



Teako Minerals Corp. (formerly 1111 Exploration Corp.)
Condensed Interim Financial Statements
For the three months ended
April 30, 2023

(Unaudited – Prepared by Management)
(Expressed in Canadian Dollars)

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

The accompanying condensed interim financial statements of Teako Minerals Corp (the "Company") as at and for the three months ended April 30, 2023, have been prepared by management of the Company and approved by the Company's Audit Committee.

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 an auditor has not reviewed the financial statements.

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by CPA Canada for a review of condensed interim financial statements by an entity's auditor.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Condensed Interim Statements of Financial Position****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

As at April 30, 2023 and January 31, 2023

	Note	April 30, 2023 \$	January 31, 2023 \$
Assets			
Current assets			
Cash		338,859	323,887
Receivables and prepayments	3	20,297	9,949
		359,156	333,836
Non-current assets			
Reclamation bond		22,600	22,600
Deferred acquisition cost	4(c)	80,000	-
Mineral property interests	4	1,329,451	440,763
		1,432,051	463,363
Total assets		1,791,207	797,199
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accrued liabilities		56,034	23,702
Accounts payable to related parties	7	141,229	89,312
Flow-through premium liability	10	36,289	44,797
Total liabilities		233,552	157,811
Shareholders' equity			
Share capital	5	1,962,283	1,007,783
Shares committed for issuance	5	80,000	-
Reserves	5	51,500	51,500
Deficit		(536,128)	(419,895)
Total shareholders' equity		1,557,655	639,388
Total liabilities and shareholders' equity		1,791,207	797,199
Nature of operations and going concern	1		
Commitment	10		
Subsequent events	11		

Approved on behalf of the Board of Directors on June 9, 2023:

"Robert Cameron"

Director

"Scott Young"

Director

Teako Minerals Corp. (formerly 1111 Exploration Corp.)
Condensed Interim Statements of Changes in Shareholders' Equity
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

For the three months ended April 30, 2023 and April 30, 2022

	Number of common shares #	Share capital \$	Shares committed for issuance \$	Reserves \$	Deficit \$	Total shareholders' equity \$
January 31, 2022	15,028,633	597,332	-	56,300	(279,181)	374,451
Exercise of warrants for services	200,000	10,000	-	-	-	10,000
Re-allocated on exercise of warrants	-	-	-	(5,400)	5,400	-
Loss and comprehensive loss for the period	-	-	-	-	(40,803)	(40,803)
April 30, 2022	15,228,633	607,332	-	50,900	(314,584)	343,648
January 31, 2023	23,372,433	1,007,783	-	51,500	(419,895)	639,388
Issue of shares for cash - private placement	2,250,000	112,500	-	-	-	112,500
Exercise of warrants	20,000	2,000	-	-	-	2,000
Shares issued for mineral property interests	21,000,001	840,000	-	-	-	840,000
Shares committed for issuance - deferred acquisition cost	-	-	80,000	-	-	80,000
Loss and comprehensive loss for the period	-	-	-	-	(116,233)	(116,233)
April 30, 2023	46,642,434	1,962,283	80,000	51,500	(536,128)	1,557,655

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

Teako Minerals Corp. (formerly 1111 Exploration Corp.)
Condensed Interim Statements of Loss and Comprehensive Loss
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

For the three months ended April 30, 2023 and April 30, 2022

	Note	April 30, 2023 \$	April 30, 2022 \$
Expenses			
General and administrative expenses	7	5,410	2,821
Investor relations and shareholder information		9,934	925
Professional and consulting fees	7	95,255	32,904
Transfer agent, filing and exchange fees		14,142	5,389
		(124,741)	(42,039)
Other item:			
Settlement of flow-through premium liability	10	8,508	1,236
Loss and comprehensive loss for the period		(116,233)	(40,803)
Loss per share			
Weighted average number of common shares outstanding			
- Basic #	6	44,021,984	15,033,127
- Diluted #	6	44,021,984	15,033,127
Basic loss per share \$	6	(0.00)	(0.00)
Diluted loss per share \$	6	(0.00)	(0.00)

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Condensed Interim Statements of Cash Flows****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

	Note	April 30, 2023 \$	April 30, 2022 \$
Operating activities			
Loss for the period		(116,233)	(40,803)
Adjustments for:			
Settlement of flow-through premium liability		(8,508)	(1,236)
Common shares issued for services - professional and consulting fees		-	10,000
Net change in non-cash working capital items	8	50,447	8,043
		(74,294)	(23,996)
Financing activities			
Issue of shares for cash		114,500	-
		114,500	-
Investing activities			
Mineral property acquisition costs	4(c)	(20,000)	(773)
Deferred exploration and evaluation expenditures		(5,234)	(16,108)
		(25,234)	(16,881)
Change in cash		14,972	(40,877)
Cash, beginning of period		323,887	262,819
Cash, end of period		338,859	221,942
Supplemental cash flow information	8		

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

1. Nature of operations and going concern

Teako Minerals Corp. (formerly 1111 Exploration Corp.) (the "Company") was incorporated in British Columbia under the provisions of the British Columbia Business Corporations Act on February 21, 2020 as 1111 Acquisition Corp., then changed its name on August 3, 2021, to 1111 Exploration Corp., and again changed its name to Teako Minerals Corp., on February 17, 2023. The Company's registered and records office address is 1100 – 1111 Melville Street, Vancouver BC V6E 3V6.

The Company's common shares trade on the Canadian Securities Exchange ("CSE" or the "Exchange") under the symbol "TMIN" (effective March 3, 2023). The Company's common shares formerly traded under the symbol "ELVN".

The Company's principal business activity is the acquisition, exploration and evaluation of mineral property interests located in Canada. The Company is in the process of exploring its mineral property interests in British Columbia and has not yet determined whether they contain mineral reserves that are economically recoverable. The Company's continuing operations and the underlying value and recoverability of the amounts shown for mineral property interests are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the mineral property interests, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition or option of the mineral property interests. The carrying amounts of mineral property interests are based on costs incurred to date and do not necessarily represent present or future values.

The Company is in the process of incorporating both a Finnish subsidiary, and Norwegian subsidiary, for the purpose of acquiring exploration stage mineral property interests in both Finland and Norway. The subsidiaries will be wholly-owned by the Company's subsequently acquired subsidiary Valence Mining Services Ltd. (Note 11).

These condensed interim financial statements (the "financial statements") are prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations. As an exploration stage company, the Company does not have traditional sources of revenue, has incurred losses since incorporation, and is reliant on equity financing at this time. As at April 30, 2023, the Company had working capital of \$125,604 (January 31, 2023 - \$176,025). The Company's operations are funded from equity financings which are dependent upon many external factors, and there is no assurance that such financing will continue to be available with acceptable terms. The Company will continue to require additional funding to maintain its ongoing exploration programs, property option payments, and operations for the next fiscal year. These uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

2. Significant accounting policies**Basis of presentation**

These financial statements have been prepared in conformity with International Accounting Standard ("IAS") 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company's annual audited financial statements for the period ended January 31, 2023, and do not include all the information required for full annual financial statements 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"). It is suggested that these financial statements be read in conjunction with the annual audited financial statements.

These financial statements have been prepared on a historical cost basis, except for financial instruments measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

All amounts on the financial statements are presented in Canadian dollars which is the functional currency of the Company.

Standards issued but not yet effective

Certain pronouncements have been issued by the IASB or IFRIC that are effective for accounting periods beginning on or after January 1, 2023. The Company has reviewed these updates and determined that none are applicable or consequential to the Company and have been excluded from discussion within these significant accounting policies.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

3. Receivables and prepayments

Receivables and prepayments consists of the following:

	April 30, 2023	January 31, 2023
	\$	\$
Prepaid expenses	12,893	-
Sales tax recoverable	7,404	9,949
	20,297	9,949

4. Mineral property interests

The Company's mineral property interests consist of the Pinnacle property under option, and the wholly-owned Wilcox property, and Teako property. The Company's mineral property interests are located in British Columbia ("BC"), Canada.

Changes in the project carrying amounts for the three months ended April 30, 2023, and April 30, 2022 are summarized as follows:

	January 31, 2023	Acquisition	Exploration and evaluation	April 30, 2023
	\$	\$	\$	\$
Pinnacle, BC	420,883	-	21,522	442,405
Wilcox, BC	19,880	-	1,166	21,046
Teako, BC	-	860,000	6,000	866,000
	440,763	860,000	28,688	1,329,451

	January 31, 2021	Acquisition	Exploration and evaluation	April 30, 2022
	\$	\$	\$	\$
Pinnacle, BC	18,500	-	-	18,500

Exploration and evaluation expenditures consisted of the following:

	Pinnacle	Wilcox	Teako	Total
Three months ended April 30, 2023	\$	\$	\$	\$
Assays	327	-	-	327
Field	4,216	-	-	4,216
Labour	10,414	1,166	6,000	17,580
Surveys	6,565	-	-	6,565
	21,522	1,166	6,000	28,688

	Pinnacle	Total
Three months ended April 30, 2022	\$	\$
Labour	4,943	4,943
	4,943	4,943

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

4. Mineral property interests (continued)**(a) Pinnacle property, BC**

In 2020 and as amended on August 26, 2022, the Company entered into an Option Agreement to earn a 70% interest in the copper-gold Pinnacle property from Pacific Empire Minerals Corp. ("PEMC"). Under the terms of the agreement, the Company can earn a 70% interest in the property by making cash payments and issuing common shares to PEMC, and incurring cumulative exploration expenditures by August 25, 2024, as follows (the "Earn-In"):

Cash payments (total of \$460,000):

- \$15,000 upon signing the agreement (paid);
- \$25,000 on or before August 25, 2021 (paid);
- \$35,000 on or before August 25, 2022 (paid);
- \$35,000 on or before August 25, 2023;
- \$50,000 on or before August 25, 2024;
- \$100,000 on or before August 25, 2025; and
- \$200,000 on or before August 25, 2026 (with the option to pay up to 50% of this amount in an equivalent value of common shares).

Cumulative exploration expenditures (total of \$3,000,000):

- \$100,000 on or before August 25, 2021 (incurred);
- \$200,000 on or before December 31, 2022 (incurred);
- \$600,000 on or before August 25, 2023;
- \$1,250,000 on or before August 25, 2024;
- \$2,000,000 on or before August 25, 2025; and
- \$3,000,000 on or before August 25, 2026.

Share issuances (total of 3,800,000 common shares):

- 200,000 common shares on or before August 25, 2021 (issued, fair value of \$10,000 (\$0.05 each));
- 300,000 shares on or before August 25, 2022 (issued, fair value of \$16,500 (\$0.055 each));
- 300,000 shares on or before August 25, 2023;
- 500,000 shares on or before August 25, 2024;
- 500,000 shares on or before August 25, 2025; and
- 2,000,000 shares on or before August 25, 2026.

Following the Earn-In, the Company must make a cash payment of \$50,000 to PEMC (or the equivalent number of common shares) within three years of the Earn-In completion date, and each subsequent anniversary of such date. Additionally, PEMC will retain a 30% free-carried interest in the property up until the date that the Company publishes a National Instrument ("NI") 43-101 compliant Pre-Feasibility Study ("PFS") on the property. Following completion of the PFS, a Joint Venture will be formed whereby the Company will own a 70% initial interest and PEMC will own a 30% initial interest. Additionally, upon completion of the Earn-In, PEMC will retain a 2% Net Smelter Return Royalty ("NSR") which can be reduced to 1% by way of making a \$1,000,000 cash payment to PEMC.

(b) Wilcox project, BC

During the year ended January 31, 2023, the Company staked various claims in northern BC at a cost of \$4,543. The Wilcox project is wholly-owned by the Company.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

4. Mineral property interests (continued)**(c) Teako property and BQ property, BC**

On February 10, 2023, the Company executed a Mineral Property Purchase and Sale Agreement (superseding a letter of intent executed on January 12, 2023), to acquire a 100% interest in certain copper-gold mineral claims known as the Teako mineral claims located in northwestern BC, and certain gold mineral claims known as the BQ mineral claims located in north-central BC, from Teako Gold Corp. ("TGC"), a private company, for aggregate consideration of \$940,000 paid by the Company as follows:

- A cash payment of \$20,000 (paid);
- The issuance of 21,000,001 common shares (issued at a fair value of \$840,000 (\$0.04 each));
- The commitment to issue 2,000,000 common shares by August 10, 2023 (accrued at a fair value of \$80,000 (\$0.04 each) and presented as a deferred acquisition cost as at April 30, 2023, and subsequently issued (Note 11(b))).

The entirety of the consideration paid has been allocated to the Teako claims (the "Teako property").

The Company is also in the process of establishing a reclamation bond on the Teako property in the amount of \$38,400.

The Teako claims within the property are subject to a 2% NSR which can be reduced to 1% by way of making a \$1,000,000 cash payment to the royalty holder, an arm's length party.

(d) Strategic Alliance

On April 18, 2023, the Company executed a letter of intent ("LOI") with The Coring Company AS ("The Coring Company"), a private Norwegian company, on the Sample Control System Mining Product (the "SCS Mining Product") developed by The Coring Company.

Pursuant to the terms of the LOI the parties will partner on the development of the SCS Mining Product related to mining exploration activities by way of entering into a Research and Development Agreement (not yet completed) which has the objective of bringing the exploration module of the SCS Mining Product ("SCS Mining Product – Exploration") to the point of commercial use, and available for licence or sale to arm's length parties. The parties also intend to enter into a Definitive Agreement in respect of partnering on other mining and mineral exploration-related initiatives of the SCS Mining Product – Exploration.

As of the date of approval of these financial statements, the parties continue to work towards executing a Definitive Agreement.

5. Share capital and reserves

The authorized share capital of the Company consists of unlimited common shares without par value and without special rights or restrictions attached. All issued shares are fully paid.

Transactions for the issue of share capital during the three months ended April 30, 2023:

- On February 10, 2023, the Company completed a private placement comprising the issuance of 2,250,000 common shares at a price of \$0.05 each for gross proceeds of \$112,500. There were no finders' fees or other share issue costs recognized in connection with this placement.
- On February 10, 2023, the Company issued 21,000,001 common shares to TGC in respect of the acquisition of the Teako property (Note 4(c)). The common shares were issued at a fair value of \$0.04 each for consideration totalling \$840,000. Additionally, the Company accrued \$80,000 as shares committed for issuance in connection with an additional 2,000,000 common shares which were subsequently issued.
- On March 8, 2023, the Company issued 20,000 common shares upon the exercise of warrants at a price of \$0.10 each for proceeds of \$2,000.

Transactions for the issue of share capital during the three months ended April 30, 2022:

- On April 28, 2022, 200,000 common shares were issued for services upon the exercise of warrants at \$0.05 with a value of \$10,000. Accordingly, \$nil proceeds were received. In addition, \$5,400 representing the fair value initially recognized on issuance of the warrants, was re-allocated from reserves to share capital.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

5. Share capital and reserves (continued)**Escrowed Shares**

Upon obtaining a public listing on the Exchange in August 2021, 3,673,333 common shares were subject to either an Escrow Agreement or Voluntary Pooling Agreement, (collectively, the “Escrowed and Pooled Shares”). The Escrowed and Pooled Shares are subject to a timed release in equal tranches over a period of 36 months with 10% (367,333) having been released upon listing on the Exchange. The remaining Escrowed and Pooled Shares will be released in equal tranches of 15% every 6 months thereafter.

As at April 30, 2023, a total of 2,020,333 common shares have been released from escrow and there were 1,653,000 (January 31, 2023 – 2,204,000) Escrowed and Pooled Shares issued and outstanding.

Stock options

The Company has adopted an incentive stock option plan (the “Plan”). The essential elements of the Plan provide that the aggregate number of common shares of the Company’s capital stock issuable pursuant to options granted under the Plan may not exceed 10% of the issued and outstanding common shares. Options granted under the Plan will have a maximum term of ten years. The exercise price of options granted under the Plan will not be less than the greater of the closing market price of the common shares on: (i) the last closing market price of the Company’s common shares immediately preceding the grant of the options; and (ii) the date of grant in respect of options granted to consultants, or such other price as may be agreed to by the Company and accepted by the Exchange. Vesting terms are determined by the Board of Directors at the time of grant.

A summary of the status of the Company’s stock options as at April 30, 2023 and January 31, 2023 and changes during the period/year then ended is as follows:

	Period ended April 30, 2023		Year ended January 31, 2023	
	Options #	Exercise price \$	Options #	Exercise price \$
Options outstanding, beginning of period/year	1,125,000	0.10	1,125,000	0.10
Options outstanding, end of period/year	1,125,000	0.10	1,125,000	0.10

As at April 30, 2023 the Company has stock options outstanding and exercisable as follows:

Options outstanding #	Options exercisable #	Exercise price \$	Expiry date	Average remaining life (years)
1,125,000	1,125,000	0.10	October 7, 2026	3.44

There was no share-based payments expense recorded for the three months ended April 30, 2023 and April 30, 2022.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

5. Share capital and reserves (continued)**Warrants**

As an incentive to complete private placements, the Company may issue units which include common shares and common share purchase warrants. Using the residual value method, the Company determines whether a value should be allocated to the warrants attached to the units sold in completed private placements. Compensatory warrants may be issued as a private placement share issue cost (finders' warrants), or for services, and are valued using the Black-Scholes option pricing model.

A summary of the status of the Company's warrants as at April 30, 2023 and January 31, 2023, and changes during the period/year then ended is as follows:

	Period ended April 30, 2023		Year ended January 31, 2023	
	Warrants #	Weighted average exercise price \$	Warrants #	Weighted average exercise price \$
Warrants outstanding, beginning of period/year	7,354,000	0.10	7,530,000	0.10
Issued - finders' warrants	-	-	24,000	0.05
Exercised	(20,000)	0.10	(200,000)	0.05
Warrants outstanding, end of period/year	7,334,000	0.10	7,354,000	0.10

As at April 30, 2023 the Company has warrants outstanding and exercisable as follows:

Warrants outstanding #	Warrants exercisable #	Exercise price \$	Expiry date	Average remaining life (years)
7,310,000	7,310,000	0.10	August 6, 2023	0.27
8,000	8,000	0.05	November 7, 2024	1.53
16,000	16,000	0.05	December 20, 2024	1.64
7,334,000	7,334,000	0.10		0.27

The finders' warrants and compensatory warrants issued during the year ended January 31, 2023, were fair valued using the Black-Scholes option pricing model. The fair value is particularly impacted by the Company's stock price volatility and was determined using the following weighted average assumptions:

	January 31, 2023
Risk-free interest rate	3.85%
Expected life of warrants (years)	2.00
Expected volatility	100%
Dividend rate	0%
Weighted average fair value of per warrant issued	\$ 0.03

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

5. Share capital and reserves (continued)**Reserves**

Reserves include the accumulated fair value of stock options recognized as share-based payments, and the fair value of compensatory warrants issued. Reserves is increased by the fair value of these items on vesting and/or issuance and is reduced by corresponding amounts when these items expire or are exercised or cancelled.

	Options	Warrants	Total
	\$	\$	\$
January 31, 2022	50,900	5,400	56,300
Warrants exercised	-	(5,400)	(5,400)
April 30, 2022	50,900	-	50,900
January 31, 2023	50,900	600	51,500
April 30, 2023	50,900	600	51,500

6. Loss per share

The calculation of basic and diluted loss per share for the three months ended April 30, 2023 was based on the loss attributable to common shareholders of \$116,233 (2022 - \$40,803) and a weighted average number of common shares outstanding of 44,021,984 (2022 – 15,033,127).

7. Related party payables and transactions

Key management personnel are those persons that have the authority and responsibility for planning, directing, and controlling the activities of the Company, directly or indirectly. Key management includes executive and non-executive members of the Company's Board of Directors, its Officers, and companies in which they have control or significant influence.

There were no stock options granted to key management during the three months ending April 30, 2023 and April 30, 2022.

The aggregate value of transactions for key management remuneration and outstanding balances with related parties are as follows:

	Transactions three months ended April 30, 2023 \$	Transactions three months ended April 30, 2022 \$	Balances outstanding April 30, 2023 \$	Balances outstanding January 31, 2023 \$
DBM CPA	11,250	11,250	7,875	3,412
Freeform Communications	11,740	5,946	44,500	37,000
(1) Infiniti Drilling	22,688	3,604	23,454	-
Jerker Tuominen	1,500	-	1,500	-
Kristian Whitehead	-	-	2,000	2,000
MDS Management	-	-	5,400	5,400
Robert Cameron	10,000	3,300	49,000	41,500
Sven Gollan	7,500	-	7,500	-
	64,678	24,100	141,229	89,312

(1) Represents geological services within exploration (Note 4).

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

7. Related party payables and transactions (continued)

The transactions with key management personnel and Directors are included in operating expenses unless otherwise specified as follows:

(a) General and administrative expenses:

- Includes office rent charged to the Company by Freeform Communications Inc. ("Freeform Communications") (see below for details of related party relationship).

(b) Professional and consulting fees:

- Includes accounting and tax services charged to the Company by Donaldson Brohman Martin, CPA Inc. ("DBM CPA"), a firm in which Dan Martino, CFO of the Company, has significant influence.
- Includes advisory fees to Jerker Tuominen, Director of the Company.
- Includes executive management services of Robert Cameron, former CEO and current President and Director of the Company.
- Includes executive management services provided by Scott Young, a Director of the Company charged to the Company by Freeform Communications.
- Includes executive management services of Sven Gollan, CEO of the Company.

(c) Geological services:

- Includes services of Infiniti Drilling Corporation ("Infiniti Drilling") a company that provides geological services to the Company (included within mineral property interests (Note 4)). Infiniti Drilling is controlled by Kristian Whitehead, VP Exploration of the Company.

8. Supplemental cash flow information

Changes in non-cash operating working capital during the three months ended April 30, 2023 and April 30, 2022 comprised of the following:

	April 30, 2023	April 30, 2022
	\$	\$
Receivables and prepayments	(10,348)	(1,944)
Accounts payable and accrued liabilities	8,878	5,264
Accounts payable to related parties	51,917	4,723
Net change	50,447	8,043

The Company incurred the following non-cash investing and financing activities during the three months ended April 30, 2023 and April 30, 2022:

	April 30, 2023	April 30, 2022
	\$	\$
Non-cash investing activities:		
Mineral property acquisition costs paid by issuance of common shares	840,000	-
Shares committed for issuance recognized as deferred acquisition cost	80,000	-
Deferred exploration costs included in accounts payable and accounts payable to related parties	23,454	1,406
Non-cash financing activities:		
Mineral property acquisition costs paid by issuance of common shares	(840,000)	-
Shares committed for issuance recognized as deferred acquisition cost	(80,000)	-

No amounts were paid for interest or income taxes during the three months ended April 30, 2023 and April 30, 2022.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

9. Financial risk management**Capital management**

The Company is a junior exploration company and considers items included in shareholders' equity as capital. The Company manages its capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of underlying assets. In order to maintain or adjust its capital structure, the Company may issue new shares under additional equity financing arrangements. The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. The Company's capital structure as at April 30, 2023 is comprised of shareholders' equity of \$1,557,655 (January 31, 2023 - \$639,388). There were no changes to the Company's approach to capital management during the three months ended April 30, 2023.

The Company currently has no source of revenue. In order to fund future exploration programs and pay for operating expenses, the Company will spend its existing working capital and raise additional funds as needed. The Company's ability to continue as a going concern on a long-term basis and realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation is primarily dependent upon its ability to sell or option its mineral properties and its ability to raise additional financing from equity markets.

Financial instruments - fair value

The Company's financial instruments consist of cash, reclamation bond, accounts payable and accrued liabilities, and accounts payable to related parties. Cash under the fair value hierarchy is based on Level 1 quoted prices in active markets for identical assets or liabilities. The carrying value of accounts payable and accrued liabilities, and accounts payable to related parties approximates their fair value because of the short-term nature of these instruments.

Financial instruments measured at fair value on the condensed interim statements of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Financial instruments - classification

Financial assets:	Classification:	Subsequent measurement:
Cash	FVTPL	Fair value
Reclamation bond	Amortized cost	Amortized cost

Financial liabilities:	Classification:	Subsequent measurement:
Accounts payable and accrued liabilities	Amortized cost	Amortized cost
Accounts payable to related parties	Amortized cost	Amortized cost

Financial instruments - risk

The Company's financial instruments are exposed to certain financial risks, including credit risk, interest rate risk, market risk, and liquidity risk.

a) Credit risk

The Company is exposed to credit risk by holding cash, receivables, and a reclamation bond. The risk on cash is minimized by holding the funds in a Canadian bank. The Company has minimal exposure to its receivables and reclamation bond as they are comprised of amounts due from the Canadian government. The Company's maximum credit risk exposure is equal to the carrying value of these items.

b) Interest rate risk

The Company is not exposed to interest rate risk due to fluctuating interest rates as the Company does not have any financial assets or liabilities bearing variable rates of interest.

Teako Minerals Corp. (formerly 1111 Exploration Corp.)**Notes to the Condensed Interim Financial Statements****Unaudited – Prepared by Management****(Expressed in Canadian Dollars)**

For the three months ended April 30, 2023 and April 30, 2022

9. Financial risk management (continued)**Financial instruments – risk (continued)****c) Market risk**

The Company has exposure to market risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company's profit or loss, or ability to raise capital from equity markets due to movements in individual equity prices or general movements in the level of the stock market.

d) Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources. Refer to Note 1 for going concern details.

10. Commitment**Flow-through premium liability:**

On December 20, 2022, the Company completed a private placement of flow-through shares for gross proceeds of \$145,040. The Company is required to spend the funds on qualified exploration programs no later than December 31, 2023. The Company renounced the expenditures and available income tax benefits to the flow-through shareholders effective December 31, 2022. As at April 30, 2023 approximately \$48,000 had been spent, leaving approximately \$97,000 remaining to be spent.

The Company's flow-through premium liability as at April 30, 2023 and January 31, 2023, and changes during the period/year then ended is as follows:

	April 30, 2023	January 31, 2023
	\$	\$
Balance, beginning of period/year	44,797	36,250
Additions	-	54,390
Reduction - pro rata based on eligible expenditures	(8,508)	(45,843)
Balance, end of period/year	36,289	44,797

11. Subsequent events

- (a) On May 4, 2023, the Company acquired Valence Mining Services Ltd., ("Valence") a private company incorporated in the province of Alberta on May 25, 2022. Valence has substantially been inactive since incorporation and had nominal assets and liabilities on the date of acquisition by the Company. The Company acquired Valence for a cash payment of \$12,500.
- (b) On June 5, 2023, the Company issued 2,000,000 common shares to Teako Gold Corp. in respect of the acquisition of the Teako property (Note 4(c)).