INCA ONE GOLD CORP.

Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended January 31, 2023, and 2022
(Unaudited - Expressed in US Dollars)

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, 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 have been prepared by and are the responsibility of the Company's management.

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

INCA ONE GOLD CORP.

Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in US Dollars)

	Note	January 31, 2023	April 30, 2022
		$	$
Assets			
Current:			
Cash		**1,521,189**	1,565,378
Restricted cash	**4**	**-**	284,547
Receivables	**3**	**2,590,369**	3,216,672
Derivative financial asset	**4**	**-**	528,320
Prepaid expenses and deposits	**5**	**1,257,670**	1,291,106
Inventory	**6**	**4,173,354**	8,174,011
Total current assets		**9,542,582**	15,060,034
Long term receivable	**7**	**294,328**	292,074
Property, plant and equipment	**8**	**9,393,750**	10,111,856
Right of use assets	**10**	**219,438**	273,992
Total assets		**19,450,098**	25,737,956
Liabilities			
Current:			
Accounts payable and accrued liabilities	**9**	**3,344,489**	4,829,497
Contractual liabilities payable to Equinox	**11**	**2,562,531**	1,384,129
Loans payable	**12**	**2,741,935**	2,173,301
Deferred revenue	**17**	**-**	840,000
Current portion of gold loan	**13**	**7,451,824**	8,712,330
Current portion of lease liabilities	**10**	**63,608**	81,092
Total current liabilities		**16,164,387**	18,020,349
Accounts payable and accrued liabilities	**9**	**95,388**	90,609
Contractual liabilities payable to Equinox	**11**	**3,121,588**	4,115,881
Loans payable	**12**	**-**	11,459
Gold loan	**13**	**-**	516,518
Asset retirement and reclamation obligations	**14**	**1,459,056**	1,391,454
Deferred income tax		**424,793**	424,793
Lease liabilities	**10**	**111,922**	145,590
Total liabilities		**21,377,134**	24,716,653
Shareholders' Equity			
Share capital	**15**	**32,218,921**	32,194,972
Equity reserves	**15**	**5,514,241**	5,435,660
Accumulated other comprehensive income		**(425,102)**	(697,831)
Deficit		**(40,469,765)**	(37,131,873)
Shareholders' equity (deficiency) attributable to Inca One		**(3,161,705)**	(199,072)
Non-controlling interest		**1,234,669**	1,220,375
Total shareholders' equity		**(1,927,036)**	1,021,303
Total liabilities and shareholders' equity		**19,450,098**	25,737,956

Nature of operations and going concern (note 1)
Subsequent events (note 13 and 15)
Commitments (note 17)

Approved on behalf of the Board of Directors on April 3, 2023

"Bruce Bragagnolo"	*"Edward Kelly"*
Director	Director

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

INCA ONE GOLD CORP.

Condensed Interim Consolidated Statements of Operations and Comprehensive Loss
(Unaudited - Expressed in US Dollars)

	Notes	Three Months Ended January 31, 2023	Three Months Ended January 31, 2022	Nine Months Ended January 31, 2023	Nine Months Ended January 31, 2022
		$	$	**$**	$
Revenue		**12,466,384**	12,179,967	**33,570.189**	31,304,291
Cost of goods sold					
Cost of operations	**19**	**(10,911,116)**	(11,513,500)	**(30,324,008)**	(29,688,924)
Depreciation	**19**	**(302,454)**	(292,355)	**(904,623)**	(855,631)
Total cost of goods sold		**(11,213,570)**	(11,805,855)	**(31,228,631)**	(30,544,555)
Gross operating margin		**1,252,814**	374,112	**2,341,558**	759,736
Corporate and administrative expenses	**19**	**(951,981)**	(990,851)	**(2,630,363)**	(2,544,923)
Gain (Loss) from operations		**300,833**	(616,739)	**(288,805)**	(1,785,187)
Impairments net of reversal of prior year impairments		**-**	-	**7,000**	-
Finance costs	**19**	**(1,536,823)**	(476,346)	**(3,029,526)**	(1,359,974)
Recognition of contingent debenture		**-**	-	**-**	(779,310)
Net loss before income taxes		**(1,235,990)**	(1,093,085)	**(3,311,131)**	(3,924,471)
Income Tax expense		**(12,267)**	-	**(12,267)**	-
Net loss for the period		**(1,248,257)**	(1,093,085)	**(3,323,598)**	(3,924,471)
Other comprehensive income:					
Foreign currency translation adjustment		**(171,076)**	84,879	**272,729**	165,371
Comprehensive loss for the period		**(1,419,333)**	(1,008,206)	**(3,050,869)**	(3,379,100)
Net loss and comprehensive loss attributable to:					
Inca One Gold Corp.'s shareholders		**(1,420,379)**	(1,010,563)	**(3,065,163)**	(3,750,730)
Non-controlling interest		**1,046**	2,357	**14,294**	(8,370)
		(1,419,333)	(1,008,206)	**(3,050,869)**	(3,759,100)
Weighted average shares outstanding					
Basic		**39,252,152**	37,937,855	**39,263,124**	37,250,885
Diluted		**39,252,152**	37,937,855	**39,263,124**	37,250,885
Earnings (loss) per share					
Basic		**(0.03)**	(0.03)	**(0.08)**	(0.11)
Diluted		**(0.03)**	(0.03)	**(0.08)**	(0.11)

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

INCA ONE GOLD CORP.

Condensed Interim Consolidated Statements of Changes in Equity
(Unaudited - Expressed in US Dollars)

	Common shares	Share capital	Equity reserves	Non-controlling interest	Accumulated other comprehensive (loss) income	Deficit	Total shareholders' equity
	#	$	$	$	$	$	$
Balance, April 30, 2021	**35,503,583**	**31,012,161**	**5,216,367**	**1,229,122**	**(992,689)**	**(32,288,452)**	**4,176,509**
Comprehensive income (loss) for the period	-	-	-	(8,370)	165,371	(3,916,101)	(3,759,100)
Issuance of shares on private placement, net of share issue costs	1,533,645	337,891	165,941	-	-	-	503,832
Shares issued pursuant to agreement with Equinox	900,315	457,907	-	-	-	-	457,907
Options exercised	770,000	198,078	(42,515)	-	-	-	155,563
Share-based payments	-	-	96,133	-	-	-	96,133
Balance January 31, 2022	**38,707,543**	**32,006,037**	**5,435,926**	**1,220,752**	**(827,318)**	**(36,204,553)**	**1,630,844**
Comprehensive income (loss) for the period	-	-	-	(377)	129,487	(927,320)	(798,210)
Shares issued pursuant to agreement with Equinox	196,527	99,861	-	-	-	-	99,861
Warrants exercised	100,000	21,225	(6,997)	-	-	-	14,228
Options exercised	196,600	67,849	(15,436)	-	-	-	52,413
Share-based payments			22,167	-	-	-	22,167
Balance, April 30, 2022	**39,200,670**	**32,194,972**	**5,435,660**	**1,220,375**	**(697,831)**	**(37,131,873)**	**1,021,303**
Comprehensive income (loss) for the period	-	-	-	14,294	272,729	(3,337,892)	(3,050,869)
Warrants exercised (note 15 (e))	115,982	23,949	(8,115)	-	-	-	15,834
Share-based payments (note 15 (d))	-	-	86,696	-	-	-	86,696
Balance January 31, 2023	**39,316,652**	**32,218,921**	**5,514,241**	**1,234,669**	**(425,102)**	**(40,469,765)**	**(1,927,036)**

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements.

INCA ONE GOLD CORP.

Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - Expressed in US Dollars)

	Nine Months Ended January 31, 2023	2022
Cash flows provided by (used in):	**$**	$
Operating activities:		
Net loss for the year	**(3,323,598)**	(3,924,471)
Items not involving cash:		
Depreciation	**944,976**	871,942
Depreciation of right of use assets	**60,877**	43,292
Share-based payments	**86,696**	96,133
Accretion expense	**-**	6,927
Accretion of asset retirement and reclamation obligations	**67,603**	52,098
Interest expense	**513,546**	352,770
Unrealized foreign exchange	**70,117**	(73,935)
Fair value adjustment on long term receivable	**(35,923)**	-
Accretion of contractual liabilities payable to Equinox	**347,660**	384,441
Loss (gain) in fair value adjustment of derivatives	**2,045,517**	683,849
Recognition of contingent debenture	**-**	779,310
Changes in non-cash operating working capital:		
Receivables	**674,740**	(1,963,980)
Prepaid expenses and deposits	**(298,792)**	247,604
Inventory	**4,000,657**	(4,369,789)
Accounts payable and accrued liabilities	**(1,692,392)**	511,712
Deferred revenue	**(840,000)**	2,465,000
Net cash provided by (used in) operating activities	**2,621,684**	(3,837,097)
Financing activities:		
Proceeds from issuance of shares (including exercised warrants and options)	**15,835**	659,396
Proceeds from liquidation of derivative financial assets	**-**	196,806
Proceeds from loans (net of repayments)	**557,174**	(254,455)
Proceeds from Gold Loans (net of repayment)	**(2,632,746)**	4,293,754
Payment of notes payable	**-**	(68,000)
Payment of secured debenture	**-**	(1,279,836)
Increase (decrease) in restricted cash	**(23,212)**	(192,587)
Interest paid	**(407,978)**	(301,445)
Net cash provided by financing activities	**(2,490,927)**	3,053,633
Investing activities:		
Purchase of property, plant and equipment (net of disposition)	**(178,802)**	(416,059)
Net cash used in investing activities	**(178,802)**	(416,059)
Decrease in cash	**(48,045)**	(1,199,523)
Effect of exchange rates on cash held in foreign currencies	**3,856**	4,173
Cash, beginning of the year	**1,565,378**	1,963,574
Cash, end of the period	**1,521,189**	768,224

Supplemental disclosure with respect to cash flows (note 20)

The accompanying notes are an integral part of these Condensed Interim Consolidated Financial Statements

NOTE 1 – NATURE OF OPERATIONS AND GOING CONCERN

Inca One Gold Corp. (the "Company") was incorporated under the laws of Canada on November 9, 2005 and was continued under the British Columbia Business Corporations Act on November 26, 2010. On September 17, 2014, the Company changed its name from Inca One Resources Corp. to Inca One Gold Corp. The Company's shares are traded on the TSX Venture Exchange (the "TSX-V") under the symbol "INCA", on the OTCQB under the symbol "INCAF", on the Frankfurt Stock Exchange under the symbol "SU9.F", and the Santiago Stock Exchange Venture under the symbol "IOCL". The head office and principal address of the Company are located at Suite 850 - 1140 West Pender Street, Vancouver, Canada, V6E 4G1 and its registered office is located at 10th Floor, 595 Howe Street, Vancouver, Canada, V6C 2T5.

Inca One is engaged in the business of operating and developing gold-bearing mineral processing operations in Peru, to service government permitted small scale miners. In recent years the Peruvian government instituted a formalization process for informal miners as part of its efforts to regulate their activities. The Company, through its Peruvian subsidiaries Chala One S.A.C. ("Chala One") and EMC Green Group S.A. ("EMC") owns two Peruvian mineral processing plants with 450 tonnes per day ("TPD") of processing capacity. The Company's business plan is to source high grade gold mill feed from legally recognized Peruvian artisanal and small scale miners, purchase and process the material, and export gold doré.

The Company continues to actively evaluate potential mineral projects, including additional mineral processing operations.

These condensed interim consolidated financial statements are prepared on a going concern basis, which contemplates that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. For the nine months ended January 31, 2023, the Company had comprehensive loss of $3.1 million, a deficit of $40.5 million and working capital deficit of $6.6 million. These conditions indicate uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Management intends to fund operating and administration costs and debt and debt service costs over the year with the proceeds from gold doré sales at the Company's gold ore processing facilities in Peru and where required, from debt and equity financing and proceeds from option and warrant exercises.

The Company's ability to continue as a going concern is dependent upon its ability to generate net income and positive cash flows from its mineral processing operations and its ability to raise equity capital or debt sufficient to meet current and future obligations. These condensed interim consolidated financial statements do not reflect the adjustments to the carrying values and classifications of assets and liabilities that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of presentation

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). The accounting principles adopted are consistent with those of the previous financial year.

These condensed interim consolidated financial statements have been prepared using the significant accounting policies and measurement bases summarized below and were approved by the board of directors for issue on April 3, 2023.

(b) Basis of consolidation

The condensed interim consolidated financial statements are presented in US dollars unless otherwise noted and include the accounts of the Company and its subsidiaries listed below:

	Country of Incorporation	Equity Interest
Chala One S.A.C.	Peru	100%
Inca One Metals Peru S.A.	Peru	100%
Dynasty One S.A.	Peru	100%
Corizona S.A.C.	Peru	100%
Anthem United Inc.	Canada	100%
Anthem United (Holdings) Inc.	Canada	100%
Oro Proceso Co. S.A.C.	Peru	100%
EMC Green Group S.A.C.	Peru	90.14%
Koricancha Joint Venture	Peru	90.14%

(c) Changes in accounting policies and disclosures

There were no new standards effective May 1, 2022 that impacted these condensed interim consolidated financial statements or are expected to have a material effect in the future.

(d) Significant accounting judgements and estimates

The preparation of financial statements in conformity with IFRS requires the Company to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Management believes the estimates and assumptions used in these condensed interim consolidated financial statements are reasonable; however, actual results could differ from those estimates and could impact future results of operations and cash flows. The Company's significant accounting judgments and estimates were presented in note 2 of the audited annual consolidated financial statements for the years ended April 30, 2022 and 2021.

(Unaudited - Expressed in US Dollars)

NOTE 3 – RECEIVABLES

	January 31, 2023	April 30, 2022
	$	$
GST recoverable (Canada)	**5,840**	12,567
IGV recoverable (Peru)	**2,568,097**	3,199,814
Other	**16,422**	4,291
	2,590,369	3,216,672

NOTE 4 – DERIVATIVE FINANCIAL ASSETS

	January 31, 2023	April 30, 2022
	$	$
Beginning of year	**528,320**	50,940
Fair value gain (loss)	**-**	801,129
Fair value gain (loss) on disposition of assets	**(836,045)**	(323,749)
Transferred from restricted cash	**307,725**	-
	-	528,320

During the nine months ended January 31, 2023, the Company liquidated its 44 contracts to buy 4,400 ounces of gold, as result a loss of $0.8 million has been recognized as fair value loss on financial instruments.

As at January 31, 2023 the company was released of its obligation of maintaining restricted cash in a margin account as a collateral for its derivative assets which at the end of January 31, 2023 was $nil (April 30, 2022 - $0.28 million).

NOTE 5 – PREPAID EXPENSES AND DEPOSITS

	January 31, 2023	April 30, 2022
	$	$
Other deposits and advances	**75,595**	133,277
Prepaid taxes	**587,820**	469,863
Prepaid expenses	**331,835**	71,796
Deferred financing cost (note 13)	**262,420**	616,170
	1,257,670	1,291,106

(Unaudited - Expressed in US Dollars)

NOTE 6 – INVENTORY

	January 31, 2023	April 30, 2022
	$	$
Ore stockpiles and gold in process	**3,655,324**	5,698,215
Finished goods – gold doré bars	**80,059**	1,957,820
Materials and supplies	**437,971**	517,976
	4,173,354	8,174,011

As at January 31, 2023 and April 30, 2022, the Company recorded the value of its mineral in stockpiles, tanks and finished products at cost.

NOTE 7 – LONG TERM RECEIVABLE

As a result of the acquisition of Anthem United Inc. ("Anthem") from Equinox Gold Corp. ("Equinox"), the Company acquired the right to claim refunds of prior years' general sales taxes ("Historical IGV") related to the construction of the Kori One Plant in Peru for approximately $4.2 million of which $1.8 million still remains to be collected. The Company has agreed to pay Equinox 50% of any amounts collected less costs to collect, the remainder of which is for the benefit of the Company.

As at January 31, 2023 the Company assessed that the collectability of the Historical IGV balance is uncertain and therefore has been reflected at its estimated fair value of $0.3 million (April 30, 2022 $0.3 million) and has been classified as a long-term receivable. The Company used a discount rate of 11% (April 30, 2022 – 11%), and a duration of approximately 11.5 years (April 30, 2022 – 12.5 years) for its estimation.

NOTE 8 – PROPERTY, PLANT AND EQUIPMENT

	Plant	Computers	Furniture and Equipment	Total
	$	**$**	**$**	**$**
Costs:				
Balance, April 30, 2021	**15,645,200**	**208,514**	**121,108**	**15,974,822**
Additions	546,933	523	296	547,752
Change in ARO reserve	160,901	-	-	160,901
Balance, April 30, 2022	**16,353,034**	**209,037**	**121,404**	**16,683,475**
Additions	226,870	-	-	226,870
Reclassification	13,675	-	(13,675)	-
Balance, January 31, 2023	**16,593,579**	**209,037**	**107,729**	**16,910,345**

(Unaudited - Expressed in US Dollars)

NOTE 8 – PROPERTY, PLANT AND EQUIPMENT (continued)

	Plant	Computers	Furniture and Equipment	Total
	$	$	$	$
Accumulated Depreciation:				
Balance, April 30, 2021	**5,144,993**	**148,254**	**102,679**	**5,395,926**
Depreciation	1,147,298	17,507	10,888	1,175,693
Balance, April 30, 2022	**6,292,291**	**165,761**	**113,567**	**6,571,619**
Depreciation	901,036	34,268	9,672	944,976
Reclassification	27,045	-	(27,045)	-
Balance, January 31, 2023	**7,220,372**	**200,029**	**96,194**	**7,516,595**
Net Book Value:				
April 30, 2022	10,060,743	43,276	7,837	10,111,856
January 31, 2023	**9,373,207**	**9,008**	**11,535**	**9,393,750**

NOTE 9 – ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	January 31, 2023	April 30, 2022
	$	$
Trade accounts payable and accruals [(a)]	**3,247,828**	4,784,182
Accrued interest	**96,661**	45,315
	3,344,489	4,829,497

[(a)] Includes tax liabilities of which $0.02 million has been classified as current and $0.1 million has been classified as non-current liabilities

NOTE 10 – LEASES

The Company has leases for the land of its Chala One plant and for administrative offices in Lima and Vancouver, which have initial terms between 3 to 30 years. Certain leases include an option to renew the lease after the end of the contract term.

Right-of-use assets

	Land	Buildings	Total
	$	**$**	**$**
Costs:			
Initial recognition	18,804	76,186	94,990
Additions	120,716	121,333	242,049
Balance, April 30, 2022	**139,520**	**197,519**	**337,039**
Additions	2,795	3,528	6,323
Balance, January 31, 2023	**142,315**	**201,047**	**343,362**

(Unaudited - Expressed in US Dollars)

NOTE 10 – LEASES (continued)

	Land **$**	Buildings **$**	Total **$**
Accumulated Depreciation:			
Depreciation	1,453	61,594	63,047
Balance, April 30, 2022	**1,453**	**61,594**	**63,047**
Depreciation	3,294	57,583	60,877
Balance, January 31, 2023	**4,747**	**119,177**	**123,924**
Net Book Value:			
April 30,2022	138,067	135,925	273,992
January 31, 2023	**137,568**	**81,870**	**219,438**

Lease liabilities

	January 31, 2023	April 30, 2022
	$	$
Beginning of year	**226,682**	-
Initial recognition	**-**	94,900
New lease Liability	**3,773**	242,090
Payment of lease liabilities	**(54,925)**	(110,308)
	175,530	226,682

The following table presents future lease payments:

	$
Within one year	**63,608**
Within two to five years	**29,605**
After five years	**82,317**
Balance as at January 31, 2023	**175,530**

NOTE 11 – CONTRACTUAL LIABILITIES PAYABLE TO EQUINOX

As result of the Acquisition of Anthem, the Company entered into non-interest bearing promissory notes with Equinox which as at January 31, 2023, had a face value of CAD$7.24 million (April 30, 2022, CAD$ 7.24 million) with the following details:

(Unaudited - Expressed in US Dollars)

NOTE 11 – CONTRACTUAL LIABILITIES PAYABLE TO EQUINOX (continued)

Face Value as at inception	Payments	Face Value as at January 31, 2023	due date	Payable in:	**Estimated Fair value [c] as at January 31, 2023**
CAD$	CAD$	CAD$			**USD$**
1,500,000	-	1,500,000	Deferred Indefinitely [a]	Cash	**1,123,596**
2,500,000	(1,761,009)	738,991	August 20, 2023	Cash or shares [b]	**504,863**
2,500,000	-	2,500,000	August 20, 2024	Cash or shares [b]	**1,632,256**
2,500,000	-	2,500,000	August 20, 2025	Cash or shares [b]	**1,489,387**
9,000,000	(1,761,009)	7,238,991			**4,750,102**

(a) On July 14, 2022 the Company agreed with Equinox to defer this cash payment (which was due on August 20, 2022) indefinitely.
(b) As per the share purchase agreement with Equinox, Inca One has the discretion to pay in cash or shares based on the higher of the preceding 20-day volume weighted average price of Inca One shares and CAD$0.65, subject to Equinox's ownership of Inca One Shares not exceeding 19.99% of the outstanding Inca One Shares (the "Equinox Ownership Limit").
(c) The fair value has been estimated considering a discount rate of 9.59%.

The acquisition of Anthem also has a provision to pay in cash to Equinox, an amount equal to 50% of Historical IGV recoveries. As at January 31, 2023, the fair value of the balance payable to Equinox is approximately $0.27 million and is classified as a current liability.

Additionally, the Company must pay in cash to Equinox, the difference between the amount of working capital at August 21, 2018 and $3.0 million. Anthem's working capital at such date was $3.7 million and therefore the estimated amount payable would be $0.7 million payable on August 20, 2023. As at January 31, 2023, the fair value of this payment has been estimated at $0.7 million considering a discount rate of 9.59% and is classified as a current liability.

The following table is a reconciliation of the movement related to these contractual liabilities as at January 31, 2023:

	April 30, 2022	**OCI[a]**	**Accretion adjustments**	**New liability recognized**	**Reclass.**	**January 31, 2023**
	$	$	$	$	$	$
Current Contractual Liabilities						
Promissory Notes Payable						
In cash	1,146,060	(48,830)	26,366	-		**1,123,596**
In cash or shares	-	(8,895)	39,304	-	474,454	**504,863**
Working Capital Payable						
In cash	-	-	24,142	-	638,192	**662,334**
Historical IGV						
Payable in cash	238,069	-	-	33,669		**271,738**
Total Current	1,384,129	(57,725)	89,812	33,669	1,112,646	**2,562,531**

(a) Other Comprehensive Income.

(Unaudited - Expressed in US Dollars)

NOTE 11 – CONTRACTUAL LIABILITIES PAYABLE TO EQUINOX (continued)

	April 30, 2022	OCI(b)	Accretion adjustments	New liability recognized	Reclass.	January 31, 2023
	$	$	$	$	$	$
Non-Current Contractual Liabilities						
Promissory Notes Payable						
In cash or shares	3,496,368	(139,495)	239,169	-	(474,454)	**3,121,588**
Working Capital Payable						
In cash	619,513	-	18,679	-	(638,192)	**-**
Total Non-current	4,115,881	(139,495)	257,848	-	(1,112,646)	**3,121,588**

(b) Other Comprehensive Income

NOTE 12 – LOANS PAYABLE

	January 31, 2023	April 30, 2022
Current Liabilities	**$**	$
Promissory note (a)	**1,100,625**	531,991
USD Notes Payable (b)	**862,000**	862,000
USD Contingent Debenture (d)	**779,310**	779,310
Total Current loans payable	**2,741,935**	2,173,301
Non-current Liabilities		
Promissory note	**-**	11,459
Total Non-current loans payable	**-**	11,459

As at January 31, 2023, the Company had the following loans payable:

(a) The Company received $1.1 million from different lenders in exchange for 45 to 60 day promissory notes with an annual interest rate of 18%.

(b) On March 16, 2020, the Company issued notes payable (the "Notes") in the amount of $0.93 million. The Notes have a three-year term, bear interest at an annual rate of 10% and are repayable at any time at the Company's option. During May 2021, the Company made principal payments of $0.07 million to the Creditors. Accrued interest of $0.07 million has been included in accounts payable at January 31, 2023.

(c) In September 2016, the Company completed a comprehensive capital restructuring which included issuing contingent debentures (the "Contingent Debentures") totaling $0.78 million. The Contingent Debentures were recognized as a current liability and as an expense on October 31, 2021, after the Company achieved production milestones. The Contingent Debentures have an annual interest rate of 12% payable quarterly and had a 12 months term of maturity. During October 2022, a majority of the Contingent Debentures holders agreed to extend the term by one year, to October 31, 2023. Accrued interest of $0.03 million has been included in accounts payable at January 31, 2023.

NOTE 13 – GOLD LOAN

On August 6, 2021, the Company arranged a $9 million gold pre-payment facility (the "Facility"), available in two tranches, as follows.

First Tranche
The first tranche ("Tranche 1") of $6 million was drawn down on the same date as the Facility and is payable with 4,181 ounces of gold in 16 equal, monthly payments of gold bullion of 261.3 ounces. As at January 31, 2023, the Company had delivered ten payments of gold bullion, or approximately 2,613 ounces, with a balance of approximately 1,568 ounces remaining to be delivered.

Second Tranche
The second tranche ("Tranche 2") of $3 million was drawn down on December 8, 2021 and is payable with 2,017 ounces of gold in 12 equal, monthly payments of gold bullion of 168.1 ounces. As at January 31, 2023, the Company had delivered five payments of gold bullion, or approximately 840 ounces, with a balance of approximately 1,177 ounces remaining to be delivered.

On April 25, 2022, the Company agreed to amend the Facility to include an additional third tranche of $1.5 million with details as follows:

Third Tranche
The third tranche ("Tranche 3") of $1.5 million was drawn down on April 29, 2022 and is payable with 905.4 ounces of gold in three equal payments of gold bullion of 301.8 ounces. being the payments due 180 days, 270 days and 368 days after the respective release of the funds.

The Facility was considered under the scope of IFRS 9 – Financial Instruments and was determined to be a financial liability with an embedded derivative, the Company measured each tranche at fair value which were calculated as the discounted cash flow of the expected gold deliveries considering the future price of the gold which approximates to each delivery date quoted in active markets and an annual discount rate of 12.67%, as result the Company recorded a deferred financing cost of $1.03 million.

On October 14, 2022, the Company reached an agreement to restructure the payment schedule for each tranche, as result it was agreed to deliver additional 286 ounces on June 30, 2023. Management assessed that the new schedule of deliveries constitutes a modification for which the Company has re-measured the expected cash flow of all deliveries under the new terms, as result an additional deferred financing cost of $0.3 million has been recorded and will be accreted for the duration of the facility.

Subsequent to January 31, 2023, the Company agreed to restructure its payment schedule. Payments will be 75 ounces per month, from March 2023 to October 2023. A final payment of 3,749 ounces will be due on November 30, 2023.

(Unaudited - Expressed in US Dollars)

NOTE 13 – GOLD LOAN (continued)

The following table reconciles the movement of the Gold Loans as at January 31, 2023:

	April 30, 2022	Re-measurement	Fair value loss (gain) Unrealized	Realized	Delivery	Reclassify non-current to current	**January 31, 2023**
			$	$		$	**$**
Current							
Tranche 1	4,282,776	(40,874)	164,394	(14,452)	(1,413,096)	-	**2,978,748**
Tranche 2	3,350,197	(32,374)	129,429	1,336	(1,219,650)	-	**2,228,938**
Tranche 3	1,079,357	(18,038)	133,832	-	-	516,518	**1,711,669**
October 14, 2022	-	444,821	87,648	-	-	-	**532,469**
Total Current	8,712,330	353,535	515,303	(13,116)	(2,632,746)	516,518	**7,451,824**
Non-current							
Tranche 3	516,518		-	-	-	(516,518)	**-**
Total Non-current	516,518		-	-	-	(516,518)	**-**

The facility is secured by a Canadian general security agreement and also has a registered security agreement over the Chala One Plant.

The following table reconciles the movement of the deferred financing cost as at January 31, 2023:

	January 31, 2023	April 30, 2022
	$	$
Beginning of year	**616,170**	-
Additions:		
Deferred financing costs Tranche 1	**-**	653,013
Deferred financing costs Tranche 2	**-**	276,255
Deferred financing costs Tranche 3	**-**	95,875
Remeasurement of deferred financing costs (October 14, 2022)	**353,535**	-
Accretion [(1)]	**(707,285)**	(408,973)
	262,420	616,170

(1) Amount has been included in the condensed interim consolidated statements of operations and comprehensive loss and classified as fair value loss on financial instruments

(Unaudited - Expressed in US Dollars)

NOTE 14 – ASSET RETIREMENT AND RECLAMATION PROVISION

The Company's operations are governed by laws and regulations covering the protection of the environment. The Company will implement progressive measures for rehabilitation work to be carried out during the operation, closing and follow-up work upon closing of the gold processing plants; consequently, the Company accounted for its asset retirement obligations for the plants using best estimates of future costs, based on information available at the reporting date. These estimates are subject to change following modifications to laws and regulations or as new information becomes available.

	January 31, 2023	April 30, 2022
	$	$
Beginning of year	**1,391,454**	1,152,653
Accretion	**67,602**	77,900
Change in estimate	**-**	160,901
	1,459,056	1,391,454

As at January 31, 2023, the estimated undiscounted cash flow required to settle the asset retirement obligation for both the "Chala Plant" and "Kori One Plant" and their related tailings ponds is approximately $0.8 million and $0.8 million respectively (April 30, 2022 – $0.7 million and $0.8 million respectively) and are projected to be disbursed over 2036 and 2042 respectively. A 6.90% (April 30, 2022 – 6.90%) discount rate (Peruvian government bond rate) and an average of 5.78% (April 30, 2022 – 5.78%) inflation rate was used to calculate the present value of these provisions.

NOTE 15 – SHARE CAPITAL AND EQUITY RESERVES

(a) Authorized

Unlimited number of voting common shares without par value.

(b) Issued Share Capital

At January 31, 2023, there were 39,316,652 shares issued and outstanding (April 30, 2022 – 39,200,670).

(c) Share Issuances

During the nine months ended January 31, 2023, 115,982 common shares were issued for proceeds of $0.02 million on the exercise of same number of warrants at CAD$0.18 per share.

(Unaudited - Expressed in US Dollars)

NOTE 15 – SHARE CAPITAL AND EQUITY RESERVES (continued)

(d) Share-based Options

The Company adopted an incentive share-based option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the TSX-V requirements, grant to directors, officers, employees and consultants of the Company, non-transferable share-based options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares of the Company. Share-based options will be exercisable for a period of up to 10 years from the date of grant.

The following table is a reconciliation of the movement in share-based options for the period:

	Share-based Options #	Weighted Average Exercise Price CAD$
Balance, April 30, 2021	**3,059,546**	**0.48**
Granted	2,080,600	0.38
Exercised [(1)]	(966,600)	0.27
Expired/cancelled	(645,000)	0.43
Balance, April 30, 2022	**3,528,546**	**0.48**
Granted	1,950,000	0.18
Expired/cancelled	(1,634,546)	0.56
Balance, January 31, 2023	**3,844,000**	**0.30**

(1) For the year ended April 30, 2022, the weighted average trading price for the options exercised was CAD$0.37 per option.

The following table summarizes the share-based options outstanding as at January 31, 2023:

Share-based Options #	Exercise Price CAD$	Expiry Date	Vesting Provisions
37,500	0.50	August 1, 2023	Vested
915,000	0.37	March 2, 2024	Vested
350,000	0.55	December 18, 2024	Unvested
1,900,000	0.18	December 20, 2024	Vested
50,000	0.22	January 17, 2025	Vested
155,900	0.50	March 5, 2025	Unvested
75,000	0.38	June 30, 2025	Unvested
175,000	0.37	March 2, 2026	Unvested
185,600	0.37	April 21, 2026	Unvested
3,844,000 [(1)]			

(1) As at January 31, 2023, the total number of exercisable options is 3,348,550 share-based options

(Unaudited - Expressed in US Dollars)

NOTE 15 – SHARE CAPITAL AND EQUITY RESERVES (continued)

As at January 31, 2023, the weighted average remaining contractual life of the share-based options was 1.82 years (April 30, 2022 – 1.64 years).

During the three and nine months ended January 31, 2023, the Company recognized share-based payments of $0.01 million and $0.01 million respectively (January 31, 2022 - $0.01 million and $0.1 million respectively) for share-based options vested during the period.

Subsequent to January 31, 2023, the Company granted 0.01 million share-based options with an exercise price of $0.19 per share.

(e) Warrants

The following table is a reconciliation of the movement in warrants for the period:

	Warrants #	Weighted Average Exercise Price CAD$
Balance April 30, 2021	**868,743**	**0.28**
Issued[1]	1,533,645	0.60
Exercised	(100,000)	0.18
Expired/Cancelled	(106,667)	1.00
Balance, April 30, 2022	**2,195,721**	**0.47**
Exercised	(115,982)	0.18
Balance, January 31, 2023	**2,079,739**	**0.35**

(1) The fair value of the share purchase warrants was estimated using Black-Scholes pricing model using a risk free rate of 0.25%, volatility of 76.28% and expected life of 3 years

The following table summarizes the share purchase warrants as at January 31, 2023:

Warrants #	Exercise Price $	Expiry Date
546,094	0.18	March 16, 2023
995,364	0.30	May 26, 2024
538,281	0.60	May 26, 2024
2,079,739		

As at January 31, 2023, the weighted average remaining contractual life of the warrants was 1 years (April 30, 2022 – 1.71 years).

(Unaudited - Expressed in US Dollars)

NOTE 16 – RELATED PARTY TRANSACTIONS

(a) Related Party Transactions

Management and consulting fees were paid to companies controlled by the CEO and VP Operations & New Projects. The Company incurred charges to directors and officers or to companies associated with these individuals during the three and nine months ended January 31, 2023 and 2022 as follows:

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
			$	$
Management, salaries and consulting fees	**148,345**	279,574	**511,511**	484,741
Director fees	**7,042**	7,642	**21,568**	22,928
Share-based payment	**60,634**	-	**60,634**	-
	216,021	287,216	**593,713**	507,669

(b) Compensation of Key Management Personnel

The Company's key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company and includes the Directors, CEO, CFO, and VP Operations & New Projects. Compensation in respect of services provided by key management consists of consulting and management fees paid to companies controlled by the CEO and VP Operations & New Projects and by the issue of options. The compensation for key management personnel for the three and nine months ended January 31, 2023 and 2022 as follows:

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
			$	$
Management fees	**86,831**	158,899	**297,092**	283,615
Salaries	**61,514**	120,675	**214,419**	201,126
Share-based payment	**44,678**	-	**44,678**	-
	193,023	279,574	**556,189**	484,741

(c) Related Party Balances

All related party balances payable, including for business expenses reimbursements, annual bonuses are approved by the board of directors, and for services rendered as at January 31, 2023 are non-interest bearing and payable on demand, with the exception of USD notes payable and USD contingent debenture (note 12 (b) and (c)). Those balances include $0.6 million (April 30, 2022 - $0.6 million) payable to the CEO and a company controlled by the CEO and $0.6 million (April 30, 2022 - $0.6 million) payable to the CFO.

(Unaudited - Expressed in US Dollars)

NOTE 17 – COMMITMENTS

A summary of liabilities and future operating commitments at January 31, 2023 are as follows:

	Total	Within One Year	One to Five Years	Greater than Five Years
Maturity analysis of financial liabilities	**$**	$	$	$
Accounts payable and accrued liabilities	**3,439,877**	3,344,489	95,388	-
Contractual liabilities payable to Equinox	**5,684,119**	2,562,531	3,121,588	-
Loans payable	**2,741,935**	2,741,935	-	-
Gold loan	**7,451,824**	7,451,824	-	-
Lease liabilities	**175,530**	63,608	29,604	82,318
	19,493,285	16,164,387	3,246,580	82,318
Commitments				
Asset retirement and reclamation obligations	**1,459,056**	-	-	1,459,056
	1,459,056	-	-	1,459,056
	20,952,341	16,164,387	3,246,580	1,541,374

NOTE 18 – SEGMENTED INFORMATION

All of the Company's operating and capital assets are located in Peru except for $0.5 million (April 30, 2022 - $1.5 million) of cash and other current assets which are held in Canada.

Segmented information is provided on the basis of geographic segments consistent with the Company's core long-term and operating assets as follows:

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
Peru segment			**$**	$
Revenue	**12,466,787**	12,118,580	**33,530,790**	31,238,833
Cost of goods	**(11,213,967)**	(11,744,741)	**(31,189,949)**	(30,479,289)
Gross margin (deficit)	**1,252,820**	373,839	**2,340,841**	759,544
Income (loss) for the year	**(897,940)**	(615,990)	**(803,927)**	(1,686,880)

(Unaudited - Expressed in US Dollars)

NOTE 18 – SEGMENTED INFORMATION (continued)

During the three and nine months ended January 31, 2023, the Company received 100% of its metal revenues from three customers, noting that the Company has business relationships with other customers, and is not dependent on them.

NOTE 19 – INFORMATION INCLUDED IN THE CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
Cost of goods sold:			**$**	$
Ore	**5,281,405**	10,151,243	**19,660,497**	26,637,534
Salaries, benefits and other employee expenses	**617,931**	791,136	**2,049,478**	1,871,389
Production supplies	**500,286**	921,682	**1,955,462**	2,024,918
Transportation	**79,522**	242,056	**277,813**	528,862
Other production costs	**783,806**	1,040,287	**2,460,105**	2,834,054
Depreciation of property plant and equipment	**302,454**	292,355	**904,623**	855,631
Write-down (recovery) in fair value of inventory	**-**	-		
Variation of finished goods – gold doré bars	**4,694,640**	(1,628,507)	**1,877,761**	(2,617,134)
Variation of ore stock piles and gold in process	**(1,046,474)**	(4,397)	**2,042,892**	(1,590,699)
Total cost of goods sold	**11,213,570**	11,805,855	**31,228,631**	30,544,555

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
Corporate and administrative expenses:	**$**	$	**$**	$
Consulting fees	**5,120**	144	**9,760**	144
Management fees and salaries	**399,471**	570,200	**1,234,598**	1,234,534
Depreciation	**29,144**	5,293	**40,353**	16,311
Depreciation – right of use assets	**20,505**	19,053	**60,877**	43,292
Directors fees	**7,042**	7,505	**21,568**	22,791
Investor relations and regulatory fees	**38,561**	35,202	**115,284**	125,690
Advertising and corporate development	**-**	98,251	**3,564**	283,710
Office, rent, utilities, insurance and other	**198,885**	134,930	**588,750**	315,035
Professional fees	**148,811**	99,744	**397,354**	396,445
Share-based payments	**68,535**	12,691	**86,696**	96,133
Travel and accommodation	**35,907**	7,838	**71,559**	10,838
Total corporate and administrative expenses	**951,981**	990,851	**2,630,363**	2,544,923

(Unaudited - Expressed in US Dollars)

NOTE 19 – INFORMATION INCLUDED IN THE CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS (continued)

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	**2023**	2022
Finance costs:	**$**	$	**$**	$
Accretion expense	**(22,696)**	(17,324)	**(67,603)**	(59,025)
Interest costs	**(208,171)**	(130,699)	**(513,546)**	(352,770)
Foreign exchange gain (loss)	**128,951**	160,865	**(91,123)**	143,557
Fair value gain (loss) on financial instruments	**(1,340,727)**	(359,432)	**(2,045,517)**	(683,849)
Accretion of contractual liabilities payable to Equinox	**(107,599)**	(129,756)	**(347,660)**	(384,441)
Fair value adjustment on long term receivable	**13,419**	-	**35,923**	(23,446)
Total finance costs	**(1,536,823)**	(476,346)	**(3,029,526)**	(1,359,974)

NOTE 20 – SUPPLEMENTAL CASH FLOW INFORMATION

Interest and income taxes paid in cash during the nine months ended January 31, 2023, were $0.4 million (January 31, 2022 - $0.3 million) and $0.3 million (January 31, 2022 - $0.2 million) respectively. Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows.