
ALTAIR RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
JUNE 30, 2022

(Unaudited - Expressed in Canadian Dollars)

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

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

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

The Company's auditors have 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.

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2022 \$	March 31, 2022 \$
ASSETS			
Current assets			
Cash		1,666	14,351
GST receivable		7,882	7,024
Prepaid expenses		<u>10,066</u>	<u>34,186</u>
Total current assets		<u>19,614</u>	<u>55,561</u>
Non-current assets			
Exploration and evaluation assets	4	<u>2</u>	<u>5,048</u>
TOTAL ASSETS		<u>19,616</u>	<u>60,609</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	6	1,848,671	1,736,149
Advances	6(c)	<u>9,000</u>	<u>-</u>
TOTAL LIABILITIES		<u>1,857,671</u>	<u>1,736,149</u>
SHAREHOLDERS' DEFICIT			
Share capital	5	18,256,096	18,176,076
Share-based payments reserve		3,899,871	3,899,871
Deficit		<u>(23,994,022)</u>	<u>(23,751,487)</u>
TOTAL SHAREHOLDERS' DEFICIT		<u>(1,838,055)</u>	<u>(1,675,540)</u>
TOTAL LIABILITIES AND SHAREHOLDERS' DEFICIT		<u>19,616</u>	<u>60,609</u>

Nature of Operations and Going Concern - see Note 1

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on August 19, 2022 and are signed on its behalf by:

/s/ **George S Young**

George S. Young
Director

/s/ **Michael G. Nelson**

Michael G. Nelson
Director

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended	
		June 30, 2022 \$	June 30, 2021 \$
Expenses			
Accounting and administration	6(b)	9,000	11,500
Audit		10,000	15,000
Bank charges		440	125
Consulting		48,178	75,846
Corporate development		17,783	10,000
Director and officer compensation	6(a)	75,000	64,333
General exploration	4(a)	7,659	-
Legal		11,489	10,259
Office		417	389
Regulatory fees		1,300	1,300
Shareholder costs		-	1,010
Transfer agent fees		1,340	1,460
Travel		28,629	4,892
Website		4,982	3,685
		<u>216,217</u>	<u>199,799</u>
Loss before other items		<u>(216,217)</u>	<u>(199,799)</u>
Other items			
Accrued interest on default judgment	4(d)	(7,266)	(6,990)
Foreign exchange		(14,006)	5,001
Write-off of exploration and evaluation assets	4(b)	(5,046)	-
		<u>(26,318)</u>	<u>(1,989)</u>
Net loss and comprehensive loss for the period		<u>(242,535)</u>	<u>(201,788)</u>
Basic and diluted loss per common share		<u>\$(0.00)</u>	<u>\$(0.01)</u>
Weighted average number of common shares outstanding		<u>53,346,868</u>	<u>30,587,373</u>

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIT
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended June 30, 2022				
	Share Capital		Share-based Payments Reserve	Deficit	Total Shareholders' Deficit
	Number of Shares	Amount \$			
Balance at March 31, 2022	52,529,624	18,176,076	3,899,871	(23,751,487)	(1,675,540)
Common shares issued for:					
- private placement	182,000	20,020	-	-	20,020
- warrants exercised	1,000,000	60,000	-	-	60,000
Net loss for the period	-	-	-	(242,535)	(242,535)
Balance at June 30, 2022	<u>53,711,624</u>	<u>18,256,096</u>	<u>3,899,871</u>	<u>(23,994,022)</u>	<u>(1,838,055)</u>

	Three Months Ended June 30, 2021					
	Share Capital		Share Subscriptions Received	Share-based Payments Reserve	Deficit	Total Shareholders' Deficit
	Number of Shares	Amount \$				
Balance at March 31, 2021	30,275,373	15,814,255	-	3,637,614	(20,664,949)	(1,213,080)
Common shares issued for:						
- warrants exercised	240,000	12,000	-	-	-	12,000
Share subscriptions received	-	-	139,000	-	-	139,000
Net loss for the period	-	-	-	-	(201,788)	(201,788)
Balance at June 30, 2021	<u>30,515,373</u>	<u>15,826,255</u>	<u>139,000</u>	<u>3,637,614</u>	<u>(20,866,737)</u>	<u>(1,263,868)</u>

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended June 30,	
	2022	2021
	\$	\$
Operating activities		
Net loss for the period	(242,535)	(201,788)
Adjustments for:		
Accrued interest on default judgment	7,266	6,990
Write-off of evaluation and exploration assets	5,046	-
Changes in non-cash working capital items:		
GST receivable	(858)	(2,279)
Prepaid expenses	24,120	(37,279)
Accounts payable and accrued liabilities	105,256	120,140
Net cash used in operating activities	(101,705)	(114,216)
Financing activities		
Issuance of common shares	80,020	12,000
Share subscriptions received	-	139,000
Advances received	9,000	-
Advances repaid	-	(12,000)
Net cash provided by financing activities	89,020	139,000
Net change in cash	(12,685)	24,784
Cash at beginning of period	14,351	21,755
Cash at end of period	1,666	46,539

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

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

1. Nature of Operations and Going Concern

Altair Resources Inc. (the “Company”) was incorporated under the provisions of the Company Act (British Columbia) on November 17, 2005. The Company is a publicly listed company with its common shares listed on the TSX Venture Exchange (“TSXV”) under the symbol “AVX” and the Frankfurt Exchange under the symbol “90A”. The Company’s head office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7, Canada.

The Company has a history of losses with no operating revenue and, as at June 30, 2022, has a working capital deficit of \$1,838,057 and an accumulated deficit of \$23,994,022. The Company has also entered into a number of agreements to acquire mineral interests, as described in Note 4. The Company has made payments pursuant to the agreements and will require significant funding to complete the acquisition of these properties, to fund anticipated levels of operations and administration, fund its exploration requirements on completion of any of its agreements and retire its indebtedness as they come due. The Company will need to raise additional capital from the sale of common shares or other equity or debt instruments. There can be no assurance that the Company will be able to do so. These conditions indicate the existence of material uncertainties that may cast significant doubt about the Company’s ability to complete all or any of the mineral interest acquisition agreements and continue as a going concern.

These condensed consolidated interim 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 operations for the foreseeable future. Realization values may be substantially different from carrying values as shown and these condensed consolidated interim 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 and such adjustments may be material.

In March 2020 the World Health Organization (“WHO”) declared the outbreak of a novel coronavirus, identified as “COVID-19”, as a global pandemic. COVID-19 has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, the extent of the impact the COVID-19 outbreak may have on the Company is unknown as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting* (“IAS 34”), as issued by the International Accounting Standards Board (“IASB”), and its interpretations, using accounting policies consistent with International Financial Reporting Standards (“IFRS”). The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended March 31, 2022, which have been prepared in accordance with IFRS as issued by the IASB and interpretations of the IFRS Interpretations Committee (“IFRIC”). The accounting policies followed in these condensed consolidated interim financial statements are consistent with those applied in the Company’s consolidated financial statements for the year ended March 31, 2022.

Basis of Measurement

The Company’s condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. These condensed consolidated interim financial statements are presented in Canadian Dollars unless otherwise stated.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

3. Subsidiaries

As at June 30, 2022 the subsidiaries of the Company are as follows:

<u>Company</u>	<u>Location of Incorporation</u>	<u>Ownership Interest</u>
Minera Panamericana S.A.C (“Panamericana”) (inactive)	Peru	100%
Epic Mining Corp. (“Epic”) (inactive)	Canada	100%
Minera Altair, S.A. de C.V. (inactive)	Mexico	100%
A.G.J.A. SH.P.K. (“AGJA”) (inactive)	Kosovo	90%

4. Exploration and Evaluation Assets

	<u>Marbera Permits \$</u>	<u>Kazakhstan Agreement \$</u>	<u>Other \$</u>	<u>Total \$</u>
Balance at March 31, 2021	-	-	2	2
Acquisition costs				
Claims fees	5,046	-	-	5,046
Deposit	-	1,251,900	-	1,251,900
	<u>5,046</u>	<u>1,251,900</u>	<u>-</u>	<u>1,256,946</u>
Write-off	-	(1,251,900)	-	(1,251,900)
Balance at March 31, 2022	5,046	-	2	5,048
Write-off	(5,046)	-	-	(5,046)
Balance at June 30, 2022	-	-	2	2

(a) On May 7, 2021, as amended July 6, 2021, and superseded on June 15, 2022, the Company entered into a binding letter agreement with International Millennium Mining Inc. (“Millennium”), a publicly traded company, whereby the Company can acquire a 65% interest (the “Simon Interest”) in 37 unpatented lode claims and 20 patented lode claims (the “Simon Property”) located in the state of Nevada. To earn the Simon Interest the Company must:

- (i) issue a total of 2,500,000 common shares of the Company to Millennium by May 27, 2027, with the initial 500,000 common shares to be issued upon approval of the TSXV;
- (ii) commencing August 15, 2021, pay US \$2,000 per month to Millennium until May 7, 2027 (US \$16,000 paid); and
- (iii) incur a total of US \$2,200,000 of exploration expenditures on or before June 15, 2028.

The Simon Property will be subject to a 2% net smelter return royalty (“NSR”).

As at June 30, 2022 the Company had not completed its submission to the TSXV for approval and, therefore, has no legal right to the Simon Property. During fiscal 2022 the Company expensed \$28,863 as general exploration expenses for the payments made to Millennium and claims fees payments. A further \$7,659 was expensed during the three months ended June 30, 2022.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

4. Exploration and Evaluation Assets (continued)

- (b) On June 13, 2021, as amended April 4, 2022, the Company entered into a purchase agreement (the “Marbera Agreement”) with four individuals at arm’s length to the Company (the “Marbera Sellers”) whereby the Company can acquire a 90% interest in three gold prospects (the “Marbera 2 Permits”) located in the southwest region of Burkina Faso. To earn its interest in the Marbera 2 Permits, the Company has agreed to make a payment of US \$2,300,000 within three weeks of the later of : (i) TSXV approval; and (ii) the transfer of the Marbera 2 Permits to the Company. In addition the Company has also agreed to pay additional consideration, as follows:
- (i) US \$1,500,000 on completion of a NI 43-101 compliant technical report (the “43-101 Report”) with a minimum combined indicated and inferred resource of at least 1,300,000 ounces of gold;
 - (ii) US \$1,500,000 on completion of a preliminary economic assessment;
 - (iii) US \$1,500,000 on completion of a feasibility study with a minimum mineable resource of at least 1,300,000 ounces of gold;
 - (iv) 9,000,000 common shares of the Company and US \$3,000,000 on reaching commercial production of at least 90% of the level contemplated in the feasibility study for a period of six months of stable operation;
 - (v) US \$3,000,000 one year after the start of commercial production;
 - (vi) 4,000,000 common shares of the Company and US \$3,000,000 or, at the Company’s option, a total of US \$9,000,000 in cash, two years after the start of commercial production;
 - (vii) 4,000,000 common shares of the Company and US \$3,000,000 or, at the Company’s option, a total of US \$9,000,000 in cash, three years after the start of commercial production;
 - (viii) 4,000,000 common shares of the Company and US \$4,000,000 or, at the Company’s option, a total of US \$10,000,000 in cash, four years after the start of commercial production; and
 - (ix) 4,000,000 common shares of the Company and US \$4,500,000 or, at the Company’s option, a total of US \$10,000,000 in cash, five years after the start of commercial production.

In the event that the 43-101 Report has a total number of indicated and inferred resources of greater than or less than 1,300,000 ounces of gold, the amounts of each payment, in shares of the Company and in cash, shall be proportionally increased or decreased in the same proportion that the actual number of ounces in the 43-101 Report bears to 1,300,000 ounces.

An arm’s length finder’s fee will be paid in connection with the transaction.

Closing of the Marbera Agreement is subject to completion of due diligence procedures, TSXV approval, completion of a definitive sale and purchase agreement, obtaining adequate financing and other conditions precedent. As the Company has no legal right to the Marbera 2 Permits until closing. During the three months ended June 30, 2022 the Company has determined to write-off the \$5,046 of claims fee payments previously capitalized in fiscal 2022.

- (c) On July 1, 2021 the Company entered into a preliminary purchase agreement (the “Kazakhstan Agreement”) with private entities at arms-length to the Company whereby the Company can acquire up to 100% ownership interests in companies which hold two gold producing properties (the “Proposed Transaction”) in Eastern and Central Kazakhstan for total consideration of US \$106,000,000 (the “Purchase Consideration”), payable as follows:
- (i) US \$75,000,000 on the execution of the Proposed Transaction, at which time 70% ownership interests will be transferred to the Company;
 - (ii) US \$15,500,000 one year from the execution of the Proposed Transaction, at which time an additional 15% ownership interest will be transferred to the Company; and
 - (iii) US \$15,500,000 two years from the execution of the Proposed Transaction, at which time the remaining 15% ownership interest will be transferred to the Company.

On July 30, 2021 the Company paid a deposit of \$1,251,900 (US \$1,000,000) (the “Deposit”), after which the Kazakhstan Agreement could only be terminated by mutual consent of all parties or by one party as a result of a material breach in another party’s performance or inability to perform its obligations under the Kazakhstan Agreement.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

4. Exploration and Evaluation Assets (continued)

The Company had not formally secured the requisite financing for the Proposed Transaction by March 31, 2022, and having received notice from the vendors on May 31, 2022 purporting to terminate the Kazakhstan Agreement, the Deposit was written-off during fiscal 2022.

- (d) On June 21, 2019 the Company sold its wholly-owned subsidiary, Altair Mining Inc. (“Altair USA”), to International Silver Inc. (“ISI”). Altair USA’s sole asset was the Pioche Project. ISI was to be responsible for all project costs relating to the Pioche Project. As a result, during fiscal 2020 the Company recognized a recovery of \$134,234 for adjustments derecognized on sale of Altair USA.

On March 10, 2020 a complaint for breach of contract was filed against the Company for non-payment for professional services provided on the Pioche Project. No responses were submitted by the Company, Altair USA or ISI. On September 29, 2020 a default judgment (the “Default Judgment”) was awarded against the Company for US \$238,023 for the unpaid contract balance, accrued interest and legal costs to September 29, 2020. Accordingly, the Company recorded US \$275,040 in accounts payable and accrued liabilities for the estimated default judgment amount, legal costs and accrued interest at March 31, 2022. A further \$7,266 was recorded during the three months ended June 30, 2022 for estimated accrued interest. Pursuant to the disposition agreement ISI agreed to the transfer and guarantee of specific indebtedness of Altair USA, which included the Default Judgment. Should the creditor take legal action to enforce the judgment in British Columbia the Company may have to pay the Default Judgment, legal costs and interest. The ability by the Company to recover this obligation from ISI would be doubtful and a provision has been recorded in the accounts.

5. Share Capital

(a) ***Authorized Share Capital***

The Company’s authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) ***Equity Financings***

Three Months Ended June 30, 2022

During fiscal 2022 the Company announced that it intended to conduct a non-brokered private placement financing of up to 25,000,000 units at \$0.11 per unit. As at March 31, 2022 the Company had completed the issuance of 20,664,251 units for gross cash proceeds of \$2,273,068. During the three months ended June 30, 2022 the Company completed an additional tranche closing and issued an additional 182,000 units for gross cash proceeds of \$20,020. Each unit comprises one common share and one common share purchase warrant, with each warrant entitling the holder to purchase an additional common share at an exercise price of \$0.18 per share for a period of one year from closing.

Fiscal 2022

The Company is conducting a non-brokered private placement financing of up to 25,000,000 units at \$0.11 per unit. Each unit comprises one common share and one common share purchase warrant, with each warrant entitling the holder to purchase an additional common share at an exercise price of \$0.18 per share for a period of one year from closing. During fiscal 2022 the Company completed a number of tranche closings and issued a total of 20,664,251 units for gross cash proceeds of \$2,273,068. Certain current and former directors and officers of the Company purchased a total of 281,818 units of this private placement.

During fiscal 2022 the Company incurred \$7,990 for filing costs incurred with the private placement.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

5. Share Capital (continued)

(c) *Warrants*

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at June 30, 2022 and 2021 and the changes for the three months ended on those dates, is as follows:

	2022		2021	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance, beginning of period	36,784,251	0.12	17,810,000	0.05
Issued	182,000	0.18	-	-
Exercised	(1,000,000)	0.06	(240,000)	0.05
Expired	<u>(140,000)</u>	0.06	<u>-</u>	-
Balance, end of period	<u>35,826,251</u>	0.13	<u>17,570,000</u>	0.05

The following table summarizes information about the number of common shares reserved pursuant to the Company's warrants outstanding and exercisable at June 30, 2022:

Number	Exercise Price \$	Expiry Date
5,600,000	0.06	July 17, 2022*
5,164,891	0.18	July 23, 2022*
9,907,090	0.18	July 26, 2022*
2,059,090	0.18	August 25, 2022
228,000	0.18	October 5, 2022
8,180,000	0.05	November 23, 2022
1,017,909	0.18	December 13, 2022
100,000	0.18	January 12, 2023
136,363	0.18	January 20, 2023
360,000	0.18	February 23, 2023
200,000	0.18	March 14, 2023
1,490,908	0.18	March 24, 2023
182,000	0.18	May 26, 2023
<u>1,200,000</u>	0.05	February 22, 2026
<u>35,826,251</u>		

* Expired without exercise subsequent to June 30, 2022.

(d) *Share Option Plan*

The Company has established a rolling share option plan (the "Plan") in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of five years. The number of common shares reserved for issuance to any individual director or officer will not exceed five percent (5%) of the issued and outstanding common shares and the number of common shares reserved for issuance to all technical consultants will not exceed two percent (2%) of the issued and outstanding common shares.

No share options were granted during the three months ended June 30, 2022 and 2021.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

5. Share Capital (continued)

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's share options.

A summary of the Company's share options outstanding at June 30, 2022 and 2021 and the changes for the three months ended on those dates, is as follows:

	2022		2021	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning and end of period	4,025,000	0.15	2,000,000	0.05

The following table summarizes information about the share options outstanding and exercisable at March 31, 2022:

Number	Exercise Price \$	Expiry Date
630,000	0.055	August 9, 2022*
470,000	0.05	November 25, 2025
2,925,000	0.18	August 09, 2026
4,025,000		

* Expired without exercise subsequent to June 30, 2022.

6. Related Party Disclosures

Transactions made with related parties are made in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and executive officers.

- (a) During the three months ended June 30, 2022 and 2021 the Company incurred the following compensation amounts to its current and former key management personnel:

	2022 \$	2021 \$
Directors and management compensation	75,000	64,333

As at June 30, 2022 \$703,250 (March 31, 2022 - \$628,250) unpaid key management compensation has been included in accounts payable and accrued liabilities.

- (b) During the three months ended June 30, 2022 the Company incurred a total of \$9,000 (2021 - \$11,500) to Chase Management Ltd. ("Chase"), a private corporation owned by the Corporate Secretary of the Company, for accounting and administration services provided by Chase personnel.
- (c) During the three months ended June 30, 2022 the Company received advances totalling \$9,000 from a shareholder and an entity associated with the Corporate Secretary of the Company. The advances are non-interest bearing and repayable on demand. As at June 30, 2022 the advances remained outstanding.
- (d) See also Note 5(b).

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

7. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following following categories: fair value through profit or loss (“FVTPL”); amortized cost; and fair value through other comprehensive income. The carrying values of the Company’s financial instruments are classified into the following categories:

Financial Instrument	Category	June 30, 2022 \$	March 31, 2022 \$
Cash	FVTPL	1,666	14,351
Investment in ISI shares	FVTPL	-	-
Accounts payable and accrued liabilities	Amortized cost	(1,848,671)	(1,736,149)
Advances	Amortized cost	(9,000)	-

The Company’s financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for accounts payable and accrued liabilities and advances approximate their fair value. The Company’s fair value of cash under the fair value hierarchy is measured using Level 1 inputs. The fair value of investment in ISI shares has been measured using Level 3 inputs which resulted in a \$nil value as at June 30, 2022 and March 31, 2022.

The Company’s risk exposures and the impact on the Company’s financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty’s inability to fulfill its payment obligations. The Company’s credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments included in cash is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company’s financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

7. Financial Instruments and Risk Management (continued)

	Contractual Maturity Analysis at June 30, 2022				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	1,666	-	-	-	1,666
Accounts payable and accrued liabilities	(1,848,671)	-	-	-	(1,848,671)
Advances	(9,000)				(9,000)

	Contractual Maturity Analysis at March 31, 2022				
	Less than 3 Months \$	3 - 12 Months \$	1 - 5 Years \$	Over 5 Years \$	Total \$
Cash	14,351	-	-	-	14,351
Accounts payable and accrued liabilities	(1,736,149)	-	-	-	(1,736,149)

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. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian Dollar and major transactions are primarily transacted in Canadian Dollars and US Dollars. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At June 30, 2022, 1 Canadian Dollar was equal to 0.78 US Dollar.

Balances are as follows:

	US Dollars	CDN \$ Equivalent
Cash	248	318
Accounts payable and accrued liabilities	<u>(372,828)</u>	<u>(477,984)</u>
	<u>(372,580)</u>	<u>(477,666)</u>

Based on the net exposures as of June 30, 2022 and, assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the US Dollar would result in the Company's net loss being approximately \$51,000 higher (or lower).

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 as capital. The management of the capital structure is based on the funds available to the Company in order to support the acquisition, exploration and development of mineral properties and to maintain the Company in good standing with the various regulatory authorities. 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.

ALTAIR RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2022
(Unaudited - Expressed in Canadian Dollars)

7. Financial Instruments and Risk Management

The Company's historical sources of capital have consisted of the sale of equity securities and interest income. In order for the Company to complete its acquisitions, carry out planned exploration and development and pay for administrative costs, the Company will spend its working capital and expects to raise additional amounts externally as needed. There were no changes in the Company's management of capital.