E79 RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Unaudited – Prepared by Management)

For the Nine Months Ended January 31, 2023 and 2022

(Expressed in Canadian Dollars)

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

The accompanying unaudited 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 financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

E79 RESOURCES CORP.

Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)
AS AT

		January 31, 2023 (unaudited)		April 30,2022
ASSETS				
Current assets				
Cash	$	**4,464,896**	$	8,056,541
Prepaid expenses		**196,696**		466,666
Amounts receivable		**108,599**		195,053
		4,770,191		8,718,260
Exploration and evaluation assets (Note 3)		**13,810,786**		12,173,687
Deposits		**-**		48,464
TOTAL ASSETS	$	**18,580,977**	$	20,940,411
LIABILITIES				
Current liabilities				
Accounts payable and accrued liabilities	$	**150,484**	$	1,129,212
TOTAL LIABILITIES		**150,484**		1,129,212
SHAREHOLDERS' EQUITY				
Share capital (Note 4)		**23,100,595**		23,100,595
Reserves (Note 4)		**3,111,636**		2,613,403
Deficit		**(7,781,738)**		(5,902,799)
TOTAL SHAREHOLDERS' EQUITY		**18,430,493**		19,811,199
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$	**18,580,977**	$	20,940,411

Nature of operations and going concern (Note 1)

Approved by the Board of Directors and authorized for issue on March 28, 2023:

"Vince Sorace"
Vince Sorace, Director

"Steven Butler"
Steven Butler, Director

See accompanying notes to the condensed consolidated interim financial statements.

E79 RESOURCES CORP.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)

		Three months ended January 31,		Nine months ended January 31,	
	Notes	**2023**	**2022**	**2023**	**2022**
Expenses					
General and administrative services		$ 159,555	$ 115,665	$ 276,829	$ 209,242
Consulting fees		81,578	122,664	255,647	390,458
Foreign exchange		41,833	17,075	67,923	68,549
Marketing		45,969	176,641	282,938	456,611
Management fees	6	81,044	98,739	386,492	322,172
Professional fees		13,188	23,580	50,820	105,512
Transfer agent, regulatory and listing fees		5,437	7,754	60,057	14,379
Stock-based compensation	4,6	108,177	319,019	498,233	1,158,154
Loss and comprehensive loss for the period		**$ (536,781)**	**$ (881,137)**	**$ (1,878,939)**	**$ (2,725,077)**
Loss per share – basic and diluted		$ **(0.01)**	$ **(0.01)**	$ **(0.03)**	$ **(0.04)**
Weighted average number of common shares outstanding		**65,111,145**	**65,027,388**	**65,111,145**	**63,070,403**

E79 RESOURCES CORP.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)

	Notes	Share capital: Number of shares	Share capital: Amount	Reserves	Deficit	Total
Balance at May 1, 2021		**55,792,615**	**$ 14,358,324**	**$ 1,640,479**	**$ (2,626,290)**	**$ 13,372,513**
Issuance of common shares, net share issue costs	4	8,560,000	8,000,000	-	-	8,000,000
Shares issued pursuant to warrant exercises	4	721,030	324,464	-	-	324,464
Fair value transfer pursuant to warrant exercises	4	-	374,870	(374,870)	-	-
Shares issued pursuant to option exercises	4	37,500	28,023	-	-	28,023
Fair value transfer pursuant to option exercises	4	-	14,849	(14,849)	-	-
Fair value transfer pursuant to option cancellations	4	-	-	(125,757)	125,757	-
Stock-based compensation	4	-	-	1,158,154	-	1,158,154
Loss for the period		-	-	-	(2,725,077)	(2,725,077)
Balance at January 31, 2022		**65,111,145**	**$ 23,100,530**	**$ 2,283,157**	**$ (5,225,610)**	**$ 20,158,077**
Balance at May 1, 2022		**65,111,145**	**$ 23,100,595**	**$ 2,613,403**	**$ (5,902,799)**	**$ 19,811,199**
Stock-based compensation		-	-	498,233	-	498,233
Loss for the period		-	-	-	(1,878,939)	(1,878,939)
Balance at January 31, 2023		**65,111,145**	**$ 23,100,595**	**$ 3,111,636**	**$ (7,781,738)**	**$ 18,430,493**

See accompanying notes to the condensed consolidated interim financial statements.

E79 RESOURCES CORP.

Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)

		Nine months ended January 31,		
		2023		**2022**
Operating activities				
Loss for the year	$	(1,878,939)	$	(2,725,077)
Item not involving cash:				
Stock-based compensation		498,233		1,158,154
Changes in non-cash working capital items:				
Amounts receivable		86,454		(61,993)
Prepaid expenses		269,971		(278,761)
Accounts payable and accrued liabilities		(49,654)		(79,880)
Due to related parties		-		-
Net cash flows used in operating activities		(1,073,936)		(1,987,557)
Investing activities				
Exploration and evaluation assets		(2,566,173)		(2,065,740)
Deposits		48,464		(4,794)
Net cash flows used in investing activities		(2,517,709)		(2,070,534)
Financing activities				
Proceeds from issuance of shares, net of share issuance costs		-		8,000,000
Proceeds from exercise of warrants and options		-		352,487
Advances from related party		-		-
Net cash flows provided by financing activities		-		8,352,487
Change in cash		(3,591,645)		4,294,396
Cash, beginning		8,056,541		4,697,664
Cash, ending	**$**	**4,464,896**	**$**	**8,992,060**
Supplemental disclosure with respect to cashflows				
Exploration and evaluation asset costs in accounts payable and accrued liabilities	**$**	9,010	$	169,703
Tax paid	**$**	-	$	-
Interest paid	**$**	-	$	-

1. Nature of operations and going concern

E79 Resources Corp. (the "Company") was incorporated on September 27, 2018, under the laws of the Province of British Columbia, Canada. The Company's common shares are traded on The Canadian Securities Exchange under the trading symbol ESNR and on the OTCQB under the symbol ESVNF.

The Company is a resource exploration company that is acquiring and exploring mineral properties. The head office, principal address and records office of the Company are located at 907-1030 West Georgia Street, Vancouver BC.

These condensed consolidated interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. At January 31, 2023, the Company had not yet achieved profitable operations, had accumulated losses of $7,781,738 (April 30, 2022 - $5,902,799) since its inception and expects to incur further losses in the development of its property. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. The Company's continuation as a going concern is dependent upon the successful results from its business activities and its ability to attain profitable operations and generate funds therefrom and/or raise equity capital or borrowings sufficient to meet current and future obligations. Management estimates that it has sufficient working capital to continue operations for the next twelve months.

2. Basis of preparation

Statement of compliance with International Financial Reporting Standards

The condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the annual condensed consolidated interim financial statements of the Company for the year ended April 30, 2022, and the significant accounting policies therein.

Basis of measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial instruments classified as fair value through profit and loss, which are stated at their fair values. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting and are presented in Canadian dollars unless otherwise specified.

Basis of Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, E79 Resources Pty. Ltd. Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation.

2. Basis of preparation (cont'd)

Use of estimates and judgements

The preparation of the Company's condensed consolidated interim financial statements in conformity with IFRS requires management to make estimates and assumptions concerning the future. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

Critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:

i) Going concern:
The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its ongoing operating expenditures and meet its liabilities for the ensuing year involved significant judgments based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstance.

ii) Economic recoverability and probability of future benefits of exploration and evaluation costs:
Management has determined that exploration, evaluation and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including geologic and other technical information, history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, the quality and capacity of existing infrastructure facilities, evaluation of permitting and environmental issues and local support for the project.

iii) Valuation of stock-based compensation:
The Company uses the Black-Scholes Option Pricing Model for valuation of stock-based compensation. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and the Company's earnings and equity reserves.

iv) Income taxes:

The Company recognizes deferred tax assets for deductible temporary differences, unused tax losses and other income tax deductions only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and other income tax deductions can be utilized. In assessing the probability of realizing the income tax benefits of deductible temporary differences, unused tax losses and other income tax deductions, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. The likelihood that tax positions taken will be sustained upon examination by applicable tax authorities is assessed based on individual facts and circumstances of the relevant tax position evaluated in light of all available evidence.

2. Basis of preparation (cont'd)

Use of estimates and judgements (cont'd)

Income taxes (cont'd):

As at January 31, 2023, the Company has not recognized any deferred tax assets for deductible temporary differences. Changes in any of the above-mentioned estimates can materially affect the amount of income tax assets recognized. In addition, where applicable tax laws and regulations are either unclear or subject to varying interpretations, changes in these estimates can occur that materially affect the amounts of income tax assets recognized. The Company reassesses unrecognized income tax assets at the end of each reporting period.

3. Exploration and evaluation assets

On November 30, 2020, the Company closed a purchase agreement with E79 Resources Pty Ltd., a private Australian company, pursuant to which the Company acquired all of the issued and outstanding shares of E79 Resources Pty Ltd. and hereby acquired 100% of two gold projects, the Beaufort and Myrtleford projects located in Victoria, Australia. In consideration of acquisition of E79 Resources Pty Ltd., the Company issued 20,000,000 common shares of the Company to the shareholders of E79 Resources Pty Ltd. on a pro rata basis. 14,000,000 of such shares were subject to contractually agreed restrictions on transfer. 2,000,000 shares were restricted until February 8, 2021; 4,000,000 shares were restricted until April 7, 2021; 4,000,000 shares were restricted until July 7, 2021; and 4,000,000 shares were restricted until October 7, 2021.

The transaction will be accounted for in accordance with guidance provided in IFRS 2, Share-based payments, and IFRS 3, Business combinations. As E79 Resources Pty Ltd. did not qualify as a business according to the definition in IFRS 3, this transaction does not constitute a business combination; rather, it is treated as an issuance of shares by the Company for the net assets of E79 Resources Pty Ltd. The effect of the share sale restriction was reflected through a 15% discount applied to the initial fair value of the restricted shares, which was based on the last private placement closed by the Company.

(Unaudited - Expressed in Canadian Dollars)

3. Exploration and evaluation assets (cont'd)

The purchase price is allocated as follows:

		Amount
Fair value of the Company's shares	$	8,055,000
(14,000,000 common shares at $0.38 per share and 6,000,000 common shares at $0.45 per share)		
Total Consideration		**8,055,000**
Net assets acquired		
Cash		3,618
Receivables and prepaid expenses		2,130
Mineral properties		8,063,375
Accounts payable		(14,123)
Net asset acquired	**$**	**8,055,000**

Beaufort Property

Beaufort is a 100% owned exploration tenement Australia. The license consists of a single contiguous parcel.

Myrleford Property

Myrtleford is a 100% owned exploration license located in Australia. The license consists of a single contiguous parcel.

Golden Girl Property

On September 20, 2019, the Company received a 100% interest in the mineral property Golden Girl, located in British Columbia, from its former parent, Zenith. The property is subject to a 1% net smelter return royalty. The carrying cost of the project was reviewed and given the focus of the Company is currently on its Australian assets and it has no current plans to further explore the property, the project was fully impaired at April 30, 2021. On October 19, 2021, the Company sold its 100% interest in the Golden Girl property to an arm's length party. The Company retains a 1% NSR on the Golden Girl property.

(Unaudited - Expressed in Canadian Dollars)

3. Exploration and evaluation assets (cont'd)

A continuity of acquisition costs included in exploration and evaluation assets is as follows:

	Beaufort	Myrtleford	Total for nine months ended January 31, 2023	Total for year ended April 30, 2022
Property acquisition costs				
Balance, beginning	$ 1,612,675	$ 6,450,700	$ 8,063,375	$ 8,063,376
Additions (sale)	-	-	-	(1)
Balance, ending	$ 1,612,675	$ 6,450,700	$ 8,063,375	$ 8,063,375
Exploration and evaluation costs				
Balance, beginning	$ 1,356,305	$ 2,754,007	$ 4,110,312	$ 541,447
Consulting, management fees and sub-contractors	22,594	514,946	537,540	1,104,483
Soil Sampling and mapping	2,535	105,483	108,018	330,482
Geophysics	-	38,108	38,108	44,867
Drilling	-	822,938	822,938	1,805,079
Other costs	-	130,496	130,496	283,954
Balance, ending	$ 1,381,434	$ 4,365,978	$ 5,747,411	$ 4,110,312
Impairment	$ -	$ -	$ -	$ -
Total	$ 2,994,109	$ 10,816,677	$ 13,810,786	$ 12,173,687

4. Share capital

Authorized share capital

Unlimited number of common shares without par value (2021 – Unlimited).

Issued share capital

65,111,145 common shares were issued and outstanding at January 31, 2023 (April 30, 2022: 65,111,145). As at January 31, 2023, 636,625 shares were held in escrow to be released on March 5, 2023.

During the nine months ended January 31, 2022:

On June 23, 2021, the Company closed a non-brokered private placement financing of 8,000,000 common shares at $1.00 per share for gross proceeds of $8,000,000. The Company issued 560,000 common shares with a fair value of $560,000 to finders.

(Unaudited - Expressed in Canadian Dollars)

4. Share capital (cont'd)

During the nine months ended January 31, 2022, the Company issued 37,500 and 721,030 common shares pursuant to option and warrant exercises, for gross proceeds of $28,023 and $324,464, respectively. Accordingly, the Company transferred $14,849 and $374,870 from reserves to share capital. Also during the nine months ended January 31, 2022, 112,500 and 1,000,000 stock options expired and were cancelled, respectively, resulting in the transfer of $125,757 from reserves to deficit.

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time-to-time, in its discretion, and in accordance with the CSE requirements, grant to directors, officers, employees and consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed a rolling 10% of the Company's issued and outstanding common shares at the time the options are granted, and that the options granted will have an exercise price of not less than market price and an expiry date of not more than ten years from the date of grant.

Stock options

Stock options transactions are summarized as follows:

	Number of Options	Weighted average exercise price
Outstanding, April 30,2022	3,775,000	$ 0.79
Granted	1,250,000	0.50
Forfeited/Cancelled	(400,000)	0.99
Outstanding, January 31, 2023	4,625,000	$ 0.70

Details of options outstanding as at January 31, 2023 are as follows:

Exercise Price	Expiry Date	Balance, end of period	Exercisable
$0.75	December 9, 2025	2,950,000	2,950,000
$0.78	January 29, 2026	75,000	75,000
$0.95	November 8, 2026	350,000	175,000
$0.495	May 2, 2027	1,250,000	312,500
		4,625,000	3,512,500

At January 31, 2023, the weighted-average remaining contractual life of stock options was 3.31 years

(Unaudited - Expressed in Canadian Dollars)

4. Share capital (cont'd)

During the nine months January 31, 2023

On May 2, 2022, the Company granted 1,250,000 stock options to an officer of the Company at an exercise price of $0.50 per common share for a period of five years ending May 2, 2027. The options vest in four equal parts every 6 months over two years. The total value of these options on grant date was $447,414 determined using the Black-Scholes Option Pricing Model with the following assumptions: share price of $0.41; risk free interest rate of 2.6%; expected life of 5 years; expected volatility of 140% and dividend yield of Nil. The Company recognized $231,341 in stock-based compensation related to these options during the six months ended October 31, 2022.

During the nine months ended January 31, 2023 and 2022, the Company recognized total stock-based compensation expense of $498,233 and $1,158,154, respectively.

5. Segmented information

The Company operates in a single operating segment being the exploration and evaluation of mineral properties in Australia. All exploration and evaluation assets are located in Australia.

6. Related party transactions

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and corporate officers.

Key management compensation is as follows:

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2023	2022	2023	2022
Management fees	$ 98,212	$ 68,747	$ 247,143	$ 320,491
Consulting fees	82,000	-	261,105	-
Stock-based compensation	97,179	181,455	496,060	812,148
	$ 277,391	$ 250,202	$ 1,004,308	$ 1,132,639

7. Financial risk and capital management

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

7. Financial risk and capital management (cont'd)

Credit risk
Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. The Company's secondary exposure to risk is on its receivables. This risk is minimal.

Foreign exchange risk
Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company is exposed to currency risk as it incurs expenditures that are denominated in AUD dollars while its functional currency is the Canadian dollar. The Company does not hedge its exposure to fluctuations in foreign exchange rates. Cash balance of $65,963, VAT receivable balance of $35,211 and accounts payable balance of $126,173 are held in AUD at January 31, 2023. The Company does not believe it is exposed to significant foreign exchange risk on these balances.

Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding. The Company has assessed liquidity risk as low as at January 31, 2023 due to the Company's cash balance.

Market risk
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 three types of risk: currency risk, interest rate risk and other price risk. The Company is not exposed to significant interest or other price risk.

Capital Management
The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business. There were no changes in the Company's approach to capital management during the year. The Company is not subject to any externally imposed capital requirements.

Fair value
The Company's financial instruments consist of cash, amounts receivable, accounts payable and accrued liabilities and due to related parties. The fair value of these financial instruments approximates their carrying values due to the short-term nature of these investments.

7. Financial risk and capital management (cont'd)

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company's cash is measured at fair value. Cash is measured using level 1 inputs.