



Condensed Interim Consolidated Financial Statements of

## **WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.**

For the period ended March 31, 2024 and 2023

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

The accompanying unaudited condensed interim consolidated financial statements have been prepared by and are the responsibility of management.

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

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Condensed Interim Consolidated Statements of Financial Position  
Stated in Canadian dollars

	As at	
	March 31, 2024	December 31, 2023
<b>Assets</b>		
Current Assets:		
Cash and cash equivalents	242,494	168,544
Accounts receivable	4,314	515
Prepaid expenses	74,840	79,411
	<b>321,648</b>	<b>248,470</b>
Restricted deposits (Note 3)	68,568	68,568
Property and equipment (Note 4)	26,282	28,501
Exploration and evaluation assets (Note 5)	1,508,364	1,508,364
<b>Total Assets</b>	<b>1,924,862</b>	<b>1,853,903</b>
<b>Liabilities</b>		
Current Liabilities:		
Accounts payable and accrued liabilities	1,965,468	1,961,813
Flow-through premium liabilities	113,604	113,604
Due to related parties (Note 9)	4,804,674	3,963,631
<b>Total Liabilities</b>	<b>6,883,746</b>	<b>6,039,048</b>
<b>Shareholders' Deficiency</b>		
Common shares (Note 8(b))	20,886,144	20,509,460
Warrants (Note 8(c))	2,150,162	1,998,346
Contributed surplus	9,048,918	9,427,339
Deficit	(37,037,249)	(36,113,455)
Deficiency attributable to equity holders	(4,952,025)	(4,178,310)
Non-controlling interest	(6,859)	(6,835)
<b>Total Shareholders' Deficiency</b>	<b>(4,958,884)</b>	<b>(4,185,145)</b>
<b>Total Liabilities and Shareholders' Deficiency</b>	<b>1,924,862</b>	<b>1,853,903</b>

Going concern (Note 1)

Subsequent events (Note 16)

Approved on behalf of the Board of Directors

Frank Marasco Jr., CEO and Director

Barry Baim, Corporate Secretary and Director

See accompanying notes to the consolidated financial statements.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Condensed Interim Consolidated Statements of Operations and Comprehensive Loss  
Stated in Canadian dollars

	Three months ended	
	March 31, 2024	March 31, 2023
<b>Expenses</b>		
Head office expense	305,287	275,045
Exploration expense (Note 6)	150,874	182,900
Interest and bank charges (Note 7)	66,383	54,092
Accretion (Note 9)	141,042	-
Stock based compensation (Note 8)	255,512	494,845
Depreciation and amortization (Note 4)	4,720	5,411
	<b>923,818</b>	<b>1,012,293</b>
Net loss before income taxes	<b>923,818</b>	<b>(1,012,293)</b>
<b>Net loss attributable to:</b>		
Equity holders of the Company	<b>(923,794)</b>	<b>(1,012,284)</b>
Non-controlling interest	<b>(24)</b>	<b>(9)</b>
	<b>(923,818)</b>	<b>(1,012,284)</b>
<b>Loss per share</b>		
Basic and diluted	<b>(0.01)</b>	<b>(0.01)</b>
<b>Weighted average number of shares outstanding (Note 8(e))</b>		
Basic and diluted	<b>89,872,544</b>	<b>84,313,584</b>

See accompanying notes to the consolidated financial statements.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Condensed Interim Consolidated Statements of Shareholders' Deficit  
Stated in Canadian dollars

	Three months ended	
	March 31, 2024	March 31, 2023
<b>Common shares (Note 8(b))</b>		
Balance, beginning of year	20,509,460	19,894,401
Private placement	376,684	147,495
<b>Balance, end of year</b>	<b>20,886,144</b>	<b>20,041,896</b>
<b>Warrants (Note 8(c))</b>		
Balance, beginning of year	1,998,346	1,542,232
Issued on private placement	151,816	49,507
<b>Balance, end of year</b>	<b>2,150,162</b>	<b>1,591,739</b>
<b>Contributed surplus</b>		
Balance, beginning of year	9,427,339	8,537,996
Extinguishment of loan	(633,933)	-
Stock based compensation	255,512	494,845
<b>Balance, end of year</b>	<b>9,048,918</b>	<b>9,032,841</b>
<b>Deficit</b>		
Balance, beginning of year	(36,113,455)	(32,977,482)
Net loss	(923,794)	(1,012,284)
<b>Balance, end of year</b>	<b>(37,037,249)</b>	<b>(33,989,766)</b>
<b>Total Shareholder's deficiency</b>	<b>(4,952,025)</b>	<b>(3,323,290)</b>

See accompanying notes to the consolidated financial statements.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Condensed Interim Consolidated Statements of Cash Flow  
Stated in Canadian Dollars

	Three months ended	
	March 31, 2024	March 31, 2023
<b>Cash provided by (used in)</b>		
<b>Operating</b>		
Net loss	(923,818)	(1,012,293)
Add (deduct) non-cash items:		
Interest accrued - related party loan (Note 9)	66,066	53,793
Accretion (Note 9)	141,042	-
Stock based compensation (Note 8)	255,512	494,845
Depreciation and amortization (Note 4)	4,720	5,411
	(456,478)	(458,244)
Net change in non-cash working capital (Note 15)	4,427	(129,199)
<b>Cash Flow used in operating activities</b>	<b>(452,051)</b>	<b>(587,443)</b>
<b>Financing</b>		
Issue of shares and warrants (Note 8)	528,500	197,002
Payment of lease liabilities (Note 10)	-	(2,291)
<b>Cash Flow from financing activities</b>	<b>528,500</b>	<b>194,711</b>
<b>Investing</b>		
Purchase of property and equipment (Note 4)	(2,499)	-
<b>Cash flow used in investing activities</b>	<b>(2,499)</b>	<b>-</b>
Increase in cash and cash equivalents	73,950	(392,732)
Cash and cash equivalents, beginning of year	168,544	1,046,225
<b>Cash and cash equivalents, end of year</b>	<b>\$ 242,494</b>	<b>\$ 653,493</b>
<b>Interest paid</b>	<b>\$ 317</b>	<b>\$ 299</b>

See accompanying notes to the consolidated financial statements.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## 1. Nature of operations and going concern

West High Yield (W.H.Y.) Resources Ltd. (the "Company") was incorporated on August 29, 2003 under the laws of the Province of Alberta and its principal business activities are the acquisition, exploration and development of mineral properties in British Columbia, Canada. The Company's shares trade on the TSX Venture Exchange under the trading symbol WHY. The Company's registered head office is P.O. Box 68121, Calgary, AB, T3G 3N8.

These condensed interim consolidated financial statements have been prepared on a going concern basis. The going concern basis of presentation assumes that the Company will continue in operation for the foreseeable future and be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

The Company is in the process of exploring and evaluating its mineral properties and has not yet determined whether its mineral properties contain mineral reserves that are economically recoverable. The ability of the Company to continue as a going concern is dependent on continued forbearance of the amounts due to related parties and the Company's ability to obtain financing to continue exploration and development of the mineral property. There is no certainty that the Company will be able to obtain the financing required to continue exploration and development activities or of the ongoing forbearance of related parties and other creditors. In addition, there is no certainty that the mineral property will contain economically recoverable reserves. For the three months ended March 31, 2024, the Company had incurred a net loss of \$923,818 and used cash in operations of \$452,051. As at March 31, 2024, the Company had a working capital deficiency of \$6,562,098. These conditions create a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

The condensed interim consolidated financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate. If the going concern assumption was not appropriate for these consolidated financial statements, then adjustments would be necessary to the carrying amount and classification of assets and liabilities and the amount of reported expenses. Such adjustments could be material.

## 2. Material accounting policies

### (a) Basis of presentation and measurement

#### **Statement of compliance:**

These condensed interim consolidated financial statements have been prepared in accordance with statement IAS 34-Interim Financial Reporting of the IFRS Accounting Standards. The financial statements were prepared using the same accounting policies, critical judgements and key estimates which the Company applied in its annual financial statements for the year ended December 31, 2023 and do not include certain disclosures that are normally required to be included in annual financial statements which have been condensed or omitted. Accordingly, these financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2023.

These condensed interim consolidated financial statements were authorized for issue by the Board of Directors on May 28, 2024.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## Basis of measurement

These condensed interim consolidated financial statements have been prepared on a historical cost basis except for certain equity instruments measured at fair value.

These condensed interim consolidated financial statements are presented in Canadian dollars which is the functional currency of the Company and its subsidiary.

### (b) Use of judgments and estimates

The timely preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue, and expenses. As such, actual results may differ from these estimates as future confirming events occur. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

## 3. Restricted deposits

As at March 31, 2024, the Company has \$68,568 (2023 - \$68,568) in deposits in restricted accounts as required by the British Columbia Ministry of Mining.

## 4. Property and equipment

<b>March 31, 2024</b>	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net book value</b>
Buildings	29,692	29,692	-
Office equipment	87,912	87,166	746
Automotive equipment	181,434	155,898	25,536
Field equipment	82,449	82,449	-
Right of use asset	66,152	66,152	-
	<b>447,639</b>	<b>421,358</b>	<b>26,282</b>

  

<b>December 31, 2023</b>	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net book value</b>
Buildings	29,692	29,692	-
Office equipment	85,412	84,712	700
Automotive equipment	181,434	153,633	27,801
Field equipment	82,449	82,449	-
Right of use asset	66,152	66,152	-
	<b>445,139</b>	<b>416,638</b>	<b>28,501</b>



# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

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## 5. Exploration and evaluation assets

The exploration and evaluation assets consist of eight crown granted mineral claims, three modified grid claims and six staked claims in the Rossland Mining Camp located in the Trail Creek Mining district in southeastern British Columbia, Canada.

There were no impairment indicators for the exploration and evaluation assets as of March 31, 2024 or December 31, 2023.

On October 1, 2023, the Company entered into a lease agreement (the "Lease") Big Mountain Development Corp. Ltd. ("Big Mountain") whereby the Company agreed to lease lands from Big Mountain located in Rossland, British Columbia that are adjacent to its Record Ridge magnesium deposit and Midnight gold claim for the purposes of asset storage and a staging location for its Record Ridge claims. The Lease is for a term of five (5) years, with an option to renew said lease term for an additional five (5) years after the expiration of the initial term. The rent payable by the Company to Big Mountain under the Lease is CAD\$65,000 per annum. The Company shall, during the initial term and any renewal term, have the option to purchase from Big Mountain the lands it is leasing under the Lease for the purchase price of CAD\$745,000 (if such option is exercised in the first year of the initial term) and the purchase price shall increase by fifteen (15%) percent for every year after the first (1st) year of the initial term and any renewal term should the option to purchase not be exercised by the Company during the first (1st) year of the initial term.

## 6. Exploration and evaluation costs

Exploration costs expensed by the Company on its mineral property are as follows:

	Three months ended	
	March 31, 2024	March 31, 2023
Consulting and labour	121,568	116,691
Legal	-	343
Assay	-	4,400
Reporting	27,250	-
Field equipment and supplies	-	2,222
Environmental	-	36,000
Freight and equipment transport	601	708
Geology and mapping	-	22,536
Utilities	1,455	-
<b>Total</b>	<b>150,874</b>	<b>182,900</b>

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

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During the three months ended March 31, 2024, the Company continued to work on the environmental study, stakeholder engagement, and mine plan development as required by the Environmental Assessment Certification and permit processes set out by the British Columbia Ministry of Mines.

During the year ended December 31, 2022, the Company completed a brokered flow-through private placement offering (the "2022 FT Private Placement") for gross proceeds of \$785,000. The terms underlying the 2022 FT Private Placement require the Company to incur \$785,000 of qualifying Canadian exploration expenses (the "CEEs") and Canadian Development Expenses ("CDEs") and to renounce the CEEs and CDEs to the Company's shareholders who subscribed for securities under the 2022 FT Private Placement, on or before December 31, 2024.

The Company has commitments to spend \$707,669 in CDEs in 2024.

## 7. Long term debt

On April 27, 2016, the Company received a \$1,000,000 unsecured loan with a 10-year repayment term, bearing interest at an annual rate of 11.61% and repayable in its entirety at end of such 10-year term. Loan repayment terms advance in the event the Company achieves cumulative net cash flow from operations of greater than \$5,000,000 subsequent to April 27, 2026, which has not occurred to date.

On May 20, 2022, the Company entered into a debt settlement agreement with an arm's length creditor of the Company whereby it agreed to convert \$1,883,822 of debt owed, consisting of the principal and \$883,622 of accrued interest, by issuing 3,139,370 common shares of the Company (the "Settlement Shares") at a value of \$0.60 per Settlement Share in full and final satisfaction of the debt owing to the creditor and a gain on settlement of \$156,969. The Settlement Shares were issued in reliance of certain prospectus exemptions available under Canadian securities legislation and were subject to the standard four month and one day hold period from their date of issuance.

Financing costs comprised of the following:

	Three Months ended	
	March 31, 2024	March 31, 2023
Interest on related party loans ( <i>Note 9</i> )	66,066	53,793
Other interest and bank charges	317	299
Total interest	66,383	54,092

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## 8. Equity instruments

### (a) Share capital:

The Company's authorized share capital consists of an unlimited number of common shares without par value.

### (b) Common shares issued and outstanding:

The continuity of the Company's issued common share capital is as follows:

	Number of Shares	Amount
<i>Balance as at December 31, 2022</i>	83,952,521	19,894,401
Share issue costs	-	(7,653)
Warrants exercised	-	-
Private placements ((ii)-(ix))	5,525,100	622,712
<i>Balance as at December 31, 2023</i>	89,477,621	20,509,460
Private placements ((i))	2,114,000	376,684
<b>Balance as at March 31, 2024</b>	<b>91,591,621</b>	<b>20,886,144</b>

### Notes:

- (i) On March 14, 2024, the Company completed its first tranche closing of a non-brokered private placement offering of units by issuing 2,114,000 units at a price of \$0.25 per unit for total gross proceeds of \$528,500. Each unit issued under the first tranche closing consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per common share until March 14, 2025.
- (ii) On January 18, 2023, the Company completed a second tranche closing of a concurrent brokered private placement offering (the "Concurrent Offerings") by issuing 309,530 ordinary units (the "Ordinary Units") at a price of \$0.42 per Ordinary Unit for total gross proceeds of \$130,003. Each Ordinary Unit consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.70 per share for 24 months from the date of closing.
- (iii) On January 26, 2023, the Company completed the final tranche closing of the Concurrent Offerings by issuing 159,523 Ordinary Units at a price of \$0.42 per Ordinary Unit for total gross proceeds of \$67,000. Each Ordinary Unit consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.70 per share for 24 months from the date of closing.
- (iv) On February 3, 2023, the Company's board of directors approved and authorized a grant of 1,748,000 stock options to various directors and consultants of the Company. All options are vested on their date of grant. One option entitles the holder thereof to purchase one common share at a price of \$0.45 per share for a period of five (5) years from the Option grant date.
- (v) On May 19, 2023, the Company completed a sixth tranche closing (the "**Sixth Tranche Closing**") of the ELOC Facility, totaling 1,000,000 units issued to Alumina at a price of \$0.36 per unit for total gross proceeds of \$360,000. Each unit issued under the Sixth Tranche Closing consisted of one common share and one common share purchase warrant exercisable into one additional common share at a price of \$0.5625 per share for 36 months from the date of the Sixth Tranche Closing.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

- (vi) On September 13, 2023, the Company authorized a private placement offering of units. The offering of units was set at a price of CAD\$0.30 per unit for a maximum raise of proceeds of up to CAD\$900,000. Each unit shall consist of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per share for 24 months from each closing date under the offering. On September 26, 2023, the Company repriced the units being offered under the offering to a price of CAD\$0.23 per unit, and all of the other terms of the offering remained the same. The Company received CAD\$123,005 in trust from subscribers prior to September 30, 2023 in connection with the offering, but did not complete its initial tranche closing or realize on said funds until October 12, 2023.
- (vii) On October 12, 2023, the Company completed a first tranche closing of the Concurrent Offering by issuing 2,259,152 Ordinary Units at a price of \$0.23 per Ordinary Unit for total gross proceeds of \$519,605.04. Each Ordinary Unit consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per share for 24 months from the date of closing.
- (viii) On November 2, 2023, the Company completed a second tranche closing of the Concurrent Offering by issuing 1,277,956 Ordinary Units at a price of \$0.23 per Ordinary Unit for total gross proceeds of \$293,929.88. Each Ordinary Unit consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per share for 24 months from the date of closing.
- (ix) On November 29, 2023, the Company completed its final tranche closing of the Concurrent Offering by issuing 518,939 Ordinary Units at a price of \$0.23 per Ordinary Unit for total gross proceeds of \$119,356. Each Ordinary Unit consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per share for 24 months from the date of closing. The Company paid a finder's fee of CAD\$2,760 and issued 12,000 finder's warrants to one finder in respect of the Offering.

## (c) Warrants

The number of warrants in the table below have been adjusted to reflect the number of shares that would be issued upon exercise of the warrant based on the conversion factor.

	Number of Warrants	Amount
<b>Balance at December 31, 2022</b>	<b>7,158,352</b>	<b>1,542,232</b>
Private Placement	5,537,101	867,859
Warrants expired unexercised	(1,666,634)	(411,745)
<b>Balance at December 31, 2023</b>	<b>11,028,819</b>	<b>1,998,346</b>
Private Placement	2,114,000	151,816
<b>Balance at March 31, 2024</b>	<b>13,142,819</b>	<b>2,150,162</b>

The value assigned to the warrants included in the unit offerings is based on the Black-Scholes options Pricing model using the following assumptions:

	2024	2023
Risk free rate	4.25%	3.67%-4.85%
Share price	\$0.31	\$0.16-\$0.33
Expected life	1 Year	2-3 years
Volatility	66%	90%- 258%

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## (d) Stock Options:

The Company has a stock option plan (the "Plan") for its officers, directors, employees and consultants. The maximum number of common shares issuable under the Plan cannot exceed 10% of the Company's issued and outstanding common shares. Under the Plan, all options expire no later than five years from the grant date and vest immediately upon the grant.

The following table summarizes the status of the options issued pursuant to the plan.

	Stock Options	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life (years)
Balance, December 31, 2022	6,607,000	0.30	1.82
Options granted, Feb. 23, 2023	1,748,000	0.45	4.10
Options granted, Nov.27, 2023	375,000	0.23	4.91
Balance, December 31, 2023	8,730,000	\$ 0.30	1.82
Options expired, March 25, 2024	(1,150,000)	0.35	
Options granted, Mar. 25, 2024	1,578,000	0.23	9.99
<b>Balance, March 31, 2024</b>	<b>9,158,000</b>	<b>\$ 0.33</b>	<b>3.26</b>
<b>Exercisable options as at March 31, 2024</b>	<b>8,298,666</b>	<b>\$ 0.33</b>	<b>3.26</b>

The fair value of the stock options granted was calculated at the grant date using the Black-Scholes option pricing model using the following assumptions:

	2024	2023
Risk free rate	3.43%	3.29%
Share price	\$0.17	\$0.17- \$0.30
Expected life	10 Years	5 years
Volatility	125%	173%- 175%

The range of exercise prices for stock options outstanding and exercisable under the plan at March 31, 2024 is as follows:

Exercise Price	Awards Outstanding and Exercisable	Remaining contractual life (years)	Weighted Average Exercise Price(\$)
\$0.12-\$0.35	6,353,000	3.52	0.21
\$0.43-\$0.45	1,218,666	3.61	0.45
\$1.05	727,000	2.64	1.05
	8,298,666	3.26	0.33

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## (e) Loss per share

Basic per share amounts are calculated using the weighted average number of shares outstanding during the period ended March 31, 2024 of \$0.01 (2023 – \$0.01). The calculation of diluted loss per share equals basic loss per share as the effect of outstanding options are anti-dilutive.

## 9. Related party transactions

The Company has received loans from Big Mountain Development Corp. Ltd. ("Big Mountain"), a related party by nature of being a significant shareholder of the Company, as detailed in the table below. The loans received from Big Mountain are due on demand and secured by promissory notes and a general security agreement over all the assets of the Company.

On January 31, 2024, the terms of the loans were amended to extend the maturity date to December 31, 2024. This amendment was treated as an extinguishment and reissuance of a new promissory note. The extinguishment of debt gave rise to the loss on extinguishment for \$633,934, which was recorded under equity pursuant to *IAS 1 Presentation of Financial Statements* as the transaction is with the related party. The debt component was calculated using the discount rate of 12.75%.

	March 31, 2024	December 31, 2023
<b>Big Mountain loan:</b>		
Loan due December 31, 2023 (bears interest at 8%)	1,700,000	1,700,000
Advance on loan (8%)	65,788	65,788
Advance on loan (10%)	750,000	750,000
Accrued interest	1,447,843	1,447,843
Debt Extinguishment	(3,963,631)	-
Issuance of Loan 1 (8%)	3,239,466	-
Issuance of Loan 2 (10%)	1,358,098	-
Accretion	141,043	-
Accrued interest	66,066	-
	<b>4,804,674</b>	<b>3,963,631</b>

Interest on related party loans is as follows:

	Three months ended	
	March 31, 2024	March 31, 2023
Interest	66,066	216,200

Transactions with related parties are incurred in the normal course of operations and initially recorded at fair value.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

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## 10. Lease liability

	March 31, 2024	December 31, 2023
Balance, beginning of year	-	6,212
Lease interest expense	-	188
Lease payments	-	(6,400)
Balance, end of year	-	-

## 13. Financial risk exposure, risk management and financial instruments

### (a) Fair value:

Financial instruments of the Company consist primarily of cash and cash equivalents, accounts receivable, restricted deposits, accounts payable and accrued liabilities, and due to related party. As at December 31, 2022, there were no significant differences between the carrying amounts reported on the consolidated statement of financial position and their estimated fair values as the amounts are short term in nature, or bear interest at market rates.

### (b) Liquidity risk:

Cash forecasts are done to match spending on general and administration costs and exploration costs to available cash resources. Spending is increased or decreased to match available funds. Alternatively, the Company seeks capital through the offering of common shares or loans from related parties to fund general and administrative costs and exploration activities. As discussed in note 1, the Company will have to raise additional capital through the issue of shares or other means to discharge its current liabilities and the amount due to the related party or seek forbearance of the related party and other creditors.

### (c) Interest rate risk:

Related party loans are at fixed rates therefore the Company is not exposed to interest rate fluctuations thereon except if the loans are refinanced at maturity versus settled.

### (d) Credit risk:

Cash and cash equivalents are held with one bank. Accounts receivable is comprised predominantly of goods and services taxes input tax credits refundable therefore the Company's credit exposure is not significant.

### (e) Commodity price risk:

The Company is not currently exposed to commodity price risk, as the Company is in the pre-production phase. The overall development of the Company's properties is exposed to mineral price risks as a significant decrease in relevant prices would affect the economic returns of the mineral property.

# WEST HIGH YIELD (W.H.Y.) RESOURCES LTD.

Notes to the Condensed Interim Consolidated Financial Statements  
For the years ended March 31, 2024 and 2023

## 14. Capital disclosures

The Company's capital historically has been derived from the issuance of equity and more recently from advances from a related party. Management monitors its financial position on an ongoing basis. Equity is issued or debt from related parties is obtained to finance drilling programs and Company's operations. Significant capital will be required for full development of commercial mining production if the properties are proven to be economic.

## 15. Supplemental cash flow information

	Three months ended	
	March 31, 2024	March 31, 2023
Accounts receivable	(3,799)	(17,400)
Prepaid expenses	4,572	(9,264)
Accounts payable and accrued liabilities	3,654	(102,535)
<b>Net change in non-cash working capital</b>	<b>4,427</b>	<b>(129,199)</b>

## 16. Subsequent events

On April 18, 2024, the Company completed its second tranche closing of a non-brokered private placement offering of units by issuing 1,210,000 units at a price of \$0.25 per unit for total gross proceeds of \$302,500. Each unit issued under the first tranche closing consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per common share until April 18, 2025.

A **Public Notice Of Application**, which is a requirement in the Company's permit process as requested by the British Columbia Ministry of Mines and Low Carbon Innovation, was published on April 18, 2024, in the Rossland News. The Public Notice pertains to the submission of the Company's "Joint Mines Act and Environmental Management Act Permit Application for its Record Ridge Industrial Mineral Mine project. The Application, filed with the Chief Inspector of Mines, aligns with Part 10.2.1 of the Health and Safety Reclamation Code for Mines in British Columbia.

On April 25th, 2024 the Company announced the listing of the Company's common shares on the **Frankfurt Stock Exchange** (the "FSE") under the trading symbol "W0H". The Company's common shares are now cross-listed on the TSX Venture Exchange (the "TSXV") in Canada and the FSE in Germany, aligned with the Company's strategy of introducing European investors and manufacturers to the advanced-stage development of its Record Ridge Industrial Mineral Mine that contains 10.6 million tonnes of magnesium and 16 million tonnes of silica. The FSE is one of the world's largest international trading centers (behind only the NASDAQ and NYSE) organized exchange-trading market in terms of turnover and dealings in securities. The electronic trading platform of the FSE, XETRA, has made it the world's second-largest fully electronic cash market responsible for approximately 90 percent of all securities traded in Germany with direct linkage to all other major European financial hubs. This European listing will help to increase the Company's trading liquidity and facilitate investment in West High Yield by European investors through the Frankfurt listing as major financial hubs like Switzerland, Luxembourg, Lichtenstein, Monaco, and others are reached easily.

On May 10, 2024, the Company completed its final tranche closing of a non-brokered private placement offering of units by issuing 612,000 units at a price of \$0.25 per unit for total gross proceeds of \$153,000. Each unit issued under the first tranche closing consisted of one common share and one share purchase warrant exercisable into one additional common share at a price of \$0.35 per common share until May 10, 2025.



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The Company also announced on May 10, 2024 that it had signed a sponsorship agreement (the "Sponsorship Agreement") with GOLDINVEST Consulting GmbH ("GI"), a German internet marketing services firm. GI will provide marketing and distribution services to communicate information about the Company to the German financial community and public. In consideration for the provision of the services by GI under the Sponsorship Agreement, West High Yield has agreed to pay GI a fee of CAD\$25,000, which is payable in four (4) equal installments every three (3) months during the term of the Sponsorship Agreement. The term of the Sponsorship Agreement is for one (1) year, expiring on May 9, 2025 unless the parties desire to renew the terms and term of the Sponsorship Agreement thereafter.