

**EEE EXPLORATION CORP.**

Condensed Interim Financial Statements

Six months ended January 31, 2022

Expressed in Canadian dollars - Unaudited

## **NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM 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 financial statements, they must be accompanied by a notice indicating that the condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company 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 financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of condensed interim financial statements by the entity's auditor.

**EEE EXPLORATION CORP.**Condensed Interim Financial Statements  
(Expressed in Canadian dollars)

|  | Note | January 31, 2022 | July 31, 2021 |
|--|------|------------------|---------------|
|  |      | \$               | \$            |
| <b>Assets</b>  |      |                  |               |
| Current assets and total assets                      |      |                  |               |
| Cash   |      | 290,401          | 444,667       |
| Prepays  |      | 6,547            | 12,999        |
| Receivable   |      | 10,419           | 4,629         |
| Total current assets                                 |      | 307,367          | 462,295       |
| Non-current assets                                   |      |                  |               |
| Exploration and valuation assets                     | 3    | 172,872          | 177,040       |
| Total non-current assets                             |      | 172,872          | 177,040       |
| Total assets   |      | 480,239          | 639,335       |
| <b>Liabilities and shareholders' deficit</b>         |      |                  |               |
| Current liabilities                                  |      |                  |               |
| Accounts payable                                     |      | 12,241           | 16,493        |
| Accrued liabilities                                  |      | 1,600            | 7,000         |
| Due to related party                                 | 7    | 3,680            | -             |
| Flow through share liability                         | 4,8  | 63,078           | 71,465        |
| Total current liabilities                            |      | 80,599           | 94,958        |
| Shareholders' equity (deficit)                       |      |                  |               |
| Share capital  | 4    | 788,270          | 788,270       |
| Reserve  | 4    | 223,227          | 223,227       |
| Deficit  |      | (611,857)        | (467,120)     |
| Total shareholders' equity                           |      | 399,640          | 544,377       |
| Total liabilities and shareholders' equity (deficit) |      | 480,239          | 639,335       |

Nature and continuance of operations (Note 1)

Subsequent event (Note 9)

Approved on behalf of the Board:

"Chris Cooper"

Chris Cooper, Director

"Hani Zabaneh"

Hani Zabaneh, Director

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

**EEE EXPLORATION CORP.**Condensed Statements of Comprehensive Loss  
(Expressed in Canadian dollars - Unaudited)

|  | Note | Three<br>Months<br>Ended<br>January 31,<br>2022 | Three<br>Months<br>Ended<br>January 31,<br>2021 | Six Months<br>Ended<br>January 31,<br>2022 | Six Months<br>Ended<br>January 31,<br>2021 |
|--|------|---|---|--|--|
|  |      | \$  | \$  | \$   | \$   |
| Administrative expenses                              |      |   |   |  |  |
| General and administrative                           | 7    | 9,081   | 5,388   | 20,892                                     | 8,396                                      |
| Consulting   |      | 9,137   | 31,898  | 18,136                                     | 40,898                                     |
| Transfer agent and filing fees                       |      | 7,444   | 6,832   | 13,375                                     | 9,244                                      |
| Management fees                                      | 7    | 12,500  | 9,450   | 21,500                                     | 17,700                                     |
| Legal and accounting                                 |      | 30,999  | 12,912  | 39,221                                     | 30,403                                     |
|  |      | (69,161)  | (66,480)  | (113,124)                                  | (106,641)                                  |
| Other  |      |   |   |  |  |
| Reversal of flow-through share liability             | 8    | -   | -   | 8,387                                      | -  |
| Write-down of exploration and valuation assets       | 3    | (40,000)  | -   | (40,000)                                   | -  |
| <b>Net and comprehensive loss</b>                    |      | <b>(109,161)</b>                                | <b>(66,480)</b>                                 | <b>(144,737)</b>                           | <b>(106,641)</b>                           |
| <b>Weighted average number of outstanding shares</b> |      | <b>1,8361,215</b>                               | <b>16,733,244</b>                               | <b>1,8361,215</b>                          | <b>13,207,005</b>                          |
| <b>Basic and diluted loss per share</b>              |      | <b>(0.00)</b>                                   | <b>(0.00)</b>                                   | <b>(0.01)</b>                              | <b>(0.01)</b>                              |

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**EEE EXPLORATION CORP.**

Condensed Statements of Changes in Shareholders' Equity (Deficit)  
(Expressed in Canadian dollars - Unaudited)

|  | Share capital |           | Subscriptions<br>received in<br>advance | Reserve | Deficit   | Total<br>shareholders'<br>equity<br>(deficit) |
|--|---------------|-----------|---|---------|-----------|---|
|  | Number        | Amount    |   |         |           |   |
|  |               | \$        | \$                                      | \$      | \$        | \$  |
| Balance, July 31, 2020   | 5,010,549     | 121,000   | 21,000                                  | -       | (185,023) | (43,023)                                      |
| Shares issued (Note 4)   | 12,750,666    | 874,300   | (21,000)                                | -       | -         | 853,300                                       |
| Shares issued for evaluation and<br>exploration asset (Notes 3, 4) | 500,000       | 25,000    | -                                       | -       | -         | 25,000  |
| Net and comprehensive loss   | -             | -         | -                                       | -       | (106,641) | (106,641)                                     |
| Balance, January 31, 2021  | 18,261,215    | 1,020,300 | -                                       | -       | (291,664) | 728,636                                       |
| Flow-through share premium   | -             | (107,267) | -                                       | -       | -         | (107,267)                                     |
| Broker warrants issued   | -             | (129,500) | -                                       | 129,500 | -         | -   |
| Share issuance costs   | -             | (15,263)  | -                                       | -       | -         | (15,263)                                      |
| Share-based compensation   | -             | -         | -                                       | 93,727  | -         | 93,727  |
| Shares issued for evaluation and<br>exploration asset (Notes 3, 4) | 100,000       | 20,000    | -                                       | -       | -         | 20,000  |
| Net and comprehensive loss   | -             | -         | -                                       | -       | (175,456) | (175,456)                                     |
| Balance, July 31, 2021   | 18,361,215    | 788,270   | -                                       | 223,227 | (467,120) | 544,377                                       |

|                            | Share Capital |         | Reserve | Deficit   | Total<br>shareholders'<br>equity (deficit) |
|----------------------------|---------------|---------|---------|-----------|--|
|                            | Number        | Amount  |         |           |  |
|                            |               | \$      | \$      | \$        | \$   |
| Balance, July 31, 2021     | 18,361,215    | 788,270 | 223,227 | (467,120) | 544,377                                    |
| Net and comprehensive loss | -             | -       | -       | (144,737) | (144,737)                                  |
| Balance, January 31, 2022  | 18,361,215    | 788,240 | 223,227 | (611,857) | 399,640                                    |

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

**EEE EXPLORATION CORP.**Condensed Statements of Cash Flows  
(Expressed in Canadian dollars - Unaudited)

|   | Six Months<br>Ended<br>January 31,<br>2022 | Six Months<br>ended<br>January 31,<br>2021 |
|---|--|--|
|   | \$   | \$   |
| Cash provided by (used in):                                       |  |  |
| Operating activities  |  |  |
| Net loss  | (144,737)                                  | (106,641)                                  |
| Adjustment for non-cash item                                      |  |  |
| Reversal of flow-through share liability                          | (8,387)                                    | -  |
| Write-down of exploration and valuation assets                    | 40,000                                     | -  |
| Changes in non-cash working capital items                         |  |  |
| Prepays   | 6,452                                      | (5,749)                                    |
| Accounts receivable   | (5,790)                                    | (39)                                       |
| Accounts payable  | (4,252)                                    | (28,203)                                   |
| Accrued liabilities   | (5,400)                                    | 5,960                                      |
| Due to related party  | 3,680                                      | (22,575)                                   |
| Cash used in operating activities                                 | (118,434)                                  | (157,247)                                  |
| Financing activities  |  |  |
| Related party loans repayment                                     | -  | (2,809)                                    |
| Issue of common shares  | -  | 845,800                                    |
| Cash provided by financing activities                             | -  | 842,991                                    |
| Investing activities  |  |  |
| Exploration and evaluation assets                                 | (35,832)                                   | (88,522)                                   |
| Cash used in investing activities                                 | (35,832)                                   | (88,522)                                   |
| Increase (decrease) in cash                                       | (154,266)                                  | 597,222                                    |
| Cash, beginning   | 444,667                                    | 15,940                                     |
| Cash, ending  | 290,401                                    | 613,162                                    |
| Non-cash transactions:  | \$   | \$   |
| Exploration and evaluation assets included in accrued liabilities | -  | 13,136                                     |
| Included in receivable for share capital                          | -  | 7,500                                      |
| Shares issued for exploration and evaluation assets               | -  | 25,000                                     |

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

## EEE EXPLORATION CORP.

For the six months ended January 31, 2022

(Expressed in Canadian dollars - Unaudited)

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### 1. NATURE AND CONTINUANCE OF OPERATIONS

EEE Exploration Corp. (the "Company") was incorporated on November 11, 2014 under the laws of British Columbia, Canada. On April 15, 2021, the Company changed its name to EEE Exploration Corp. On June 21, 2021, the Company commenced trading on the Canadian Securities Exchange ("CSE") under the trading symbol "EEE". The Company is engaged in the business of mineral exploration. The Company's corporate head office is located at Suite 1910, 1030 West Georgia Street, Vancouver, British Columbia, Canada.

These condensed interim financial statements have been prepared on the basis of accounting principles applicable to a going concern which assumes the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The Company's continuing operations, and its financial success will be dependent upon the extent to which it can successfully develop its exploration and evaluation assets and whether those assets contain ore reserves that are economically recoverable. The development of the Company's business may take many years to be successful and the amount of resulting income, if any, is difficult to determine with any certainty. On January 31, 2022, the Company had not yet achieved profitable operations, incurred a net loss of \$144,737 (2021 - \$106,641) for the six months then ended, had a deficit of \$611,857 (July 31, 2021 - \$467,120), and expects to incur further losses in the development of its business, all of which casts significant doubt about the Company's ability to continue as a going concern.

Since March 2020, several measures have been implemented in Canada and the rest of the world in response to the increased impact from novel coronavirus ("COVID-19"). The Company continues to operate its business at this time. While the impact of COVID-19 is expected to be temporary, the current circumstances are dynamic and the impacts of COVID-19 on business operations, cannot be reasonably estimated at this time. The Company anticipates this could have an adverse impact on its business, results of operations, financial position and cash flows in 2022.

The condensed interim financial statements were approved by the Board of Directors on March 30, 2022.

### 2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PRESENTATION

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain information and footnote disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") have been omitted or condensed, and therefore these condensed consolidated interim financial statements should be read in conjunction with the Company's July 31, 2021 audited annual financial statements and the notes to such financial statements.

These condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit and loss or fair value through other comprehensive income, if applicable, which are stated at their fair value. These condensed interim financial statements are presented in Canadian dollars, which is also the Company's functional currency. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

Future changes in accounting policies

Accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

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### **3. EXPLORATION AND EVALUATION ASSETS**

#### ***Golden Moon Property***

On August 31, 2020, the Company entered into a property option agreement (“Option Agreement”) where it can acquire up to an 80% interest in the Golden Moon Property (the “Property”), comprised of 10 claims located in the Province of Quebec, by spending \$450,000 on the Property on or before December 31, 2023 or cash payments in lieu thereof and issuing 1,500,000 common shares.

Under the Option Agreement, the Company can earn a 60% interest in 7 claims and an 80% interest in 3 claims by making the following payments: (i) issuance of 500,000 common shares on or before September 10, 2020 (issued)(Note 4); (ii) issuance of an additional 500,000 common shares and commitment expenditure of \$205,000 on or before December 31, 2021; (iii) issuance of an additional 500,000 common shares and cumulative commitment expenditure of \$350,000 on or before December 31, 2022; and (iv) cumulative commitment expenditure of \$450,000 on or before December 31, 2023.

If the Company is unable to purchase an additional 20% interest in the 7 claims from the holders of the 7 claims on or before December 31, 2023, then under the Option Agreement the Company shall have the right to earn an additional 20% interest in the 7 Claims from the Optionor, for a total interest of 80%, by incurring additional exploration expenditures in the amount of \$500,000 on the Property and making a cash payment of \$100,000 to the Optionor on or before December 31, 2024.

Upon successful exercise of the option by the Company, the parties shall negotiate and execute a joint venture agreement whereby the Optionor’s remaining interest in the Property shall be converted to a non-contributory carried interest until commencement of commercial production after which, (i) the Optionor’s interest shall become participating; and (ii) the Optionor shall pay its attributed portion of the total development and construction costs to commercial production, using 4/5ths of its share of the payments derived from the joint venture.

In January 2022, the Company acquired a 20% interest in the Golden Moon Property for a \$10,000 consideration. In addition, the Company granted a 1.0% net smelter returns royalty on the purchased Claims. The Company has the right to repurchase the NSR from the prospectors at any time for \$500,000.

During the six months ended January 31, 2022, for the Golden Moon Property, the Company incurred acquisition and claim renewal costs of \$10,672 (2021 - \$25,000), and \$25,160 (2021 - \$101,659) in exploration costs for a total project costs of \$172,872 (2021 - \$126,659).

#### ***NW Abitibi Project***

On February 22, 2021, the Company entered into a property option agreement where it can acquire a 100% interest in the NW Abitibi Project, comprised of sixty-six mineral claims located in the Province of Ontario. The Company has decided that upon the completion of an evaluation of this project, not to proceed with further exploration. Accordingly, the acquisition costs of \$40,000 incurred to January 31, 2022 have been written off.

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**3. EXPLORATION AND EVALUATION ASSETS (cont'd)**

|  | <b>Golden Moon<br/>Property<br/>(Quebec,<br/>Canada)</b> | <b>NW Abitibi<br/>Property<br/>(Ontario,<br/>Canada)</b> | <b>Total</b> |
|--|--|--|--------------|
|  | \$   | \$   | \$           |
| Balance, July 31, 2020                             | -  | -  | -            |
| Acquisition costs (Note 4)                         | 25,000   | -  | 25,000       |
| Exploration costs                                  |  |  |              |
| Geological   | 25,307   | -  | 25,307       |
| Consultants  | 412  | -  | 412          |
| Drilling   | 75,940   | -  | 75,940       |
| Total additions                                    | 101,659  | -  | 101,659      |
| Balance, January 31, 2021                          | 126,659  | -  | 126,659      |
| Acquisition and claim renewal costs                | 4,635  | 40,000   | 44,635       |
| Exploration costs                                  |  |  |              |
| Geological   | 5,746  | -  | 5,746        |
| Total additions                                    | 5,746  | -  | 5,746        |
| Balance, July 31, 2021                             | 137,040  | 40,000   | 177,040      |
| Acquisition costs and claim renewal costs          | 10,672   | -  | 10,672       |
| Exploration costs                                  |  |  |              |
| Consultants  | 25,160   | -  | 25,160       |
| Total additions                                    | 25,160   | -  | 25,160       |
| Write down of exploration and evaluation<br>assets | -  | (40,000)   | (40,000)     |
| Balance, January 31, 2022                          | 172,872  | -  | 172,872      |

## **EEE EXPLORATION CORP.**

For the six months ended January 31, 2022

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### **4. SHARE CAPITAL**

#### ***Common shares***

The Company has authorized an unlimited number of Class A common shares without par value.

#### **Share Issuances**

At January 31, 2022 and July 31, 2021, there were 18,361,215 common shares issued and outstanding.

For the six months ended January 31, 2022, there were no share issuances.

For the year ended July 31, 2021, share issuances were as follows:

On July 16, 2021, the Company issued 100,000 Class A common shares with a fair value of \$20,000 pursuant to the property option agreement to acquire up to 100% of the NW Abitibi Project (Note 3).

On November 24, 2020, the Company issued 740,000 units at a price of \$0.10 per unit for gross proceeds of \$74,000. Each unit comprised of one Class A common share of the Company and one Class A common share purchase warrant at an exercise price of \$0.20 for a period of six years. The warrants are valued at \$37,000 using the residual method.

On November 20, 2020, the Company issued 1,850,000 units at a price of \$0.10 per unit for gross proceeds of \$185,000. Each unit comprised of one Class A common share of the Company and one Class A common share purchase warrant at an exercise price of \$0.20 for a period of six years. The warrants are valued at \$92,500 using the residual method.

On November 20, 2020, the Company issued 4,290,666 flow-through Class A common shares at a price of \$0.075 per share for gross proceeds of \$321,800. A flow-through share premium of \$107,267 was recognized as a liability (Note 8).

On September 10, 2020, the Company issued 500,000 Class A common shares with a fair value of \$25,000 pursuant to the property option agreement to acquire up to an 80% interest in the Golden Moon Property (Note 3).

On August 24, 2020, the Company issued 5,870,000 Class A common shares for proceeds of \$293,500 at a price of \$0.05 per share.

During the year ended July 31, 2021, the Company incurred share issuance costs of \$15,263 related to the share issuances described above.

#### ***Preferred shares***

The Company has authorized an unlimited number of Class B preferred shares without par value. There are no preferred shares issued to date.

#### ***Escrow shares***

On June 21, 2021, the Company's common shares were approved for listing on the CSE. In accordance with the policies of the CSE, certain officers and directors entered into an agreement with the Company and a trustee, whereby they have agreed to deposit 5,325,000 common shares in escrow. 10% was released to the escrow shareholders on June 21, 2021 and an additional 15% will be released to the escrow shareholders on each of the dates that are 6, 12, 18, 24, 30 and 36 months after the first release. At January 31, 2022, there were 3,993,750 shares in escrow (July 31, 2021 – 4,792,500).

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**4. SHARE CAPITAL (cont'd)*****Warrants***

The continuity of the Company's outstanding warrants is as follows:

|  | Number of warrants | Weighted average Exercise price |
|--|--------------------|---------------------------------|
|  |                    | \$                              |
| Warrants, July 31, 2020                      | -                  | -                               |
| Granted                                      | 2,590,000          | 0.20                            |
| Warrants, July 31, 2021 and January 31, 2022 | 2,590,000          | 0.20                            |

At January 31, 2021, the following warrants were outstanding and exercisable:

| Number of Warrants Outstanding | Number of Warrants Exercisable | Exercise price (\$) | Expiry date       |
|--------------------------------|--------------------------------|---------------------|-------------------|
| 1,850,000                      | 1,850,000                      | 0.20                | November 20, 2023 |
| 740,000                        | 740,000                        | 0.20                | November 24, 2023 |
| 2,590,000                      | 2,590,000                      |                     |                   |

***Stock Options***

The Company has an incentive stock option plan in place under which it is authorized to grant options to executive officers, directors, employees, and consultants to acquire up to 10% of the outstanding issued common shares. The exercise price of options granted under the Plan will be determined by the board of directors but will not be less than the greater of the closing market price of the Company's Common Shares on the Exchange on (a) the trading day prior to the date of grant of the options; and (b) the date of grant of the stock options.

The continuity of the Company's outstanding stock options is as follows:

|   | Number of options | Weighted average Exercise price |
|---|-------------------|---------------------------------|
|   |                   | \$                              |
| Options, July 31, 2020                      |                   |                                 |
| Granted                                     | 1,000,000         | 0.10                            |
| Options, July 31, 2021 and January 31, 2022 | 1,000,000         | 0.10                            |

On April 13, 2021, the Company granted 1,000,000 stock options, exercisable at \$0.10 per share for a term of 5 years. The options vest upon grant. The Company determined the grant date fair value of \$93,727, which was recognized as share based compensation.

The fair value of all compensatory options granted is estimated on the grant date using the Black-Scholes Options Pricing Model.

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### 4. SHARE CAPITAL (cont'd) *Stock Options (cont'd)*

The weighted average of the inputs used in the calculation of the fair value of the stock options on the date of issue are as follows:

|                         |         |
|-------------------------|---------|
| Volatility              | 165.53% |
| Expected life           | 5 years |
| Risk-free interest rate | 0.94%   |
| Expected dividend yield | 0.00%   |

At January 31, 2022 and July 31, 2021, there were 1,000,000 stock options outstanding and exercisable at a price of \$0.10 and with an expiry date of April 13, 2026.

#### **Reserve**

The reserve records items recognized as share based compensation expense and other share based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

### 5. FINANCIAL INSTRUMENTS

|                             | Ref. | January 31, 2022 | July 31, 2021 |
|-----------------------------|------|------------------|---------------|
|                             |      | \$               | \$            |
| Other financial assets      | a    | 300,820          | 449,296       |
| Other financial liabilities | b    | 15,921           | 16,493        |

a. Comprised of cash and receivable.

b. Comprised of accounts payable, loans and due to related party.

The Company has determined the estimated fair values of its financial instruments based on appropriate valuation methodologies; however, considerable judgment is required to develop these estimates. The fair values of the Company's financial instruments are not materially different from their carrying values.

The Company's financial instruments are exposed to certain financial risks, which include the following:

#### **Credit risk**

Credit risk is the risk of loss due to the counterparty's inability to meet its obligations. The Company's exposure to credit risk is on its cash. Risk associated with cash is managed through the use of major banks which are high credit quality financial institutions as determined by rating agencies. Other receivables comprise sales tax refunds from the Canadian federal government. Credit risk has been assessed as high.

#### **Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations when they become due. The Company ensures that there is sufficient capital in order to meet short-term operating requirements, after taking into account the Company's holdings of cash. Liquidity risk has been assessed as high.

#### **Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises six types of risk: currency risk, interest rate risk and price risk.

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### 5. FINANCIAL INSTRUMENTS (cont'd)

#### ***Currency Risk***

Currency risk is the risk of change in profit or loss that arises from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risk. The Company does not have any assets or liabilities denominated in foreign currencies and engages in very few transactions denominated in a foreign currency; therefore, its exposure to currency risk is limited.

#### ***Interest Rate Risk***

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to interest rate risk.

#### ***Price risk***

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is not exposed to price risk.

### 6. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders.

The Company considers the items included in shareholders' equity and cash as capital. The Company manages the capital structure and makes adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets. The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to fund the commercialization of the licensed proprietary asset. To secure the additional capital necessary to pursue these plans, the Company intends to raise additional funds through the equity or debt financing. There were no changes in the Company's approach to capital management since inception. The Company is not subject to any external capital requirements.

### 7. RELATED PARTY TRANSACTIONS

As at January 31, 2022, due to related party includes \$3,680 (July 31, 2021 – \$nil) due from a director or a company controlled by a director.

During the six months ended January 31, 2022, the Company incurred management fees of \$18,500 (2021 - \$17,700) and rent of \$4,300 (2021 - \$nil) to the CEO and \$3,000 (2021 - \$nil) to the CFO.

### 8. FLOW-THROUGH SHARE LIABILITIES

For the purposes of calculating any premium related to the issuances of the flow-through shares, the Company compares the market price of its shares to the subscription price of flow-through shares to determine if there was a premium paid on the flow-through shares (Note 4). As a result, the Company's flow-through liability on issuance of flow-through shares in connection with the private placements is as follows:

|                  | January 31, 2022 | July 31, 2021 |
|------------------|------------------|---------------|
|                  |                  | \$            |
| Balance, opening | 71,465           | -             |
| Addition         | -                | 107,267       |
| Reversal         | (8,387)          | (35,802)      |
| Balance, ending  | 63,078           | 71,465        |

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**8. FLOW-THROUGH SHARE LIABILITIES (cont'd)**

As of January 31, 2022, the Company is committed to spending approximately \$189,235 (July 31, 2021 - \$214,395) in connection with its flow-through offering. Failure to incur the required eligible expenditures may result in penalties and taxes and the Company may also be liable to indemnify the shareholders for their income taxes and penalties.

**9. SUBSEQUENT EVENTS**

- a) On March 7, 2022, the Company announced that it acquired 100% interest in the Golden Moon Property, books and records, any maps, drill core, samples, assays, geological and other technical reports, studies, designs, plans, intellectual property and financial or other records of the property for a consideration of 1,000,000 Class A Common Shares of the Company at a price of \$0.135 per share.
- b) On March 7, 2022, the Company announced that it provided notice to the optionor of the NW Abitibi Property that the Company will not be pursuing its option under the property option agreement respecting the property.