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# **Blue Sky Uranium Corp.**

## **CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

*(Unaudited – Expressed in Canadian Dollars)*

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**Blue Sky Uranium Corp.**  
**Condensed Consolidated Interim Statements of Financial Position**  
*(Expressed in Canadian Dollars)*

		September 30, 2024 \$ (unaudited)	December 31, 2023 \$ (audited)
	Note		
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	11	476,787	1,050,865
Accounts receivable		17,666	13,571
Prepaid expenses		25,118	58,887
<b>Total current assets</b>		<b>519,571</b>	<b>1,123,323</b>
<b>Non-current assets</b>			
Mineral property interests	3	273,669	202,377
<b>Total non-current assets</b>		<b>273,669</b>	<b>202,377</b>
<b>Total Assets</b>		<b>793,240</b>	<b>1,325,700</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	5	944,102	924,457
<b>Total Liabilities</b>		<b>944,102</b>	<b>924,457</b>
<b>SHAREHOLDERS' (DEFICIENCY) EQUITY</b>			
Share capital	4	43,456,067	42,192,552
Reserves	4	14,002,757	13,218,381
Deficit		(57,609,686)	(55,009,690)
<b>Total shareholders' (deficiency) equity</b>		<b>(150,862)</b>	<b>401,243</b>
<b>Total Shareholders' (Deficiency) Equity and Liabilities</b>		<b>793,240</b>	<b>1,325,700</b>

**NATURE OF OPERATIONS AND GOING CONCERN (Note 1)**

**COMMITMENTS (Note 9)**

**CONTINGENCY (Note 10)**

**SUBSEQUENT EVENTS (Note 13)**

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on November 27, 2024. They are signed on the Company's behalf by:

"Nikolaos Cacos" , Director

"David Terry" , Director

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

**Blue Sky Uranium Corp.**  
**Condensed Consolidated Interim Statements of Loss and Comprehensive Loss**  
(Unaudited - Expressed in Canadian Dollars)

	Note	Three months ended September 30,		Nine months ended September 30,	
		2024 \$	2023 \$	2024 \$	2023 \$
<b>Expenses</b>					
Accounting and audit		-	4,678	(4,312)	4,678
Corporate development and investor relations		179,660	207,724	430,913	566,750
Exploration	3	456,786	490,588	1,507,615	2,013,358
Management fees	5	-	28,200	28,200	84,600
Office and sundry	5	3,259	8,473	13,021	27,846
Professional fees	5	279,496	98,893	577,720	161,051
Rent, parking and storage		7,522	4,310	30,074	12,930
Salaries and employee benefits	5	72,321	70,720	222,665	214,246
Transfer agent and regulatory fees		17,476	24,273	50,641	54,073
Travel		10,008	-	10,008	8,924
<b>Loss from operating activities</b>		<b>(1,026,528)</b>	<b>(937,859)</b>	<b>(2,866,545)</b>	<b>(3,148,456)</b>
<b>Other income (expenses)</b>					
Foreign exchange loss		(1,695)	(7,170)	409	(163,456)
Gain on sale of marketable securities	7	29,758	240,492	256,639	638,770
Interest income		338	4,111	9,501	7,798
<b>Income (loss) from other items</b>		<b>(28,401)</b>	<b>237,433</b>	<b>266,549</b>	<b>483,112</b>
<b>Loss and comprehensive loss for the period</b>		<b>(998,127)</b>	<b>(700,426)</b>	<b>(2,599,996)</b>	<b>(2,665,344)</b>
<b>Basic and diluted loss per common share (\$)</b>	6	<b>(0.00)</b>	<b>(0.00)</b>	<b>(0.01)</b>	<b>(0.01)</b>

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

**Blue Sky Uranium Corp.**  
**Consolidated Interim Statements of Cash Flows**  
(Unaudited - Expressed in Canadian Dollars)

	Nine months ended September 30,	
	2024	2023
	\$	\$
<b>Cash flows used in operating activities</b>		
Loss for the period	(2,599,996)	(2,665,344)
Change in non-cash working capital items:		
Increase in accounts receivable	(4,095)	(14,554)
Decrease in prepaid expenses	33,769	56,734
Increase in accounts payable and accrued liabilities	19,645	123,237
Net cash used in operating activities	(2,550,677)	(2,499,927)
<b>Cash flow used in investing activities</b>		
Expenditures on mineral property interests	(71,292)	(98,086)
Net cash used in investing activities	(71,292)	(98,086)
<b>Cash flows from financing activities</b>		
Issuance of common shares and warrants	2,146,080	1,600,000
Share issue costs	(98,189)	(88,137)
Subscriptions received	-	18,750
Net cash from financing activities	2,047,891	1,530,613
<b>Net decrease in cash</b>	(574,078)	(1,067,400)
Cash and cash equivalents at beginning of period	1,050,865	1,796,358
<b>Cash and cash equivalents at end of period</b>	<b>476,787</b>	<b>728,958</b>

**SUPPLEMENTARY CASH FLOW INFORMATION (Note 11)**

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

**Blue Sky Uranium Corp.**  
**Consolidated Statements of Changes in Shareholders' Equity (Deficiency)**  
*(Unaudited - Expressed in Canadian Dollars)*

	Share capital		Reserves					
	Number of Shares	Amount \$	Contributed Surplus \$	Equity Settled Share-based Payments \$	Warrants \$	Subscriptions Received \$	Deficit \$	Total \$
<b>Balance at December 31, 2022</b>	217,854,807	40,286,362	4,922,056	1,840,641	5,412,304	-	(51,354,050)	1,107,313
Private placements	21,333,333	1,093,453	-	-	506,547	18,750	-	1,618,750
Share issue costs	-	(88,137)	-	-	-	-	-	(88,137)
Agents' warrants granted	-	(48,347)	-	-	48,347	-	-	-
Warrants and agents' warrants expired	-	-	1,109,377	-	(1,109,377)	-	-	-
Stock options expired	-	-	722,873	(722,873)	-	-	-	-
Comprehensive loss for the period	-	-	-	-	-	-	(2,665,344)	(2,665,344)
<b>Balance at September 30, 2023</b>	239,188,140	41,243,331	6,754,306	1,117,768	4,857,821	18,750	(54,019,394)	(27,418)
Private placements	20,466,666	1,093,468	-	-	441,532	(18,750)	-	1,516,250
Share issue costs	-	(97,293)	-	-	-	-	-	(97,293)
Agents' warrants granted	-	(46,954)	-	-	46,954	-	-	-
Comprehensive loss for the period	-	-	-	-	-	-	(990,296)	(990,296)
<b>Balance at December 31, 2023</b>	259,654,806	42,192,552	6,754,306	1,117,768	5,346,307	-	(55,009,690)	401,243
Private placements	39,267,999	1,418,462	-	-	727,618	-	-	2,146,080
Share issue costs	-	(98,189)	-	-	-	-	-	(98,189)
Agents' warrants granted	-	(56,758)	-	-	56,758	-	-	-
Warrants and agents' warrants expired	-	-	181,785	-	(181,785)	-	-	-
Comprehensive loss for the period	-	-	-	-	-	-	(2,599,996)	(2,599,996)
<b>Balance at September 30, 2024</b>	298,922,805	43,456,067	6,936,091	1,117,768	5,948,898	-	(57,609,686)	(150,862)

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

# **Blue Sky Uranium Corp.**

## **Notes to the Condensed Consolidated Interim Financial Statements**

**For the nine months ended September 30, 2024 and 2023**

*(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)*

### **1. NATURE OF OPERATIONS AND GOING CONCERN**

Blue Sky Uranium Corp. (the “Company”) was incorporated under the Business Corporation Act of British Columbia on November 30, 2005 as Mulligan Capital Corp. On May 18, 2006, the Company received final receipts for a prospectus and became a reporting issuer in British Columbia and Alberta. On June 27, 2006 the Company completed its initial public offering and on June 28, 2006 the Company listed its common shares on the TSX Venture Exchange (the “TSX-V”) as a capital pool company. On February 7, 2007, the Company completed its qualifying transaction and was upgraded to Tier II status on the TSX-V. The Company also changed its name to Blue Sky Uranium Corp. to reflect its business as a junior uranium exploration company. The address of the Company’s registered office is Suite 411 – 837 West Hastings Street, Vancouver, BC, Canada V6C 3N6.

The Company is a natural resource company engaged in the acquisition and exploration of resource properties in Argentina. The Company’s mineral property interests presently have no proven or probable reserves and, on the basis of information to date, it has not yet determined whether these properties contain economically recoverable resources. Consequently, the Company considers itself to be an exploration stage company.

The amounts shown as mineral property interests represent acquisition costs incurred to date, less amounts amortized and/or written off, and do not necessarily represent present or future values. The underlying value of the mineral property interests is entirely dependent on the existence of economically recoverable reserves, securing and maintaining title and beneficial interest in the properties, the ability of the Company to obtain the necessary financing to advance the properties beyond the exploration stage, and the future profitability of the properties.

These unaudited condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with IFRS Accounting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). The accounting policies and methods of computation applied by the Company in these unaudited condensed consolidated interim financial statements are the same as those applied in the Company’s annual consolidated financial statements for the year ended December 31, 2023.

The Company has experienced recurring operating losses and has an accumulated deficit of \$57,609,686 and shareholders’ deficiency of \$150,862 at September 30, 2024. In addition, the Company has a negative working capital of \$424,531 at September 30, 2024 and negative cash flow from operating activities of \$2,550,677. Working capital is defined as current assets less current liabilities and provides a measure of the Company’s ability to settle liabilities that are due within one year with assets that are also expected to be converted into cash within one year. These factors create material uncertainties that may cast significant doubt about the Company’s ability to continue as a going concern. The Company’s continued operations, as intended, are dependent upon its ability to raise additional funding to meet its obligations and commitments and to attain profitable operations. Management’s plan in this regard is to raise equity financing as required. There are no assurances that the Company will be successful in achieving these goals.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, and national and international circumstances. Recent geopolitical events, and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

These condensed consolidated interim financial statements do not include adjustments to the amounts and classifications of assets and liabilities and reported expenses that might be necessary should the Company be unable to continue as a going concern, which could be material.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

## 2. MATERIAL ACCOUNTING POLICIES

### *Statement of compliance*

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting and using accounting policies in compliance with IFRS issued by the IASB, and accordingly, certain information and note disclosure included in the annual consolidated financial statements prepared in accordance with IFRS have been omitted or condensed. These condensed consolidated interim financial statements should be read in conjunction with the Company's December 31, 2023, audited annual financial statements.

### *Basis of preparation*

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

### *Basis of consolidation*

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries as follows:

	Place of Incorporation	Principal Activity
Blue Sky Uranium Holdings Corp.	BC, Canada	Holding company
Minera Cielo Azul S.A. (Argentina)	Argentina	Exploration company
Ivana Minerales S.A. (Argentina)	Argentina	Exploration company
Desarrollo de Inversiones S.A. (Argentina)	Argentina	Exploration company
Viento de Oro S.A. de C.V. (Mexico)	Mexico	Exploration company

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated in preparing the condensed consolidated interim financial statements.

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

### *Significant Accounting Estimates and Judgments*

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates.

## **Blue Sky Uranium Corp.**

### Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

*(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)*

## **2. MATERIAL ACCOUNTING POLICIES (continued)**

These condensed consolidated interim financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed consolidated interim financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

### *Critical accounting judgments*

- i. Presentation of the condensed consolidated interim financial statements which assumes that the Company will continue in operation for the foreseeable future, obtain additional financing as required, and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due.
- ii. The analysis of the functional currency for each entity of the Company involves significant estimation and judgement by management. In concluding that the Canadian dollar is the functional currency of the parent and its subsidiary companies, management considered the currency that mainly influences the cost of providing goods and services in each jurisdiction in which the Company operates. As no single currency was clearly dominant the Company also considered secondary indicators including the currency in which funds from financing activities are denominated and the currency in which funds are retained.
- iii. The net carrying value of each mineral property is reviewed regularly for conditions that suggest impairment or a reversal of previously recorded impairment. This review requires significant judgment. Factors considered in the assessment of asset impairment include, but are not limited to, whether there has been a significant adverse change in the legal, regulatory, accessibility, title, environmental or political factors that could affect the property's value; whether there has been an accumulation of costs significantly in excess of the amounts originally expected for the property's acquisition, development or cost of holding; and whether exploration activities produced results that are not promising such that no more work is being planned in the foreseeable future. If impairment is determined to exist, a formal estimate of the recoverable amount is performed, and an impairment loss is recognized to the extent that the carrying amount exceeds the recoverable amount.

### *New and amended IFRS standards that are effective for the current period:*

Amendments to IAS 1, Classification of Liabilities as Current or Non-current (effective January 1, 2024) provide a more general approach to the classification of liabilities based on the contractual arrangements in place at the reporting date. This amendment did not have any impact on the Company's consolidated financial statements.

### *New Accounting Standards and Interpretations not yet effective*

The following new standards, amendments and interpretations have been issued but are not effective for the nine months ended September 30, 2024 and accordingly, they are not expected to have any impact and have not been applied in preparing these condensed consolidated interim financial statements.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

## 2. MATERIAL ACCOUNTING POLICIES (continued)

Amendments to IAS 21, Lack of Exchangeability (effective January 1, 2025) requires companies to provide more useful information in their financial statements when a currency cannot be exchanged into another currency. The amendments respond to stakeholder feedback and concerns about diversity in practice in accounting for a lack of exchangeability between currencies. The amendments will help companies and investors by addressing a matter not previously covered in the accounting requirements for the effects of changes in foreign exchange rates. These amendments will require companies to apply a consistent approach in assessing whether a currency can be exchanged into another currency and when it cannot, in determining the exchange rate to use and the disclosures to provide.

IFRS 18, Presentation and Disclosure in Financial Statements introduces three sets of new requirements to give investors more transparent and comparable information about companies' financial performance for better investment decisions.

- i. Three defined categories for income and expenses—operating, investing and financing—to improve the structure of the income statement, and require all companies to provide new defined subtotals, including operating profit.
- ii. Requirement for companies to disclose explanations of management-defined performance measures (MPMs) that are related to the income statement.
- iii. Enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes.

This new standard is effective for reporting periods beginning on or after January 1, 2027.

## 3. MINERAL PROPERTY INTERESTS

The schedules below summarize the acquisition costs and all exploration expenditures incurred to date for each mineral property interest that the Company holds title to and is continuing to explore as at September 30, 2024:

### Acquisition Costs

	Argentina			
	Ivana \$	Corcova \$	Regalo \$	Total \$
Balance – December 31, 2022	74,682	-	25,000	99,682
Additions	98,086	-	-	98,086
Balance – September 30, 2023	172,768	-	25,000	197,768
Additions	4,609	-	-	4,609
Balance – December 31, 2023	177,377	-	25,000	202,377
Additions	57,280	14,012	-	71,292
Balance – September 30, 2024	234,657	14,012	25,000	273,669

### *Ivana Property*

The Company owns a 100% interest in the 153,000 hectare (1,530 km<sup>2</sup>) Ivana uranium property in the San Jorge Basin, Province of Rio Negro, located in the Northern Patagonia region of Argentina. The Ivana property forms the southeastern portion of Amarillo Grande Project.

## Blue Sky Uranium Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

### 3. MINERAL PROPERTY INTERESTS (continued)

#### *Corcova Property*

On May 8, 2024, the Company entered into an option agreement to acquire 100% interest in two adjacent properties totaling 20,000 hectares in the Neuquén basin of Mendoza Province. Terms of the option include payment of US\$400,000 in five installments over 3 years, and a US\$500,000 payment if the project achieves commercial production. The vendor retains a 1% Net Smelter Royalty (“NSR”) on both properties which can be purchased by the Company for US\$500,000.

Option Payment US\$	Year
10,000 (paid)	2024
90,000	2025
100,000	2026
200,000	2027
400,000	

#### *Chihuidos Property*

The Company acquired a 100% interest in the 60,000 hectare Chihuidos properties comprised of six exploration property units located 60 km west of Añelo city.

#### *Regalo Property*

The Company owns a 100% interest in the 28,300 hectare (283 km<sup>2</sup>) Regalo property located northwest of the Cerro Solo Uranium District in the province of Chubut Argentina.

#### **Exploration Expenditures**

	Argentina		
	Amarillo Grande		Total \$
	Ivana \$	Other* \$	
Cumulative exploration costs December 31, 2023	22,268,472	7,525,372	29,793,844
Expenditures during the period:			
Geophysics	110,346	-	110,346
Office	188,614	-	188,614
Salaries and contractors	1,050,188	-	1,050,188
Statutory taxes	76,495	-	76,495
Supplies and equipment	29,497	-	29,497
Transportation	52,475	-	52,475
	1,507,615	-	1,507,615
Cumulative exploration costs September 30, 2024	23,776,087	7,525,372	31,301,459

\*Other includes Anit, Santa Barbara, Regalo, and Sierra Colonia.

## Blue Sky Uranium Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

### 3. MINERAL PROPERTY INTERESTS (continued)

	Argentina		
	Amarillo Grande	Other*	Total
	Ivana \$		
Cumulative exploration costs			
December 31, 2022	19,736,674	7,465,398	27,202,072
Expenditures during the period:			
Assays	29,845	-	29,845
Geophysics	42,927	-	42,927
Office	95,723	1,378	97,101
Property maintenance payments	-	41,205	41,205
Salaries and contractors	1,211,311	11,008	1,222,319
Social and community	30,239	-	30,239
Statutory taxes	125,142	2,062	127,204
Supplies and equipment	299,408	-	299,408
Transportation	123,110	-	123,110
	1,957,705	55,653	2,013,358
Cumulative exploration costs			
September 30, 2023	21,694,379	7,521,051	29,215,430

\*Other includes Anit, Santa Barbara, Regalo, and Sierra Colonia.

### 4. SHARE CAPITAL AND RESERVES

#### Authorized Share Capital

The Company's authorized share capital comprises an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

#### Details of Issues of Common Shares in 2024

On September 5, 2024, the Company completed the non-brokered private placement announced on August 14, 2024 and amended on August 28, 2024, consisting of 21,000,000 units at a price of \$0.05 per unit for gross proceeds of \$1,050,000. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.05 per share for four years from the date of issue. Finders' fees paid were \$47,202 cash and 944,048 non-transferable warrants exercisable into common shares at \$0.05 for four years from the date of issue with a fair value of \$31,430. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.82%; expected stock price volatility – 92.70%; dividend yield – 0%; and expected warrant life – 4 years.

On May 6, 2024, the Company completed the non-brokered private placement announced on April 17, 2024, consisting of 18,267,999 units at a price of \$0.06 per unit for gross proceeds of \$1,096,080. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.09 per share for two years from the date of issue. Finders' fees paid were \$50,987 cash and 849,777 non-transferable warrants exercisable into common shares at \$0.06 for two years from the date of issue with a fair value of \$25,328. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 4.23%; expected stock price volatility – 89.85%; dividend yield – 0%; and expected warrant life – 2 years.

## **Blue Sky Uranium Corp.**

### Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

#### **4. SHARE CAPITAL AND RESERVES (continued)**

##### *Details of Issues of Common Shares in 2023*

On October 13, 2023, the Company completed the second and final tranche of the non-brokered private placement announced on September 26, 2023 and increased on October 4, 2023. The Company issued 7,133,333 units in this tranche at a price of \$0.075 per unit for gross proceeds of \$535,000. Each unit consisted of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.12 per share for three years from the date of issue. Finder's fees paid were \$32,372 cash and 431,620 non-transferable warrants exercisable into common shares at \$0.075 for three years from the date of issue with a fair value of \$12,667. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 4.88%; expected stock price volatility – 88.61%; dividend yield – 0%; and expected warrant life – 2.48 years.

On October 4, 2023, the Company completed the first tranche of the non-brokered private placement announced on September 26, 2023 and increased on October 4, 2023. The Company issued 13,333,333 units in this tranche at a price of \$0.075 per unit for gross proceeds of \$1,000,000. Each unit consisted of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.12 per share for three years from the date of issue. Finder's fees paid were \$64,921 cash and 865,620 non-transferable warrants exercisable into common shares at \$0.075 for three years from the date of issue with a fair value of \$32,289. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 4.85%; expected stock price volatility – 89.44%; dividend yield – 0%; and expected warrant life – 2.5 years.

On July 12, 2023, the Company completed the second and final tranche of the non-brokered private placement announced on June 8, 2023 and increased on July 12, 2023. The Company issued 7,861,032 units in this tranche at a price of \$0.075 per unit for gross proceeds of \$589,577. Each unit consisted of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.12 per share for three years from the date of issue. Finder's fees paid were \$40,063 cash and 534,172 non-transferable warrants exercisable into common shares at \$0.075 for three years from the date of issue with a fair value of \$22,904. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 4.62%; expected stock price volatility – 92.2%; dividend yield – 0%; and expected warrant life – 2.62 years.

On June 19, 2023, the Company completed the first tranche of the non-brokered private placement announced on June 8, 2023. The Company issued 13,472,301 units in this tranche at a price of \$0.075 per unit for gross proceeds of \$1,010,423. Each unit consisted of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.12 per share for three years from the date of issue. Finder's fees paid were \$48,074 cash and 640,985 non-transferable warrants exercisable into common shares at \$0.075 for three years from the date of issue with a fair value of \$27,441. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 4.57%; expected stock price volatility – 92.38%; dividend yield – 0%; and expected warrant life – 2.6 years.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended September 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

#### 4. SHARE CAPITAL AND RESERVES (continued)

##### *Share Purchase Option Compensation Plan*

The Company has a share purchase option plan (the “Plan”) approved by the Company’s shareholders that allows it to grant share purchase options, subject to regulatory terms and approval, to its officers, directors, employees and service providers for a maximum term of ten years. The Plan is based on the maximum number of eligible shares equaling a rolling percentage of 10% of the Company’s outstanding common shares, calculated from time to time. If outstanding share purchase options are exercised or expire, and/or the number of issued and outstanding common shares of the Company increases, then the share purchase options available to grant under the Plan increase proportionately.

The exercise price of each share purchase option is set by the Board of Directors at the time of grant but cannot be less than the market price less allowable discounts in accordance with the policies of the TSX Venture Exchange. Share purchase options granted generally vest immediately, are subject to a four-month hold period and are generally exercisable for a period of ten years.

##### *Options*

The continuity of share purchase options for the nine months ended September 30, 2024 is as follows:

Expiry date	Exercise Price	December 31, 2023	Expired/ Forfeited	September 30, 2024	Options Exercisable
January 29, 2026	\$0.25	11,750,000	-	11,750,000	11,750,000
		11,750,000	-	11,750,000	11,750,000
Weighted average exercise price (\$)		0.25	-	0.25	0.25
Weighted average contractual remaining life (years)		2.08	-	1.33	1.33

The continuity of share purchase options for the nine months ended September 30, 2023 is as follows:

Expiry date	Exercise Price	December 31, 2022	Expired/ Forfeited	September 30, 2023	Options Exercisable
January 23, 2023	\$0.30	4,070,000	(4,070,000)	-	-
January 29, 2026	\$0.25	11,750,000	-	11,750,000	11,750,000
		15,820,000	-	11,750,000	11,750,000
Weighted average exercise price (\$)		0.26	0.30	0.25	0.25
Weighted average contractual remaining life (years)		2.31	-	2.33	2.33

## Blue Sky Uranium Corp.

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For the nine months ended September 30, 2024 and 2023

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#### 4. SHARE CAPITAL AND RESERVES (continued)

##### Warrants

The continuity of warrants for the nine months ended September 30, 2024 is as follows:

Expiry date	Exercise Price	December 31, 2023	Issued	Expired	September 30, 2024
January 11, 2024	\$0.25	91,903	-	(91,903)	-
January 26, 2024	\$0.25	552,300	-	(552,300)	-
June 4, 2024	\$0.25	2,159,850	-	(2,159,850)	-
July 11, 2024	\$0.25	2,043,332	-	(2,043,332)	-
October 23, 2024 <sup>(1)</sup>	\$0.35	4,760,000	-	-	4,760,000
December 2, 2024 <sup>(1)</sup>	\$0.20	17,367,300	-	-	17,367,300
December 19, 2024 <sup>(1)</sup>	\$0.20	1,411,520	-	-	1,411,520
June 7, 2025	\$0.25	5,863,097	-	-	5,863,097
June 14, 2025	\$0.25	6,348,100	-	-	6,348,100
June 22, 2025	\$0.25	2,396,170	-	-	2,396,170
July 21, 2025	\$0.25	8,613,750	-	-	8,613,750
July 30, 2025	\$0.25	4,264,000	-	-	4,264,000
August 5, 2025	\$0.25	338,339	-	-	338,339
January 11, 2026	\$0.25	22,144,154	-	-	22,144,154
January 26, 2026	\$0.25	16,446,500	-	-	16,446,500
May 6, 2026	\$0.09	-	18,267,999	-	18,267,999
May 6, 2026	\$0.06	-	849,777	-	849,777
June 19, 2026	\$0.12	13,472,301	-	-	13,472,301
June 19, 2026	\$0.075	640,985	-	-	640,985
July 12, 2026	\$0.12	7,861,032	-	-	7,861,032
July 12, 2026	\$0.075	534,172	-	-	534,172
October 4, 2026	\$0.12	13,333,333	-	-	13,333,333
October 4, 2026	\$0.075	865,620	-	-	865,620
October 13, 2026	\$0.12	7,133,333	-	-	7,133,333
October 13, 2026	\$0.075	431,620	-	-	431,620
September 5, 2028	\$0.05	-	21,944,048	-	21,944,048
		139,072,711	41,061,824	(4,847,385)	175,287,150
Weighted average exercise price (\$)		0.26	0.07	0.25	0.17

(1) See also Note 13.

22,144,154 warrants set to expire on January 11, 2024 and 16,446,500 warrants set to expire on January 26, 2024 were extended to January 11, 2026, and January 26, 2026 respectively during the year ended December 31, 2023. These warrants were originally issued on January 11, 2021 and January 26, 2021, and originally set to expire on January 11, 2024 and January 26, 2024 as part of the units issued under a private placement completed by the Company in January 2021. The exercise price of the warrants remains at \$0.25.

## Blue Sky Uranium Corp.

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### 4. SHARE CAPITAL AND RESERVES (continued)

The continuity of warrants for the nine months ended September 30, 2023 is as follows:

Expiry date	Exercise Price	December 31, 2022	Granted	Exercised	Expired/ Cancelled	September 30, 2023
February 28, 2023	\$0.35	7,258,500	-	-	(7,258,500)	-
June 11, 2023	\$0.30	24,906,588	-	-	(24,906,588)	-
January 11, 2024	\$0.25	22,236,057	-	-	-	22,236,057
January 26, 2024	\$0.25	16,998,800	-	-	-	16,998,800
June 4, 2024	\$0.25	2,159,850	-	-	-	2,159,850
July 11, 2024	\$0.25	2,043,332	-	-	-	2,043,332
October 23, 2024	\$0.35	4,760,000	-	-	-	4,760,000
December 2, 2024	\$0.20	17,367,300	-	-	-	17,367,300
December 19, 2024	\$0.20	1,411,520	-	-	-	1,411,520
June 7, 2025	\$0.25	5,863,097	-	-	-	5,863,097
June 14, 2025	\$0.25	6,348,100	-	-	-	6,348,100
June 22, 2025	\$0.25	2,396,170	-	-	-	2,396,170
July 21, 2025	\$0.25	8,828,125	-	-	(214,375)	8,613,750
July 30, 2025	\$0.25	4,355,893	-	-	(91,893)	4,264,000
August 5, 2025	\$0.25	338,339	-	-	-	338,339
June 19, 2026	\$0.12	-	13,472,301	-	-	13,472,301
June 19, 2026	\$0.075	-	640,985	-	-	640,985
July 12, 2026	\$0.12	-	7,861,032	-	-	7,861,032
July 12, 2026	\$0.075	-	534,172	-	-	534,172
		127,271,671	22,508,490	-	(32,471,356)	117,308,805
Weighted average exercise price (\$)		0.25	0.12	-	0.31	0.21

### 5. RELATED PARTY BALANCES AND TRANSACTIONS

*Grosso Group Management Ltd.*

On April 1, 2010, the Company entered into a Management Services Agreement (“Agreement”) with Grosso Group Management Ltd. (“Grosso Group”) to provide services and facilities to the Company. Grosso Group provides its member companies with administrative and management services. The member companies pay monthly fees to Grosso Group on a cost recovery basis. The fee is based upon a pro-rating of Grosso Group’s costs including its staff and overhead costs among the member companies. The fee is reviewed and adjusted quarterly based on the level of services required. The Agreement expires on December 31, 2024 and is automatically renewed for a period of two years pursuant to the terms of the Agreement.

The Agreement contains termination and early termination fees in the event the services are terminated by the Company. The termination fee includes three months of compensation and any contractual obligations that Grosso Group undertook for the Company, up to a maximum of \$750,000. The early termination fees are the aggregate of the termination fee in addition to the lesser of the monthly fees calculated to the end of the term and the monthly fees calculated for eighteen months, up to a maximum of \$1,000,000.

## Blue Sky Uranium Corp.

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### 5. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

<b>Transactions</b>	Nine months ended September 30,	
	2024	2023
	\$	\$
Services rendered:		
Grosso Group Management Ltd.		
Management fees	28,200	84,600
Office & sundry	4,800	14,400
Total for services rendered	33,000	99,000

#### Key management personnel compensation

Key management personnel of the company are members of the Board of Directors, as well as the Executive Chairman, President and CEO, CFO and Vice President of Corporate Development.

<b>Transactions</b>	Nine months ended September 30,	
	2024	2023
	\$	\$
Consulting, salaries and professional fees to key management or their consulting corporations:		
President/CEO/Director    Salaries and employee benefits	52,647	52,439
CFO                        Salaries and employee benefits	24,967	24,344
Directors/Consultants    Salaries, employee benefits and professional fees	116,151	117,545
Total for services rendered	193,765	194,328

<b>Balances</b>	As at September 30,	
	2024	2023
	\$	\$
Amounts owed to related parties		
Payable to Golden Arrow Resources Corp. <sup>(1)</sup>	14,857	392,620
Payable to Grosso Group Management Ltd. <sup>(2)</sup>	289,129	331,086
Payable to Oxbow International Marketing Ltd. <sup>(2)</sup>	688	619
Total shared costs included in accounts payable	304,674	724,325

(1) A company related through common directors that receives reimbursement for shared office costs and overhead.

(2) A company owned by Joseph Grosso, Director of Blue Sky Uranium Corporation.

Balances are unsecured, non-interest bearing and has no specific terms of repayment.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

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#### 6. BASIC AND DILUTED LOSS PER SHARE

The calculation of basic and diluted loss per share for the nine months ended September 30, 2024, and 2023 was based on the following:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
Loss attributable to common shareholders (\$)	998,127	700,426	2,599,996	2,665,344
Weighted average number of common shares outstanding	283,922,805	237,479,220	270,091,535	224,609,647

Diluted loss per share did not include the effect of 11,750,000 (September 30, 2023 – 11,750,000) common share purchase options and 175,287,150 (September 30, 2023 – 117,308,805) common share purchase warrants as they are anti-dilutive.

#### 7. MARKETABLE SECURITIES

From time to time, the Company may acquire and transfer marketable to facilitate intragroup funding transfers between the Canadian parent and its Argentine operating subsidiaries. The Company does not acquire marketable securities and engage in these transactions for speculative purposes. In this regard, under this strategy, the Company generally uses marketable securities of large and well-established companies with high trading volumes and low volatility. Nonetheless, as the process to acquire, transfer and ultimately sell the marketable securities occurs over several days, some fluctuations are unavoidable. As the marketable securities are acquired with the intention of a near term sale, they are considered financial instruments that are held for trading, all changes in the fair value of the instruments between acquisition and disposition are recognized through profit or loss. The subsequent disposition of these marketable securities in exchange for Argentine pesos gave rise to a gain as the amount received in Argentine peso exceeds the amount of Argentine peso the Company would have received from a direct foreign currency exchange.

As a result of having utilized this mechanism for intragroup funding for the nine months ended September 30, 2024, the Company realized a gain of \$232,305 (September 30, 2023 – \$638,770) from the favorable foreign currency impact. During the nine months ended September 30, 2024, the Company also realized a gain of \$24,334 (September 30, 2023 – \$Nil) as a result of an increase in value of its marketable securities investments.

#### 8. OPERATING SEGMENTS

The Company is primarily involved in mineral exploration activities in Argentina. The Company is in the exploration stage and, accordingly, has no reportable segment revenues or operating revenues for the nine months ended September 30, 2024.

The Company's total non-current assets are segmented geographically as follows:

	September 30, 2024	
	Argentina \$	Total \$
Mineral property interests	273,669	273,669
	273,669	273,669

## Blue Sky Uranium Corp.

Notes to the Condensed Consolidated Interim Financial Statements

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### 8. OPERATING SEGMENTS (continued)

	December 31, 2023	
	Argentina \$	Total \$
Mineral property interests	202,377	202,377
	202,377	202,377

### 9. COMMITMENTS

#### *Proposed Transaction*

Effective June 6, 2024, the Company entered into a binding term sheet with Corredor Americano S.A. (“COAM”), an Argentine company of the Corporación América Group, to complete an option agreement (the “Proposed Transaction”) in respect to the Company’s Ivana Uranium-Vanadium Deposit (the “Deposit”, see also Note 3).

The Proposed Transaction will see the Deposit brought to completion of the feasibility phase in exchange for a 50% interest in the Deposit. This includes expenditures of up to US\$35,000,000, and exploration and drilling of key exploration targets located in adjacent areas. The Company has incorporated Ivana Minerales S.A. in Argentina to serve as a joint venture company (“JVCO”) for the Proposed Transaction that will be governed by a shareholders’ agreement. If COAM proceeds with taking the Deposit to production, the Company will receive a free carry on the estimated capital costs in exchange for COAM earning an additional 30% interest in JVCO resulting in COAM holding an 80% interest and the Company holding a 20% interest in JVCO.

Under the Proposed Transaction, the Company and JVCO will enter into a call option agreement which, among other things, will provide JVCO with the right to conduct exploration and drilling activities on certain prospective areas and exploration targets (the “Exploration Targets”) and a five year option to acquire the Exploration Targets (the “Call Option”) at a price determined by reference to the amount and type of resources and reserves in respect of such properties at the time of exercise of the Call Option, as verified by a technical report prepared in accordance with National Instrument 43-101 – *Standards for Disclosure for Mineral Projects*.

The parties agreed to a period of 90 days to negotiate in good faith definitive agreements (the “Definitive Agreements”) in connection with the Proposed Transaction. The obligations to enter into Definitive Agreements remains subject to various conditions, including but not limited to, COAM completing its due diligence and the parties having agreed on the final forms of Definitive Agreements. Accordingly, there can be no assurance that the Definitive Agreements will be entered into nor that the Proposed Transaction will be completed on the terms described above or at all. Completion of the Proposed Transaction will be subject to the terms and conditions of the Definitive Agreements, including obtaining the approval of the TSX-V and the Company’s shareholder approval.

#### *Financial Advisory Services Agreement*

On August 1, 2023, the Company entered into an agreement with ACP Capital Markets LLC (“ACP”) to provide financial advisory services. In consideration for the services, the Company has paid US\$50,000, and a progress fee of US\$50,000 is payable on the date of letter of intent. Upon closing of a transaction with a purchaser identified by ACP, the Company shall pay a success fee of 2.5% of the consideration received no less than US\$450,000. The Company and ACP are unrelated and unaffiliated entities. The agreement remains in effect until terminated by one of the parties. The success fee is also payable to ACP in the event of closing of a transaction within 12 months after termination of this agreement.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

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#### 9. COMMITMENTS (continued)

On September 20, 2023, the Company entered into an agreement with Yaderay S.A. (“SCP”) to provide financial advisory services for a term of 12 months. The Company and SCP are unrelated and unaffiliated entities. In consideration for the services, the Company shall pay 5% of the gross proceeds received from purchasers identified by SCP, subject to TSX-V approval.

The Company has engaged ACP and SCP as joint financial advisors in connection with the Proposed Transaction.

##### *Management Services Agreement*

Grosso Group provides its member companies with administrative and management services. The member companies pay monthly fees to Grosso Group on a cost recovery basis. The fee is based upon a pro-rating of Grosso Group’s costs including its staff and overhead costs among the member companies. The current fee is \$1,000 per month. This fee is reviewed and adjusted quarterly based on the level of services required.

The table below represents the Company’s aggregate commitment to Grosso Group over the term of the Management Services Agreement.

	1 Year	2 Years	3 Years	4-5 Years	More than 5 Years
	\$	\$	\$	\$	\$
Management Services Agreement	3,000	12,000	-	-	-

The Company has a consulting agreement with its Chairman of the Board (the “Chairman Agreement”). The termination provisions of the Chairman Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the Chairman would receive an amount equal to 24 months’ compensation. As of September 30, 2024, the Company would have to pay \$117,737 to the Chairman in the event of termination without cause or a change of control.

The Company has a consulting agreement with its President and CEO (the “CEO Agreement”). The termination provisions of the CEO Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the CEO would receive an amount equal to 24 months’ compensation. As of September 30, 2024, the Company would have to pay \$141,284 to the CEO in the event of termination without cause or a change of control.

The Company has a consulting agreement with its CFO (the “CFO Agreement”). The termination provisions of the CFO Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the CFO would receive an amount equal to 24 months’ compensation. As of September 30, 2024, the Company would have to pay \$66,579 to the CFO in the event of termination without cause or a change of control.

The Company has a consulting agreement with its Corporate Secretary (the “Corporate Secretary Agreement”). The termination provisions of the Corporate Secretary Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the Corporate Secretary would receive an amount equal to 24 months’ compensation. As of September 30, 2024, the Company would have to pay \$79,895 to the Corporate Secretary in the event of termination without cause or a change of control.

## Blue Sky Uranium Corp.

### Notes to the Condensed Consolidated Interim Financial Statements

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#### 9. COMMITMENTS (continued)

The Company has a consulting agreement with its Controller (the “Controller Agreement”). The termination provisions of the Controller Agreement provide that a fee of 12 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the Controller would receive an amount equal to 12 months’ compensation. As of September 30, 2024, the Company would have to pay \$37,404 to the Controller in the event of termination without cause or a change of control.

#### 10. CONTINGENCY

A former employee and consultant to the Company is claiming to be owed severance in Argentina. The Company believes the amount of severance being claimed by the former employee and consultant is excessive and is disputing the amount. The actual amount of severance is still being negotiated and may be material to the Company.

#### 11. SUPPLEMENTARY CASH FLOW INFORMATION

	Nine months ended September 30,	
	2024	2023
	\$	\$
<b>Non-cash investing and financing activities:</b>		
Share issue cost – issuance of warrants to agents	56,758	48,347
Warrants and agents’ warrants expired	181,785	1,109,377
<b>Cash and cash equivalents</b>		
Cash	444,914	474,250
Cash equivalents	31,873	254,708

#### 12. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT

The Company thoroughly examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks. These risks may include credit risk, liquidity risk, currency risk, and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

##### (a) Fair Values

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 marketplace.

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

## **Blue Sky Uranium Corp.**

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### **12. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT (continued)**

The Company's financial instruments consist of cash and cash equivalents, marketable securities, and accounts payable and accrued liabilities. Marketable securities are measured at fair value through profit or loss using level 1 inputs.

#### **(b) Financial Instrument Risk Exposure**

##### ***Credit risk***

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company has reduced its credit risk by depositing its cash and short-term investments with financial institutions that operate globally. Therefore, the Company is not exposed to significant credit risk and the Company's overall credit risk has not changed significantly from the prior period.

##### ***Liquidity risk***

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on issuance of shares and warrants to fund exploration programs and may require doing so again in the future. See Note 1 for further information.

##### ***Market risk***

#### **(i) Currency risk**

Financial instruments that impact the Company's net earnings due to currency fluctuations include: cash, and accounts payable all denominated in United States dollars and Argentinean pesos. A 10% change in US dollar and the Argentinean peso exchange rates relative to Canadian dollar would have insignificant impact on the Company's net loss:

- A 10% change in the US dollar exchange rate relative to the Canadian dollar would change the Company's net loss by approximately \$7,000.
- A 10% change in the Argentinean peso exchange rate relative to the Canadian dollar would change the Company's net loss by approximately \$8,000.

#### **(ii) Interest rate risk**

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The fair value of cash and cash equivalents approximates its carrying value due to the immediate or short-term maturity of this financial instrument. Other current financial assets and liabilities are not exposed to interest rate risk because they are non-interest bearing or have prescribed interest rates.

## **Blue Sky Uranium Corp.**

Notes to the Condensed Consolidated Interim Financial Statements

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*(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)*

### **12. FINANCIAL INSTRUMENTS AND CAPITAL MANAGEMENT (continued)**

#### **(c) Capital Management**

The Company's objectives of capital management are intended to safeguard the entity's ability to support the Company's normal operating requirements on an ongoing basis, continue the development and exploration of its mineral properties and support any expansionary plans. The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued capital, reserves and deficit. The Company manages the capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the Company's assets.

To effectively manage the entity's capital requirements, the Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on issuance of shares to develop its mineral projects and may require doing so again in the future. The Company is monitoring market conditions to secure funding at the lowest cost of capital. The Company is exposed to various funding and market risks which could curtail its access to funds. The Company is not subject to any external covenants. There were no changes in the Company's approach to capital management during the nine months ended September 30, 2024.

### **13. SUBSEQUENT EVENTS**

#### *Warrants*

- 4,760,000 warrants with an exercise price of \$0.35 per unit expired on October 23, 2024.
- 16,780,000 warrants and 1,381,000 warrants that were set to expire on December 2 and December 19, 2024 respectively have been extended to December 2 and December 19, 2027 respectively. These warrants were originally issued under a private placement completed in December 2022. The exercise price of the warrants remains at \$0.20.