



Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian Dollars)

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**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 2024	December 31 2023
		\$	\$
<b>Assets</b>			
<b>Current</b>			
Cash		385,326	959,557
Short-term investments	4	281,760	278,501
Receivables and prepaid expenditures	5	887,662	908,824
Marketable securities	6	131,250	143,680
		1,685,998	2,290,562
<b>Non-current</b>			
Mineral properties	7	31,205,925	29,936,700
Property and equipment		36,530	40,837
Reclamation deposits	7	3,493,658	3,419,898
<b>Total Assets</b>		<b>36,422,111</b>	<b>35,687,997</b>
<b>Liabilities</b>			
<b>Current</b>			
Accounts payable and accrued liabilities	8	56,112	100,917
		56,112	100,917
<b>Non-current</b>			
Reclamation obligation	9	822,631	789,551
<b>Total Liabilities</b>		<b>878,743</b>	<b>890,468</b>
<b>Shareholders' Equity</b>			
Share capital	10(b)	52,873,840	52,408,840
Share-based payment reserve	10(c)	5,527,484	5,409,683
Accumulated other comprehensive income		1,029,739	370,096
Accumulated deficit		(23,887,695)	(23,391,090)
		35,543,368	34,797,529
<b>Total Liabilities and Shareholders' Equity</b>		<b>36,422,111</b>	<b>35,687,997</b>

Nature of operations and going concern – Note 1

**APPROVED BY THE DIRECTORS**

\_\_\_\_\_  
*"Claudia Tornquist"* Director

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*"Barry Girling"* Director

**Silver One Resources Inc.**  
**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

	Note	Three months ended March 31 2024	2023
		\$	\$
<b>Expenses</b>			
Administrative and office		38,985	32,929
Consulting	12	53,400	54,900
Depreciation		5,171	5,284
Director fees	12	19,500	19,500
Exploration and evaluation		-	5,871
Filing and listing fees		20,482	16,980
Professional fees		56,881	34,898
Salaries and benefits	12	72,353	74,589
Share-based payments	10(c),12	117,801	145,123
Shareholder communications		64,686	102,181
Travel and related costs		26,446	85,116
<b>Loss before other items</b>		(475,705)	(577,371)
Accretion of reclamation obligation	9	(15,998)	-
Foreign exchange gain (loss)		1,381	(9,891)
Finance charge on leases		-	(86)
Income from sublease of office		-	85
Interest and other income		6,147	25,000
Loss on marketable securities	6	(12,430)	(135,393)
<b>Net loss for the period</b>		(496,605)	(697,656)
<b>Other comprehensive income (loss) for the period</b>			
Currency translation adjustment		659,643	(30,197)
<b>Comprehensive loss for the period</b>		163,038	(727,853)
<b>Loss per share</b>			
Basic and diluted		(0.00)	(0.00)
<b>Weighted average number of shares outstanding</b>			
Basic and diluted		246,556,951	218,950,540

**Silver One Resources Inc.**  
**Condensed Interim Consolidated Statements of Cash Flows**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

	Three months ended	
	2024	March 31 2023
	\$	\$
<b>Cash (used in) provided by:</b>		
<b>Operating activities</b>		
Net loss for the period	(496,605)	(697,656)
Share-based payments	117,801	145,123
Accretion of reclamation obligation	15,998	-
Loss on marketable securities	12,430	135,393
Depreciation	5,171	5,284
Unrealized foreign exchange	(411)	492
Interest on long-term receivables	-	(5,944)
Changes in working capital items		
Receivables and prepaid expenditures	21,162	(41,896)
Net investment in sublease	-	12,925
Accounts payable and accrued liabilities	(49,832)	72,191
Deferred rent	-	(720)
	(374,286)	(374,808)
<b>Investing activities</b>		
Mineral property expenditures	(206,199)	(425,197)
Purchase of short-term investments	(3,259)	(2,847)
Purchase of reclamation deposit	-	(101,062)
	(209,458)	(529,106)
<b>Financing activities</b>		
Repayment of lease obligation	-	(13,079)
	-	(13,079)
<b>Effect of foreign exchange on cash</b>	9,513	(793)
<b>Decrease in cash</b>	(574,231)	(917,786)
<b>Cash - beginning of period</b>	959,557	3,065,488
<b>Cash - end of period</b>	385,326	2,147,702

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
		\$	\$	\$	\$	\$
<b>Balance, December 31, 2022</b>	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)
<b>Balance, March 31, 2023</b>	<b>220,717,207</b>	<b>47,334,300</b>	<b>4,939,712</b>	<b>1,017,128</b>	<b>(20,881,104)</b>	<b>32,410,036</b>
Shares issued from private placement	23,809,524	5,000,000	-	-	-	5,000,000
Less: Share issue costs	-	(7,960)	-	-	-	(7,960)
Share-based payments	-	-	469,971	-	-	469,971
Shares issued on Candelaria agreement	250,000	82,500	-	-	-	82,500
Net loss for the period	-	-	-	-	(2,509,986)	(2,509,986)
Cumulative translation adjustment	-	-	-	(647,032)	-	(647,032)
<b>Balance, December 31, 2023</b>	<b>244,776,731</b>	<b>52,408,840</b>	<b>5,409,683</b>	<b>370,096</b>	<b>(23,391,090)</b>	<b>34,797,529</b>
Share-based payments	-	-	117,801	-	-	117,801
Shares issued on Silver Phoenix option agreement	3,000,000	465,000	-	-	-	465,000
Net loss for the period	-	-	-	-	(496,605)	(496,605)
Cumulative translation adjustment	-	-	-	659,643	-	659,643
<b>Balance, March 31, 2024</b>	<b>247,776,731</b>	<b>52,873,840</b>	<b>5,527,484</b>	<b>1,029,739</b>	<b>(23,887,695)</b>	<b>35,543,368</b>

*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, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

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**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 owns a 100% interest in the Candelaria silver project in Nevada (the "Candelaria Project" or "Candelaria"), a 100% interest in the Cherokee project in Nevada ("Cherokee Project" or "Cherokee"), and a 100% interest in the Phoenix Silver property in Arizona ("Phoenix Silver Property" or "Phoenix Silver").

These condensed interim 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, 2024, the Company had an accumulated deficit of \$23,887,695, 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 \$1,629,886.

Should the Company be unable to continue as a going concern, asset realization values may be substantially different from their carrying values. These condensed interim 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 1000, 1055 W Hastings St., Vancouver, BC Canada, V6E 2E9.

**2. Basis of preparation**

**Statement of compliance and functional currency**

These condensed interim consolidated financial statements have been presented in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), 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.

The accounts of the subsidiary 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 8, 2024.

**Silver One Resources Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

**3. Material accounting policies**

These condensed interim consolidated financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the annual financial statements for the year ended December 31, 2023. Accordingly, they should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2023.

**Accounting standards issued but not yet effective**

As at March 31, 2024, there are no IFRS Accounting Standards with future effective dates that are expected to have a material impact on the Company.

**4. Short-term investments**

Short-term investments of \$281,760 (December 31, 2023 - \$278,501) include highly liquid money market funds in an active market with original maturities of one year or less.

**5. Receivables and prepaid expenditures**

	<b>March 31 2024</b>	<b>December 31 2023</b>
	\$	\$
GST receivable	9,190	5,209
Short-term receivable from sale of KCP <sup>1</sup>	812,500	812,500
Prepaid expenditures <sup>2</sup>	65,972	91,115
	<b>887,662</b>	<b>908,824</b>

<sup>1</sup> Short-term receivable from sale of KCP includes an amount owing as described below plus an expected credit loss applied of \$437,500

<sup>2</sup> 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") (the "KCP Purchase Agreement").

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). 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 initially recorded as long-term receivables. The amount was discounted to its present value using a borrowing rate of 8% and at March 31, 2024 was \$1,250,000 (December 31, 2023 - \$1,250,000). As at March 31, 2024 and December 31, 2023, the entire amount was included in current assets.

The Company assesses annually the expected credit losses associated with its accounts receivable balances. The impairment methodology applied depends on whether there has been a significant increase in credit risk. As at March 31, 2024 and December 31, 2023, given the credit risk determined to be present, the Company applied an expected credit loss against the outstanding balance of \$437,500.



# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian dollars)

### 6. Marketable securities

	March 31 2024	December 31 2023
	\$	\$
Beginning balance	143,680	445,787
Unrealized loss on marketable securities	(12,430)	(302,107)
	131,250	143,680

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.

### 7. Mineral properties

	Balance March 31 2024	Additions March 31 2024	Balance December 31 2023	Additions December 31 2023	Balance December 31 2022
	\$	\$	\$	\$	\$
<b>Candelaria</b>					
Option payments – shares	3,831,678	-	3,831,678	-	3,831,678
Acquisition costs – shares	467,072	-	467,072	82,500	384,572
Acquisition costs – cash	115,150	-	115,150	-	115,150
Consulting fees	3,847,609	91,532	3,756,077	430,760	3,325,317
Drilling	7,332,365	-	7,332,365	-	7,332,365
Field supplies and other costs	529,983	23,078	506,905	61,303	445,602
Laboratory and analysis fees	2,082,104	46,706	2,035,398	322,117	1,713,281
Land payments	1,739,019	-	1,739,019	312,785	1,426,234
Staking and survey costs	211,474	-	211,474	-	211,474
Travel and accommodation	990,233	13,026	977,207	74,617	902,590
Reclamation obligation	789,551	-	789,551	789,551	-
Currency translation	1,009,785	437,276	572,509	(478,397)	1,050,906
	22,946,023	611,618	22,334,405	1,595,236	20,739,169
<b>Phoenix Silver</b>					
Acquisition costs - cash	487,609	-	487,609	-	487,609
Acquisition costs - shares	3,222,500	465,000	2,757,500	675,000	2,082,500
Consulting fees	515,827	1,619	514,208	70,378	443,830
Field supplies and other costs	6,626	-	6,626	197	6,429
Laboratory and analysis fees	16,786	-	16,786	5,765	11,021
Land payments	535,703	8,421	527,282	224,161	303,121
Staking and survey costs	187,247	25,764	161,483	61,619	99,864
Travel and accommodation	19,408	-	19,408	7,608	11,800
Currency translation	160,858	90,404	70,454	(102,276)	172,730
	5,152,564	591,208	4,561,356	942,452	3,618,904
<b>Cherokee</b>					
Consulting fees	765,000	1,080	763,920	3,148	760,772
Drilling	439,312	-	439,312	-	439,312
Field supplies and other costs	73,199	-	73,199	622	72,577
Laboratory and analysis fees	133,917	-	133,917	-	133,917
Land payments	1,243,054	-	1,243,054	138,338	1,104,716
Staking and survey costs	125,450	-	125,450	-	125,450
Travel and accommodation	186,213	-	186,213	805	185,408
Currency translation	141,193	65,319	75,874	(67,010)	142,884
	3,107,338	66,399	3,040,939	75,903	2,965,036
<b>Total</b>	<b>31,205,925</b>	<b>1,269,225</b>	<b>29,936,700</b>	<b>2,613,591</b>	<b>27,323,109</b>

# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian dollars)

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### 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 was 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 (assumed with value of US\$2,491,757).

Upon satisfying the terms set forth above, the Company would earn 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 (issued). 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 is 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. The Company issued 250,000 common shares to SSR for the amendment of the Candelaria Option agreement to extend the option end date.

During the year ended December 31, 2023, the Company assumed the reclamation bond of US\$2,491,757 and on May 31, 2023, the Company acquired a 100% interest in Candelaria without a royalty payable to SSR. As at March 31, 2024, the reclamation bond is recognized on the statement of financial position at \$3,371,946.

# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian dollars)

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### 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 "Effective Date"), 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 (issued).

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.

On February 8, 2024, the Company exercised its option to acquire a 100% interest in the Phoenix Silver Project.

#### 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 Castleton Park LLC ("Castleton") 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. Castleton 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.

**Silver One Resources Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

**8. Accounts payable and accrued liabilities**

	<b>March 31 2024</b>	<b>December 31 2023</b>
	\$	\$
Accounts payable	45,112	52,573
Accrued liabilities	11,000	48,344
	<b>56,112</b>	<b>100,917</b>

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. Reclamation obligation**

The reclamation obligation is related to the Candelaria Project and is estimated based upon the present value of expected cash flows using estimates of inflation and risk-free discount rate. The undiscounted amount of cash flows required to settle the reclamation obligation was estimated at US\$2,491,757 as at March 31, 2024 (December 31, 2023 – US\$2,491,757).

The key assumptions on which the provision estimates were based on for the three months ended March 31, 2024 and year ended December 31, 2023 were:

- Expected timing of the cash flows between 2047-2051 based on the expected life of the Candelaria Project
- An inflation rate of 2.00%
- A discount rate of 7.96%

The following table provides a summary of changes in the reclamation obligation:

	<b>Reclamation Obligation</b>
	\$
<b>Balance as at December 31, 2022</b>	-
Assumption of bond	789,551
<b>Balance as at December 31, 2023</b>	789,551
Accretion of reclamation obligation	15,998
Foreign exchange adjustment	17,082
<b>Balance as at March 31, 2024</b>	<b>822,631</b>

# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian dollars)

### 10. Share capital

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

#### b) Shares issued

Common shares: 247,776,731 (December 31, 2023 – 244,776,731).

During the three months ended March 31, 2024, the Company:

- Issued 3,000,000 common shares valued at \$465,000 pursuant to the Phoenix Silver Agreement (Note 7); and

During the year ended December 31, 2023, the Company:

- Issued 23,809,524 common shares of the Company in a non-brokered private placement financing at a price of \$0.21 per share for aggregate gross proceeds of \$5,000,000;
- Issued 3,000,000 common shares valued at \$675,000 pursuant to the Phoenix Silver Agreement (Note 7); and
- Issued 250,000 common shares as consideration for extending the Candelaria Option Agreement (Note 7).

#### 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, 2024 and December 31, 2023 and the changes for the periods then ended are as follows:

	Number	Weighted average exercise price
		\$
<b>Balance as at December 31, 2022</b>	12,108,500	0.52
Granted – March 13, 2023	150,000	0.30
Granted – July 27, 2023	1,995,000	0.40
Granted – October 15, 2023	200,000	0.25
Forfeited	(150,000)	0.30
Expired	(1,235,500)	0.40
<b>Balance as at December 31, 2023 and March 31, 2024</b>	<b>13,068,000</b>	<b>0.51</b>

The total share-based payment expense recorded during the three months ended March 31, 2024 was \$117,801 (2023: \$145,123).

# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended March 31, 2024 and 2023

(Unaudited - expressed in Canadian dollars)

### 10. Share capital (continued)

#### c) Options (continued)

The following table summarizes information about the share options as at March 31, 2024:

Exercise price per share of options outstanding	Number of options outstanding	Weighted average remaining life (years)	Number of options exercisable	Expiry date
\$0.26	2,048,000	0.30	2,048,000	July 19, 2024
\$0.30	60,000	0.54	60,000	October 15, 2024
\$0.70	2,575,000	1.50	2,575,000	September 28, 2025
\$0.65	100,000	1.83	100,000	January 28, 2026
\$0.67	100,000	1.94	100,000	March 9, 2026
\$0.75	50,000	2.06	50,000	April 23, 2026
\$0.75	2,950,000	2.18	2,950,000	June 6, 2026
\$0.45	100,000	2.81	100,000	January 20, 2027
\$0.45	300,000	3.07	300,000	April 26, 2027
\$0.33	2,590,000	3.40	2,590,000	August 25, 2027
\$0.40	1,995,000	4.33	498,750	July 27, 2028
\$0.25	200,000	4.55	200,000	October 15, 2028

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 <sup>1</sup>	Weighted average fair value
March 13, 2023	5.00	2.82%	Nil	89%	\$0.19
July 27, 2023	5.00	3.88%	Nil	89%	\$0.25
October 15, 2023	5.00	4.28%	Nil	89%	\$0.16

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, 2024 and December 31, 2023 and the changes for the periods then ended are as follows:

	Number	Weighted average exercise price
		\$
<b>Balance as at December 31, 2022</b>	19,163,829	0.53
Expired	(675,160)	0.45
<b>Balance as at December 31, 2023 and March 31, 2024</b>	18,488,669	0.54

The balance of warrants outstanding as at March 31, 2024 is as follows:

Expiry Date	Exercise Price \$	Remaining Life (Years)	Warrants Outstanding
January 13, 2025	0.40	0.79	4,576,000
January 17, 2025	0.40	0.80	3,721,000
July 14, 2024	0.65	0.29	10,191,669

**Silver One Resources Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

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**11. Segment information**

The Company operates in a single reportable operating segment, being the acquisition, exploration and retention of mineral property assets within the USA. All non-current assets are located within this operating segment.

**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, 2024 and 2023:

	Three months ended	
	2024	2023
	\$	\$
Consulting fees	63,000	63,000
Director fees	19,500	19,500
Salaries and benefits	72,252	74,589
Share-based payments	70,483	74,521

Consulting fees include amounts paid to Amezcquita Management Inc., a company of which the CFO is President, as well as amounts paid to Raul Diaz, a director of the Company, for geological consulting services. Included in the amounts above is \$43,600 in consulting fees for the three months ended March 31, 2024 that was capitalized to mineral properties (2023 - \$38,229).

Director fees were paid to the directors of the Company.

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

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

As at March 31, 2024, directors, officers or their related companies were owed \$3,675 (December 31, 2023 - \$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, 2024:

- The issuance of 3,000,000 common shares valued at \$465,000 pursuant to the Phoenix Silver Agreement (see Note 7); and
- Movement of \$5,027 in mineral property exploration expenditures in accounts payable and accrued liabilities.

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.

The Company paid or accrued \$nil for income taxes during the three months ended March 31, 2024 (2023 - \$nil).

**Silver One Resources Inc.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three months ended March 31, 2024 and 2023**  
*(Unaudited - expressed in Canadian dollars)*

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**14. Financial instruments**

**Classification of financial instruments**

The Company's financial instruments consist of cash, short-term investments, receivables, marketable securities, and accounts payable and accrued liabilities. The Company classifies its cash, short-term investments, receivables 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, 2023.

**Fair value**

Financial instrument disclosures establish a fair value hierarchy that requires the Company to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The Company primarily applies the market approach for recurring fair value measurements. This section describes three input levels that may be used to measure fair value:

Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities. An active market for the asset or liability is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide information on an ongoing basis.

Level 2 – quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The fair value of cash, short-term investments, receivables, and accounts payable and accrued liabilities approximates their carrying values. Marketable securities are measured at fair value using level 1 inputs.

**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, 2023.



# Silver One Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

### For the three months ended March 31, 2024 and 2023

*(Unaudited - expressed in Canadian dollars)*

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#### 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, 2024.