)
Balance, March 31, 2022	212,187,597	45,553,378	4,162,268	(982,253)	(17,541,203)	31,192,190
Share-based payments	-	-	632,321	-	-	632,321
Exercise of warrants	5,529,610	1,105,922	-	-	-	1,105,922
Net loss for the period	-	-	-	-	(2,642,245)	(2,642,245)
Cumulative translation adjustment	-	-	-	2,029,578	-	2,029,578
Balance, December 31, 2022	217,717,207	46,659,300	4,794,589	1,047,325	(20,183,448)	32,317,766
Share-based payments	-	-	145,123	-	-	145,123
Shares issued on Silver Phoenix option agreement	3,000,000	675,000	-	-	-	675,000
Net loss for the period	-	-	-	-	(697,656)	(697,656)
Cumulative translation adjustment	-	-	-	(30,197)	-	(30,197)
Balance, March 31, 2023	220,717,207	47,334,300	4,939,712	1,017,128	(20,881,104)	32,410,036

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

Silver One Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2023 and 2022
(Unaudited - expressed in Canadian dollars)

1. Nature of operations and going concern

Silver One Resources Inc. (the "Company" or "Silver One") was incorporated pursuant to the provisions of the Business Corporations Act (British Columbia) on June 8, 2007.

The Company's principal activities include the acquisition, exploration and development of mineral properties. The Company has an option agreement to acquire a 100% interest in the Candelaria silver project (the "Candelaria Project" or "Candelaria") located in Nevada and has claims staked in eastern Nevada, including the Cherokee project ("Cherokee Project" or "Cherokee"). The Company also has an option agreement to acquire 100% interest in the Phoenix Silver property in Arizona ("Phoenix Silver Property" or "Phoenix Silver").

These consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months. As at March 31, 2023, the Company had an accumulated deficit of \$20,881,104, and expects to incur further losses in the development of the business. As a result, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The Company's ability to continue as a going concern is dependant on its ability to obtain necessary financing to meet its corporate and deferred exploration expenditures and discharge its liabilities in the normal course of business. Although the Company has been successful in obtaining financing in the past, there can be no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. The Company has adequate financial resources for the next twelve months with working capital of \$3,945,180.

Should the Company be unable to continue as a going concern, asset realization values may be substantially different from their carrying values. These consolidated financial statements do not give effect to adjustments that would be necessary to carrying values and the classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

Silver One is a public company listed on the TSX Venture Exchange ("TSX-V") under the symbol "SVE", on the OTCQX Marketplace under the symbol "SLVRF", and on the Frankfurt Stock Exchange under the symbol "BRK1".

The Company's corporate office is located at Suite 200-550 Denman St, Vancouver, British Columbia, V6G 3H1.

2. Basis of preparation

Statement of compliance and functional currency

These condensed interim consolidated financial statements have been presented in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC"), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*.

These condensed interim consolidated financial statements have been prepared on a historical cost basis. These condensed interim consolidated financial statements are presented in Canadian dollars, which is the functional currency of the Company's Canadian entity. The functional currency of the Company's foreign subsidiary is US dollars. The functional currency of an entity is translated into the presentation currency using the period-end rates for assets and liabilities while the operations and cash flows are translated using average rates of exchange. Exchange adjustments arising when net assets and profit or loss are translated into the presentation currency are taken into a separate component of equity and reported in other comprehensive income or loss.

Silver One Resources Inc.
Notes to the Condensed Interim Consolidated Financial Statements
For the three months ended March 31, 2023 and 2022
(Unaudited - expressed in Canadian dollars)

2. Basis of preparation (continued)

Statement of compliance and functional currency (continued)

The accounts of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies. All intercompany transactions, balances, income and expenses are eliminated in full upon consolidation.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

These condensed interim consolidated financial statements were approved by the board of directors on May 17, 2023.

3. Accounting policies

These condensed interim consolidated financial statements have been prepared on a basis consistent with the significant accounting policies disclosed in the annual financial statements for the year ended December 31, 2022. Accordingly, they should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2022.

Accounting standards issued but not yet effective

As at March 31, 2023, there are no accounting pronouncements with future effective dates that are applicable or are expected to have a material impact on the Company's financial statements.

4. Short-term investments

Short-term investments of \$269,021 (December 31, 2022 - \$266,174) include highly liquid money market funds and redeemable GIC investments in an active market with original maturities of one year or less.

5. Receivables and prepaid expenditures

	March 31 2023	December 31 2022
	\$	\$
GST receivable	9,764	6,091
Other receivables ¹	2,698	14,123
Short-term receivable from sale of KCP ²	1,250,000	1,244,056
Prepaid expenditures ³	140,723	91,075
	1,403,185	1,355,345

¹ Other receivables includes amounts due from subleasing the Company's office space.

² Short-term receivable from sale of KCP includes an amount owing as described below.

³ Prepaid expenditures primarily include amounts in connection with insurance, investor relations conferences and marketing activities.

Short-term receivable from sale of KCP

On March 3, 2021, the Company completed the sale of its subsidiary, KCP Minerals Inc. ("KCP"), which through its 100% interest in Minera Terra Plata S.A. de C.V. held the Company's three Mexican silver exploration projects to Lodestar Battery Metals Corp. ("Lodestar") (formerly Silverton Metals Corp.) (the "KCP Purchase Agreement").

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

5. Receivables and prepaid expenditures (continued)

Under the terms of the KCP Purchase Agreement, the Company transferred to Lodestar its 100% interest in KCP and, in consideration, Lodestar will pay in cash and shares as follows: (a) \$1,250,000 in cash upon closing (received); (b) issue 4,375,000 common shares of Lodestar to the Company (issued); (c) pay \$750,000 in cash 18 months after closing; and (d) pay \$500,000 in cash 24 months after closing (as at the date of filing both of these amounts are in arrears, but the Company expects to receive). The common shares received are subject to an escrow release schedule where 10% of shares will be released on April 6, 2021 and 15% will be every 6 months thereafter for a period of 36 months.

The \$750,000 to be received 18 months from the date of sale and the \$500,000 to be received 24 months from the date of sale were recorded as long-term receivables. The amount was discounted to its present value using a borrowing rate of 8% and at March 31, 2023 was \$1,250,000 (December 31, 2022 - \$1,244,056). As at March 31, 2023 and December 31, 2022, the entire amount was included in current assets.

6. Marketable securities

	March 31 2023	December 31 2022
	\$	\$
Beginning balance	445,787	1,478,232
Unrealized loss on marketable securities	(135,393)	(1,032,445)
	310,394	445,787

Marketable securities includes 4,375,000 common shares received as part of the KCP Purchase Agreement (note 5) as well as 414,331 shares held in Hello Pal International that were received as shares-for-debt in 2020.

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

7. Mineral properties

	Balance March 31 2023 \$	Additions March 31 2023 \$	Balance December 31 2022 \$	Additions December 31 2022 \$	Balance December 31 2021 \$
Candelaria					
Option payments – shares	3,831,678	-	3,831,678	-	3,831,678
Acquisition costs – shares	384,572	-	384,572	-	384,572
Acquisition costs – cash	115,150	-	115,150	-	115,150
Consulting fees	3,421,690	96,373	3,325,317	1,108,255	2,217,062
Drilling	7,332,365	-	7,332,365	2,398,168	4,934,197
Field supplies and other costs	468,489	22,887	445,602	178,151	267,451
Laboratory and analysis fees	1,832,236	118,955	1,713,281	579,910	1,133,371
Land payments	1,426,234	-	1,426,234	409,936	1,016,298
Staking and survey costs	211,474	-	211,474	83,751	127,723
Travel and accommodation	935,485	32,895	902,590	333,032	569,558
Currency translation	1,028,792	(22,114)	1,050,906	1,265,630	(214,724)
	20,988,165	248,996	20,739,169	6,356,833	14,382,336
Phoenix Silver					
Acquisition costs - cash	487,609	-	487,609	-	487,609
Acquisition costs - shares	2,757,500	675,000	2,082,500	912,500	1,170,000
Consulting fees	467,915	24,085	443,830	31,356	412,474
Field supplies and other costs	6,626	197	6,429	4,669	1,760
Laboratory and analysis fees	16,786	5,765	11,021	-	11,021
Land payments	303,121	-	303,121	80,868	222,253
Staking and survey costs	110,289	10,425	99,864	-	99,864
Travel and accommodation	17,352	5,552	11,800	776	11,024
Currency translation	168,225	(4,505)	172,730	231,083	(58,353)
	4,335,423	716,519	3,618,904	1,261,252	2,357,652
Cherokee					
Consulting fees	761,117	345	760,772	28,729	732,043
Drilling	439,312	-	439,312	-	439,312
Field supplies and other costs	72,577	-	72,577	4,367	68,210
Laboratory and analysis fees	133,917	-	133,917	-	133,917
Land payments	1,104,716	-	1,104,716	138,352	966,364
Staking and survey costs	125,450	-	125,450	-	125,450
Travel and accommodation	185,408	-	185,408	1,487	183,921
Currency translation	139,699	(3,185)	142,884	184,608	(41,724)
	2,962,196	(2,840)	2,965,036	357,543	2,607,493
Eastern Nevada					
Consulting fees	221,614	-	221,614	20,538	201,076
Field supplies and other costs	6,469	-	6,469	389	6,080
Laboratory and analysis fees	7,161	-	7,161	-	7,161
Land payments	246,129	-	246,129	44,377	201,752
Staking and survey costs	8,970	-	8,970	-	8,970
Travel and accommodation	27,849	-	27,849	-	27,849
Currency translation	26,060	-	26,060	33,254	(7,194)
Impairment	(544,252)	-	(544,252)	(544,252)	-
	-	-	-	(445,694)	445,694
Total	28,285,784	962,675	27,323,109	7,529,934	19,793,175

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

7. Mineral properties (continued)

Candelaria Option Agreement

On January 16, 2017, the Company entered into an option agreement (the "Option Agreement") with a subsidiary of SSR Mining Inc. ("SSR"), to acquire a 100% interest in the Candelaria silver project (the "Candelaria Project or "Candelaria") located in Nevada, USA.

In order to exercise the option, the Company is required to:

- issue US\$1,000,000 in shares to SSR on the date that the parties satisfy the conditions to the Agreement, including obtaining final approval of the TSX-V (the "Effective Date") (paid);
- issue an additional US\$1,000,000 in shares on each of the three anniversaries of the Effective Date (first and second year anniversary payments paid); and
- assume the US\$2,000,000 reclamation bond on the property immediately prior to exercise of the option. A bi-annual reassessment of the reclamation bond completed in September 2022 assessed the bond at US\$2,491,757.

Upon satisfying the terms set forth above, the Company will have earned a 100% interest in the property subject to a 3% net smelter returns royalty payable to Teck Resources USA on production from a certain claims group of the property and a charge of \$0.01 per ton payable for waste rock dumped on certain claims.

The Company issued 1,332,900 common shares at a fair value price of \$1.00 per share to satisfy the initial option payment of US\$1,000,000, the Company issued 2,828,636 common shares at a fair value of \$0.44 per share in order to satisfy the first anniversary payment of US\$1,000,000, and the Company issued 5,827,338 common shares at a fair value of \$0.215 to satisfy the second anniversary payment of US\$1,000,000. It was further obligated to issue an additional US\$1,000,000 worth of Silver One shares in January 2020. However, Silver One entered into an agreement with SSR and Maverix Metals Inc. ("Maverix") whereby:

1. Silver One will assume a Production Payment obligation by SSR to Maverix (formerly to Kinross). For this, SSR agreed to relinquish the option payment of US\$1,000,000 in shares of Silver One and instead received US\$100,000 in units of Silver One. This agreement obliges Silver One to assume the obligation to pay Maverix US\$1,000,000 upon Candelaria achieving commercial production of not less than 2,500,000 ounces of silver per annum (the "Production Payment").
2. In consideration of Maverix agreeing to Silver One's assumption of the Production Payment, Maverix will receive US\$100,000 in units of Silver One.
3. Maverix has agreed to amend the Production Payment so that Silver One may satisfy it with US\$500,000 cash and \$500,000 in shares of Silver One on the first anniversary after commencement of commercial production at Candelaria.

Each unit will be comprised of one share of Silver One and one-half of one share purchase warrant (each a "Warrant") with each whole Warrant entitling the holder to purchase one additional share at a price of \$0.40 per share for a period of three years.

On July 25, 2019, the Company amended the Candelaria Option Agreement ("Amended Agreement"). The Amended Agreement deferred the assumption of the bond obligation by the Company until January 2023. In December 2022, the Amended Agreement was further amended to extend the assumption of the bond obligation by Silver One by an additional sixty days, and in April 2023, the parties extended the period for the assumption of the bond obligation by Silver One until May 28, 2023. Subsequent to period end, the bond was paid and the Company is awaiting the confirmation of payment and transfer of interest. Once completed, the Company will hold a 100% interest in Candelaria without a royalty payable to SSR.

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

7. Mineral properties (continued)

Additional Candelaria claims acquired

In March 2018, the Company entered into an agreement to acquire 10 non-patented mineral claims located along the eastern structural projection of the Candelaria mineralized system. These claims are located immediately east of the former producing Mount Diablo open pit. Silver One has acquired these claims for the consideration of US\$10,000 plus the issuance of 38,235 common shares at a fair value of \$0.34 per share (total of US\$10,000).

In November 2019, the Company acquired an additional three patented claims, located within the company's claims. Consideration for these patents consisted of US\$75,000 cash (paid) and US\$5,000 in shares (issued), subject to a 2% NSR that can be purchased for US\$50,000 plus US\$5,000 in Silver One's shares issued at market price on the date of the issuance.

Phoenix Silver Acquisition

On February 4, 2020, the Company entered into an agreement (the "Phoenix Silver Agreement") with Granite-Solid LLC (the "Optionor") whereby the Company has the option to acquire a 100% interest in the Phoenix Silver Property. The Phoenix Silver Property consists of 86 unpatented lode claims and 2 unpatented placer claims, located in Gila County, Arizona.

The Company may exercise the option by making the following cash payments and share issuances:

- paying the Optionor US\$350,000 within five days of TSX-V acceptance of the Phoenix Silver Agreement (the "Effective Date") (paid); and
- issuing the Optionor: (i) 500,000 shares on the date that is six (6) months from the Effective Date (issued); (ii) 1,000,000 shares on the date that is twelve months from the Effective Date (issued); (iii) 2,500,000 shares on the date that is twenty-four months from the Effective Date (issued); (iv) 3,000,000 shares on the date that is thirty-six months from the Effective Date (issued); and (v) 3,000,000 shares on the date that is forty-eight months from the Effective Date.

The Phoenix Silver Agreement is subject to a five-mile area of interest. Further, after two years of the Effective Date, Silver One has the right to require the Optionor to include other unpatented placer claims under this Phoenix Silver Agreement for no additional consideration.

The Phoenix Silver Property is subject to an underlying 2% Net Smelter Royalty ("NSR") to the original prospectors of the project. Each 1% NSR may be purchased for US\$500,000 resulting in a total of US\$1,000,000 for the entire underlying NSR.

Signing of lease/purchase agreement on five patented claims at the Cherokee Project

In July 2018, the Company entered into a lease/purchase agreement with Castelton Park LLC ("Castelton") of Sparks, Nevada to acquire five patented claims at its Cherokee Project. These patents lie within the Company's Cherokee claim holdings in Lincoln County located in eastern Nevada.

The terms of the Lease/Purchase Agreement include three payments over a 2-year lease, consisting of a payment for US\$23,125 upon execution of the agreement (paid), US\$34,688 on the first anniversary (paid) and US\$24,687 on the second anniversary (paid). This provides Silver One with a 100% interest in all patented claims. Castelton will also receive a payment of US\$100,000 for every 7.5 million silver equivalent ounces of mineral resources calculated on the property, subject to a maximum of US\$1,000,000.

Impairment of Eastern Nevada

During the year ended December 31, 2022, the Company booked an impairment on the Eastern Nevada property as it focuses its attention on the Candelaria, Phoenix Silver and Cherokee projects.

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

8. Accounts payable and accrued liabilities

	March 31 2023	December 31 2022
	\$	\$
Accounts payable	176,372	179,905
Accrued liabilities	8,750	40,744
	185,122	220,649

Accounts payable include amounts owing for consulting, exploration, and general corporate expenditures. Accrued liabilities include an accrual of audit fees and other administrative expenses.

9. Lease obligations

The Company entered into an office lease on February 2018. The terms and the outstanding balances as at March 31, 2023 and December 31, 2022 are as follows:

	March 31 2023	December 31 2022
	\$	\$
Right-of-use asset from office lease repayable in monthly instalments between \$10,676 and \$14,878, an interest rate of 7.71% per annum and an end date of January 2023.	-	13,079
Total lease obligations	-	13,079
Less: current portion	-	(13,079)
Non-current portion	-	-

During the three months ended March 31, 2023, the lease obligation was paid in full. No further future minimum lease payments are remaining on the office lease obligation.

Sublease of office space

The Company entered into an agreement to sublease one of its office spaces beginning on December 1, 2020 through January 31, 2023 for approximately \$157,000 per annum including the base rent, property tax and operating expenses. The right-of-use asset related to the office was derecognized and a net investment in sublease was set up.

The Company also subleases part of their office space on a month-to-month basis to other companies. The total lease income from the subleasing of the office for the three months ended March 31, 2023 was \$85 (2022 - \$2,859).

During the three months ended March 31, 2023, the Company recorded \$86 (2022 - \$3,090) of interest expense related to the leases.

As at March 31, 2023 and December 31, 2022 the net investment in sublease was made up of the following:

	March 31 2023	December 31 2022
Net investment in sublease	\$	\$
Short-term	-	12,925
Long-term	-	-
Total receivables	-	12,925

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - expressed in Canadian dollars)

10. Share capital

a) **Authorized:** Unlimited common shares without par value.

b) Shares issued

Common shares: 220,717,207 (December 31, 2022 – 217,717,207).

During the three months ended March 31, 2023, the Company:

- Issued 3,000,000 common shares valued at \$675,000 pursuant to the Phoenix Silver Agreement (Note 7).

During the year ended December 31, 2022, the Company:

- Issued 2,500,000 common shares valued at \$912,500 pursuant to the Phoenix Silver Agreement (Note 7);
- Issued 200,000 common shares for the exercise of options in the amount of \$44,000. A value of \$15,365 was transferred from the share-based payment reserve to share capital as a result; and
- Issued 6,408,611 common shares for the exercise of warrants in the amount of \$1,371,722.

c) Options

The Company has adopted a share option plan that allows for the issuance of up to 10% of the issued and outstanding shares as incentive share options to directors, officers, employees and consultants to the Company. Share options granted under the plan may be subject to vesting provisions as determined by the Board of Directors.

The vesting provisions of all options are the following: 25% - 6 months from the grant date, 35% - 1 year from the grant date, and 40% - 1.5 years from the grant date.

The Company's share options outstanding as at March 31, 2023 and December 31, 2022 and the changes for the periods then ended are as follows:

	Number	Weighted average exercise price
		\$
Balance as at December 31, 2021	10,293,500	0.56
Granted – January 20, 2022	100,000	0.45
Granted – April 26, 2022	300,000	0.45
Granted – August 25, 2022	2,590,000	0.33
Exercised	(200,000)	0.22
Expired	(975,000)	0.55
Balance as at December 31, 2022	12,108,500	0.52
Granted – March 13, 2023	150,000	0.30
Expired	(150,000)	0.45
Balance as at March 31, 2023	12,108,500	0.52

The total share-based payment expense recorded during the three months ended March 31, 2023 was \$145,123 (2022: \$438,911).

Silver One Resources Inc.

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For the three months ended March 31, 2023 and 2022

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10. Share capital (continued)

c) Options (continued)

The following table summarizes information about the share options as at March 31, 2023:

Exercise price per share of options outstanding	Number of options outstanding	Weighted average remaining life (years)	Number of options exercisable	Expiry date
\$0.40	1,085,500	0.13	1,085,500	May 17, 2023
\$0.26	2,048,000	1.30	2,048,000	July 19, 2024
\$0.30	60,000	1.55	60,000	October 15, 2024
\$0.70	2,575,000	2.50	2,575,000	September 28, 2025
\$0.65	100,000	2.83	100,000	January 28, 2026
\$0.67	100,000	2.94	100,000	March 9, 2026
\$0.75	50,000	3.07	50,000	April 23, 2026
\$0.75	2,950,000	3.19	1,770,000	June 6, 2026
\$0.45	100,000	3.81	60,000	January 20, 2027
\$0.45	300,000	4.07	75,000	April 26, 2027
\$0.33	2,590,000	4.41	647,500	August 25, 2027
\$0.30	150,000	4.96	-	March 13, 2028

Subsequent to period end, 1,805,500 options expired unexercised.

The fair value of options recognized in the period has been estimated using the Black-Scholes Pricing Model with the following assumptions on the grant date of the options:

Issue date	Expected Option life (years)	Risk free interest rate	Dividend yield	Expected volatility ¹	Weighted average fair value
January 20, 2022	5.00	1.59%	nil	87%	\$0.29
April 26, 2022	5.00	2.92%	nil	87%	\$0.27
August 25, 2022	5.00	3.32%	nil	88%	\$0.22
March 13, 2023	5.00	2.82%	Nil	89%	\$0.19

Note 1: The volatility used is the Company's own share volatility for a period equal to the life of the options.

d) Warrants

The Company's warrants outstanding as at March 31, 2023 and December 31, 2022 and the changes for the periods then ended are as follows:

	Number	Weighted average exercise price
Balance as at December 31, 2021	34,302,440	\$ 0.39
Exercised	(6,408,611)	0.20
Expired	(8,730,000)	0.20
Balance as at December 31, 2022 and March 31, 2023	19,163,829	0.53

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(Unaudited - expressed in Canadian dollars)

10. Share capital (continued)

d) Warrants (continued)

The balance of warrants outstanding as at March 31, 2023 is as follows:

Expiry Date	Exercise Price \$	Remaining Life (Years)	Warrants Outstanding
April 14, 2023	0.40	0.28	435,500
July 14, 2023	0.65	0.53	10,317,329
January 13, 2024	0.40	0.04	4,576,000
January 17, 2024	0.40	0.05	3,835,000

Subsequent to period end, 435,500 warrants expired unexercised.

11. Segment information

The Company operates in a single reportable operating segment, being the acquisition, exploration and retention of mineral property assets. Geographic segment information of the Company's non-current assets as at March 31, 2023 and December 31, 2022 is as follows:

Non-current assets	March 31 2023	December 31 2022
	\$	\$
Canada	117	218
USA	28,464,739	27,406,277
Total	28,464,856	27,406,495

12. Related party transactions

The Company's related parties consist of the Company's directors and officers, and any companies associated with them. The Company incurred the following charges during the three months ended March 31, 2023 and 2022:

	Three months ended March 31	
	2023	2022
	\$	\$
Consulting fees	52,500	52,500
Director fees	19,500	15,000
Professional fees	10,500	20,085
Salaries and benefits	74,589	73,834
Share-based payments	74,521	210,240

Consulting fees include amounts paid to Raul Diaz, a director of the Company, for geological consulting services. Included in the amounts above is \$38,229 in consulting fees for the three months ended March 31, 2023 that was capitalized to mineral properties (\$38,674).

Director fees were paid to the directors of the Company.

During the period ended March 31, 2023, Professional fees include amounts paid to Amezquita Management Inc., a company of which the CFO is President. During the period ended March 31, 2022, Professional fees include amounts paid to Malaspina Consultants Inc., a company in which the CFO, Carmen Amezquita, was an associate.

Salaries and benefits include amounts paid to Greg Crowe, President and Chief Executive Officer of the Company.

Silver One Resources Inc.
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For the three months ended March 31, 2023 and 2022
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12. Related party transactions (continued)

Share-based payments include options granted to officers and directors.

During the three months ended March 31, 2023, the Company received lease income from a related company with common directors in the amount of \$nil (2022 - \$887).

As at March 31, 2023, directors, officers or their related companies were owed \$3,675 (December 31, 2022 - \$3,675) in respect of services. The amounts due to related parties are included in accounts payable.

Key management includes directors and executive officers of the Company. Other than the amounts disclosed above, there was no other compensation paid or payable to key management for employee services for the reported periods.

13. Supplemental cash flow information

Investing and financing activities that do not have a direct impact on the current cash flows are excluded from the cash flow statements. The following transactions were excluded from the consolidated statement of cash flows:

During the three months ended March 31, 2023:

- The issuance of 3,000,000 common shares valued at \$675,000 pursuant to the Phoenix Silver Agreement (see Note 7); and
- Movement of \$107,718 in mineral property exploration expenditures in accounts payable and accrued liabilities.

During the three months ended March 31, 2022:

- The issuance of 2,500,000 common shares valued at \$912,500 pursuant to the Phoenix Silver Agreement (see Note 7); and
- Movement of \$120,089 in mineral property exploration expenditures in accounts payable and accrued liabilities.

The Company paid or accrued \$nil for income taxes during the three months ended March 31, 2023 (2022 - \$nil).

14. Financial instruments

Classification of financial instruments

The Company's financial instruments consist of cash, short-term investments, marketable securities, receivables, net investment in sublease, accounts payable and accrued liabilities and lease obligations. The Company classifies its cash, short-term investments, receivables, marketable securities and net investment in sublease as financial assets at amortized cost. The Company classifies its accounts payable and accrued liabilities and lease obligations as financial liabilities at amortized cost. The Company classifies its marketable securities as FVTPL. There have been no changes to the classification of financial instruments since December 31, 2022.

Financial instruments risk management

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies. The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility.

The Company thoroughly examines the various financial instruments and risks to which it is exposed and assesses the impact and likelihood of those risks. These risks include foreign currency risk, interest rate risk, credit risk, and liquidity risk. Where material, these risks are reviewed and monitored by the Board of Directors.

There have been no changes in any risk management policies since December 31, 2022.

Silver One Resources Inc.

Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited - expressed in Canadian dollars)

15. Management of capital

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 of and retention of its mineral properties. In the management of capital, the Company includes its components of shareholders' equity.

The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued capital, reserves and deficit.

The Company maintains and adjusts its capital structure based on changes in economic conditions and the Company's planned requirements. The Company may adjust its capital structure by issuing new equity, issuing new debt, or acquiring or disposing of assets, and controlling the capital expenditures program. The Company is not subject to externally imposed capital requirements.

The Company does not have a source of revenue. As such, the Company is dependent on external financing to fund its activities. In order to pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

Management reviews its capital management policies on an ongoing basis. There were no changes in the Company's approach to capital management during the three months ended March 31, 2023.

16. Commitment

The President, CEO and director has a long-term employment agreement with the Company. The agreement has a termination clause whereby he is entitled to the equivalent of sixteen times his then current monthly salary plus two additional months for each year of working. As at March 31, 2023, this equated to \$598,000 (December 31, 2022 - \$598,000).

17. Subsequent event

On April 21, 2023, the Company closed a non-brokered private placement financing of 23,809,524 common shares of the Company at a price of \$0.21 per Share for aggregate gross proceeds of \$5,000,000.