VOLT CARBON TECHNOLOGIES INC.
(FORMERLY SAINT JEAN CARBON INC.)

Condensed Consolidated Interim Financial Statements

(Unaudited – presented in Canadian Dollars)

for the period ending April 30, 2022

Notice of No Auditor Review

Pursuant to National Instrument 51-102, Part 4, subsection 4.3(3)(a), the accompanying unaudited condensed consolidated interim financial statements have been prepared by and are the responsibility of the Company's management. The Company's independent auditors have not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

MANAGEMENT'S REPORT TO THE SHAREHOLDERS

The accompanying unaudited condensed consolidated interim financial statements have been prepared by management and approved by the Board of Directors of the Company. Management is responsible for the information and representations contained in these unaudited condensed consolidated interim financial statements and the accompanying Management's Discussion and Analysis. The unaudited condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

To assist management in discharging these responsibilities, the Company maintains a system of procedures and internal controls which are designed to provide reasonable assurance that its assets are safeguarded, that transactions are executed in accordance with management's authorization, and that the financial records form a reliable base for preparation of accurate and timely financial information.

The Board of Directors ensures that management fulfills its responsibilities for financial reporting and internal control. The Board of Directors exercises this responsibility through an Audit Committee. The Audit Committee has reviewed and discussed the unaudited condensed consolidated interim financial statements, including the notes thereto, with management. The unaudited condensed consolidated interim financial statements have been approved by the Board of Directors on the recommendation of the Audit Committee.

"William Pfaffenberger"	*"David Madill"*
William Pfaffenberger	David Madill
Chief Executive Officer	Chief Financial Officer

VOLT CARBON TECHNOLOGIES INC. (FORMERLY SAINT JEAN CARBON INC.)
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

		As at April 30, 2022		As at October 31, 2021
ASSETS				
Current				
Cash	$	989,547	$	141,996
Accounts receivable (Note 6)		116,829		45,994
Prepaid expenses		28,750		175,902
		1,135,126		363,892
Term deposits (Note 15)		51,000		41,000
Equipment (Note 7)		924,988		437,858
Mineral exploration and evaluation assets (Note 8)		854,869		854,869
Right-of-use assets (Note 9)		1,055,889		1,113,483
Intangible asset		1,391,992		1,373,057
Other assets		-		610
	$	5,413,864	$	4,184,769
LIABILITIES				
Current				
Accounts payable and accrued liabilities (Note 10)	$	844,928	$	957,079
Notes payable (Note 12)		390,484		444,452
Current portion of lease liabilities (Note 9)		77,148		73,231
Interest payable		56,708		65,141
Other liabilities (Note 11)		85,000		85,000
		1,454,268		1,624,903
Lease liabilities (Note 9)		1,000,667		1,040,098
		2,454,935		2,665,001
SHAREHOLDERS' EQUITY				
Share capital (Note 13)		26,751,299		24,206,052
Contributed surplus		3,250,830		2,891,392
Deficit		(27,043,200)		(25,577,676)
		2,958,929		1,519,768
	$	5,413,864	$	4,184,769

Going concern (Note 2(a))
Contingency (Note 20)

See accompanying notes

On behalf of the Board of Directors:

"William Pfaffenberger"
CEO, Director

"David Madill"
CFO, Director

VOLT CARBON TECHNOLOGIES INC. (FORMERLY SAINT JEAN CARBON INC.)
CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(Expressed in Canadian Dollars)

	Three months ended April 30, 2022	Three months ended April 30, 2021	Six months ended April 30, 2022	Six months ended April 30, 2021
Revenue	$ -	$ -	$ -	$ -
Expenses				
Amortization on capital assets	$ 31,844	$ 18,292	$ 47,791	$ 14,146
Amortization on right-of-use assets (Note 9)	28,797	3,427	57,594	36,585
Consulting fees	133,423	109,858	302,228	209,884
Gain on settlement of accounts payable	-	-	-	(225,945)
(Gain) loss on foreign exchange	(340)	(4,703)	5,518	(9,814)
Interest on lease liabilities (Note 9)	16,346	337	32,959	766
Investor relations	11,939	30,000	46,729	42,800
Loan interest and bank charges	15,576	11,782	37,013	33,534
Loss on disposal of assets	-	-	-	9,144
Office and general	140,876	10,181	229,804	23,209
Professional fees	97,246	26,379	151,678	74,462
Regulatory and filing fees	11,059	7,963	58,851	11,757
Rent and occupancy expenses (recovery)	27,148	1,900	43,010	(1,955)
Research expenses	44,106	15,000	92,911	15,000
Stock-based compensation (Note 13 and 14)	359,438	-	359,438	282,291
	917,458	230,416	1,465,524	515,864
Loss from operations	(917,458)	(230,416)	(1,465,524)	(515,864)
Other income (loss)	-	-	-	26,545
Loss and comprehensive loss	(917,458)	(230,416)	(1,465,524)	(489,319)
Loss per share - basic and diluted (Note 13(b))	$ (0.006)	$ (0.003)	$ (0.011)	$ (0.006)
Weighted average number of shares outstanding - basic and diluted	145,476,942	90,321,338	137,354,562	87,877,131

See accompanying notes

VOLT CARBON TECHNOLOGIES INC. (FORMERLY SAINT JEAN CARBON INC.)
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian Dollars)

	Number of shares	Share Capital	Contributed Surplus	Deficit	Total
Balance at November 1, 2020	**83,797,532**	**21,190,744**	**1,805,054**	**(23,503,856)**	**(508,058)**
Issuance of shares for non-cash items	3,615,000	128,250	-	-	128,250
Shares issued due to exercise of warrants	6,081,250	340,313	-	-	340,313
Stock-based compensation	-	-	282,291	-	282,291
Share issuance costs	-	(15,122)	-	-	(15,122)
Loss and comprehensive loss	-	-	-	(489,319)	(489,319)
Balance, April 30, 2021	**93,493,782**	**$ 21,644,185**	**$ 2,087,345**	**$ (23,993,175)**	**$ (261,645)**
Balance at November 1, 2021	**129,393,782**	**$ 24,206,052**	**$ 2,891,392**	**$ (25,577,676)**	**1,519,768**
Private Placements	20,000,000	2,500,000	-	-	2,500,000
Shares issued due to exercise of warrants	3,183,750	159,188	-	-	159,188
Shares issued due to exercise of options	800,000	100,000	-	-	100,000
Stock-based compensation	-	-	359,438	-	359,438
Share issuance costs	-	(213,941)	-	-	(213,941)
Loss and comprehensive loss	-	-	-	(1,465,524)	(1,465,524)
Balance, April 30, 2022	**153,377,532**	**$ 26,751,299**	**$ 3,250,830**	**$ (27,043,200)**	**$ 2,958,929**

See accompanying notes

VOLT CARBON TECHNOLOGIES INC. (FORMERLY SAINT JEAN CARBON INC.)

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Expressed in Canadian Dollars)

	Year to date April 30, 2022	Year to date April 30, 2021
Cash flows from (used in) operating activities		
Loss and comprehensive loss	$ (1,465,524)	$ (489,319)
Items not involving cash:		
Amortization on capital assets	47,791	14,146
Amortization on right-of-use assets	57,594	36,585
Stock-based compensation	359,438	282,291
Interest on lease liabilities	32,959	766
Write off of other assets	610	-
Loan bonus	-	5,750
Loss on disposal of assets	-	9,144
	(967,132)	(140,637)
Changes in non-cash working capital items:		
Accounts receivable	(70,835)	14,440
Prepaid expenses	147,152	(19,535)
Accounts payable and accrued liabilities	(112,152)	(211,155)
Interest payable	(8,433)	14,066
Other liabilities	-	(62,500)
	(1,011,400)	(405,321)
Cash flows from (used in) investing activities		
Purchase of capital assets	(534,920)	(15,287)
Proceeds from sale of capital assets	-	1,000
Acquisition of intangible asset	(18,935)	-
Acquisition of other assets	-	(29,401)
	(553,855)	(43,688)
Cash flows from (used in) financing activities		
Issuance of share capital	2,500,000	-
Exercise of warrants	159,188	340,313
Exercise of options	100,000	
Share issuance costs	(213,941)	(15,122)
Proceeds of notes payable	486,032	380,186
Repayment of note payable	(540,000)	-
Restricted cash	(10,000)	-
Decrease of lease liability obligation	(68,473)	(15,112)
	2,412,806	690,265
Increase in cash	847,551	241,256
Cash, beginning of year	141,996	29,441
Cash, end of year	$ 989,547	$ 270,697

See accompanying notes

1. CORPORATE INFORMATION AND NATURE OF OPERATIONS

Volt Carbon Technologies Inc. (formerly Saint Jean Carbon Inc.) incorporated provincially in Alberta, and extra provincially Saskatchewan, Manitoba, Quebec and British Columbia has shares listed on the TSX Venture Exchange ("TSX-V").

The Company is in the process of developing mineral properties and developing battery technology through its wholly-owned subsidiary Solid Ultrabattery Inc. The Company also generates incidental revenue by processing raw materials through its mill.

To date, the Company has not earned significant revenues and is considered to be in the exploration stage of mining and development stage for developing the battery technology.

2. BASIS OF PRESENTATION AND GOING CONCERN

Statement of compliance

These unaudited condensed consolidated interim financial statements were approved by the Board of Directors on June 9, 2022.

The unaudited condensed consolidated interim financial statements were prepared using the same accounting policies and methods as those used in the Corporation's financial statements for the year ended October 31, 2021. The unaudited condensed consolidated interim financial statements are in compliance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Accordingly, certain information and disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"), has been omitted or condensed. The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Accounts that require significant judgments, estimates and assumptions as the basis for determining the stated amounts are consistent with those applied and disclosed in the Corporation's financial statements for the year ended October 31, 2021.

These unaudited condensed consolidated interim financial statements should be read in conjunction with the Corporation's financial statements for the year ended October 31, 2021 which were prepared in accordance with IFRS.

a) Going concern

These unaudited condensed consolidated interim financial statements have been prepared on a going-concern basis which assumes that the Company will be able to realize assets and discharge liabilities in the normal course of business for the foreseeable future. Accordingly, it does not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities in other than normal course of business and at amounts which may differ from those shown in the consolidated financial statements.

2. BASIS OF PRESENTATION AND GOING CONCERN (continued)

As at April 30, 2022, the Company has incurred a loss from operations of $1,465,524, has a working capital deficit of $319,142, negative cash flow from operations of $1,011,400 and an accumulated deficit of $27,043,200. As the Company currently has no significant revenue generating activity, it is dependent upon obtaining additional equity and debt financing to fund its research activities and continue as a going concern. During the period, the Company raised proceeds of $2,500,000 through the issuance of shares through private placement, $100,000 from the exercise of stock options, $159,188 from the exercise of warrants and proceeds of $480,000 from debt financing.

This condition, along with other matters as set forth in the above paragraph, indicates the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

b) Measurement basis

These unaudited condensed consolidated interim financial statements are prepared on the historical cost basis except for certain financial instruments, which are measured at fair value. The Company's presentation and functional currency is Canadian dollars.

c) Basis of consolidation

Subsidiaries consist of entities over which the Company has rights, or is exposed, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Subsidiary's financial statements are included in the consolidated financial statements from the date that control commences until the date that control ceases. Control is established when the Company has the power to govern the financial and operating policy decisions of the entity so as to obtain benefits from the entity's activities, and generally exists where more than 50% of the voting power of the entity is held by the Company. The subsidiary's year end and accounting policies are aligned with those adopted by the Company.

These unaudited condensed consolidated interim financial statements include the accounts of the Corporation and its wholly-owned subsidiary Solid UltraBattery Inc. All inter-company balances and transactions have been eliminated on consolidation.

3. SIGNIFICANT ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial statements were prepared using the same accounting policies and methods as those used in the Company's financial statements for the year ended October 31, 2021.

4. RECENT ACCOUNTING PRONOUNCEMENTS

At the date of authorization of these unaudited condensed consolidated interim financial statements, the IASB and IFRIC have issued the following new and revised standards, amendments and interpretations which are not yet effective during the period ended April 30, 2022. The following new or amended standards are effective for year-ends starting after January 1, 2023 and have not yet been adopted by the Company.

(a) IAS1 "Presentation of financial statements" – amendments to the classification of liabilities as current. The objectives of the amendments are to provide clarification on the classification of liabilities and state explicitly than a company classifies a liability as current when it does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(b) IAS8 "Accounting Policies, Changes in Accounting Estimates and Errors" – amendment. The amendment provides a definition of accounting estimates and provides clarifications to help distinguish between accounting policies and accounting estimates. Accounting estimates are defined as monetary amounts that are subject to measurement uncertainty.

The Company does not anticipate that adoption of the above standards will have significant financial reporting implications.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only, or in the period of the change and future periods, if the change affects both.

Information about critical judgments in applying accounting policies that have the most significant risk to cause material adjustment to the carrying amounts of assets and liabilities recognized in these unaudited condensed consolidated interim financial statements within the next financial year are discussed below:

Impairment of non-financial assets
Exploration and evaluation assets and equipment assets are assessed for impairment whenever events or changes in circumstances indicate that their carrying amounts exceed their recoverable amounts. The assessment requires estimates and assumptions such as discount rates, exchange rates, commodity prices, future capital requirements and future operating performance.

(Unaudited - Expressed in Canadian Dollars)

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Fair value of options

The fair value of equity instruments is subject to the limitations of the Black-Scholes option pricing model, as well as other pricing models that incorporate market data and involves uncertainty in estimates used by management in the assumptions. Because option pricing models require inputs of highly subjective assumptions, including the volatility of share prices, changes in subjective input assumptions can materially affect the fair value estimate.

Business acquisitions

Management determines whether assets acquired, and liabilities assumed constitute a business. A business consists of inputs and processes applied to those inputs to create outputs of measurable value. The Company completed the acquisition of Solid Ultrabattery Inc. on May 27, 2021 which was deemed not to be a business in accordance with IFRS 3, so the transaction has been treated as an asset acquisition.

Title to mineral property interests

Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

6. ACCOUNTS RECEIVABLE

	April 30, 2021	Oct. 31, 2021
Trade receivables	$ 22,500	$ 3,427
GST receivable	94,329	42,567
	$ 116,829	**$ 45,994**

7. EQUIPMENT

Cost	Equipment	Leasehold improvements	Furniture, fixtures and office equipment	Total
At November 1, 2020	**$ 629,991**	**$ 49,866**	**$ 15,184**	**$ 695,041**
Additions	-	136,189	12,721	148,910
Disposals	-	(49,866)	(9,518)	(59,384)
At October 31, 2021	**$ 629,991**	**$ 136,189**	**$ 18,387**	**$ 784,567**
Additions	197,674	307,812	29,434	534,920
At April 30, 2022	**$ 827,665**	**$ 444,001**	**$ 47,821**	**$ 1,319,487**

(Unaudited - Expressed in Canadian Dollars)

7. EQUIPMENT (continued)

Accumulated amortization	Equipment	Leasehold improvements	Furniture, fixtures and office equipment	Total
At November 1, 2020	**$ 266,821**	**$ 44,348**	**$ 8,113**	**$ 319,282**
Disposals	-	(44,348)	(4,893)	(49,241)
Amortization	72,634	-	4,034	76,668
At October 31, 2021	**$ 339,455**	**$ -**	**$ 7,254**	**$ 346,709**
Amortization	33,995	9,823	3,972	47,790
At April 30, 2022	**$ 373,450**	**$ 9,823**	**$ 11,226**	**$ 394,499**

Net book value	Equipment	Leasehold improvements	Furniture, fixtures and office equipment	Total
At October 31, 2021	**$ 290,536**	**$ 136,189**	**$ 11,133**	**$ 437,858**
At April 30, 2022	**$ 454,215**	**$ 434,178**	**$ 36,595**	**$ 924,988**

8. MINERAL EXPLORATION AND EVALUATION ASSETS

The Company has acquired certain mineral properties and rights. Mineral exploration and evaluation assets include property acquisition costs and deferred exploration costs.

Property acquisition costs:

	Red Bird (a)	Mount Copeland (b)	Lochaber (c)	Total
At November 1, 2020	**$ 140,000**	**$ 221,186**	**$ -**	**$ 361,186**
Additions	-	-	-	-
At October 31, 2021	**$ 140,000**	**$ 221,186**	**$ -**	**$ 361,186**
Additions	-	-	-	-
At April 30, 2022	**$ 140,000**	**$ 221,186**	**$ -**	**$ 361,186**

Deferred exploration costs:

	Red Bird (a)	Mount Copeland (b)	Lochaber (c)	Total
At November 1, 2020	**$ 16,681**	**$ 461,715**	**$ -**	**$ 478,396**
Additions	-	-	15,287	15,287
At October 31, 2021	**$ 16,681**	**$ 461,715**	**$ 15,287**	**$ 493,683**
Additions	-	-	-	-
At April 30, 2022	**$ 16,681**	**$ 461,715**	**$ 15,287**	**$ 493,683**

(Unaudited - Expressed in Canadian Dollars)

8. MINERAL EXPLORATION AND EVALUATION ASSETS (continued)

Total costs:

	Red Bird (a)	Mount Copeland (b)	Lochaber (c)	Total
At October 31, 2021	**$ 156,681**	**$ 682,901**	**$ 15,287**	**$ 854,869**
At April 30, 2022	**$ 156,681**	**$ 682,901**	**$ 15,287**	**$ 854,869**

a) Red Bird

The Red Bird molybdenum property consists of three mineral claims situated in the Skeena Mining Division of west central British Columbia. The Company holds a 25% undivided interest in the property.

b) Mount Copeland

The Mount Copeland molybdenum property is situated in British Columbia. The Company holds a 100% interest in the Mount Copeland property.

c) Lochaber

In May 2018, the Company acquired a 100% ownership of the historical graphite mining property known as the Lochaber claims located in South Western Quebec.

9. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

a) Right-of-use assets

Cost	
Balance, November 1, 2020	$ 181,742
Additions during the year	1,142,280
Derecognition of right-of-use asset	(181,782)
Balance, October 31, 2021	**$ 1,142,280**
Additions during the period	-
Balance, April 30, 2022	**$ 1,142,280**
Accumulated amortization	
Balance, November 1, 2020	$ 137,897
Amortization during the year	49,796
Derecognition of right-of-use asset	(158,896)
Balance, October 31, 2021	**$ 28,797**
Amortization during the period	57,594
Balance, April 30, 2022	**$ 86,391**

(Unaudited - Expressed in Canadian Dollars)

9. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (continued)

Net book value

October 31, 2021	$ 1,113,483
April 30, 2022	$ 1,055,889

b) Lease liabilities

Balance, November 1, 2020	$ 44,502
Additions during the year	1,124,934
Lease finance expense	12,555
Repayments during the year	(45,226)
Derecognition of lease liabilities	(23,436)
Balance, October 31, 2021	**$ 1,113,329**
Additions during the period	-
Lease finance expense	32,959
Repayments during the period	(68,473)
Balance, April 30, 2022	**$ 1,077,815**

Current	$ 77,148
Long-term	1,000,667
Total discounted lease liabilities	**$ 1,077,815**

Under the premise's lease, the Company is committed to the following lease payments:

2022	$ 139,732
2023	143,158
2024	146,686
2025	125,769
After	838,411
	$ 1,393,756

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	April 30, 2022	Oct. 31, 2021
Trade payables	$ 801,750	$ 873,179
Trade payables – related parties	43,178	83,900
	$ 844,928	**$ 957,079**

Included in accounts payable are amounts due to related parties relating to management fees incurred as follows:

(Unaudited - Expressed in Canadian Dollars)

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES (continued)

Amounts due to	Nature of relationship	April 30, 2022	Oct. 31, 2021
Private corporation	Key Management personnel	$ 17,978	$ 83,900
Private corporation	Key Management personnel	21,000	-
Private corporation	Key Management personnel	4,200	-
		$ 43,178	**$ 83,900**

11. OTHER LIABILITIES

In a prior year, Canada Revenue Agency ("CRA") commenced an audit of the Company's tax filings related to flow-through shares. In the prior year, CRA accepted, in part, the Company's original filing. The Company maintains a provision of $85,000 (2021 - $85,000) related to estimated expenses for the indemnification of flow through shares to investors.

12. NOTES PAYABLE

	Apr. 30, 2022	Oct. 31, 2021
Unsecured promissory notes payable to a senior officer and director of the Company, due between December 21, 2022 and January 14, 2023 (October 31, 2021 - December 1, 2021 and March 25, 2022), and bear interest at 12% per annum.	$ 205,000	$ 165,000
Unsecured loan payable of $145,000 USD, bears interest at 12% per annum with no fixed terms of repayment.	185,484	179,452
Unsecured promissory note payable, due November 14, 2021, bearing interest at 12% per annum.	-	100,000
	$ 390,484	**$ 444,452**

The $100,000 unsecured promissory note was extended past November 14, 2021 and was replaced with a new promissory note agreement with the same party for a total amount of $115,000 on February 14, 2022. The note is unsecured, due on February 28, 2022, and bears interest at 12% per annum. The note was repaid on February 28, 2022.

The amount of $6,718 (2021 - $14,000) owing to related parties for interest payable on the above loans is included in interest payable.

13. SHARE CAPITAL

a) Authorized:

The authorized share capital of the Company is:

An unlimited number of voting common shares without par value.

13. SHARE CAPITAL (continued)

An unlimited number of non-voting first preferred shares.
An unlimited number of non-voting second preferred shares.

b) Issued and outstanding:

See the Statement of Changes in Shareholders' Equity. The number of the shares outstanding presented in the statements of changes in shareholders' equity refers only to voting common shares. Diluted loss per share did not include the effect of 9,680,000 options (7,580,000 – October 31, 2021) and 20,915,000 warrants (14,098,750 – October 31, 2021) as they are anti-dilutive.

c) Share issuances:

Private placements

On January 31, 2022 the Company received a subscription for a private placement of 5,600,000 shares at a price of $0.125 per unit for gross proceeds of $700,000. Each unit consisted of one common share and one-half warrant exercisable at $0.25 per share. The warrants expire two years from the date of issuance.

On February 28, 2022 the Company received a subscription for a private placement of 6,400,000 shares at a price of $0.125 per unit for gross proceeds of $800,000. Each unit consisted of one common share and one-half warrant exercisable at $0.25 per share. The warrants expire two years from the date of issuance.

On March 15, 2022 the Company received a subscription for a private placement of 8,000,000 shares at a price of $0.125 per unit for gross proceeds of $1,000,000. Each unit consisted of one common share and one-half warrant exercisable at $0.25 per share. The warrants expire two years from the date of issuance.

Exercise of warrants

On January 12, 2022 the Company issued 500,000 common shares in the capital of the Company due to exercise of warrants at an exercise price of $0.05 per share for gross proceeds of $25,000.

On March 18, 2022, the Company issued 2,183,750 common shares in the capital of the Company due to exercise of warrants at an exercise price of $0.05 per share for gross proceeds of $109,188.

On April 20, 2022 the Company issued 500,000 common shares in the capital of the Company due to exercise of warrants at an exercise price of $0.05 per share for gross proceeds of $25,000.

(Unaudited - Expressed in Canadian Dollars)

13. SHARE CAPITAL (continued)

Exercise of options

On March 22, 2022, the Company issued 800,000 common shares in the capital of the Company due to exercise of options at an exercise price of $0.125 per share for gross proceeds of $100,000.

d) Stock options

The Company has established a stock-based compensation plan pursuant to which options to purchase common shares may be granted to certain officers, directors, and contractors of the Company as well as persons providing ongoing services to the Company. Exercise price of options equals at least the market price of the Company's stock on the date of grant. Stock options are exercisable on the day of grant and are for a two or five-year term in accordance with TSX Venture Exchange policy.

A summary of the status of the Company's incentive stock option plan as at April 30, 2022 and October 31, 2021 is as follows:

	Number of options	Weighted Average Exercise Price
Balance November 1, 2020	260,000	$0.20
Granted	12,430,000	$0.09
Expired	(260,000)	$0.20
Exercised	(4,850,000)	$0.05
Balance October 31, 2021	**7,580,000**	**$0.12**
Granted	2,900,000	$0.12
Expired	-	-
Exercised	(800,000)	$0.125
Balance April 30, 2022	**9,680,000**	**$0.12**

Options Granted

A summary of options granted as at April 30, 2022 is as follows:

Number of Shares Under Option	Exercise Price	Expiry Date
2,450,000	$0.05	December 14, 2025
2,350,000	$0.15	July 26, 2026
1,280,000	$0.16	August 11, 2026
1,500,000	$0.15	October 6, 2026
600,000	$0.125	February 15, 2027
1,500,000	$0.115	March 15, 2027
9,680,000		

(Unaudited - Expressed in Canadian Dollars)

13. SHARE CAPITAL (continued)

The Black-Scholes option valuation model was used to estimate the fair value of the options with the following assumptions.

	Dividend Yield	Volatility	Risk free interest rate	Expected life	Grant date value (per option)
Options granted December 14, 2020	0%	193.45%	0.99%	5 years	$0.04
Options granted July 26, 2021	0%	192.10%	0.80%	5 years	$0.17
Options granted August 11, 2021	0%	192.58%	0.89%	5 years	$0.16
Options granted October 6, 2021	0%	190.07%	1.09%	5 years	$0.15
Options granted February 16, 2022	0%	185.88%	1.80%	5 years	$0.15
Options granted March 16, 2022	0%	172.32%	2.02%	5 years	$0.11

On February 16, 2022, the Company granted 1,400,000 options to a senior officer and director of the Company with an exercise price of $0.125. The options expire on February 15, 2027.

On March 16, 2022, the Company granted 1,500,000 options to a senior officer and director and a consultant of the Company with an exercise price of $0.115. The options expire on March 15, 2027.

e) Share purchase warrants

A summary of outstanding warrants as at April 30, 2022 and October 31, 2021 is as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, November 1, 2020	24,755,750	$0.11
Granted	3,500,000	$0.25
Expired	(6,025,750)	$0.21
Exercised	(8,131,250)	$0.06
Balance October 31, 2021	**14,098,750**	**$0.13**
Granted	10,000,000	$0.25
Expired	-	-
Exercised	(3,183,750)	$0.05
Balance April 30, 2022	**20,915,000**	**$0.20**

A summary of warrants granted as at April 30, 2022 is as follows:

Number of Warrants	Exercise Price	Expiry Date
1,637,500	$0.220	May 17, 2022
1,125,000	$0.220	May 29, 2022
4,652,500	$0.050	October 9, 2023
3,500,000	$0.250	May 21, 2023
2,800,000	$0.250	January 31, 2024
3,200,000	$0.250	February 28, 2024
4,000,000	$0.250	March 15, 2024
20,915,000		

(Unaudited - Expressed in Canadian Dollars)

13. SHARE CAPITAL (continued)

Further to the private placement discussed in Note 13(c), on February 28, 2022 the Company granted 3,200,000 warrants exercisable at $0.25 per share, expiring on February 28, 2024 and on March 15, 2022 the Company granted 4,000,000 warrants exercisable at $0.25 per share, expiring on March 15, 2024.

14. RELATED PARTY TRANSACTIONS

	Three months ended April 30,	
Management and consulting fees	**2022**	**2021**
Company controlled by a director	$ 60,000	$ -
Company controlled by a director and senior officer	115,000	65,000
Company controlled by a director and senior officer	50,600	-

Key management personnel include the board of directors, chief executive officer, chief financial officer, chief operating officer, chief commercialization officer, chief technology officer and president. Key management personnel compensation also included stock-based compensation of $255,215 (2021 - $172,081).

15. RESTRICTED CASH

Term deposits of $36,000 have been pledged as security to the Scotia Bank for their irrevocable letter of credit in favor of the Province of British Columbia, Ministry of Energy and Mines. Terms deposits of $15,000 (October 31, 2021 - $5,000) have been pledged as security to the Scotia Bank to secure the Company credit cards.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial assets and financial liabilities are measured on an ongoing basis at fair value or amortized cost. The disclosures in the notes to these unaudited condensed consolidated interim financial statements describe how the categories of financial instruments are measured and how income and expenses, including fair value gains and losses, are recognized.

Financial instruments recognized at fair value on the statements of financial position must classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurement. The fair value hierarchy levels are as follows:

(Unaudited - Expressed in Canadian Dollars)

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

- Level 1: Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques based on inputs that are other than Level 1 quoted prices that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices).
- Level 3: Valuation techniques with unobservable market inputs (involves assumptions and estimates by management).

As at April 30, 2022, the classification of the financial instruments, as well as their carrying values and fair values, with comparative figures for October 31, 2021 are shown in the table below:

	April 30, 2022		October 31, 2021	
	Fair value	Carrying value	Fair value	Carrying value
Financial assets				
Cash	989,547	989,547	141,996	141,996
Accounts receivable *(1)*	-	-	3,427	3,427
Financial liabilities				
Accounts payable and accrued liabilities	844,928	844,928	957,079	957,079
Notes payable	390,484	390,484	444,452	444,452
Interest payable	56,708	56,708	65,141	65,141
Other liabilities	85,000	85,000	85,000	85,000

(1) Excluding taxes receivable

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its obligations. The Company's maximum exposure to credit risk as at April 30, 2022 under its financial instruments is summarized as follows:

	April 30, 2022	October 31, 2021
Accounts and other receivables -		
Currently due	22,500	3,427
Past due by 90 days or less, not impaired	-	-
Past due by greater than 90 days, not impaired	-	-
	22,500	3,427
Cash	989,547	141,996
	1,012,047	145,423

(Unaudited - Expressed in Canadian Dollars)

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

All of the Company's cash is held with major financial institutions in Canada, and management believes the exposure to credit risk with such institutions is not significant. The Company considers the risk of material loss to be significantly mitigated due to the financial strength of the major financial institutions where cash is held. As at April 30, 2022 and October 31, 2021, no material provision has been recorded in respect of impaired receivables. The Company's maximum exposure to credit risk as at April 30, 2022, is the carrying value of its financial assets.

Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its obligations associated with financial liabilities. The Company has a planning and budgeting process in place by which it anticipates and determines the funds required to support normal operation requirements as well as the growth and development of its mineral property interests. The Company coordinates this planning and budgeting process with its financing activities through the capital management process described in *Note 17*, in normal circumstances. Due to the lack of liquidity, management has increased its focus on liquidity risk given the impact of the current economic climate on the availability of finance. Further information regarding liquidity risk is set out in *Note 2 (a)*.

The following table summarizes the contractual maturities of the Company's financial liabilities at April 30, 2022:

	Contractual cash flows	Less than one year
Accounts payable and accrued liabilities	$ 844,928	$ 844,928
Notes payable	390,484	390,484
Interest payable	56,708	56,708
Other liabilities	85,000	85,000
	$ 1,377,120	$ 1,377,120

Market risk
The significant market risks to which the Company is exposed include commodity price risk, interest rate risk and currency risk.

- Commodity price risk
  The Company's ability to raise capital to fund exploration or development activities is subject to risk associated with fluctuations in the market prices of graphite, molybdenum, copper and gold and the outlook for these metals, as the Company's ability to raise capital is affected by the commodity that the Company is exploring for on its mineral property interests. The Company does not have any hedging or other derivative contracts respecting its operations.

16. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

- Interest rate risk
  The Company has no significant exposure at April 30, 2022, to interest rate risk through its financial instruments.

- Currency risk
  Currency risk relates to the risk that the fair values and future cash flows of the Company`s financial instruments will fluctuate as a result of changes in foreign exchange rates. $145,000 of notes payable are denominated in USD. Exchange rate fluctuations may impact the Company`s financial results.

17. MANAGEMENT OF CAPITAL

The Company's objective in managing capital is to maintain adequate levels of funding to safeguard its ability to continue as a going concern in order to pursue the development of its mineral property interests.

The Company considers the items included in shareholders' equity to be capital. The Company relies on equity financing in order to fund future exploration and development and makes adjustments to the Company's capital structure based on financing needs, as well as in response to economic conditions and the risk characteristics of the underlying assets.

Management makes adjustments to its capital structure through share issuances and the acquisition or disposition of assets.

As the Company is in the exploration stage it endeavors to manage its capital structure in a manner that provides sufficient funding for operational activities through funds primarily secured through equity capital obtained in private placements. There can be no assurances that the Company will be able to continue raising capital in this manner.

The Company facilitates the management of capital though the preparation of annual expenditure budgets and cash forecasts that are updated as necessary. The Company does not have any externally imposed capital requirements.

The Company's managed capital is as follows:

	April 30, 2022	October 31, 2021
Share capital	26,751,299	24,206,052
Contributed surplus	3,250,830	2,891,392
Deficit	(27,043,200)	(25,577,676)
	2,958,929	1,519,768

18. NOVEL CORONAVIRUS (“COVID-19”)

The outbreak of the novel strain of coronavirus, specifically identified as “COVID-19” was declared a global pandemic by the World Health Organization on March 11, 2020. Governments worldwide enacted emergency measures to combat the spread of the virus. These measures, which include public health measures requiring periodic closures of non-essential businesses, requesting the public to stay home as much as possible, the implementation of travel bans, self-imposed quarantine periods and physical distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions.

The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments.

19. SEGMENTED INFORMATION

The Company has two operating segments. These two operating segments have been differentiated based on the type of services provided and equipment requirements. The mineral exploration and development segment focuses on the acquisition and exploration of property interests that are considered potential sites of economic mineralization The research and development segment focuses on the scientific study and technology applications for air classifier and battery development. All transactions not related to the operating segments are considered Corporate. All of the Company’s operations are in Canada.

(Unaudited - Expressed in Canadian Dollars)

19. SEGMENTED INFORMATION (continued)

Segmented information for the period ended April 30, 2022 and as at April 30, 2022 is as follows:

	Research & Development	Exploration	Corporate	Total
For the period ended April 30, 2022				
Revenue	$ -	$ -	$ -	$ -
Amortization on capital assets	44,270	-	3,521	47,791
Amortization on right-of-use assets	57,594	-	-	57,594
Consulting fees	204,100	-	98,128	302,228
Interest on lease liabilities	32,959	-	-	32,959
Investor relations	-	-	46,729	46,729
Loan interest and bank charges	-	-	37,013	37,013
Loss on foreign exchange	-	-	5,518	5,518
Office and general	50,289	-	179,515	229,804
Professional fees	-	-	151,678	151,678
Regulatory and filing fees	-	-	58,851	58,851
Rent and occupancy expenses	43,010	-	-	43,010
Research expenses	92,911	-	-	92,911
Stock-based compensation	205,775	-	153,663	359,438
Total expenses	730,908	-	734,616	1,465,524
Loss for the period	$ (730,908)	$ -	$ (734,616)	$(1,465,524)
As at April 30, 2022				
Total assets	$ 3,364,920	$ 899,372	$ 1,149,572	$ 5,413,864
Capital expenditures	$ 542,489	$ -	$ 11,366	$ 553,855

(Unaudited - Expressed in Canadian Dollars)

19. SEGMENTED INFORMATION (continued)

Segmented information for the period ended April 30, 2021 and as at April 30, 2021 is as follows:

	Research & Development	Exploration	Corporate	Total
For the period ended April 30, 2021				
Revenue	$ -	$ -	$ -	$ -
Amortization on capital assets	36,317	-	268	36,585
Amortization on right-of-use assets	14,146	-	-	14,146
Consulting fees	144,500	-	65,384	209,884
Gain on settlement of accounts payable	-	(225,945)	-	(225,945)
Gain on foreign exchange	-	-	-9,814	(9,814)
Interest on lease liabilities	58	-	708	766
Investor relations	-	-	42,800	42,800
Loan interest and bank charges	-	-	33,534	33,534
Loss on disposal of assets	-	9,144	-	9,144
Office and general	-	-	23,209	23,209
Professional fees	-	-	74,462	74,462
Regulatory and filing fees	-	-	11,757	11,757
Rent and occupancy expenses	(1,955)	-	-	(1,955)
Research expenses	15,000	-	-	15,000
Stock-based compensation	98,608	-	183,683	282,291
Other income	(26,545)	-	-	(26,545)
Total expenses	280,129	(216,801)	425,991	489,319
Net income (loss) for the period	$ 280,129	$ (216,801)	$ 425,991	$ 489,319
As at April 30, 2021				
Total assets	$ 409,094	$ 899,372	$ 291,225	$ 1,599,691
Capital expenditures	$ -	$ 15,287	$ -	$ 15,287

20. CONTINGENCY

The Company has been named as a defendant in a statement of claim filed on January 5, 2021 in the Province of Ontario. The plaintiff is seeking $814,820 for unpaid compensation, and $1,000,000 for wrongful termination and damages. The unaudited condensed consolidated interim financial statements include a provision for unpaid compensation of $241,820. Management has filed a statement of defense and counterclaim. The counterclaim against the plaintiff and other non-arm's length parties seeks damages up to $3 million, plus further amounts which will be particularized prior to trial. The parties are in the process of exchanging affidavits of documents. Examinations for discovery have yet to be scheduled because the plaintiff is in the process of retaining new counsel. As the outcome of this lawsuit and any liability to the Company cannot be reasonably determined at this time, no additional provisions have been made in the unaudited condensed consolidated interim financial statements.

21. COMPARATIVE AMOUNTS

The unaudited condensed consolidated interim financial statements for the prior period have been reclassified, where applicable, to conform to the presentation used in the current period. The changes do not affect prior year earnings.