Century Global Commodities Corporation

Condensed Consolidated Interim Financial Statements
(Unaudited)
June 30, 2023
(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. An interim review has not been carried out by the Company's independent auditor.

Century Global Commodities Corporation

Condensed Consolidated Interim Statement of Financial Position
(Unaudited)
As of June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Notes	June 30, 2023 $	March 31, 2023 $
Assets			
Current assets			
Cash and cash equivalents		1,976,302	2,204,704
Short term bank deposits		2,960,000	3,860,000
Marketable securities	7	379,950	461,671
Trade and other receivables	8, 20	1,976,491	2,054,018
Sales taxes and other taxes recoverable		95,663	254,010
Prepayments and deposits		616,606	193,398
Inventories	9	2,095,566	2,532,943
		10,100,578	11,560,744
Non-current assets			
Exploration and evaluation assets	10	10,510,847	10,248,090
Property, plant and equipment	11	48,049	50,537
Investment property	12	839,350	913,595
Right-of-use assets		112,051	165,156
Investment in other equity instruments	7	65,920	67,362
		11,576,217	11,444,740
Total assets		21,676,795	23,005,484

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Financial Position
(Unaudited)
As of June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Notes	June 30, 2023 $	March 31, 2023 $
Liabilities			
Current liabilities			
Trade and other payables	13	1,525,093	2,224,574
Lease liabilities		55,998	109,487
Sales taxes and other taxes payable		860,442	790,088
Income tax payable		74,959	76,469
		2,516,492	3,200,618
Non-current liabilities			
Lease liabilities		62,942	64,727
Total liabilities		2,579,434	3,265,345
Shareholders' equity			
Share capital	14	117,057,236	117,057,236
Contributed surplus		4,347,624	4,347,624
Deficit		(103,756,902)	(103,362,050)
Other components of equity		616,559	854,674
Equity attributable to owners of the Company		18,264,517	18,897,484
Non-controlling interests		832,844	842,655
Total equity		19,097,361	19,740,139
Total equity and liabilities		21,676,795	23,005,484

Approved by the Board of Directors

/s/ "Sandy Chim" Director
Date: August 11, 2023

/s/ "John Gravelle" Director
Date: August 11, 2023

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Profit or Loss
(Unaudited)
For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

		Three months ended June 30,	
		2023	**2022**
	Notes	**$**	**$**
Revenue	6, 16	3,191,086	2,472,622
Cost of sales		(2,443,479)	(1,714,321)
Gross profit		747,607	758,301
Other income	17	80,593	126,244
Selling expenses		(162,689)	(184,498)
Administrative expenses	18	(1,003,633)	(936,643)
Project maintenance costs		(12,468)	(24,661)
Share-based compensation expenses	15	(3,484)	(53,965)
Loss on foreign exchange		(49,255)	(21,595)
Interest expense		(1,334)	(3,062)
Net loss for the period		(404,663)	(339,879)
Attributable to:			
Owners of the Company		(394,852)	(368,904)
Non-controlling interests		(9,811)	29,025
		(404,663)	(339,879)
Net loss per share attributable to owners of the Company – Basic and diluted	19	(0.00)	(0.00)
Weighted average number of shares outstanding		98,504,571	98,504,571

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Comprehensive Income
(Unaudited)
For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Three months ended June 30,	
	2023	2022
	$	$
Net loss for the period	(404,663)	(339,879)
Other comprehensive income/(loss)		
Exchange gain/(loss) on translation of operations in other currencies	(181,506)	132,350
Changes in fair value of investment in equity instruments at FVTOCI	(60,093)	(654,934)
Other comprehensive loss for the period	(241,599)	(522,584)
Total comprehensive loss for the period	(646,262)	(862,463)
Attributable to:		
Owners of the Company	(636,451)	(891,488)
Non-controlling interests	(9,811)	29,025
	(646,262)	(862,463)

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

Century Global Commodities Corporation

Condensed Consolidated Interim Statement of Changes in Equity

(Unaudited)

For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Attributable to owners of the Company							
	Share capital $	Contributed surplus $	Deficit $	Share-based compensation reserve $	Investment fair value reserve $	Foreign currency translation reserve $	Non-controlling interests $	Total $
Balance – April 1, 2023	117,057,236	4,347,624	(103,362,050)	2,220,615	(639,388)	(726,553)	842,655	19,740,139
Net loss for the period	-	-	(394,852)	-	-	-	(9,811)	(404,663)
Other comprehensive loss for the period	-	-	-	-	(60,093)	(181,506)	-	(241,599)
Total comprehensive loss for the period	-	-	(394,852)	-	(60,093)	(181,506)	(9,811)	(646,262)
		-						
Equity-settled share-based compensation arrangements (note 15)	-	-	-	3,484	-	-	-	3,484
Balance – June 30, 2023	117,057,236	4,347,624	(103,756,902)	2,224,099	(699,481)	(908,059)	832,844	19,097,361

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Changes in Equity
(Unaudited)
For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Attributable to owners of the Company							
	Share capital $	Contributed surplus $	Deficit $	Share-based compensation reserve $	Investment fair value reserve $	Foreign currency translation reserve $	Non-controlling interests $	Total $
Balance – April 1, 2022	117,057,236	4,347,624	(101,642,301)	2,148,121	135,609	(1,151,774)	779,939	21,674,454
Net profit/(loss) for the period	-	-	(368,904)	-	-	-	29,025	(339,879)
Other comprehensive income/(loss) for the period	-	-	-	-	(654,934)	132,350	-	(522,584)
Total comprehensive income/(loss) for the period	-	-	(368,904)	-	(654,934)	132,350	29,025	(862,463)
Disposal of marketable securities	-	-	(14,127)	-	14,127	-	-	-
Equity-settled share-based compensation arrangements (note 15)	-	-	-	53,965	-	-	-	53,965
Balance – June 30, 2022	117,057,236	4,347,624	(102,025,332)	2,202,086	(505,198)	(1,019,424)	808,964	20,865,956

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Cash Flows
(Unaudited)
For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

		Three months ended June 30,	
		2023	2022
Cash generated by/(used in)	**Notes**	**$**	**$**
Operating activities			
Net loss for the period		(404,663)	(339,879)
Adjustments for			
Bank and other interest income		(35,602)	(10,390)
Loss on foreign exchange		49,255	21,595
Depreciation	11, 12	10,252	14,508
Amortization of right-of-use assets		52,943	51,895
Share-based compensation arrangements	15	3,484	53,965
Inventories written off		16,499	946
Changes in working capital items			
Decrease/(increase) in trade and other receivables		77,527	(18,546)
Decrease in sales taxes and other taxes recoverable		137,983	48,057
Increase in prepayments and deposits		(423,208)	(92,477)
Decrease/(increase) in inventories		420,878	(859,584)
Increase/(decrease) in trade and other payables		(699,481)	141,525
Increase/(decrease) in sales taxes and other taxes payable		70,354	(116,277)
Net cash used in operating activities		(723,779)	(1,104,662)
Investing activities			
Bank and other interest received		35,602	10,390
Short term bank deposits retrieved/(invested)		900,000	(120)
Proceeds from sale of marketable securities		-	47,928
Exploration and evaluation assets		(242,393)	(354,618)
Purchases of property, plant and equipment		(394)	(1,187)
Net cash generated by/(used in) investing activities		692,815	(297,607)
Financing activities			
Principal payments of lease liabilities		(55,104)	(52,922)
Net cash used in financing activities		(55,104)	(52,922)
Net change in cash and cash equivalents		(86,068)	(1,455,191)

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

Century Global Commodities Corporation
Condensed Consolidated Interim Statement of Cash Flows
(Unaudited)
For the three months ended June 30, 2023

(Expressed in Canadian Dollars, unless otherwise stated)

	Three months ended June 30, 2023 $	2022 $
Net change in cash and cash equivalents	(86,068)	(1,455,191)
Cash and cash equivalents – Beginning of period	2,204,704	4,157,342
Effect of foreign exchange rate changes, net	(142,334)	100,362
Cash and cash equivalents – End of period	1,976,302	2,802,513
Analysis of cash and cash equivalents		
Cash in bank and on hand	1,726,302	2,802,513
Short term bank deposits with original maturity of three months or less	250,000	-
Cash and cash equivalents – End of period	1,976,302	2,802,513

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

1. Nature of operations

Century Global Commodities Corporation (the "Company") is a limited liability company incorporated in Canada. In February 2016, the Company completed the continuation of its jurisdiction of incorporation from Canada to the Cayman Islands ("Continuation"). Its registered address is PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands. The Company's shares are traded on the Toronto Stock Exchange ("TSX").

The Company is a diversified company and primarily engages in exploration and mining activities with assets in the Provinces of Newfoundland and Labrador, and Québec, Canada. It also has operations in the distribution of food in Hong Kong.

These condensed consolidated interim financial statements were approved by the Board of Directors for issue on August 11, 2023.

2. Basis of preparation

The condensed consolidated interim financial statements of the Company and its subsidiaries (the "Group") have been prepared in accordance with IAS 34 *Interim Financial Reporting*. The condensed consolidated interim financial statements should be read in conjunction with the Group's audited consolidated annual financial statements for the year ended March 31, 2023 filed on SEDAR at www.sedar.com on June 28, 2023, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

Liquidity risk

The Group's ability to continue its operating activities in the long-term is dependent upon attaining profitable operations, and the ability to raise public equity or other financing. As the Group recorded net loss for the three months ended June 30, 2023 of $404,663 (three months ended June 30, 2022: net loss of $339,879), carried an accumulated deficit of $103,756,902 (March 31, 2023: $103,362,050), and used net cash of $723,779 (three months ended June 30, 2022: $1,104,662) in operating activities, the Group's operations may not generate sufficient cash flow to fund obligations. The Group may need to take additional measures to increase its liquidity and capital resources, including obtaining additional debt or equity financing, pursuing joint-venture arrangements, or other financing arrangements. The Group may experience difficulty in obtaining satisfactory financing terms and failure to obtain adequate financing on satisfactory terms could have a material adverse effect on the Group's results of operations or financial condition. There can be no assurance that the Group will be able to obtain additional financing.

3. Significant accounting policies

The significant accounting policies used in the preparation of these condensed consolidated interim financial statements are consistent with those disclosed in note 3 of the audited consolidated annual financial statements for the year ended March 31, 2023, except for the adoption of new and amended standards that became applicable to the Group in the current interim period, as described in note 4 below.

Basis of measurement

The condensed consolidated interim financial statements have been prepared under the historical cost convention. These condensed consolidated interim financial statements are presented in the Canadian Dollar, which is the Group's presentation currency.

4. Changes in accounting policies

Several amendments and interpretations apply for the first time in the current reporting period, but do not have an impact on the interim condensed consolidated financial statements of the Group.

The nature and impact of the latest revised IFRSs applicable to the current period are described below:

Amendments to IAS 1 and IFRS Practice Statement 2: *Disclosure of Accounting Policies*

Amendments to IAS 1 and IFRS Practice Statement 2 *Disclosure of Accounting Policies* require entities to disclose their material accounting policy information rather than their significant accounting policies. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. Amendments to IFRS Practice Statement 2 provide non-mandatory guidance on how to apply the concept of materiality to accounting policy disclosures. Amendments to IAS 1 are effective for annual periods beginning on or after April 1, 2023 and earlier application is permitted. Since the guidance provided in the amendments to IFRS Practice Statement 2 is non-mandatory, an effective date for these amendments is not necessary. The amendments are not expected to have any significant impact on the Group's condensed consolidated interim financial statements.

Amendments to IAS 8: *Definition of Accounting Estimates*

Amendments to IAS 8 clarify the distinction between changes in accounting estimates and changes in accounting policies. Accounting estimates are defined as monetary amounts in financial statements that are subject to measurement uncertainty. The amendments also clarify how entities use measurement techniques and inputs to develop accounting estimates. The amendments are effective for annual reporting periods beginning on or after April 1, 2023 and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's condensed consolidated interim financial statements.

Amendments to IAS 12: *Deferred Tax related to Assets and Liabilities arising from Single Transaction*

Amendments to IAS 12 narrow the scope of the initial recognition exception in IAS 12 so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences, such as leases and decommissioning obligations. Therefore, entities are required to recognise a deferred tax asset and a deferred tax liability for temporary differences arising from these transactions. The amendments are effective for annual reporting periods beginning on or after April 1, 2023 and shall be applied to transactions related to leases and decommissioning obligations at the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to the opening balance of retained profits or other component of equity as appropriate at that date. In addition, the amendments shall be applied prospectively to transactions other than leases and decommissioning obligations. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's condensed consolidated interim financial statements.

5. Critical accounting estimates and judgments

The Group makes estimates and assumptions concerning the future that are believed to be reasonable under the circumstances. Estimates and judgments are continuously evaluated and are based on management's experience and other factors, including expectations about future events. The critical accounting estimates and judgments applied in these condensed consolidated interim financial statements are consistent with those disclosed in note 6 of the audited consolidated annual financial statements for the year ended March 31, 2023.

6. Segment information

The Group's operating segments are as follows:

(i) the mining segment, which engages in the exploration and development of mineral projects in Canada and the investment in global mining securities;

(ii) the food segment, which engages in the distribution of food in Hong Kong; and

(iii) the corporate segment, which mainly represents the Group's corporate and managerial functions.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the condensed consolidated interim financial statements. In measuring segment performance, segment assets and segment liabilities, management applied certain judgments and assumptions to determine the appropriate allocation of certain centrally incurred costs, jointly used or shared assets and liabilities for individual segment. However, the Group's financing activities (including cash and cash equivalents, short term bank deposits and bank interest income) are managed on a Group basis and are presented under the corporate segment.

The following tables present information for the Group's operating segments for the three months ended June 30, 2023 and 2022, respectively.

(Expressed in Canadian Dollars, unless otherwise stated)

For the three months ended June 30, 2023	**Mining** **$**	**Food** **$**	**Corporate** **$**	**Total** **$**
Segment revenue				
Revenue from contracts with external customers:				
Distribution of food	-	3,191,086	-	3,191,086
Segment profit or loss				
Gross profit	-	747,607	-	747,607
Income and gains:				
Interest income	122	-	35,480	35,602
Other income or gains	-	35,491	9,500	44,991
	122	35,491	44,980	80,593
Expenses:				
Selling expenses	-	162,689	-	162,689
Salaries, pension and directors' fees	73,872	424,187	186,385	684,444
Consulting and professional fees	17,783	21,665	89,149	128,597
Corporate promotion and listing fees	307	-	42,756	43,063
Other administrative expenses	47,151	92,604	7,774	147,529
Project maintenance costs	12,468	-	-	12,468
Share-based compensation expenses	3,484	-	-	3,484
Loss on foreign exchange	-	27,414	21,841	49,255
Interest expense	1,063	-	271	1,334
	156,128	728,559	348,176	1,232,863
Profit/(loss) for the period	(156,006)	54,539	(303,196)	(404,663)

(Expressed in Canadian Dollars, unless otherwise stated)

For the three months ended June 30, 2022	**Mining** $	**Food** $	**Corporate** $	**Total** $
Segment revenue				
Revenue from contracts with external customers:				
Distribution of food	-	2,472,622	-	2,472,622
Segment profit or loss				
Gross profit	-	758,301	-	758,301
Income and gains:				
Interest income	10	-	10,380	10,390
Other income or gains	-	90,665	25,189	115,854
	10	90,665	35,569	126,244
Expenses:				
Selling expenses	-	184,498	-	184,498
Salaries, pension and directors' fees	111,060	332,525	146,687	590,272
Consulting and professional fees	67,243	22,201	86,357	175,801
Corporate promotion and listing fees	7,500	-	33,916	41,416
Other administrative expenses	48,946	58,056	22,152	129,154
Project maintenance costs	24,661	-	-	24,661
Share-based compensation expenses	3,484	-	50,481	53,965
Loss on foreign exchange	-	6,591	15,004	21,595
Interest expense	1,307	-	1,755	3,062
	264,201	603,871	356,352	1,224,424
Net profit/(loss) for the period	(264,191)	245,095	(320,783)	(339,879)

The following table presents assets and liabilities information for the Group's operating segments as at June 30, 2023 and March 31, 2023, respectively:

	Mining $	**Food** $	**Corporate** $	**Total** $
Total assets				
June 30, 2023	11,223,017	4,410,185	6,043,593	21,676,795
March 31, 2023	11,232,951	4,500,199	7,272,334	23,005,484
Total liabilities				
June 30, 2023	1,073,611	963,192	542,631	2,579,434
March 31, 2023	1,102,310	1,478,601	684,434	3,265,345

7. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income ("FVTOCI") comprise marketable securities and other equity investments. During the period, the Group invested in certain equity securities in Canada, Australia and Hong Kong. The Group has elected to designate these investments as at FVTOCI.

(Expressed in Canadian Dollars, unless otherwise stated)

An analysis of financial assets at FVTOCI as at the balance sheet date is as follows:

	June 30, 2023 $	**March 31, 2023 $**
Financial assets at FVTOCI		
Listed equity securities – Canada and Australia, at fair value	379,950	461,671
Unlisted equity securities – Hong Kong, at fair value	65,920	67,362

8. Trade and other receivables

	June 30, 2023 $	**March 31, 2023 $**
Trade receivables (i)	1,817,099	1,877,009
Other receivables	159,392	177,009
	1,976,491	2,054,018
Classified as:		
Current assets	1,976,491	2,054,018

Due to the short-term nature of trade and other receivables, their carrying amount is considered to be the same as their fair value.

(i) Trade receivables are non-interest bearing and are generally on terms of 30 to 60 days.

9. Inventories

	June 30, 2023 $	**March 31, 2023 $**
Trading merchandise held for sale	2,095,566	2,532,943

(Expressed in Canadian Dollars, unless otherwise stated)

10. Exploration and evaluation assets

	Joyce Lake and other iron ore properties $	Other non-ferrous properties $	Total $
Balance – March 31, 2022	8,884,563	150,645	9,035,208
Additions	1,286,336	4,563	1,290,899
Investment tax credits	-	(78,017)	(78,017)
Balance – March 31, 2023	10,170,899	77,191	10,248,090
Additions	242,393	-	242,393
Investment tax credits	-	20,364	20,364
Balance – June 30, 2023	10,413,292	97,555	10,510,847

The Group's iron ore properties comprise five major properties, namely the Joyce Lake property, the Hayot Lake property, the Black Bird property, the Full Moon property and the Duncan Lake property. As of June 30, 2023, the Group has a 91.6% interest in the Joyce Lake property, 100% interest in the Hayot Lake property, the Black Bird property and the Full Moon property, and a 68% registered interest in the Duncan Lake property.

The Joyce Lake property

The Joyce Lake property is a direct shipping ore ("DSO") project. It is located in Newfoundland and Labrador, approximately 20 kilometres from the town of Schefferville, Québec.

The Hayot Lake property

The Hayot Lake property is a taconite deposit located approximately 23 kilometres northwest of the Joyce Lake DSO project and 22 kilometres north of the town of Schefferville, Québec.

The Black Bird property

The Black Bird DSO deposit is located 65 kilometres northwest of Schefferville, Québec and approximately 50 kilometres from the Joyce Lake DSO project in Labrador.

The Full Moon property

Full Moon is a taconite project located approximately 80 kilometres northwest of the town of Schefferville, Québec.

Acquisition of the Attikamagen and the Sunny Lake properties

The Joyce Lake DSO project and the Hayot Lake taconite project were formerly collectively known as the Attikamagen properties, while the Black Bird DSO project and the Full Moon taconite project were formerly collectively known as the Sunny Lake properties. Prior to the completion of the Acquisition, the Group's interests in the Attikamagen properties were held through Labec Century, a joint venture company in which the Group had an ownership of 60%, with the other 40% owned by WISCO Canada ADI Resources

Development & Investment Limited ("WISCO ADI"). Labec Century had a 100% registered interest in the Attikamagen properties. The Group also had an 81.1% interest in the Sunny Lake properties and a 60% shareholding in Century Sunny Lake, the operating company of the Sunny Lake joint venture with WISCO ADI.

On November 19, 2020, the Group completed the acquisition from WISCO ADI of WISCO ADI's joint venture interests in the Attikamagen and the Sunny Lake properties (the "Acquisition"). As a result of the completion of the Acquisition, the Company is the owner of a 100% interest in each of these projects through its wholly-owned subsidiaries. The Group's joint venture agreements on the Attikamagen and the Sunny Lake properties with WISCO ADI were also terminated.

Duncan Lake property

The Duncan Lake property is a magnetite deposit located in the James Bay area approximately 50 kilometres south of Radisson, Québec.

On May 20, 2008, the Company's wholly-owned subsidiary Canadian Century Iron Ore Corporation ("Canadian Century") entered into an option and joint venture agreement (the "Augyva Agreement") with Augyva Mining Resources Inc. to have an option to obtain a 51% interest in the Duncan Lake property once $6.0 million has been funded on or before the fourth anniversary of the date of the Augyva Agreement, and an additional option to obtain a further 14% of the property by spending an additional $14.0 million in exploration costs, construction, and/or operating costs or completing a feasibility report on or before the eighth anniversary of the date of the Augyva Agreement. The Company has completed the funding and spending requirements and obtained a 65% registered interest in the property. In July 2020, the Group has completed the registration of an additional 3% interest as a result of its contribution to the exploration expenditure incurred to the property.

Impairment assessment of iron ore properties

At March 31, 2016, with the weakening iron ore market condition, an impairment review was performed on both the Duncan Lake property and Sunny Lake properties, and the review has resulted in impairment charges of $17,494,260 and $3,160,465 to the Duncan Lake property and Sunny Lake properties, respectively. After the impairment charges, the net book value of both properties became nil. Further details about the assumptions and conditions pertaining to the impairment review are provided in note 15 of the audited consolidated annual financial statements for the year ended March 31, 2016.

At June 30, 2023, there have been no indicators of impairment and the impairment provisions on the above two properties remain unchanged. In the event that the prospects for the development of the mineral projects are enhanced in the future, an assessment of the recoverable amount of the projects will be performed at that time, which may lead to a reversal of part or all of the impairment that has been recognized.

(Expressed in Canadian Dollars, unless otherwise stated)

11. Property, plant and equipment

	Land $	Drilling & field equipment $	Camp & properties $	Leasehold improvements, furniture & fixtures $	Computer & office equipment $	Vehicles $	Total $
Cost							
Balance - March 31, 2022	137,177	745,977	996,081	230,134	330,347	39,668	2,479,384
Additions	-	-	-	-	4,998	-	4,998
Disposals	-	-	-	-	(1,433)	-	(1,433)
Exchange differences	-	-	-	7,756	9,502	-	17,258
Balance - March 31, 2023	137,177	745,977	996,081	237,890	343,414	39,668	2,500,207
Additions	-	-	-	-	394	-	394
Disposals	-	-	-	-	(308)	-	(308)
Exchange differences	-	-	-	(2,402)	(3,124)	-	(5,526)
Balance - June 30, 2023	137,177	745,977	996,081	235,488	340,376	39,668	2,494,767
Accumulated depreciation and impairment							
Balance - March 31, 2022	100,000	745,977	996,081	219,739	318,359	39,668	2,419,824
Depreciation	-	-	-	6,062	9,183	-	15,245
Disposals	-	-	-	-	(1,433)	-	(1,433)
Exchange differences	-	-	-	7,281	8,753	-	16,034
Balance - March 31, 2023	100,000	745,977	996,081	233,082	334,862	39,668	2,449,670
Depreciation	-	-	-	620	2,006	-	2,626
Disposals	-	-	-	-	(308)	-	(308)
Exchange differences	-	-	-	(2,305)	(2,965)	-	(5,270)
Balance - June 30, 2023	100,000	745,977	996,081	231,397	333,595	39,668	2,446,718
Net book value							
Balance - June 30, 2023	37,177	-	-	4,091	6,781	-	48,049
Balance - March 31, 2023	37,177	-	-	4,808	8,552	-	50,537

(Expressed in Canadian Dollars, unless otherwise stated)

12. Investment propert

	$
Cost	
Balance – April 1, 2023	1,093,586
Exchange differences	394
Balance – March 31, 2023	1,093,980
Exchange differences	(80,216)
Balance – June 30, 2023	1,013,764
Accumulated depreciation and impairment	
Balance – April 1, 2022	149,007
Depreciation	30,709
Exchange differences	669
Balance – March 31, 2023	180,385
Depreciation	7,626
Exchange differences	(13,597)
Balance – June 30, 2023	174,414
Net book value	
Balance – June 30, 2023	839,350
Balance – March 31, 2023	913,595

13. Trade and other payables

	June 30, 2023 $	March 31, 2023 $
Trade payables	596,269	1,268,032
Other payables and accruals	928,824	956,542
	1,525,093	2,224,574

The carrying amounts of trade and other payables are considered to be the same as their fair values due to their short-term nature.

Trade payables are non-interest bearing and are generally paid within 30 to 60 days.

(Expressed in Canadian Dollars, unless otherwise stated)

14. Share capital

Authorized

Prior to the Continuation, authorized share capital was unlimited number of common shares, with no par value. Upon the Continuation on February 1, 2016, authorized share capital was changed to 5,000,000,000 ordinary shares, with $0.001 par value each.

Issued and fully paid

At June 30, 2023, the Company had 98,504,571 ordinary shares issued and outstanding, representing an amount of $117,057,236. There is no change in issued share capital for the period.

	Number of shares	$
Balance – March 31 and June 30, 2023	98,504,571	117,057,236

15. Share-based compensation arrangements

	Three months ended June 30, 2023 $	2022 $
Share options expense	3,484	53,965

The Group has adopted an equity incentive plan (the "Plan") which is administered by the Board of Directors of the Group. The Plan provides that the Board of Directors of the Group may from time to time, at its discretion and in accordance with TSX requirements, grant to directors, officers, employees and consultants to the Group, options to purchase shares and other forms of equity-based incentive compensation, provided that the number of shares issued and reserved for issuance will not exceed 15% of the issued and outstanding shares.

Share options

Share options granted under the Plan are exercisable for a period of up to 5 years or 10 years from the date of grant. Options issued pursuant to the Plan will have an exercise price determined by the directors of the Group provided that the exercise price shall not be less than the price permitted by the TSX.

On June 24, 2022, the Company granted 800,000 share options to its director and consultants. The fair value of the options granted has been estimated at the date of grant using the Black-Scholes option pricing model, using the following assumptions: an average risk-free interest rate of 0.76%, dividend yield of 0%, volatility of 75.57% and an expected life of 10 years. 500,000 share options are fully vested upon grant. The fair value of the options granted based on the model is $0.10 per unit.

(Expressed in Canadian Dollars, unless otherwise stated)

The share options outstanding as of June 30, 2023 are as follows:

	Number of options	Weighted average exercise price $
Balance – March 31, 2022	12,462,500	0.28
Granted	800,000	0.13
Balance – March 31 and June 30, 2023	13,262,500	0.27

The exercise prices and exercise periods of the share options outstanding as of June 30, 2023 are as follows:

Number of options	Exercise price $	Exercise period
4,067,500	0.345	March 9, 2015 to March 8, 2025
300,000	0.345	June 1, 2015 to May 31, 2025
100,000	0.345	November 11, 2015 to November 10, 2025
195,000	0.345	February 5, 2016 to February 4, 2026
3,240,000	0.22	August 4, 2016 to August 3, 2026
650,000	0.345	June 23, 2017 to June 22, 2027
3,040,000	0.25	February 10, 2021 to February 9, 2031
120,000	0.30	June 25, 2021 to June 24, 2031
750,000	0.15	February 11, 2022 to February 10, 2032
800,000	0.13	June 24, 2022 to June 23, 2032
13,262,500		

As of the balance sheet date, the weighted average remaining contractual life of the outstanding share options is 4.4 years, and 12,222,500 options are vested and exercisable.

16. Revenue

During the period, the Group's revenue arose from the distribution of food. An analysis of the Group's revenue from contracts with customers is provided in note 6. All of the Group's sales revenue were derived from Hong Kong and Macau and were recognized according to accounting policy as described in note 3 of the Company's audited consolidated annual financial statements for the year ended March 31, 2023.

(Expressed in Canadian Dollars, unless otherwise stated)

17. Other income

	Three months ended June 30, 2023 $	2022 $
Marketing service income	24,860	73,066
Bank and other interest income	35,602	10,390
Other income	20,131	42,788
	80,593	126,244

18. Administrative expenses

	Three months ended June 30, 2023 $	2022 $
Salaries, pension and directors' fees	684,444	590,272
Consulting and professional fees	128,597	175,801
General office expenses	58,320	50,567
Travel	26,014	12,184
Corporate promotion and listing fees	43,063	41,416
Depreciation and amortization	63,195	66,403
	1,003,633	936,643

19. Net loss per share attributable to owners of the Company

The basic net loss per share calculated amount is the same as the fully diluted net loss per share amount as the Company's share-based compensation plans are anti-dilutive.

20. Related party transactions

(a) In addition to transactions detailed elsewhere in the condensed consolidated interim financial statements, the Group has the following related party transactions:

(i) As of June 30, 2023, the Group had accounts receivable of $79,415 (March 31, 2023: $81,276) from management for an advance for business purpose.

(b) The remuneration of the Group's directors and officers during the period is summarized below:

	Three months ended June 30, 2023 $	2022 $
Salaries and directors' fees	291,850	311,150
Share-based compensation expenses	-	50,481
	291,850	361,631

(Expressed in Canadian Dollars, unless otherwise stated)

21. Financial risk management

The Group's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk including interest rate risk, foreign currency exchange risk and capital market risk.

Risk management is carried out by the Group's management team with guidance from the Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

The Group's financial assets and financial liabilities have been classified into categories that determine their basis of measurement. As at June 30, 2023 and March 31, 2023, the Group's financial instruments are comprised of cash and cash equivalents, short term bank deposits, marketable securities, investment in other equity instruments, trade and other receivables, trade and other payables. With the exception of cash and cash equivalents, marketable securities and investment in other equity instruments, all other financial instruments of the Group are measured at amortized cost.

The following table shows the carrying values, fair values and fair value hierarchy of the Group's financial instruments that are measured at fair value as at June 30, 2023 and March 31, 2023:

		June 30, 2023		**March 31, 2023**	
	Level	**Carrying value $**	**Fair value $**	**Carrying value $**	**Fair value $**
Marketable securities	1	379,950	379,950	461,671	461,671
Investment in other equity instruments	3	65,920	65,920	67,362	67,362
		445,870	445,870	529,033	529,033

Fair values of financial instruments are determined by valuation methods depending on hierarchy levels as defined below:

Level 1 – Quoted market price in active markets for identical assets or liabilities.
Level 2 – Inputs other than quoted market prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. observed prices) or indirectly (i.e. derived from prices).
Level 3 – Inputs for the assets or liabilities are not based on observable market data.

The movements in fair value measurements within Level 3 are as follows:

	$
Balance – March 31, 2022	62,168
Exchange differences	5,194
Balance – March 31, 2023	67,362
Exchange differences	(1,442)
Balance – June 30, 2023	65,920

Credit risk

Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Group's credit risk is primarily attributable to cash, marketable securities and receivables. Cash and cash equivalents and short term bank deposits are held with major banks, and marketable securities are held with a reputable securities broker with investment guidelines set by management which are intended to limit credit risk. The Group's receivables mainly represented the amount owing from its third party customers. Management believes the risk of loss to be minimal.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECL. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date. The Group has recognized a loss allowance of 100% against all trade receivables over one year past due because historical experience has indicated that these receivables are generally not recoverable. No provision has been made for trade receivables that are past due for less than one year as these receivables are generally recoverable based on historical experience.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over two years past due, whichever occurs earlier. None of the trade receivables that have been written off is subject to enforcement activities.

Liquidity risk

The Group's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As of June 30, 2023, the Group has cash and cash equivalents and short-term bank deposits of $4,936,302 (March 31, 2023: $6,064,704) to settle current liabilities of $2,516,492 (March 31, 2023: $3,200,618). Most of the Group's financial liabilities have contractual maturities of 30 days or less and are subject to normal trade terms. The Group's objective for liquidity risk management is to maintain sufficient liquid financial resources to fund the consolidated balance sheets, pursue growth and development strategies, and to meet commitments and obligations in the most cost-effective manner possible. The Group achieves this by maintaining sufficient cash and cash equivalents and managing working capital. The Group monitors its financial position on a monthly basis at minimum.

Market risk

Market risk is the risk of loss that may arise from changes in market factors, such as interest rates and foreign currency exchange rates and the movement in capital markets.

(a) Interest rate risk

The Group has cash balances only and it has no interest-bearing debt. The Group's current policy is to invest most of its excess cash in interest bearing accounts or term deposits with large reputable banks. The Group periodically monitors the investments it makes and is satisfied with the credit ratings of the banks holding the cash and short-term deposits of the Group. An absolute increase or decrease of 1% in the annual interest rate would not have a material impact on the net profit/loss or equity at June 30, 2023.

(b) Foreign currency exchange risk

The Group's principal functional currencies are the Canadian Dollar and the Hong Kong Dollar. Sales revenue of the Group's food distribution business is mainly denominated in Hong Kong Dollar, while the major purchases of the business are denoted in Australian Dollar and Euro. The major expenses of the Group are transacted in Canadian Dollar and Hong Kong Dollar. The Group is also subject to exchange fluctuations arising from the translation of the foreign currency monetary items of the Group's overseas subsidiaries. In addition, the Group's marketable securities, if partially denominated in foreign currency, are subject to foreign currency exchange risk.

Management closely monitors the exchange fluctuations of the principal foreign currencies of the Group's food distribution business and uses means to lock up the foreign currency exchange rate of its purchases or transfers exchange differences to its customers to reduce the Group's foreign currency exposures. Management believes the foreign currency exchange risk derived from its other activities is low and therefore does not hedge the foreign currency exchange risk arising from these other activities.

(c) Capital market risk

The Group's current policy is to invest some portion of its excess cash in marketable securities, primarily shares of publicly listed mining companies. The Group sets investment guidelines, including pre-set targeted capital allocation and returns, exit and entry prices, and periodically monitors the investments it makes. The Group is satisfied with the financial and operating performance of the mining companies the Group invests in. An absolute increase or decrease of 5% in the investment return would not have a material impact on the net profit or equity at June 30, 2023.

22. Capital management

The Group considers its capital structure to consist of share capital, contributed surplus and deficit, which, as at June 30, 2023, amounted to $17,647,958 (March 31, 2023: $18,042,810). When managing capital, the Group's objective is to ensure the entity continues as a going concern as well as to maintain optimal returns to the shareholders and benefits for other stakeholders. Management adjusts the capital structure, as necessary, in order to support the acquisition, exploration and development of its mineral properties. The Board of Directors does not establish a quantitative return on capital criteria for management but, rather, relies on the expertise of the Group's management team to sustain the future development of the business.

The Group is dependent on external financing to fund its strategic initiatives and exploration and project development activities in the long term. In order to carry out the business plan and pay for administrative costs, the Group will utilize its existing working capital and raise additional amounts when economic conditions permit it to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Group, is appropriate. The Group's capital management objectives, policies and processes have remained unchanged during the period ended June 30, 2023. The Group is not subject to externally imposed capital requirements.

23. Subsequent events

The Company announced on July 19, 2023 the closing of its previously announced rights offering which expired on July 7, 2023 (the "Rights Offering"). At closing, the Company issued 19,700,914 common shares of the Company to rights holders at a price of $0.02 per share for total gross proceeds of $394,018.28.

The Company had 98,504,571 shares issued and outstanding as at June 30, 2023. After the completion of the Rights Offering, the Company has 118,205,485 shares outstanding, of which the shares issued under the Rights Offering represent 16.67%.