



**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS**

For the Six Months ended May 31, 2023

(Unaudited)

Notice of No Auditor Review

In accordance with National Instrument 51-102, Part 4, subsection 4.3(3)(a), the Company discloses that the unaudited condensed consolidated interim financial statements, and accompanying notes thereto, for the six months ended May 31, 2023 have been prepared by and are the responsibility of the Company's management. They have been reviewed and approved by the Company's Audit Committee and the Board of Directors.

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

WILDSKY RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)
AS AT

	Notes	May 31, 2023	November 30, 2022
ASSETS			
Current			
Cash		\$ 3,205,149	\$ 3,665,207
Receivables		53,045	7,144
Investments	5	3,344,880	4,485,180
Prepaid expenses		<u>25,378</u>	<u>23,342</u>
Total current assets		6,628,452	8,180,873
Equity investment	6	151,394	-
Property, plant and equipment	3	10,839	16,571
Exploration advance	4	20,509	20,509
Exploration and evaluation assets	4	<u>373,926</u>	<u>373,926</u>
Total assets		\$ 7,185,120	\$ 8,591,879
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Accounts payable and accrued liabilities		\$ 10,556	\$ 61,339
Due to related parties	9	<u>93,740</u>	<u>52,057</u>
Total current liabilities		<u>104,296</u>	<u>113,396</u>
Shareholders' equity			
Share capital	8	56,309,562	56,309,562
Share-based payments reserve		10,324,173	10,324,173
Deficit		<u>(59,552,911)</u>	<u>(58,155,252)</u>
Total shareholders' equity		<u>7,080,824</u>	<u>8,478,483</u>
Total liabilities and shareholders' equity		\$ 7,185,120	\$ 8,591,879

Nature of operations and going concern (Note 1)

On behalf of the Board:

“Wilson Jin” Director “John Anderson” Director

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

WILDSKY RESOURCES INC.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Unaudited – Prepared by Management)

(Expressed in Canadian dollars)

	Three Months Ended May 31, 2023	Three Months Ended May 31, 2022	Six Months Ended May 31, 2023	Six Months Ended May 31, 2022
EXPENSES				
Accretion of interest (Note 7)	\$ -	\$ 7,409	\$ -	\$ 18,792
Amortization (Note 3)	2,865	5,448	5,731	10,893
Director fees (Note 9)	3,000	3,000	6,000	6,000
Filing and transfer agent	2,929	5,295	8,132	6,302
Management fees (Note 9)	91,500	66,000	166,500	120,000
Professional fees	8,521	11,623	9,258	13,703
Project investigation	25,000	25,000	53,000	224,358
Rent and office expenses	16,651	12,558	29,200	18,091
Salary and benefits	-	-	-	5,301
Share-based compensation (Notes 8 and 9)	-	-	-	160,711
Shareholder relations	489	513	729	962
Travel	17,329	113	34,521	3,771
Total expenses	(168,284)	(136,959)	(313,071)	(588,884)
Fair value adjustment on investments (Note 5)	(228,060)	(5,727,300)	(1,140,300)	(2,107,277)
Share of loss on equity investment (Note 6)	(8,606)	-	(8,606)	-
Interest income	35,559	586	64,318	1,128
Gain on disposal of investment (Note 5)	-	-	-	169,561
	(201,107)	(5,726,714)	(1,084,588)	(1,936,588)
Loss and comprehensive loss for the period	(369,391)	(5,863,673)	(1,397,659)	(2,525,472)
Basic loss per common share	\$ (0.01)	\$ (0.22)	\$ (0.03)	\$ (0.10)
Weighted average number of common shares outstanding - Basic and diluted	41,093,141	26,607,639	41,093,141	26,188,384

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

WILDSKY RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Six Months Ended May 31, 2023	Six Months Ended May 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	\$ (1,397,659)	\$ (2,525,472)
Items not affecting cash:		
Accretion of interest	-	18,792
Amortization	5,731	10,893
Fair value adjustment on investments	1,140,300	2,107,277
Gain on disposal of investment	-	(169,560)
Share of loss on equity investment	8,606	-
Share-based compensation	-	160,711
Changes in non-cash working capital items:		
Other receivables and prepaids	(47,937)	(20,088)
Accounts payable and accrued liabilities	(50,782)	(113,798)
Due to related parties	41,683	(116,452)
Net cash used in operating activities	<u>(300,058)</u>	<u>(647,697)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of loan interest	<u>-</u>	<u>(20,000)</u>
Net cash used in financing activities	<u>-</u>	<u>(20,000)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in MineSound Ltd.	(160,000)	-
Proceeds from disposal of investment	-	475,274
Exploration advance	-	(44,619)
Exploration and evaluation assets	<u>-</u>	<u>(131,258)</u>
Net cash provided by investing activities	<u>(160,000)</u>	<u>299,397</u>
Change in cash during the period	(460,058)	(368,300)
Cash, beginning of period	<u>3,665,207</u>	<u>1,367,438</u>
Cash, end of period	<u>\$ 3,205,149</u>	<u>\$ 999,138</u>

Supplemental disclosures with respect to cash flows (Note 13)

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

WILDSKY RESOURCES INC.
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian dollars)

	Share Capital		Share-based payments reserve	Equity component of convertible debentures	Deficit	Total
	Number	Amount				
Balance, November 30, 2021	25,759,813	\$ 54,104,351	\$ 10,163,462	\$ 24,000	\$ (54,868,575)	\$ 9,423,238
Conversion of convertible debenture	2,000,000	224,000	-	(24,000)	-	200,000
Share-based compensation	-	-	160,711	-	-	160,711
Net loss for the period	-	-	-	-	(2,525,472)	(2,525,472)
Balance, May 31, 2022	27,759,813	54,328,351	10,324,173	-	(57,394,047)	7,258,477
Shares issued for cash	13,333,332	2,000,000	-	-	-	2,000,000
Share issuance costs	-	(18,788)	-	-	-	(18,788)
Share cancellation	(4)	(1)	-	-	1	-
Net loss for the period	-	-	-	-	(761,206)	(761,206)
Balance, November 30, 2022	41,093,141	56,309,562	10,324,173	-	(58,155,252)	8,478,483
Net loss for the period	-	-	-	-	(1,397,659)	(1,397,659)
Balance, May 31, 2023	41,093,141	\$ 56,309,562	\$ 10,324,173	\$ -	\$ (59,552,911)	\$ 7,080,824

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

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

1. NATURE OF OPERATIONS AND GOING CONCERN

Wildsky Resources Inc. (“Wildsky” or the “Company”) was incorporated in January 2006 under the laws of British Columbia, Canada. The Company’s registered office is Suite 507 – 700 West Pender Street, Vancouver, British Columbia, Canada. Wildsky is listed on the TSX Venture Exchange under the trading symbol “WSK”. The Company and its subsidiary are in the business of acquisition, exploration and development of mineral properties.

These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to continue its operations for the foreseeable future and meet its obligations and commitments in the normal course of business. As the Company is in the exploration stage, no revenue has been generated to date. At May 31, 2023, the Company had cash of \$3,205,149 (November 30, 2022 - \$3,665,207), a working capital of \$6,524,156 (November 30, 2022 - \$8,067,477) and a deficit of \$59,552,911 (November 30, 2022 – \$58,155,252). Management has assessed that this working capital is sufficient for the Company to continue as a going concern beyond one year. If the going concern assumption were not appropriate for these financial statements, it could be necessary to restate the Company’s assets and liabilities on a liquidation basis.

These consolidated financial statements do not reflect the adjustments to the carrying values of the assets and liabilities, the reported expenses and the statements of financial position classifications that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. SIGNIFICANT ACCOUNTING POLICIES**Statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and comply with IAS 34 Interim Financial Reporting. These financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended November 30, 2022.

These financial statements were approved and authorized for issue by the Board of Directors on June 28, 2023.

Basis of presentation

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

Basis of consolidation

These consolidated financial statements include the balances and results of the Company and those entities over which the Company exercises control:

			Direct or Indirect Ownership	
Subsidiary	Jurisdiction	Nature of business	May 31, 2023	November 30, 2022
1248120 BC Ltd.	BC, Canada	Inactive	100%	100%
1187935 BC Ltd.	BC, Canada	Holding Company	100%	100%
Zijin Midas (Nigeria) Limited	The Federal Republic of Nigeria	Holding Company	100%	100%

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

2. SIGNIFICANT ACCOUNTING POLICIES *(cont'd...)***Basis of consolidation** *(cont'd...)*

The Company consolidates these subsidiaries on the basis that it controls these subsidiaries. Control is defined as the exposure, or rights, to variable returns from involvement with an investee and the ability to affect those returns through power over the investee. All intercompany transactions and balances have been eliminated on consolidation.

Functional and presentation currency

The Company's presentation currency is the Canadian dollar ("C\$"). The functional currency of the parent company and its subsidiary is also the Canadian dollar.

Transactions in currencies other than the Canadian dollar are recorded at exchange rates prevailing on the dates of the transactions. At the end of each reporting period, the monetary assets and liabilities of the Company that are denominated in foreign currencies are translated at the rate of exchange at the statement of financial position date while non-monetary assets and liabilities are translated at historical rates. Revenues and expenses are translated at the exchange rates approximating those in effect on the date of the transactions. Exchange gains and losses arising on translation are included in the statement of income (loss) and comprehensive income (loss).

Management judgments and estimates

The preparation of these consolidated financial statements in accordance with IFRS requires management use of estimates, assumptions and judgment that impact the Company's reported financial results. These estimates are based on past experiences and expectations of future events. Uncertainty on these judgments could result in material differences of the carrying amounts in the Company's financial position.

The key judgments and estimates that affect the consolidated financial statements are:

Impairment of exploration and evaluation assets (E&E assets)

The Company carries out an impairment assessment on its E&E assets when circumstances indicate their carrying values may exceed their recoverable amounts. The process of determining the impairment involves significant judgment and estimation on the recoverability of the E&E assets as it relies on both an interpretation of geological and technical data as well as market conditions including commodity prices, investor sentiment and global financing. As new information comes up, the recoverable amounts of the assets and the impairment loss may differ from these judgments and estimates.

Impairment of property, plant and equipment

The Company carries out an impairment assessment on its property, plant and equipment when circumstances indicate their carrying values may exceed their recoverable amounts. The process of determining the impairment involves significant judgment and estimation on the recoverability of the carrying value of the property, plant and equipment, which is impacted by factors such as the condition of and demand for such assets. Therefore, actual recoverable amounts of the assets and the impairment loss may differ from these judgments and estimates.

New, amended and future accounting pronouncements

Accounting standards and amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

3. PROPERTY, PLANT AND EQUIPMENT

	Computers	Geological equipment	Total
Cost			
Balance, November 30, 2021 and 2022	\$ 6,465	\$ 61,961	\$ 68,426
Additions	-	-	-
Balance, May 31, 2023	\$ 6,465	\$ 61,961	\$ 68,426
Accumulated amortization			
Balance, November 30, 2021	\$ 3,402	\$ 26,669	\$ 30,071
Additions	1,131	20,653	21,784
Balance, November 30, 2022	4,533	47,322	51,855
Additions	565	5,167	5,731
Balance, May 31, 2023	\$ 5,098	\$ 52,489	\$ 57,587
At November 30, 2022	\$ 1,932	\$ 14,639	\$ 16,571
At May 31, 2023	\$ 1,367	\$ 9,472	\$ 10,839

4. EXPLORATION AND EVALUATION ASSETS

	<i>Nasarawa Property (Nigeria)</i>	<i>Tsorena Property (Ethiopia)</i>	<i>Total</i>
Balance, November 30, 2021	\$ 94,666	\$ 66,475	\$ 161,141
Data	17,137	-	17,137
Drilling	18,847	-	18,847
Field	77,024	-	77,024
Permit application	27,866	-	27,866
Project manager	67,200	-	67,200
Travel	4,711	-	4,711
Balance, November 30, 2022 and May 31, 2023	\$ 307,451	\$ 66,475	\$ 373,926

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

4. EXPLORATION AND EVALUATION ASSETS (cont'd...)**Nasarawa Property (the Federal Republic of Nigeria)**

In December 2020, the Company completed the acquisition of 1187935 BC Limited (“1187935 BC”). 1187935 BC legally and beneficially owns 9,900,000 ordinary shares (out of 10,000,000 ordinary shares issued and outstanding, the “Shares”) of Zijin Midas Nigeria Limited (“ZMNL”), a private company incorporated in the Federal Republic of Nigeria. The remaining 100,000 shares of ZMNL are held by an individual in trust for the Company.

Pursuant to a Share Purchase Agreement (the Agreement) with 1187395 BC dated December 5, 2019, the Company paid cash consideration of US\$96,000 (\$122,496). On December 15, 2020, the Company obtained a 100% interest in 1187935 BC. During the year ended November 30, 2021, the Company decided not to renew the seven Au-Pb ELs and as a result, wrote off \$51,354 of acquisition costs and license maintenance fees related to the seven Au-Pb ELs.

As of May 31, 2023, the Company has a balance of \$20,509 (November 30, 2022 - \$20,509) advanced exploration fund with its Nigeria project manager.

Tsorena Property (the Federal Democratic Republic of Ethiopia)

On July 8, 2021, the Company was issued Exploration License #00570, which covers an area about 395.64 km², located in Tigray National Regional State, Central Zone, Enticho Woreda, Ethiopia. The Tsorena Property focuses on gold and base metal exploration.

The Company paid \$66,475 (US\$52,905) for license application, data and document purchase.

5. INVESTMENTS ACCOUNTED UNDER FVTPL

As at May 31, 2023, the Company held 7,602,000 (November 30, 2022 – 7,602,000) common shares in the capital of Cassiar Gold Corp (“GLDC”), with a fair value of \$3,344,800 (\$0.44 per share) (November 30, 2022 - \$4,485,180 (\$0.59 per share)).

During the six months ended May 31, 2023, the Company sold Nil (2022 - 614,500) of GLDC shares for gross proceeds of \$Nil (2022 - \$475,274), with cost of \$Nil (2022 - \$305,713).

	Amount
Balance, as at November 30, 2021	\$ 8,331,200
Cost of investment sold	(1,272,605)
Fair value adjustment	(2,573,415)
Balance, as at November 30, 2022	\$ 4,485,180
Fair value adjustment	(1,140,300)
Balance, as at May 31, 2023	\$ 3,344,880

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

6. INVESTMENTS ACCOUNTED UNDER EQUITY METHOD

	Amount
Balance, as at November 30, 2021 and 2022	\$ -
Original investment	160,000
Share of loss on equity investment	(8,606)
Balance, as at May 31, 2023	\$ 151,394

On May 24, 2023, the Company purchased 1,600,000 shares of MineSound Ltd. (“MindSound”) for \$160,000, representing 14% of the total issued and outstanding shares of MineSound. The Company’s CEO and Director is also a director of MineSound. The Company accounted the investment in MineSound by using the equity method.

MineSound was incorporated on November 16, 2022 under the laws of British Columbia, Canada. The Company is involved in the business of utilizing Seismic Frequency Resonance Exploration Technology (“SRT”) in exploration of metallic and non-metallic ores.

During the six months ended May 31, 2023, the Company recognized \$8,606 of MineSound’s loss during the period.

7. CONVERTIBLE DEBENTURES

	Convertible debenture
Balance, November 30, 2021	\$ 201,208
Conversion of convertible debentures	(200,000)
Interest accretion	18,792
Interest payment	(20,000)
Balance, November 30, 2022 and May 31, 2023	\$ -

In April 2020, the Company closed a non-brokered, private placement of debentures (the “Debentures”) of the Company at a price of \$1,000 per Debenture for gross proceeds of \$200,000. Each Debenture bears an annual simple interest rate of 10% over its term of up to twelve months (the “Term”). The Debenture holder may, at any time and from time to time up to maturity, elect to convert the outstanding Debentures into common shares in the capital of the Company at a price of \$0.10 per share. On April 25, 2021, the Debentures were renewed for a year at the same terms.

On April 22, 2022, the principal of \$200,000 was converted into 2,000,000 common shares of the Company at a conversion price of \$0.10. The Company repaid the interest of \$20,000. At the date of conversion, the carrying amount of liabilities \$200,000 and equity components of the debts \$24,000, totalling \$224,000, was transferred to share capital. There is no gain or loss recorded at conversion.

During the six months ended May 31, 2023, the Company recorded \$Nil (2022 - \$11,383) of accretion and interest on this debt.

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

8. SHARE CAPITAL

Authorized - unlimited number of common shares without par value

Share issuance and cancellation

There was no share issuance during the six months ended May 31, 2023.

During the year ended November 30, 2022:

1) On April 22, 2022, the Company issued 2,000,000 shares pursuant to the convertible debts issued in April 2020 (Note 7) with a value of \$224,000.

2) On September 27, 2022, the Company closed a non-brokered private placement by issuing 13,333,332 shares at \$0.15 per share for gross proceeds of \$2,000,000. The Company paid \$18,788 of filing and legal fees in relation to the private placement.

3) On October 25, 2022, four shares, valued at \$1, were returned to treasury and cancelled afterwards.

Stock options

The Company has a stock option plan whereby the Board of Directors may, from time to time, grant options to directors, officers, employees and consultants. The term of the option grants is up to ten years and vests immediately except for stock options granted to investor relations consultants whereby these options vest over 12 months. The maximum number of common shares reserved for issue shall not exceed 10% of the total number of common shares issued and outstanding as at the grant date.

On February 24, 2022, the Company granted to directors, officers and consultants 1,000,000 stock options, exercisable at \$0.20 per share for a term of 5 years. These options vested on the date of grant. The fair value of the stock options granted was \$160,711 (\$0.16 per option).

The fair value of the stock options granted was determined using the Black-Scholes option price modelling with the following assumptions:

Weighted average assumptions	Year ended November 30, 2022
Risk free interest rate	1.74%
Volatility	200.95%
Expected life of options	5 years
Dividend rate	0%

Expected stock price volatility was derived from the historical closing price of the Company's stock for a length of time equal to the expected life of the options. Companies are required to utilize an estimated forfeiture rate when calculating the expense for the reporting period. Based on the best estimate, management applied the estimated forfeiture rate of 0.00% in determining the expense recorded in the accompanying consolidated statements of income (loss) and comprehensive income (loss).

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

8. SHARE CAPITAL (cont'd...)**Stock options (cont'd...)**

Stock option transactions are summarized as follows:

	Number of Options	Weighted Average Exercise Price
Balance, November 30, 2021	1,350,000	\$ 0.14
Granted	<u>1,000,000</u>	<u>0.20</u>
Balance, November 30, 2022 and May 31, 2023	<u>2,350,000</u>	<u>\$ 0.16</u>
Exercisable, at May 31, 2023	<u>2,350,000</u>	<u>\$ 0.16</u>

As at May 31, 2023, the following incentive stock options are outstanding:

Number of Options	Exercise Price	Expiry Date
850,000	\$ 0.10	August 7, 2024
500,000	\$ 0.20	July 26, 2024
1,000,000	\$ 0.20	February 24, 2027

Warrants

There were no warrant transactions during the six months ended May 31, 2023 or the year ended November 30, 2022.

As at May 31, 2023, the following warrants are outstanding:

Number of Warrants	Exercise Price	Expiry Date
4,000,000	\$ 0.15	December 14, 2023

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

9. RELATED PARTY TRANSACTIONS

The Company entered into the following transactions with related parties during the six months ended May 31, 2023:

a) The Company paid or accrued management fee of \$130,500 (2022 - \$84,000) to a company controlled by the CEO and President. As of May 31 2023, \$43,575 (November 30, 2022 - \$16,800) payable to the company controlled by the CEO and President and \$17,165 (November 30, 2022 - \$1,957) payable to the CEO for fee reimbursement was included in due to related parties.

b) The Company paid or accrued management of \$36,000 (2022 -\$36,000) to a company controlled by the CFO. As of May 31, 2023, \$Nil (November 30, 2022 - \$6,300) payable to the company controlled by the CFO was included in due to related parties.

c) The Company accrued directors' fees of \$6,000 (2022 -\$6,000) to two directors. As of May 31, 2023, \$33,000 (November 30, 2022 - \$27,000) payable to the two directors was included in due to related parties.

d) The Company granted Nil (2022 – 800,000) stock options to directors and officers with a fair value on issuance of \$Nil (2022 - \$128,568).

Accounts payable to related parties do not bear interest, are unsecured and repayable on demand.

10. SEGMENTED INFORMATION

The Company primarily operates in one reportable operating segment, being the acquisition and exploration of exploration and evaluation assets located in Africa.

11. FAIR VALUE MEASUREMENT AND RISK MANAGEMENT

IFRS 13, Fair Value Measurement, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

The Company's accounts payable and accrued liabilities, due to related parties, and convertible debentures are measured at amortized cost. Its financial assets, cash, is measured at fair value and GST receivable, is measured at amortized cost. The Company's carrying values of these items approximate their fair value due to the relatively short periods to maturity of the instruments.

The Company's financial instruments as at May 31, 2023 are as follows:

	Level 1	Level 2	Level 3
Financial assets at FVTPL			
Cash	\$ 3,205,149	\$ -	\$ -
Investments	\$ 3,344,880	\$ -	\$ -

WILDSKY RESOURCES INC.**Notes to the condensed consolidated interim financial statements****(Unaudited – prepared by management)****(Expressed in Canadian dollars)****For the six months ended May 31, 2023**

11. FAIR VALUE MEASUREMENT AND RISK MANAGEMENT (cont'd...)**Liquidity risk**

Liquidity risk is the risk that the Company might not be able to meet its obligations and commitments as they come due. As at May 31, 2023, the Company had cash of \$3,205,149 (November 30, 2022 - \$3,665,207) and a working capital of \$6,524,156 (November 30, 2022 - \$8,067,477).

Credit risk

Credit risk arises from cash held with financial institutions as well as credit exposure on outstanding receivables.

The Company's cash is held at high-credit rating financial institutions. The Company's maximum exposure to credit risk is the carrying amounts of cash and receivables on its consolidated statement of financial position.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

i. Interest rate risk

Interest rate risk arises from changes in market rates of interest that could adversely affect the Company. The Company's convertible debentures bear interest at 10% per annum. The Company's exposure to interest rate risk is insignificant.

ii. Foreign currency risk

Foreign currency risk arises from fluctuations in foreign currencies versus the Canadian dollar that could adversely affect reported balances and transactions denominated in those currencies. The Company currently has no significant assets or liabilities and has no revenue or expenses denominated in a foreign currency, so it is not exposed to foreign currency risk.

iii. Equity price risk

Equity price risk arises from market fluctuations in equity prices that could adversely affect the Company's operations. The Company's current exposure to equity price risk is limited to declines in the values and volumes including those of its own shares, which could impede its ability to raise additional funds when required.

12. CAPITAL MANAGEMENT

The Company's capital management objective is to ensure its ability to continue as a going concern to meet its operational obligations and to maintain capital access to fund its mineral exploration activities in the Federal Republic of Nigeria.

The capital that the Company manages is the total of liabilities and equity on the consolidated statements of financial position. The Company may modify the capital structure to meet its funding needs by issuing new equity shares and/or debt instruments, disposing assets or bringing in joint venture partners. To facilitate the management of its capital, the Company prepares annual budgets approved by the Board of Directors. The budget is reviewed and updated periodically to account for changes in the expenditures and economic conditions. The Company is not subject to any externally imposed capital requirements.

WILDSKY RESOURCES INC.

Notes to the condensed consolidated interim financial statements

(Unaudited – prepared by management)

(Expressed in Canadian dollars)

For the six months ended May 31, 2023

13. SUPPLEMENTAL DISCLOSURES WITH RESPECT TO CASH FLOWS

There were no significant non-cash transactions during the six-month periods ended May 31, 2023 and 2022.