



*Condensed Interim Consolidated Financial Statements  
(Unaudited)*

**AVIDIAN GOLD CORP.**

*For the three and six months ended December 31, 2024 and 2023*

*(Expressed in US dollars)*

**NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS**

The accompanying unaudited condensed interim consolidated financial statements of Avidian Gold Corp. (the “Company” or “Avidian”) for the three and six months ended December 31, 2024 and 2023 have been prepared by Management, reviewed by the Audit Committee and approved by the Board of Directors of the Company.

In accordance with National Instrument 51-102, Continuous Disclosure Obligations of the Canadian Securities Administrators, the Company herewith discloses that the accompanying unaudited condensed interim consolidated financial statements have not been reviewed by an auditor.

February 27, 2025

“Steve Roebuck”  
Chief Executive Officer

“Donna McLean”  
Chief Financial Officer

# **AVIDIAN GOLD CORP.**

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**AVIDIAN GOLD CORP.**  
**Condensed Interim Consolidated Statements of Financial Position**  
**(Unaudited; Expressed in US Dollars)**

	As at December 31, 2024	As at June 30, 2024
	\$	\$
<b>Assets</b>		
Current		
Cash	78,084	73,367
Amounts receivable and prepaid expenses (Note 5)	586,739	13,626
Investment in Contango Ore Inc. (Note 5)	401,265	-
Total current assets	1,066,088	86,993
Non-current assets		
Investment in associate (Note 8)	982,708	1,026,984
Total assets	2,048,796	1,113,977
<b>Liabilities</b>		
Current		
Trade payables and accrued liabilities (Note 10)	172,806	798,946
Convertible debenture (Note 12)	2,502	74,850
Warrant liability (Note 7)	-	12,205
Total current liabilities	175,308	886,001
<b>Shareholders' Equity</b>		
Share capital (Note 6(b))	19,932,362	19,932,362
Share-based payment reserve (Note 6(c))	2,245,801	2,183,862
Deficit	(20,304,675)	(21,888,248)
Total equity	1,873,488	227,976
Total liabilities and shareholders' equity	2,048,796	1,113,977

**DESCRIPTION OF BUSINESS AND GOING CONCERN** (Note 1)

**COMMITMENTS AND CONTINGENCIES** (Notes 12 and 14)

APPROVED BY THE BOARD OF DIRECTORS

Original signed by James Polson, Director

Original signed by Dino Titaro, Director

See accompanying notes to the condensed interim consolidated financial statements

**AVIDIAN GOLD CORP.****Condensed Interim Consolidated Statements of Operations and Comprehensive Loss****(Unaudited; Expressed in US Dollars)**

	<b>For the three months ended December 31, 2024</b>	<b>For the three months ended December 31, 2023</b>	<b>For the six months ended December 31, 2024</b>	<b>For the six months ended December 31, 2023</b>
	\$	\$	\$	\$
<b>Operating Expenses</b>				
Exploration and evaluation expenditures (Note 13)	2,209	114,068	10,609	154,017
General and administrative (Note 11)	69,224	26,183	106,947	76,032
Accretion (Note 12)	5,136	7,472	10,506	11,391
Share-based compensation (Note 6(c))	61,814	3,639	61,939	18,092
<b>Net loss before other gains (losses)</b>	<b>(138,383)</b>	<b>(151,362)</b>	<b>(190,001)</b>	<b>(259,532)</b>
Gain on disposal of subsidiary (Note 5)	-	-	2,125,643	-
Realized gain on sale of investment in Contango Ore Inc. (Note 5)	23,694	-	102,003	-
Fair value adjustment on investment in Contango Ore Inc. (Note 5)	(363,759)	-	(338,611)	-
Foreign exchange loss	5,357	(11,037)	(464)	(2,074)
Finance costs	-	-	-	(56,375)
Loss from equity accounting in associate (Note 8)	(24,774)	(58,165)	(44,276)	(99,743)
Unrealized gain on warrant revaluation (Note 7)	1,372	38,267	12,100	63,181
Loss on settlement of convertible debenture (Note 12)	(147,188)	-	(147,188)	-
Unrealized gain (loss) on derivative liability (Note 12)	11,282	(57,769)	64,367	28,807
Total other (losses) gains	(494,016)	(88,704)	1,773,574	(66,204)
<b>Net (loss) income and comprehensive (loss) income for the period</b>	<b>(632,399)</b>	<b>(240,066)</b>	<b>1,583,573</b>	<b>(325,736)</b>
Net (loss) income per share - basic and diluted (Note 9)	<b>(0.05)</b>	<b>(0.02)</b>	<b>0.13</b>	<b>(0.03)</b>
Weighted average number of shares outstanding - basic and diluted (Note 9)	12,360,716	12,360,716	12,360,716	12,360,716

See accompanying notes to the condensed interim consolidated financial statements

**AVIDIAN GOLD CORP.****Condensed Interim Consolidated Statements of Change in Shareholders' Equity****(Unaudited; Expressed in US Dollars)**

	Number of shares	Share capital	Share-based payment reserve	Deficit	Total Equity
		\$	\$	\$	\$
<b>Balance, June 30, 2023</b>	<b>12,360,716</b>	<b>19,932,362</b>	<b>2,161,283</b>	<b>(21,525,431)</b>	<b>568,214</b>
Net income (loss) and comprehensive income (loss) for the period	-	-	-	(325,736)	(325,736)
Share-based compensation (Note 6(c))	-	-	18,092	-	18,092
<b>Balance, December 31, 2023</b>	<b>12,360,716</b>	<b>19,932,362</b>	<b>2,179,375</b>	<b>(21,851,167)</b>	<b>260,570</b>
Net income (loss) and comprehensive income (loss) for the period	-	-	-	(37,081)	(37,081)
Share-based compensation (Note 6(c))	-	-	4,487	-	4,487
<b>Balance, June 30, 2024</b>	<b>12,360,716</b>	<b>19,932,362</b>	<b>2,183,862</b>	<b>(21,888,248)</b>	<b>227,976</b>
Net income (loss) and comprehensive income (loss) for the period	-	-	-	1,583,573	1,583,573
Share-based compensation (Note 6(c))	-	-	61,939	-	61,939
<b>Balance, December 31, 2024</b>	<b>12,360,716</b>	<b>19,932,362</b>	<b>2,245,801</b>	<b>(20,304,675)</b>	<b>1,873,488</b>

See accompanying notes to the condensed interim consolidated financial statements

**AVIDIAN GOLD CORP.****Condensed Interim Consolidated Statements of Cash Flows****(Unaudited; Expressed in US Dollars)**

	For the six months ended December 31, 2024	For the six months ended December 31, 2023
	\$	\$
<b>Operating activities</b>		
Net Income (loss) for the period	1,583,573	(325,736)
Items not involving cash:		
Amortization	-	17,506
Gain on disposal of subsidiary	(2,125,643)	-
Realized gain on sale of investment in Contango Ore Inc.	(102,003)	-
Fair value adjustment on investment in Contango Ore Inc.	338,611	-
Loss from equity accounting in associates	44,276	99,743
Unrealized foreign exchange gain	943	164
Unrealized gain on warrant revaluation	(12,100)	(63,181)
Accretion	10,506	11,391
Finance costs	-	56,375
Loss on settlement of convertible debenture	147,188	-
Unrealized gain on derivative liability	(64,367)	(28,807)
Share-based compensation	61,939	18,092
	<u>(117,077)</u>	<u>(214,453)</u>
Changes in non-cash working capital		
Decrease in amounts receivable and prepaids	(20,565)	(8,177)
Decrease in amount due from associate	-	27,857
Increase in trade payables and accrued liabilities	(508,640)	66,302
Change in non-cash operating working capital	<u>(529,205)</u>	<u>85,982</u>
Net cash flows used in operating activities	<u>(646,282)</u>	<u>(128,471)</u>
<b>Investing activities</b>		
Proceeds from sale of investment in Contango Ore Inc.	817,721	-
Net cash flows used by investing activities	<u>817,721</u>	<u>-</u>
<b>Financing activities</b>		
Proceeds from issuance of convertible debentures	-	139,244
Repayment of convertible debentures	(166,722)	-
Net cash flows provided by financing activities	<u>(166,722)</u>	<u>139,244</u>
Change in cash	4,717	10,773
Cash, beginning of period	73,367	48,492
<b>Cash, end of period</b>	<u>78,084</u>	<u>59,265</u>

See accompanying notes to the condensed interim consolidated financial statements

# **AVIDIAN GOLD CORP.**

## **Notes to the Condensed Interim Consolidated Financial Statements**

**For the three and six months ended December 31, 2024 and 2023**

**(Unaudited; Expressed in US dollars – except where otherwise indicated)**

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### **1. DESCRIPTION OF BUSINESS AND GOING CONCERN**

Avidian Gold Corp. (“Avidian” or the “Company”) was incorporated pursuant to the provisions of the British Columbia Business Corporations Act on September 24, 2013. The Company was continued in the Province of Ontario on October 20, 2020. The registered head office of the Company is located at 110 Yonge Street, Suite #1601, Toronto, Ontario, M5C 1T4.

Avidian is in the business of acquiring and exploring gold and other mineral projects. As of December 31, 2024, the Company has acquired the rights to explore one gold property in the United States of America and has a 28% ownership of High Tide Resources Corp. which holds the right to explore two properties in Eastern Canada.

The condensed interim consolidated financial statements of the Company for the three and six months ended December 31, 2024 (the “Interim Financial Statements”) were reviewed, approved, and authorized for issue by the Board of Directors on February 27, 2025. Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company’s title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory and environmental requirements. The Company’s assets may also be subject to increases in taxes and royalties, renegotiation of contracts, and currency exchange fluctuations and restrictions.

The Company’s property interests are at an early stage of exploration and, in common with many exploration companies, it raises financing for its exploration and evaluation activities in discrete tranches. The Company has net income for the six months ended December 31, 2024 of \$1,583,573 (2023 - \$325,736 net loss), and has an accumulated deficit of \$20,304,675 (June 30, 2024 - \$21,888,248).

Although the Company has been successful in raising funds to date, there can be no assurance that adequate or sufficient funding will be available in the future, or available under terms acceptable to the Company. In the event that the Company is unable to secure further financing, it may not be able to complete the development of a gold, copper and other mineral projects. Material uncertainties as mentioned above cast significant doubt upon the Company’s ability to continue as a going concern.

These Interim Financial Statements have been prepared on a going concern basis. The going concern basis of presentation assumes that the Company will continue in operation for the foreseeable future and be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company's ability to continue as a going concern is dependent on its ability to obtain additional sources of financing to successfully explore, evaluate, and develop gold, copper, and other mineral projects and ultimately, to achieve profitable operations. The success of these endeavours cannot be predicted at this time. These Interim Financial Statements do not reflect adjustments to the carrying values and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern, and such adjustments may be material.



# **AVIDIAN GOLD CORP.**

## **Notes to the Condensed Interim Consolidated Financial Statements**

**For the three and six months ended December 31, 2024 and 2023**

**(Unaudited; Expressed in US dollars – except where otherwise indicated)**

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### **2. BASIS OF PRESENTATION**

These Interim Financial Statements have been prepared in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, under IFRS Accounting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

These Interim Financial Statements have been prepared following the same accounting policies and methods of computation as the audited consolidated financial statements for the fiscal year ended June 30, 2024, except as disclosed herein.

These Interim Financial Statements do not include all the disclosures included in the annual audited consolidated financial statements (“Annual Financial Statements”) and accordingly should be read in conjunction with the Annual Financial Statements and the notes thereto for the year ended June 30, 2024.

These Interim Financial Statements have been prepared on an accrual basis except for cash flow information and the information provided is based on historical costs except for those financial instruments carried at fair value and, except where otherwise stated, do not take into account changing money values, fair values of assets and liabilities, or recoverable amounts. The policies set out below have been consistently applied to all periods presented.

#### *Basis of consolidation*

These Interim Financial Statements include the accounts of the Company and its wholly-owned subsidiaries Avidian Gold Inc., Avidian Gold US Inc., and High Tide Resources Inc. and include all assets, liabilities, revenues, expenses, and cash flows of the Company and its subsidiaries after eliminating inter-entity balances and transactions.

On August 6, 2024, the Company completed its disposition of its 100% interest in Avidian Gold Alaska Inc. as described in Note 5. As a result of this transaction, the Company ceased consolidation of Avidian Gold Alaska Inc.

### **3. CAPITAL MANAGEMENT**

When managing capital, the Company’s objective is to ensure the entity continues as a going concern as well as to achieve optimal returns to shareholders and benefits for other stakeholders. Management adjusts the capital structure as necessary in order to support the acquisition, exploration and development of gold resource assets.

The Board of Directors does not establish quantitative return on capital criteria for Management, but rather relies on the expertise of the Company's Management to sustain the future development of the business. The Company considers its capital to be equity, which comprises share capital, share-based payment reserve and deficit, which at December 31, 2024, totaled \$1,873,488 (June 30, 2024 - \$227,976).

The Company invests all capital not required for its immediate needs in short-term, liquid and highly rated financial instruments, such as cash and other short-term guaranteed deposits, all held with select major Canadian financial institutions.

# **AVIDIAN GOLD CORP.**

## **Notes to the Condensed Interim Consolidated Financial Statements**

**For the three and six months ended December 31, 2024 and 2023**

**(Unaudited; Expressed in US dollars – except where otherwise indicated)**

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### **3. CAPITAL MANAGEMENT (continued)**

The Company is currently attempting to identify an economic gold resource and as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned acquisitions and exploration, as well as pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

Management has chosen to mitigate the risk and uncertainty associated with raising additional capital in current economic conditions by:

- a. maintaining a liquidity cushion in order to address any potential disruptions or industry downturns;
- b. minimizing discretionary disbursements; and
- c. exploring alternative sources of liquidity.

In light of the above, the Company will continue to assess new properties if the Company believes there is sufficient potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is appropriate. There were no significant changes in the Company's approach to capital management during the six months ended December 31, 2024.

### **4. FINANCIAL RISK FACTORS**

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (specifically commodity price risk).

Risk management is carried out by the Company's Management with guidance from the Audit Committee under policies approved by the Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

#### *Credit risk*

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is attributable to cash. Cash is held with a reputable financial institution, from which management believes the risk of loss to be remote.

Included in amounts receivable is sales tax receivable from government authorities in Canada. Management believes that the credit risk concentration with respect to financial instruments included in amounts receivable and the amount due from associate is minimal.

#### *Liquidity risk*

Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they become due. The Company's liquidity and operating results may be adversely affected if the Company's access to the capital market is hindered, whether as a result of a downturn in stock market conditions generally or related to matters specific to the Company.

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2024 and 2023

(Unaudited; Expressed in US dollars – except where otherwise indicated)

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#### 4. FINANCIAL RISK FACTORS (continued)

##### *Liquidity risk (continued)*

The Company generates cash flow primarily from its financing activities. As at December 31, 2024, the Company had cash of \$78,084 (June 30, 2024 - \$73,367) to settle current liabilities of \$172,806 (June 30, 2024 - \$798,946). The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance and liquidity.

The Company's current financial liabilities as at December 31, 2024 have contractual maturities of less than 30 days and are subject to normal trade terms except for the convertible debenture and warrant liability.

##### Interest rate risk

The Company has cash balances subject to fluctuations in the prime rate. The Company's current policy is to invest excess cash in money market funds traded by its banking institutions.

The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. Management believes that interest rate risk is remote as investments are short-term, and the Company currently does not carry interest-bearing debt at floating rates.

##### Foreign currency risk

The Company primarily incurs expenditures in US dollars and Canadian dollars. As at December 31, 2024, the Company holds in cash the following amounts (reported in US\$ currency) in Canadian ("CDN") and US funds respectively: \$72,982 and \$5,102 (June 30, 2024 - \$26,328 and \$47,039).

##### Commodity price risk

The Company is exposed to price risk with respect to gold prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to gold price movements and volatilities. The Company closely monitors gold prices to determine the appropriate course of action to be taken by the Company.

##### **Sensitivity analysis**

As of December 31, 2024 and June 30, 2024, both the carrying and fair value amounts of the Company's current financial instruments are approximately equivalent due to their short-term nature. The sensitivity analysis shown in the notes below may differ materially from actual results. Based on Management's knowledge and experience of the financial markets, the Company believes the following movements are reasonably possible for the six months ended December 31, 2024:

- (i) As at December 31, 2024, if foreign exchange rates had decreased/increased by 10% with all other variables held constant, the loss for the six months ended December 31, 2024 would have changed by \$7,866 as a result of lower/higher foreign exchange gains and losses on funds held in foreign currencies and reported shareholders' equity would also not have changed by a material amount.

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2024 and 2023

(Unaudited; Expressed in US dollars – except where otherwise indicated)

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### 4. FINANCIAL RISK FACTORS (continued)

- (ii) Commodity price risk could adversely affect the Company. In particular, the Company's future profitability and viability of development depends upon the world market price of gold. Gold prices have fluctuated significantly in recent years. There is no assurance that, even as commercial quantities of gold may be produced in the future, a profitable market will exist for them. As of December 31, 2024, the Company was not a gold producer. As a result, gold price risk may affect the completion of future equity transactions such as equity offerings and the exercise of stock options and warrants. This may also affect the Company's liquidity and its ability to meet its ongoing obligations.

#### Fair value hierarchy and liquidity risk disclosure

The three levels of the fair value hierarchy are as follows:

- |         |  |
|---------|--|
| Level 1 | Unadjusted quoted prices in active markets for identical assets or liabilities;  |
| Level 2 | Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and |
| Level 3 | Inputs for the asset or liability that are not based on observable market data (unobservable inputs).  |

At December 31, 2024, the carrying value of the investment in Contango Ore Inc. is recorded at fair value on the statement of financial position. Investments in public company shares are carried at fair value using the quoted trading share price and would be considered Level 1.

At December 31, 2024 and June 30, 2024, the fair value of the Company's conversion option and call option component of the convertible debenture and the warrant liability held at fair value is based on Level 2 measurements.

#### Level 2 Hierarchy

The key assumptions used in the valuation of the conversion option component of convertible debenture and warrant liability include (but are not limited to) the Company's quoted market price and share price volatility of comparable publicly traded companies.

### 5. SALE OF SUBSIDIARY AND INVESTMENT IN CONTANGO ORE INC.

On August 6, 2024, the Company closed the sale of the Company's wholly-owned Alaskan subsidiary, Avidian Gold Alaska Inc. to Contango Ore Inc. ("Contango"), for initial consideration of \$2,400,000, plus a potential future upside consideration of \$1,000,000 for a total consideration of up to \$3,400,000.

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2024 and 2023

(Unaudited; Expressed in US dollars – except where otherwise indicated)

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### 5. SALE OF SUBSIDIARY AND INVESTMENT IN CONTANGO ORE INC. (continued)

Contango will pay the Company an initial purchase price of \$2,400,000 consisting of (i) \$400,000 in cash and (ii) \$2,000,000 in shares of Contango common stock (the “equity consideration”). The cash consideration shall be paid in the following tranches: (i) a deposit of \$50,000 (that has been received in April 2024); (ii) \$150,000 due on the closing date; and (iii) \$200,000 due on or before the six-month anniversary of the closing date. The cash payments in (ii) and (iii) totaling \$350,000 have not been received to date as the Company is awaiting the withholding determination from the United States tax authority. The number of shares of common stock constituting the equity consideration will be determined based on Contango's NYSE American, 10-day volume-weighted average price immediately prior to the closing date.

If Contango makes a positive production decision on either of the Amanita or Golden Zone properties within 120 months of the closing date, Contango will pay the Company an additional \$1,000,000 within 30 days of such decision (the “deferred purchase price”). The deferred purchase price can be paid in either cash or shares of Contango, at Contango's sole discretion. If, at any time prior to this production decision, within the 120-month period, Contango enters into a third party transaction on either of the Amanita or Golden Zone properties, the Company will receive 20 per cent of the consideration received by Contango (capped at \$500,000 per property), to be credited against the total deferred purchase price.

The net assets sold were as follows:

Trade payables and accrued liabilities	\$	(67,500)
Amounts receivable and prepaid expenses		558
Net Assets	\$	(66,942)

Fair value of 78,511 common shares of Contango Ore Inc.	\$	1,455,594
Cash proceeds		50,000
Consideration receivable		553,107
Total consideration	\$	2,058,701

Net gain on sale of subsidiary	\$	2,125,643
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The fair value of the 78,511 common shares of Contango was valued at the quoted market price of \$18.54 which was the closing price of Contango on August 6, 2024.

Management determined that Avidian Gold Alaska Inc. did not represent a major line of business and accordingly has not presented the operations of Avidian Gold Alaska Inc. as "Discontinued Operations" in the statement of operations and comprehensive loss.

The following table presents the reconciliation of the beginning and ending balances of the investment in Contango Ore Inc.:

Fair value at issuance	\$	1,455,594
Proceeds from sale		(817,721)
Realized gain		102,003
Change in fair value through profit or loss		(338,611)
Fair value at December 31, 2024	\$	401,265

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2024 and 2023

(Unaudited; Expressed in US dollars – except where otherwise indicated)

### 6. SHARE CAPITAL

#### (a) Authorized

Unlimited number of common shares, with no par value.

#### (b) Issued

As at December 31, 2024, the Company had 12,360,716 common shares issued and outstanding (June 30, 2024 – 12,360,716 common shares).

#### (c) Share-based payment reserve

On November 15, 2024, the Company granted 845,000 stock options to certain members of management, directors and consultants of the Company. The options are exercisable into common shares of the Company at an exercise price of CDN\$0.11 per share and have a five-year term to maturity. The options vest immediately.

Share-based payment activity for the six months ended December 31, 2024 and the year ended June 30, 2024 is summarized as follows:

	<u>Number of stock options</u>	<u>Weighted average exercise price (CDN\$)</u>
<b>Balance, June 30, 2023</b>	<b>812,661</b>	<b>4.65</b>
Expired	(192,333)	8.85
<b>Balance, June 30, 2024</b>	<b>620,328</b>	<b>3.45</b>
Granted	845,000	0.11
Expired	(237,003)	3.02
<b>Balance, December 31, 2024</b>	<b>1,228,325</b>	<b>1.21</b>

Summary of options outstanding as at December 31, 2024:

Number outstanding	Number exercisable	Grant date	Expiry date	Exercise price (CDN\$)	Share-based		Grant date fair value per option	Expected volatility	Expected life (yrs)	Expected dividend yield	Risk-free interest rate
					compensation amount for the period ended December 31, 2024						
199,995	199,995	3-Sep-20	3-Sep-25	4.20	-	\$	0.17	125%	5	0%	0.35%
73,331	73,331	7-Apr-21	7-Apr-26	3.00	-	\$	0.17	125%	5	0%	0.83%
109,999	109,999	19-Jul-21	19-Jul-26	3.00	125	\$	0.10	125%	5	0%	0.71%
845,000	845,000	15-Nov-24	15-Nov-29	0.11	61,814	\$	0.07	153%	5	0%	3.06%
1,228,325	1,228,325				\$		61,939				

The weighted average remaining time to expiry for all outstanding options as of December 31, 2024, is 3.68 years (June 30, 2024 – 1.01 years).

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2024 and 2023

(Unaudited; Expressed in US dollars – except where otherwise indicated)

### 7. WARRANTS

Warrants issued in connection with the completion of certain private placements are exercisable in Canadian dollars. The fair value of these non-compensatory warrants is recorded as a warrant liability at the date of issuance. These warrants are revalued at each financial position reporting date with the corresponding change recorded as gain (loss) on warrant revaluation on the consolidated statement of operations.

The following table presents the reconciliation of the beginning and ending balances of the warrant liability:

Warrant liability	
\$	
<b>June 30, 2023</b>	<b>99,221</b>
Warrant issuance	(84,631)
Change in foreign exchange	(2,385)
<b>June 30, 2024</b>	<b>12,205</b>
Warrant revaluation	(12,100)
Change in foreign exchange	(105)
<b>December 31, 2024</b>	<b>-</b>

The following is a summary of warrant activity for the six months ended December 31, 2024 and the year ended June 30, 2024:

	December 31, 2024		June 30, 2024	
	Number	Weighted average exercise price CDN\$	Number	Weighted average exercise price CDN\$
Balance, beginning of period	788,999	0.90	1,841,701	2.10
Expired during the period	(788,999)	0.90	(1,052,702)	3.00
Balance, end of period	-	-	788,999	0.90

### 8. INVESTMENT IN ASSOCIATE

The continuity of carrying value of the investment in High Tide Resources Corp. (“HTR Corp.”) is set out below:

	December 31, 2024		June 30, 2024	
Balance - beginning of period	\$	1,026,984	\$	1,169,120
Less: Equity loss from HTR Corp.		(44,276)		(142,136)
Balance - end of period	\$	982,708	\$	1,026,984

Based on the quoted market price at December 31, 2024, the fair value of the Company’s 28% interest in HTR Corp. was \$303,604 (June 30, 2024 - \$877,702).

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited; Expressed in US dollars – except where otherwise indicated)

### 9. BASIC AND DILUTED NET INCOME (LOSS) PER SHARE

The calculation of basic and diluted loss per share for the three months ended December 31, 2024 was based on the net loss of \$632,399 (2023 – \$240,066) and the weighted average number of common shares outstanding of 12,360,716 (2023 – 12,360,716).

The calculation of basic and diluted income (loss) per share for the six months ended December 31, 2024 was based on the net income of \$1,583,573 (2023 – (\$325,736) net loss) and the weighted average number of common shares outstanding of 12,360,716 (2023 – 12,360,716).

Diluted loss per share did not include the effect of the stock options disclosed in Note 6(c), or the share purchase warrants disclosed in Note 7 as they are anti-dilutive for the three and six month periods ended December 31, 2024 and 2023.

### 10. RELATED PARTY TRANSACTIONS

a) The remuneration of key management personnel is comprised of:

	Three months ended December 31, 2024	Three months ended December 31, 2023	Six months ended December 31, 2024	Six months ended December 31, 2023
Consulting fees	\$ 22,729	\$ -	\$ 30,061	\$ -
Share-based compensation	48,135	3,748	48,260	14,674

\*Key management personnel include directors, officers and former directors/officers.

b) See Notes 6 (c), and Note 8.

c) Trade payables and accrued liabilities as at December 31, 2024 include \$58,003 (June 30, 2024 - \$228,703) owed to current and former directors/officers of the Company. Such amounts are unsecured, non-interest bearing and with no fixed terms of payment.

### 11. GENERAL AND ADMINISTRATIVE

	Three months ended December 31, 2024	Three months ended December 31, 2023	Six months ended December 31, 2024	Six months ended December 31, 2023
Amortization	\$ -	\$ 8,753	\$ -	\$ 17,506
Occupancy costs	-	1,500	-	3,000
Office supplies, bank charges and telephone	- 343	8,004	7,764	14,035
Professional fees and transfer agent	66,166	7,926	93,569	41,491
Travel and promotion	3,401	-	5,614	-
	\$ 69,224	\$ 26,183	\$ 106,947	\$ 76,032



# **AVIDIAN GOLD CORP.**

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**For the three and six months ended December 31, 2024 and 2023**

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### **12. CONVERTIBLE DEBENTURE**

On August 8, 2023, the Company entered into loan facility agreements (“Series A”) with certain private lenders (which included two directors for CDN\$100,000) (the "Financing") for gross funding of CDN\$150,000 (the "Principal Amount"). The Financing was completed through the issuance of unsecured loan facility units (the "Units") issued to the subscribers (the "Subscribers") on a private placement basis. The Principal Amount shall be due and repayable in full, 18 months from the closing of the Financing, or upon the occurrence of a liquidity event (the "Liquidity Event"), whichever is earlier (both such events being the "Maturity Date"). The Liquidity Event shall mean any arms-length financing of the Company or any disposition of assets of the Company.

On the Maturity Date, a commitment fee totalling CDN\$22,500 (the "Commitment Amount") shall be due and payable to the Series A Subscribers by the Company in addition to the Principal Amount.

Before the Maturity Date, the Series A Subscribers shall have the option (the "Conversion Option") to convert the Principal Amount and the Commitment Amount into common shares of HTR Corp. owned by the Company (the "High Tide Shares"), on the basis of eight (8) High Tide Shares for every one dollar (CDN\$1.00), being an effective price of CDN\$0.125 per High Tide Share for an aggregate of CDN\$172,500 and a total of 1,380,000 High Tide Shares. In addition, regardless of whether the Conversion Option has been exercised, for a period of two years from the closing of the Financing the Subscribers of Series A shall have the option (the "Call Option") to acquire 1,200,000 High Tide Shares at a price of CDN\$0.125 per common share for an aggregate purchase price of CDN\$150,000. In connection with the Conversion Option and the Call Option, the Company shall place 2,580,000 High Tide Shares into escrow with their legal counsel.

On December 29, 2023, the Company entered into loan facility agreements (“Series B”) with certain private lenders (which included two directors for CDN\$32,000) (the "Financing") for gross funding of CDN\$48,000 (the "Principal Amount").

The Financing was completed through the issuance of unsecured loan facility units (the "Units") issued to the subscribers (the "Subscribers") on a private placement basis. The Principal Amount shall be due and repayable in full, 13 months from the closing of the Financing, or upon the occurrence of a liquidity event (the "Liquidity Event"), whichever is earlier (both such events being the "Maturity Date"). The Liquidity Event shall mean any arms-length financing of the Company or any disposition of assets of the Company.

On the Maturity Date, a commitment fee totalling CDN\$7,200 (the "Commitment Amount") shall be due and payable to the Series B Subscribers by the Company in addition to the Principal Amount.

The Series B Subscribers shall have the option (the "Conversion Option") to convert the Principal Amount and the Commitment Amount into common shares of HTR Corp. owned by the Company (the "High Tide Shares"), on the basis of twenty eight point five seven (28.57) High Tide Shares for every one dollar (CDN\$1.00), being an effective price of CDN\$0.035 per High Tide Share for an aggregate of CDN\$55,200 and a total of 1,577,143 High Tide Shares.

Under IFRS, when the currency of the conversion price of the conversion option is different than the functional currency of the legal entity in which they were issued, the conversion option component is accounted for as a derivative liability.

# **AVIDIAN GOLD CORP.**

## **Notes to the Condensed Interim Consolidated Financial Statements**

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**(Unaudited; Expressed in US dollars – except where otherwise indicated)**

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### **12. CONVERTIBLE DEBENTURE (continued)**

The Company allocated the net proceeds to liability and derivative liability components based on the fair value of the conversion feature (which is an embedded derivative liability requiring separation) and the convertible debentures using the effective interest rate method.

The fair value of the Conversion Option component of Series A was determined to be \$55,104 with a residual amount of \$1 allocated to the liability on the date of issuance. The fair value of the Conversion Option component of the debenture at issuance was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 114%, risk-free interest rate of 4.56%, share price of CDN\$0.11, and an expected life of 1.5 years.

The fair value of the Call Option was determined to be \$56,375 on the date of issuance. The fair value of the Call Option was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 114%, risk-free interest rate of 4.56%, share price of CDN\$0.11, and an expected life of 2 years.

The fair value of the Conversion Option component of Series B was determined to be \$36,292 with a residual amount of \$1 allocated to the liability on the date of issuance. The fair value of the Conversion Option component of the debenture at issuance was estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 129%, risk-free interest rate of 3.91%, share price of CDN\$0.035, and an expected life of 1.1 years.

The discount on the convertible debentures is amortized using the effective interest method over the term of the debenture. The Company accretes the carrying value of the convertible debentures each month by recognizing an accretion expense in the statement of operations and comprehensive loss and a credit to convertible note. For the six months ended December 31, 2024, \$10,506 (2023 - \$11,391) of accretion expense from the debt discount was recorded by the Company.

In October 2024 the Company repaid the convertible debentures. The total cash payment for the face value and the commitment fee was CDN\$227,200. The debenture holders retain the Call Option to acquire 1,200,000 High Tide Shares at a price of CDN\$0.125 per common share for an aggregate purchase price of CDN\$150,000 until August 8, 2025. The repayment of the convertible debentures resulted in the Company recording a \$147,188 loss on settlement of convertible debentures in the statement of operations for the six month period ended December 31, 2024.

The fair value of the Call Option as at December 31, 2024 was estimated as \$2,502 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 195%, risk-free interest rate of 3.60%, share price of CDN\$0.02, and an expected life of 0.60 years.

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited; Expressed in US dollars – except where otherwise indicated)

### 12. CONVERTIBLE DEBENTURE (continued)

The following table presents the reconciliation of the beginning and ending balances of the components of the convertible debt:

	Liability	Conversion	Call	Total
	\$	Option	Option	\$
	\$	\$	\$	\$
<b>June 30, 2023</b>	-	-	-	-
Issuance of debenture	2	91,396	-	91,398
Issuance of call option	-	-	56,375	56,375
Accretion of liability	527	-	-	527
Revaluation of conversion option	-	(40,256)	-	(40,256)
Revaluation of call option	-	-	(30,044)	(30,044)
Change in foreign exchange	(6)	(2,307)	(837)	(3,150)
<b>June 30, 2024</b>	<b>523</b>	<b>48,833</b>	<b>25,494</b>	<b>74,850</b>
Accretion of liability	10,506	-	-	10,506
Revaluation of conversion option	-	(41,700)	-	(41,700)
Revaluation of call option	-	-	(22,667)	(22,667)
Loss on settlement of convertible debenture	147,188	-	-	147,188
Repayment of convertible debentures	(166,722)	-	-	(166,722)
Change in foreign exchange	8,505	(7,133)	(325)	1,047
<b>December 31, 2024</b>	<b>-</b>	<b>-</b>	<b>2,502</b>	<b>2,502</b>

### 13. EXPLORATION AND EVALUATION EXPENDITURES

#### Golden Zone

The Company's 100% owned Golden Zone property is comprised of State of Alaska claims, a Millsite Lease and an Uplands Mining Lease which is valid until 2050. Certain claims are subject to a 3-4% net smelter royalty ("NSR") while the Company has the right to buy back 50% of the claims that are subject to a 3% NSR.

As a result of the transaction described in Note 5, the Company disposed of this property through the sale of the Company's wholly-owned Alaskan subsidiary, Avidian Gold Alaska Inc.

#### Amanita

On October 31, 2016, the Company signed a definitive agreement for a 15-year lease to purchase an option to acquire a 100% interest in the Amanita claim block subject to a 3% NSR for cash consideration of \$3,000,000. The Amanita claim block is comprised of 88 lode claims located within the Fairbanks Mining District, approximately 25 kilometres northeast of Fairbanks, Alaska.

The Company paid \$5,000 at the time of signing a letter of intent and a further \$20,000 on the signing of the definitive property agreement. The Company was required to make minimum payments as follows, which are credited against the \$3,000,000 purchase price.

# **AVIDIAN GOLD CORP.**

## **Notes to the Condensed Interim Consolidated Financial Statements**

**For the three and six months ended December 31, 2024 and 2023**

**(Unaudited; Expressed in US dollars – except where otherwise indicated)**

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### **13. EXPLORATION AND EVALUATION EXPENDITURES (continued)**

#### **Amanita (continued)**

- a. First anniversary of agreement date: \$15,000 (paid)
- b. Second anniversary of agreement date: \$25,000 (paid)
- c. Third anniversary of agreement date: \$30,000 (paid)
- d. Every subsequent anniversary: payments increase by \$10,000 annually (paid \$50,000 in July 2020; \$60,000 in July 2021; \$70,000 in July 2022 and \$42,500 in September 2024).

As a result of the transaction described in Note 5, the Company disposed of this property through the sale of the Company's wholly-owned Alaskan subsidiary, Avidian Gold Alaska Inc.

#### **Amanita NE**

On July 21, 2020, the Company acquired a 100% interest in the Amanita NE gold property, located in Alaska, for the issuance of 2,500,000 common shares. The fair value of the shares was estimated based on the quoted market price of the Company's shares. The vendors were granted a 1% NSR on the Amanita NE property and a 0.2% NSR royalty on the Amanita property.

The vendors were also entitled to receive one-half of any additional royalty granted to a third party in the event of the subsequent disposition by the Company of the Amanita NE property, and to receive 25% of any net profits received from such sale to the third party after the deduction of a) an amount equal to two times the exploration costs expended by the Company on the Amanita NE property and b) all reasonable transactional expenses incurred in connection with the sale to the third party.

As a result of the transaction described in Note 5, the Company disposed of this property through the sale of the Company's wholly-owned Alaskan subsidiary, Avidian Gold Alaska Inc.

#### **Jungo**

The Company's Jungo property consists unpatented mining claims held by the Company. Certain claims are subject to a 2% NSR.

# AVIDIAN GOLD CORP.

## Notes to the Condensed Interim Consolidated Financial Statements

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(Unaudited; Expressed in US dollars – except where otherwise indicated)

### 13. EXPLORATION AND EVALUATION EXPENDITURES (continued)

The following table summarizes exploration and evaluation expenditures for each of the Company's respective properties for the six-months ended December 31, 2024 and 2023.

	Six Month Period ended December 31, 2024	Six Month Period ended December 31, 2023
<b>Jungo</b>		
Acquisition and holding costs	\$ 10,609	\$ 7,446
Evaluation expenditures	-	-
	<b>\$ 10,609</b>	<b>\$ 7,446</b>
<b>Golden Zone</b>		
Acquisition and holding costs	\$ -	\$ 36,713
Evaluation expenditures	-	6,467
	<b>\$ -</b>	<b>\$ 43,180</b>
<b>Amanita</b>		
Acquisition and holding costs	\$ -	\$ 98,086
Evaluation expenditures	-	-
	<b>\$ -</b>	<b>\$ 98,086</b>
<b>Amanita NE</b>		
Acquisition and holding costs	\$ -	\$ 5,305
Evaluation expenditures	-	-
	<b>\$ -</b>	<b>\$ 5,305</b>
<b>TOTAL EXPLORATION AND EVALUATION EXPENDITURES</b>	<b>\$ 10,609</b>	<b>\$ 154,017</b>

### 14. COMMITMENTS AND CONTINGENCIES

#### Environmental contingencies

The Company's exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations.