

ARIZONA GOLD & SILVER INC.
(formerly Arizona Silver Exploration Inc.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MAY 31, 2024

Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

NOTICE TO READER

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

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

VANCOUVER, BC
July 29, 2024

ARIZONA GOLD & SILVER INC. (formerly Arizona Silver Exploration Inc.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
AS AT MAY 31, 2024 AND AUGUST 31, 2023
(EXPRESSED IN CANADIAN DOLLARS - UNAUDITED)

	Note	May 31, 2024	August 31, 2023
ASSETS			
Current assets			
Cash		\$ 431,419	\$ 43,343
Receivables		8,001	7,469
Prepays	3	88,456	117,233
		527,876	168,045
Other assets			
Exploration and evaluation assets	4 & 9	6,391,206	8,135,021
Reclamation bonds	4	33,503	33,243
TOTAL ASSETS		\$ 6,952,585	\$ 8,336,309
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	5 & 9	\$ 140,294	\$ 85,839
Loans payable	6	-	101,356
		140,294	187,195
SHAREHOLDERS' EQUITY			
Share capital	7	13,267,613	11,619,917
Subscription receivable	7	(12,000)	(17,500)
Reserves	7	2,390,711	2,417,962
Deficit		(8,834,033)	(5,871,265)
TOTAL SHAREHOLDERS' EQUITY		6,812,291	8,149,114
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 6,952,585	\$ 8,336,309

On behalf of the Board:

“Greg Hahn” Director

“Mike Stark” Director

See accompanying notes to the condensed consolidated interim financial statements

ARIZONA GOLD & SILVER INC. (formerly Arizona Silver Exploration Inc.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE NINE MONTHS ENDED MAY 31, 2024 AND 2023
(EXPRESSED IN CANADIAN DOLLARS - UNAUDITED)

		Three months		Nine months	
	Note	May 31, 2024	May 31, 2023	May 31, 2024	May 31, 2023
EXPENSES					
Advertising and promotion		\$ 30,000	\$ 11,384	\$ 55,569	\$ 46,200
Consulting fees		19,500	119,792	84,651	208,342
Director fees	9	3,000	-	3,000	-
Foreign exchange loss (gain)		2,166	966	2,052	(9,726)
General exploration expenses		-	548	-	548
Interest		5,883	96	15,268	96
Management fees	9	30,000	18,000	74,000	54,000
Office facilities and administrative		5,758	13,097	15,790	23,909
Professional fees	9	10,346	6,000	59,395	46,241
Share-based compensation	7	-	654,315	-	957,540
Transfer agent and filing fees		26,049	17,029	62,547	46,533
Travel		3,006	2,743	6,065	9,386
Net loss before other item		(135,708)	(843,970)	(378,337)	(1,383,069)
OTHER ITEM					
Write-down of exploration and evaluation assets	4	(377)	-	(2,584,431)	-
NET LOSS AND COMPREHENSIVE LOSS		\$ (136,085)	\$ (843,970)	\$ (2,962,768)	\$ (1,383,069)
Basic and diluted loss per share		\$ (0.00)	\$ (0.01)	\$ (0.04)	\$ (0.02)
Weighted average number of common shares outstanding		75,100,158	70,017,760	72,718,225	67,646,111

See accompanying notes to the condensed consolidated interim financial statements

ARIZONA GOLD & SILVER INC. (formerly Arizona Silver Exploration Inc.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE MONTHS ENDED MAY 31, 2024 AND 2023
(EXPRESSED IN CANADIAN DOLLARS - UNAUDITED)

	Share capital		Reserves					Total
	Number of shares	Amount	Subscription Receivable	Share-Based Compensation	Warrants	Other	Deficit	
Balance at August 31, 2022	64,487,615	\$ 9,582,973	\$ (10,000)	\$ 1,610,527	\$ 43,740	\$ 50,000	\$ (4,260,477)	\$ 7,016,763
Shares issued for cash	4,491,260	1,122,815	-	-	-	-	-	1,122,815
Shares issued for stock options exercised	1,745,000	658,656	-	(306,531)	-	-	-	352,125
Shares issued for finders fees	97,200	29,160	-	-	-	-	-	29,160
Shares issue costs	-	(45,585)	-	-	-	-	-	(45,585)
Subscriptions received in advance	-	-	16,352	-	-	-	-	16,352
Share-based compensation	-	-	-	957,540	-	-	-	957,540
Net loss for the period	-	-	-	-	-	-	(1,383,069)	(1,383,069)
Balance at May 31, 2023	70,821,075	\$ 11,348,019	\$ 6,352	\$ 2,261,536	\$ 43,740	\$ 50,000	\$ (5,643,546)	\$ 8,066,101
Balance at August 31, 2023	71,505,705	\$ 11,619,917	\$ (17,500)	\$ 2,324,222	\$ 43,740	\$ 50,000	\$ (5,871,265)	\$ 8,149,114
Shares issued for cash	5,328,297	1,598,489	(12,000)	-	-	-	-	1,586,489
Shares issued for stock options exercised	172,250	56,137	-	(26,666)	-	-	-	29,471
Shares issued for warrants exercised	81,040	27,147	-	-	(585)	-	-	26,562
Shares issue costs	-	(34,077)	-	-	-	-	-	(34,077)
Subscriptions received	-	-	17,500	-	-	-	-	17,500
Net loss for the period	-	-	-	-	-	-	(2,962,768)	(2,962,768)
Balance at May 31, 2024	77,087,292	\$ 13,267,613	\$ (12,000)	\$ 2,297,556	\$ 43,155	\$ 50,000	\$ (8,834,033)	\$ 6,812,291

See accompanying notes to the condensed consolidated interim financial statements

ARIZONA GOLD & SILVER INC. (formerly Arizona Silver Exploration Inc.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED MAY 31, 2024 AND 2023
(EXPRESSED IN CANADIAN DOLLARS - UNAUDITED)

	May 31, 2024	May 31, 2023
CASH FLOWS FOR OPERATING ACTIVITIES		
Net loss for the period	\$ (2,962,768)	\$ (1,383,069)
Adjustments for non-cash items:		
Accrued interest	-	96
Foreign exchange	(2,024)	(1,209)
Share-based compensation	-	957,540
Write-down of exploration and evaluation assets	2,584,431	-
Net change in non-cash working capital accounts		
Decrease (increase) in receivables	(532)	22,386
Decrease (increase) in prepaids	28,777	(45,029)
Increase in accounts payable and accrued liabilities	63,550	67,907
Net cash used in operating activities	(288,566)	(381,378)
CASH FLOWS USED IN INVESTING ACTIVITIES		
Exploration and evaluation assets	(849,711)	(1,281,904)
Net cash used in investing activities	(849,711)	(1,281,904)
CASH FLOWS FROM FINANCING ACTIVITIES		
Shares issued for cash (net)	1,552,412	1,106,390
Exercise of options	29,471	352,125
Exercise of warrants	26,562	-
Subscriptions received	17,500	16,352
Proceeds from loans payable	232,949	100,000
Repayment of loans payable	(332,541)	-
Net cash provided by financing activities	1,526,353	1,574,867
Increase (decrease) in cash during the period	388,076	(88,415)
CASH, BEGINNING OF PERIOD	43,343	223,837
CASH, END OF PERIOD	\$ 431,419	\$ 135,422

Supplemental Disclosure with Respect to Cash Flows (Note 10)

See accompanying notes to the condensed consolidated interim financial statements

1. NATURE OF OPERATIONS

Arizona Gold & Silver Inc. (formerly Arizona Silver Exploration Inc.) (the “Company”) was incorporated under the Business Corporations Act (British Columbia) on May 12, 2011. On November 16, 2016, the Company changed its name from Damon Capital Corp. to Arizona Silver Exploration Inc. On September 20, 2023, the Company changed its name from Arizona Silver Exploration Inc. to Arizona Gold & Silver Inc. The Company is classified as a Tier 2 issuer, trading on the TSX Venture Exchange (the “Exchange”) under the symbol AZS. The head office and records office is located at 900 – 777 Hornby Street, Vancouver, British Columbia, Canada, V6Z 1S4.

The Company is currently evaluating its exploration and evaluation assets and has not determined whether any of these properties contain reserves that are economically recoverable. The recoverability of amounts recorded for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves. The Company's future capital requirements depend on many factors, including costs of exploration and development of the exploration and evaluation assets, cash flow from operations, costs to complete additional exploration, and competition and global market conditions.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

Statement of compliance to International Financial Reporting Standards

These condensed consolidated interim financial statements are prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting under International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board. These condensed consolidated interim financial statements do not contain all of the information required for full annual financial statements and should be read in conjunction with the Company's 2023 annual audited financial statements. The condensed consolidated interim financial statements were authorized for issuance on July 29, 2024 by the directors of the Company.

Going concern assumption

The Company's consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. During the nine months ended May 31, 2024, the Company incurred a net loss of \$2,962,768 (2023 - \$1,383,069) and, as of that date, had an accumulated deficit of \$8,834,033 (August 31, 2023 - \$5,871,265). The Company remains reliant on external sources of financing to fund operations and meet the Company's obligations. These factors form a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. These consolidated financial statements do not give effect to the adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

Consolidation

These consolidated financial statements include the accounts of the Company and its controlled wholly owned subsidiaries: Arizona Silver Corporation (incorporated in British Columbia) (“ASC”) and Arizona Silver Exploration U.S. Inc. (incorporated in Arizona, United States). Inter-company transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

Exploration and evaluation assets

Upon acquiring the legal right to explore, all costs related to the acquisition, exploration and evaluation of exploration and evaluation assets are capitalized by property. If economically recoverable ore reserves are developed, capitalized costs of the related property will be reclassified as mining assets and amortized using the unit of production method. When a property is abandoned, all related costs are written off to operations. If, after management review, it is determined that the carrying amount of an exploration and evaluation asset is impaired, that property is written down to its estimated net realizable value. An exploration and evaluation asset is reviewed for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable.

The amounts shown for exploration and evaluation assets do not necessarily represent present or future values. Their recoverability is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

Significant accounting judgments, estimates and assumptions

The preparation of the Company's consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, and contingent liabilities at the date of the consolidated financial statements and reported amounts of revenues and expenses during the reporting period. 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.

Areas requiring a significant degree of estimation and judgment relate to the recoverability of the carrying value of exploration and evaluation assets, fair value measurements for share-based payments and assessment that the Company will be able to continue as a going concern.

Valuation of exploration and evaluation assets – Management has determined that exploration, evaluation, and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Property under lease has attributes of an option agreement and accordingly the Company capitalizes annual lease payments and exploration and evaluation costs required under the lease agreement. Assets or cash-generating units are evaluated at each reporting date to determine whether there are any indicators of impairment. The Company considers both internal and external sources of information when making the assessment of whether there are indications of impairment for the Company's exploration and evaluation assets.

Share-based compensation – The Company uses the Black-Scholes option pricing model for valuation of share-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 significantly change the fair value estimate and the Company's earnings and equity reserves.

Going concern – The assumption that the Company will be able to continue as a going concern is subject to critical judgments of management with respect to the assumptions surrounding the short- and long-term operating budget, expected profitability, investing and financing activities, and management's strategic planning. Should those judgments prove to be inaccurate, the going concern assumption could be inappropriate.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

Provisions

Provisions for environmental restoration, restructuring costs, and legal claims are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognized for future operating losses.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognized as interest expense.

Income (loss) per share

Basic income or loss per common share is calculated using the weighted average number of shares outstanding during the period. The Company computes the dilutive effect of options, warrants, and similar instruments whereby the dilutive effect on income or loss per common share is recognized on the use of the proceeds that could be obtained upon exercise of options, warrants, and similar instruments to calculate diluted loss per share. It is assumed that the proceeds would be used to purchase common shares at the average market price during the period. For the periods presented, this calculation proved to be anti-dilutive.

Share capital

The Company issues common shares and share purchase warrants from time to time, which are classified in the consolidated financial statements as equity instruments. The residual value method is used to calculate the fair value of the warrant component in unit offerings, whereby the residual of the private placement proceeds after deducting the fair value of the share component is assigned as the fair value of the warrants.

Share-based compensation

Share-based compensation to employees is measured at the fair value of the instruments issued and amortized over the vesting periods. Share-based compensation to non-employees, including finders' warrants, is measured at the fair value of goods or services received or the fair value of the equity instruments issued. If it is determined the fair value of the goods or services cannot be reliably measured, they are recorded at the fair value of the equity instruments granted. The fair value of options is determined using a Black-Scholes pricing model which incorporates all market vesting conditions. The number of shares and options expected to vest is reviewed and adjusted at the end of each reporting period such that the amount recognized for services received as consideration shall be based on the number of equity instruments that eventually vest.

Financial instruments

The following table shows the classification of the Company's financial instruments under IFRS 9 *Financial Instruments*:

Financial Asset/Liability	Classification
Cash	Fair value through profit and loss ("FVTPL")
Reclamation bonds	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Loans payable	Amortized cost

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

Financial instruments (continued)

Financial assets

Recognition and measurement

The Company recognizes a financial asset when it becomes a party to the contractual provisions of the instrument.

Classification

The Company classifies financial assets at initial recognition as financial assets: measured at amortized cost, measured at fair value through other comprehensive income or measured at fair value through profit or loss.

Amortized cost

A financial asset that meets both of the following conditions is classified as a financial asset measured at amortized cost.

- The Company's business model for such financial assets is to hold the assets in order to collect contractual cash flows.
- The contractual term of the financial asset gives rise on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding.

A financial asset measured at amortized cost is initially recognized at fair value plus transaction costs directly attributable to the asset. After initial recognition, the carrying amount of the financial asset measured at amortized cost is determined using the effective interest method, net of impairment loss, if necessary.

Fair value through other comprehensive income ("FVTOCI")

A financial asset measured at FVTOCI is recognized initially at fair value plus transaction costs directly attributable to the asset. After initial recognition, the asset is measured at fair value with changes in fair value included as "financial asset at fair value through other comprehensive income" in other comprehensive income.

Fair value through profit or loss ("FVTPL")

A financial asset measured at FVTPL is recognized initially at fair value with any associated transaction costs being recognized in profit or loss when incurred. Subsequently, the financial asset is re-measured at fair value, and a gain or loss is recognized in profit or loss in the reporting period in which it arises.

Derecognition

The Company derecognizes a financial asset if the contractual rights to the cash flows from the asset expire, or the Company transfers substantially all the risks and rewards of ownership of the financial asset. Any interest in transferred financial assets that are created or retained by the Company are recognized as a separate asset or liability. Gains and losses on derecognition are generally recognized in the consolidated statement of loss and comprehensive loss. However, gains and losses on derecognition of financial assets classified as FVTOCI remain within accumulated other comprehensive income (loss).

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

Financial instruments (continued)

Financial liabilities

Recognition and measurement

The Company recognizes financial liabilities when it becomes a party to the contractual provisions of the instruments.

Classification

The Company classifies financial liabilities at initial recognition as financial liabilities: measured at amortized cost or measured at fair value through profit or loss.

Amortized cost

A financial liability at amortized cost is initially measured at fair value less transaction costs directly attributable to the issuance of the financial liability. Subsequently, the financial liability is measured at amortized cost based on the effective interest rate method.

Fair value through profit or loss

A financial liability measured at FVTPL is initially measured at fair value with any associated transaction costs being recognized in profit or loss when incurred. Subsequently, the financial liability is re-measured at fair value, and a gain or loss is recognized in profit or loss in the reporting period in which it arises.

Derecognition

The Company derecognizes a financial liability when the financial liability is discharged, cancelled, or expired. Generally, the difference between the carrying amount of the financial liability derecognized and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognized in the consolidated statement of loss and comprehensive loss.

Offsetting financial assets and liabilities

Financial assets and liabilities are offset, and the net amount is presented in the consolidated statement of financial position only when the Company has a legally enforceable right to set off the recognized amounts and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the consolidated statement of loss and comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

Foreign currency translation

The Company's reporting currency and the functional currency of all its operations is the Canadian dollar as this is the principal currency of the economic environment in which the Company operates. The functional currency determination was conducted through an analysis of consideration factors identified in IAS 21 *The Effect of Changes in Foreign Exchange Rates*.

Transactions in foreign currencies are translated at the exchange rate in effect at the date of the transaction. Foreign denominated monetary assets and liabilities are translated to their Canadian dollar equivalents using foreign exchange rates prevailing at the financial position reporting date. Exchange gains or losses arising on foreign currency translation are reflected in profit or loss.

Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Related party transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operational decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

Income taxes

Current income tax:

Current income tax assets and liabilities for the reporting period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date, in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognized directly in other comprehensive income or equity is recognized in other comprehensive income or equity and not in profit or loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred income tax:

Deferred income tax is provided based on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

The carrying amount of deferred income tax assets is reviewed at the end of each reporting period and recognized only to the extent that it is probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets and deferred income tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred income taxes relate to the same taxable entity and the same taxation authority.

ARIZONA GOLD & SILVER INC. (formerly Arizona Silver Exploration Inc.)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MAY 31, 2024 AND 2023
(EXPRESSED IN CANADIAN DOLLARS - UNAUDITED)

3. PREPAIDS

	May 31, 2024	August 31, 2023
Insurance	\$ 2,246	\$ 13,664
Advertising and promotion	5,666	22,900
Consulting fees	-	26,151
Regulatory fees	3,847	8,971
Deposit	72,897	41,747
Other	3,800	3,800
	\$ 88,456	\$ 117,233

4. EXPLORATION AND EVALUATION ASSETS

Property lease and option agreement, Ramsey Mine area, La Paz County Arizona

A property lease and option agreement with a company located in Colorado for the Ramsey Mine area located in La Paz County in Arizona.

This agreement calls for the following payments:

Amount (USD)	Due Date
\$10,000	Due on execution of agreement (paid)
\$10,000	Due within 12 months from date of agreement (November 25, 2015) (paid)
\$2,500	Due within 30 days of signing an agreement with a third party to explore the property (paid)
\$15,000	24 months from date of agreement (November 25, 2016) (paid)

The following lease payments are due for the lease and option to remain in effect:

Amount (USD)	Due Date
\$20,000	36 months from date of agreement (November 25, 2017) (paid)
\$25,000	48 months from date of agreement (November 25, 2018) (paid)
\$25,000	On each anniversary date of the agreement until claims are in production

The Company has the option to acquire a 100% interest in the Ramsey Property prior to production by paying USD\$500,000.

This agreement is subject to a 2% net smelter royalty ("NSR") which can be purchased from the lessor for USD\$1,000,000.

During the nine months ended May 31, 2024 the Company terminated the leases on the Ramsey Property resulting in the Company recognizing a write-down of property costs of \$2,584,431.

Certain surface and mineral rights, Ramsey Mine area, La Paz County Arizona

The Company entered into another property lease and option agreement with a company located in Arizona in February 2015, amended in February 2016, for certain surface and mineral rights located in the Ramsey Mine area in La Paz County in Arizona.

This agreement calls for the following payments:

Amount (USD)	Due Date
\$10,000	Due on execution of agreement (paid)
\$11,000	Due March 23, 2016 (paid)

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FOR THE NINE MONTHS ENDED MAY 31, 2024 AND 2023
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4. EXPLORATION AND EVALUATION ASSETS (continued)

Certain surface and mineral rights, Ramsey Mine area, La Paz County Arizona (continued)

The following lease payments are due for the lease and option to remain in effect:

Amount (USD)	Due Date
\$12,000	Second anniversary date of agreement (February 23, 2017) (paid)
\$13,000	Third anniversary date of agreement (February 23, 2018) (paid)
\$14,000	Fourth anniversary date of agreement (February 23, 2019) (paid)
\$15,000	Fifth anniversary date of agreement (February 23, 2020) (paid)
\$20,000	Sixth anniversary date of agreement (February 23, 2021) (paid)
\$25,000	Seventh anniversary date of agreement (February 23, 2022) (paid)
\$30,000	Eighth anniversary date of agreement (February 23, 2023)
\$35,000	Ninth anniversary date of agreement (February 23, 2024)
\$40,000	Tenth anniversary date of agreement (February 23, 2025)
\$50,000	Annually on each subsequent anniversary date of this agreement until option is exercised prior to commercial production

ASC has the option to acquire a 100% interest in the Ramsey Property prior to production by paying USD\$500,000.

This agreement is subject to a 2% NSR which can be purchased from the lessor for USD\$500,000.

Additional claims, Ramsey Mine area, La Paz County Arizona

During the year ended August 31, 2017, the Company staked additional lode mining claims at the Ramsey Silver Project, located in La Paz County, Arizona.

Property lease and option agreement, Sycamore Canyon, Graham County Arizona

The Company entered into a property lease and option agreement with Summit Minerals Partnership on March 1, 2018, for certain surface and mineral rights located in the Sycamore Canyon property in Graham County, Arizona.

The following lease payments are due for the lease and option to remain in effect:

Amount (USD)	Due Date
\$10,000	Execution of agreement (Paid)
\$11,000	First anniversary date of agreement (March 1, 2019) (paid)
\$12,000	Second anniversary date of agreement (March 1, 2020) (paid)
\$13,000	Third anniversary date of agreement (Extended to September 1, 2021) (paid)
\$14,000	Fourth anniversary date of agreement (March 1, 2022) (paid)

The Company has the option to acquire a 100% interest in the Sycamore Canyon Property by making the above lease payments prior to the fifth anniversary of the agreement, and by paying an additional USD\$40,000. By mutual agreement, this final payment has not been made yet and is subject to ongoing discussions with the successors to the estates of the original owners.

This agreement is subject to a 2% NSR which the Company may purchase half of the 2% NSR from the lessor at any time until 90 days following completion of a feasibility study for USD\$500,000.

4. EXPLORATION AND EVALUATION ASSETS (continued)

Property lease and option agreement, Philadelphia Group Property, Mohave Country, Arizona

During the year ended August 31, 2019, the Company entered into a property lease (the "Lease and Option Agreement") with option to purchase 11 unpatented lode mining claims that cover a majority of the old workings and potential strike extension of the former operating Arabian-Philadelphia Mine. In addition, the Company has staked three additional lode mining claims to cover the southern strike extension of the vein and host structure that was not covered by the leased claim group. This agreement was subject to a 2% NSR which the Company may purchase half of the 2% NSR from the lessor at any time until commencement of mine construction on the Philadelphia Group Property for USD\$500,000.

The Company had the exclusive right and option to terminate the lease and instead acquire a 100% interest in and to the Philadelphia Group Property after making any of the above lease/option payments and prior to the commencement of mine construction by paying the lessor USD\$500,000 cash.

On April 3, 2019, the Company received all federal and state permits to drill the Philadelphia property. The Company has staked additional claims to the North of the current location.

On January 29, 2020, the Company entered into a Purchase and Sale agreement completely replacing and superseding the Lease and Option Agreement entered into in February 2019. Under the terms of the Purchase and Sale agreement, the Company must make a cash payment of USD\$20,000 (paid) and issue 250,000 common shares of the Company (issued and valued at \$42,500) to own the property 100% outright with no further annual lease payments or buyout expenditures. The Seller will retain a 1% NSR royalty. The Purchase and Sale agreement was closed on February 15, 2020.

In November 2020, the Company bought out the existing 1% NSR on the Philadelphia property for USD\$50,000 (paid).

Additional claims, Philadelphia Group Property, Mohave Country, Arizona

On February 12, 2021 and amended on July 28, 2021, the Company entered into a lease agreement with the owner of the Perry, Resaca and Rising Fawn Patented Claims adjacent to Philadelphia gold silver property, located in Mohave Country, Arizona. Pursuant to the lease agreement, the Company pays an annual fixed lease payment of USD\$75,000 and the lessor will retain a 3% NSR royalty. A balloon payment of \$100 per ounce of gold in reserve on the property as defined by a bankable feasibility study is due prior to commencement of mining.

Property lease and option agreement, Silverton, Nye County, Nevada

The Company entered into a property assignment agreement with Greg Hahn Consulting LLC ("Assignor"), a related party, on August 15, 2020, for certain mining claims located in Nye County, Nevada.

The Assignor is a party to an agreement dated August 7, 2019, with Precious Metals LLC, an unrelated party, (the "Silverton Agreement") related to seventy-seven unpatented mining claims. In consideration of USD\$36,344 (paid), the Assignor assigned, transferred, and conveyed to the Company the entire right, title and interest in and to the Silverton Agreement. In addition, the Company assumed all of the Assignor's obligations and liabilities under the Silverton Agreement.

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4. EXPLORATION AND EVALUATION ASSETS (continued)

Pursuant to the Silverton Agreement, the following lease payments are due for the lease to remain in effect.

Amount (USD)	Due Date
\$10,000	October 2019 (paid)
\$15,000	October 2020 (paid)
\$20,000	October 2021 (paid)
\$25,000	October 2022 (paid)
\$25,000	Each anniversary year perpetually thereafter

All payments pursuant to the Silverton Agreement have been paid to Precious Metals LLC.

The lease provides an option to buy the property outright for a one-time cash payment of USD\$1,250,000 with a retained 2% NSR to the underlying owner of the claims and a retained 1% NSR to the assignor of the lease. The Company further has the right to buy out the royalty interests completely for USD\$1,250,000 and USD\$500,000, respectively.

Reclamation bond

As at May 31, 2024, the reclamation bond consists of a bond in the amount of \$19,528 (USD\$14,320) (August 31, 2023 - \$19,376 (USD\$14,320)) related to the Philadelphia property and \$13,975 (USD\$10,248) (August 31, 2023 - \$13,867 (USD\$10,248)) related to the Silverton property which are held by the United States Department of the Interior Bureau of Land Management. During the nine months ended May 31, 2024, the change in reclamation bond balance was due to foreign exchange translation to Canadian dollars.

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4. EXPLORATION AND EVALUATION ASSETS (continued)

From the acquisition date of November 18, 2016 to May 31, 2024, the Company incurred the following expenditures on the properties:

	May 31, 2024 -\$-	Current Expenditures -\$-	August 31, 2023 -\$-
Arizona Properties			
Ramsey Silver			
Acquisition, lease, option and historical data	1,011,708	-	1,011,708
Claim renewals	189,266	2,690	186,576
Consulting geological	195,631	-	195,631
Drilling, geophysics, fieldwork and assays	1,111,204	-	1,111,204
Site office, travel	76,622	2,750	73,872
Write-down	(2,584,431)	(2,584,431)	-
	-	(2,578,991)	2,578,991
Sycamore Canyon			
Acquisition, lease, option and historical data	90,987	-	90,987
Claim renewals	34,443	2,241	32,202
Consulting geological	149,847	-	149,847
Drilling, geophysics, fieldwork and assays	35,960	-	35,960
Site office, travel	29,832	-	29,832
	341,069	2,241	338,828
Philadelphia Group			
Acquisition, lease, option and historical data	515,231	109,706	405,525
Claim renewals	97,826	27,112	70,714
Consulting geological	1,076,534	181,258	895,276
Drilling, geophysics, fieldwork and assays	3,701,866	416,151	3,285,715
Site office, travel	304,697	40,372	264,325
	5,696,154	774,599	4,921,555
Nevada Property			
Silverton			
Acquisition, lease, option and historical data	161,644	34,248	127,396
Claim renewals	60,816	18,895	41,921
Consulting geological	5,148	-	5,148
Drilling, geophysics, fieldwork and assays	117,939	4,534	113,405
Site office, travel	8,436	659	7,777
	353,983	58,336	295,647
	6,391,206	(1,743,815)	8,135,021

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	May 31, 2024	August 31, 2023
Accounts payable	\$ 113,294	\$ 58,839
Accrued liabilities	27,000	27,000
	\$ 140,294	\$ 85,839

6. LOANS PAYABLE

During the year ended August 31, 2023, the Company received \$100,000 from the Chief Executive Officer of the Company (Note 9). During the nine months ended May 31, 2024, the Company received an additional \$100,000 and repaid these loans in full. The loans were unsecured, bears interest at 7.7% per annum and are due on demand. The Company recorded interest of \$8,190 during the nine months ended May 31, 2024. As at May 31, 2024, the Company has a loans payable balance of \$Nil (August 31, 2023 - \$101,356).

During the nine months ended May 31, 2024 the Company received \$132,949 (US\$97,600) and repaid these loans in full from the Vice President of Exploration of the Company (Note 9). The loan was unsecured, bears interest at 7.7% per annum and is due on demand. The Company recorded interest of \$7,078 (US\$5,220) during the nine months ended May 31, 2024.

7. SHARE CAPITAL AND RESERVES

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

As at May 31, 2024, the total common shares outstanding are 77,087,292 (August 31, 2023 - 71,505,705).

On November 17, 2022, the Company issued 25,000 common shares for gross proceeds of \$4,875 pursuant to the exercise of stock options with an exercise price of \$0.195. The market price of the Company's shares on this date was \$0.28.

On December 3, 2022, the Company issued 100,000 common shares for gross proceeds of \$19,500 pursuant to the exercise of stock options with an exercise price of \$0.195. The market price of the Company's shares on this date was \$0.275.

On December 16, 2022, the Company closed a non-brokered private placement of 4,491,260 units for gross proceeds of \$1,122,815 at a price of \$0.25 per unit. Each unit is comprised of one common share and one-half of one warrant exercisable into a common share for \$0.40 per share for a period of five years. Of these proceeds, \$Nil was attributable to the warrants, using the residual value method. The Company paid finders fees of \$16,425 in cash and issued 97,200 common shares valued at \$29,160.

On January 10, 2023, the Company issued 75,000 common shares for gross proceeds of \$14,625 pursuant to the exercise of stock options with an exercise price of \$0.195. The market price of the Company's shares on this date was \$0.29.

On April 12, 2023, the Company issued 200,000 common shares for gross proceeds of \$39,000 pursuant to the exercise of stock options with an exercise price of \$0.195. The market price of the Company's shares on this date was \$0.51.

On April 14, 2023, the Company issued 925,000 common shares for gross proceeds of \$175,875 pursuant to the exercise of stock options with an exercise price between \$0.12 and \$0.355. The market price of the Company's shares on this date was \$0.55.

On April 17, 2023, the Company issued 200,000 common shares for gross proceeds of \$58,000 pursuant to the exercise of stock options with an exercise price of \$0.29. The market price of the Company's shares on this date was \$0.49.

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7. SHARE CAPITAL AND RESERVES (continued)

On April 27, 2023, the Company issued 100,000 common shares for gross proceeds of \$17,500 pursuant to the exercise of stock options with an exercise price of \$0.175. The market price of the Company's shares on this date was \$0.47.

On May 4, 2023, the Company issued 50,000 common shares for gross proceeds of \$8,750 pursuant to the exercise of stock options with an exercise price of \$0.175. The market price of the Company's shares on this date was \$0.59.

On May 8, 2023, the Company issued 20,000 common shares for gross proceeds of \$3,500 pursuant to the exercise of stock options with an exercise price of \$0.175. The market price of the Company's shares on this date was \$0.58.

On May 12, 2023, the Company issued 50,000 common shares for gross proceeds of \$14,500 pursuant to the exercise of stock options with an exercise price of \$0.29. The market price of the Company's shares on this date was \$0.50.

On June 23, 2023, the Company issued 50,000 common shares for gross proceeds of \$14,500 pursuant to the exercise of stock options with an exercise price of \$0.29. The market price of the Company's shares on this date was \$0.33.

On July 19, 2023, the Company issued 100,000 common shares for gross proceeds of \$21,000 pursuant to the exercise of stock options with an exercise price of \$0.21. The market price of the Company's shares on this date was \$0.395.

During the year ended August 31, 2023, the Company issued 534,630 common shares for gross proceeds of \$213,852 pursuant to the exercise of warrants with an exercise price of \$0.40.

On October 26, 2023, the Company issued a total of 45,000 common shares for gross proceeds of \$8,475 pursuant to the exercise of stock options with an exercise price between \$0.175 to \$0.205. The market price of the Company's shares on this date was \$0.40.

On December 4, 2023, the Company issued 12,500 common shares for gross proceeds of \$5,000 pursuant to the exercise of warrants with an exercise price of \$0.40. The market price of the Company's shares on this date was \$0.57.

On December 13, 2023, the Company issued 58,540 common shares for gross proceeds of \$17,562 pursuant to the exercise of warrants with an exercise price of \$0.30. The market price of the Company's shares on this date was \$0.55.

On February 2, 2024, the Company issued 10,000 common shares for gross proceeds of \$4,000 pursuant to the exercise of warrants with an exercise price of \$0.40. The market price of the Company's shares on this date was \$0.425.

On March 13, 2024, the Company issued a total of 127,250 common shares for gross proceeds of \$20,996 pursuant to the exercise of warrants with an exercise price of \$0.165. The market price of the Company's shares on this date was \$0.33.

On April 3, 2024, the Company closed a non-brokered private placement of 5,328,297 units for gross proceeds of \$1,598,489 at a price of \$0.30 per unit. Each unit is comprised of one common share and one warrant exercisable into a common share for \$0.45 per share for a period of two years.

7. SHARE CAPITAL AND RESERVES (continued)

Stock options

On June 28, 2019, the Company adopted a 10% rolling stock option plan which provides that the Board of Directors of the Company may from time to time, at its discretion, and in accordance with the TSX Venture Exchange ("TSX-V") requirements, grant options to directors, officers, employees, and consultants of the Company, provided that the number of common shares reserved for issuance will not exceed 10% of the Company's issued and outstanding common shares. Options granted vest at the discretion of the Board of Directors.

The Company uses the Black-Scholes option pricing model to value the stock options granted during the year. The Black-Scholes model was developed for use in estimating the fair value of traded options that have no vesting restrictions and are fully transferable. The model requires management to make estimates which are subjective and may not be representative of actual results. Changes in assumptions can materially affect estimates of fair values. The forfeiture rate assumption is based on historical results, which are estimated to be nil, and the annualized volatility is based on the Company's historical share prices.

On January 10, 2023, the Company granted incentive stock options to purchase 1,375,000 common shares at an exercise price of \$0.29 per share for a period of five years to directors, management, and consultants of the Company. Accordingly, the Company recorded the estimated grant date fair value of \$301,559 in connection to these options.

The grant date fair value of the options granted above was based on the following assumptions: share price at grant date of \$0.29; exercise price of \$0.29; expected life of 5 years; expected volatility of 99.96%; risk free interest rate of 3.13%; expected dividend yield of 0%; and forfeiture rate of 0%.

On March 24, 2023, the Company granted incentive stock options to purchase 120,000 common shares at an exercise price of \$0.40 per share for a period of five years to a consultant of the Company. Accordingly, the Company recorded the estimated grant date fair value of \$36,224 in connection to these options.

The grant date fair value of the options granted above was based on the following assumptions: share price at grant date of \$0.40; exercise price of \$0.40; expected life of 5 years; expected volatility of 100%; risk free interest rate of 2.70%; expected dividend yield of 0%; and forfeiture rate of 0%.

On April 25, 2023, the Company granted incentive stock options to purchase 1,425,000 common shares at an exercise price of \$0.47 per share for a period of five years to directors, management, and consultants of the Company. Accordingly, the Company recorded the estimated grant date fair value of \$592,970 in connection to these options.

The grant date fair value of the options granted above was based on the following assumptions: share price at grant date of \$0.54; exercise price of \$0.47; expected life of 5 years; expected volatility of 99%; risk free interest rate of 2.98%; expected dividend yield of 0%; and forfeiture rate of 0%.

On May 8, 2023, the Company granted incentive stock options to purchase 270,000 common shares at an exercise price of \$0.56 per share for a period of five years to consultants of the Company. Accordingly, the Company recorded the estimated grant date fair value of \$118,572 in connection to these options.

The grant date fair value of the options granted above was based on the following assumptions: share price at grant date of \$0.58; exercise price of \$0.56; expected life of 5 years; expected volatility of 99%; risk free interest rate of 2.99%; expected dividend yield of 0%; and forfeiture rate of 0%.

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7. SHARE CAPITAL AND RESERVES (continued)

Stock options (continued)

The number of stock options outstanding and exercisable at May 31, 2024 and August 31, 2023 are as follows:

	May 31, 2024		August 31, 2023	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding, beginning of period	6,882,250	\$ 0.31	5,737,250	\$ 0.23
Options granted	-	-	3,190,000	0.40
Options expired	-	-	(150,000)	0.28
Options exercised	(172,250)	0.17	(1,895,000)	0.20
Options outstanding, end of the period	6,710,000	\$ 0.32	6,882,250	\$ 0.31
Options exercisable, end of the period	6,710,000	\$ 0.32	6,882,250	\$ 0.31

As at May 31, 2024, the weighted average remaining contractual life of the outstanding exercisable stock options is 2.47 (August 31, 2023 – 3.16) years.

The stock options outstanding by expiry date are as follows at May 31, 2024 and August 31, 2023:

Expiry date	May 31, 2024		August 31, 2023	
	Number of options	Exercise price	Number of options	Exercise price
March 13, 2024	-	\$ -	127,250	\$ 0.165
July 8, 2024	100,000	0.12	100,000	0.12
February 24, 2025	1,105,000	0.175	1,130,000	0.175
August 31, 2025	1,375,000	0.355	1,375,000	0.355
June 21, 2026	250,000	0.205	250,000	0.205
December 21, 2026	990,000	0.205	1,010,000	0.205
January 10, 2028	1,075,000	0.29	1,075,000	0.29
March 24, 2028	120,000	0.40	120,000	0.40
April 25, 2028	1,425,000	0.47	1,425,000	0.47
May 8, 2028	270,000	0.56	270,000	0.56
Options outstanding, end of the period	6,710,000		6,882,250	

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7. SHARE CAPITAL AND RESERVES (continued)

Warrants

The number of warrants outstanding at May 31, 2024 and August 31, 2023 are as follows:

	May 31, 2024		August 31, 2023	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
Warrants outstanding, beginning of period	7,986,798	\$ 0.37	6,275,798	\$ 0.36
Warrants granted	5,328,297	0.45	2,245,630	0.40
Warrants exercised	(81,040)	0.33	(534,630)	0.40
Warrants outstanding, end of the period	13,234,055	\$ 0.40	7,986,798	\$ 0.37

Details of warrants outstanding and exercisable at May 31, 2024, are as follows:

Date of expiry	Exercise price	Number of warrants	Weighted average remaining contractual life, years
March 5, 2025	\$0.22	3,485,067	0.76
December 22, 2025	\$0.55	2,509,691	1.56
November 30, 2026	\$0.30	222,500	2.50
December 16, 2027	\$0.40	1,688,500	3.55
April 4, 2026	\$0.45	5,328,297	1.84
		13,234,055	1.73

8. FINANCIAL RISK MANAGEMENT

The Company is exposed to minimal 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:

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. The Company's cash is deposited in bank accounts held with a major bank in Canada. As most of the Company's cash is held by a bank there is a concentration of credit risk. This risk is managed by using a major bank that is a high-quality financial institution as determined by rating agencies.

8. FINANCIAL RISK MANAGEMENT (continued)

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they become due. The Company's ability to continue as a going concern is dependent on management's ability to raise required funding through future equity issuances. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

As at May 31, 2024, the Company has \$140,294 (August 31, 2023 - \$85,839) in current liabilities, excluding loans payable, that are due within 90 days and loans payable of \$Nil (August 31, 2023 - \$101,356) that is due on demand.

Currency risk

The Company operates in Canada and the United States. The Company has foreign exchange risk with respect to its USD cash, accounts payable and loans payable. As at May 31, 2024, the exposure to USD cash was USD\$51,056 (\$69,624) (August 31, 2023 - USD\$10,529 (\$14,353)) and accounts payable was USD\$64,443 (\$87,880) (August 31, 2023 - USD\$27,475 (\$34,125)). A 10% change in the foreign exchange results would result in an impact of \$1,800 (2023 - \$3,500).

Interest rate risk

The Company is not currently exposed to significant interest rate risk.

Capital management

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern such that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' equity and loans as capital. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust its capital structure, the Company may issue new shares, sell assets to settle liabilities or return capital to its shareholders. The Company is not exposed to externally imposed capital requirements and there were no changes in the Company's capital management during the course of the period.

Classification of financial instruments

Fair value

The fair value of the Company's financial assets and liabilities, other than cash, approximates the carrying amount due to the short-term nature of receivables, accounts payable and accrued liabilities.

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.

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8. FINANCIAL RISK MANAGEMENT (continued)

The following is an analysis of the Company's financial assets measured at fair value as at:

May 31, 2024	Level 1	Level 2	Level 3
Cash	\$ 431,419	\$ -	\$ -

August 31, 2023	Level 1	Level 2	Level 3
Cash	\$ 43,343	\$ -	\$ -

9. RELATED PARTY TRANSACTIONS

Amounts due to related parties consist of charges accrued for office administration and management fees. These amounts are due to directors, officers, or companies controlled by directors or officers. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

The following amounts due to related parties are included in accounts payable and accrued liabilities:

	May 31, 2024	August 31, 2023
Directors and corporations controlled by directors of the Company	\$ 16,181	\$ 33,452
A corporation controlled by the Chief Financial Officer	-	2,100
	\$ 16,181	\$ 35,552

As at May 31, 2024, the Company has loans payable of \$207,542 (August 31, 2023 - \$101,356) to the Chief Executive Officer of the Company and \$135,653 (August 31, 2023 - \$Nil) to the VP Exploration of the Company (Note 6). The loans are unsecured, bears interest at 7.7% per annum and due on demand.

The Company incurred the following transactions with directors/officers of the Company and corporations that are controlled by directors/officers of the Company. The Company has identified all directors/officers as its key management personnel.

	May 31, 2024	May 31, 2023
Professional fees to the CFO	\$ 22,000	\$ 18,000
Management fees to the CEO	74,000	54,000
Director fees to a Director	3,000	-
Capitalized fees on long-term assets to the VP Exploration	79,031	67,549
Share-based compensation	-	535,738
	\$ 178,031	\$ 675,287

10. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

The Company's significant non-cash investing transactions during the nine months ended May 31, 2024 was \$18,018 (2023 - \$10,542) of exploration and evaluation assets included in accounts payable and accrued liabilities.

11. SEGMENTED INFORMATION

The Company conducts its business as a single operating segment, being the acquisition and exploration of mineral properties. As at May 31, 2024 and August 31, 2023, all the Company's non-current assets were located in the United States of America.

12. SUBSEQUENT EVENT

On June 4, 2024, the Company granted incentive stock options to purchase 990,000 common shares at an exercise price of \$0.335 per share for a period of five years to directors, management and consultants of the Company.