



CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED

MAY 31, 2023 AND 2022

(Expressed in Canadian Dollars)

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

Under National Instrument 51-102 *Continuous Disclosure Obligations*, Part 4, subsection 4.3(3), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

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

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

SUN SUMMIT MINERALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

	May 31, 2023	November 30, 2022
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	3,250,063	2,123,647
Marketable securities	334	636
Receivables	97,072	102,511
Exploration advances (Note 5)	-	152,827
Prepaid expenses	27,709	11,140
	3,375,178	2,390,761
Non-current assets		
Equipment	32,788	36,430
Investment in associate (Note 4)	142,124	146,696
Investment in warrants (Note 4)	152,230	158,502
Mineral properties (Note 5)	652,797	652,797
Reclamation deposit (Note 5)	112,000	112,000
	4,467,117	3,497,186
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 6)	111,484	39,615
Flow-through premium (Note 7)	300,851	511,451
	412,335	551,066
Shareholders' equity		
Share capital (Note 8)	32,063,082	29,430,557
Equity reserves (Note 8)	5,083,780	5,012,896
Deficit	(33,092,080)	(31,497,333)
	4,054,782	2,946,120
	4,467,117	3,497,186

Nature of operations and going concern (Note 1)
Subsequent event (Note 10)

Commitments (Note 9)

APPROVED AND AUTHORIZED BY THE DIRECTORS ON JULY 31, 2023:

"CRAIG B. PRENTER" , Director

"BRIAN LOCK" , Director

SUN SUMMIT MINERALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS
(Expressed in Canadian Dollars)
(Unaudited)

	For the three months ended		For the six months ended	
	2023	May 31, 2022	2023	May 31, 2022
	\$	\$	\$	\$
EXPENSES				
Accounting and audit fees (Note 6)	59,439	53,861	80,014	75,461
Advertising and promotion	96,338	98,645	137,717	133,805
Depreciation	1,821	2,653	3,643	4,472
Exploration and evaluation (Note 5)	815,678	1,427,331	1,188,147	2,459,141
Insurance	3,575	5,122	6,933	8,026
Investor relations	28,500	90,650	51,893	122,431
Legal and professional fees (Note 6)	67,635	61,184	113,238	72,919
Management fees (Note 6)	31,500	80,138	55,500	126,913
Office and administration expenses	10,380	25,449	67,386	54,929
Share-based payments (Note 6)	-	-	19,207	-
Wages and benefits (Note 6)	33,770	38,434	66,701	73,351
Transfer agent and filing fees	15,478	16,865	18,454	24,498
Travel	2,077	4,632	14,544	6,321
Total Expenses	(1,166,191)	(1,904,964)	(1,823,377)	(3,162,267)
OTHER ITEMS				
Foreign exchange gain	-	(1,063)	6,152	(1,051)
Gain on sale of subsidiary (Note 4)	-	-	-	505,663
Interest income	12,994	8,227	23,024	9,134
Loss on investment in associate (Note 4)	-	-	(4,572)	-
Recovery of flow-through premium (Note 7)	148,760	309,738	210,600	528,871
Unrealized loss on investment in warrants (Note 4)	(3,109)	-	(6,272)	-
Unrealized loss on marketable securities	(790)	(510)	(302)	(10)
Total Other Items	157,855	316,392	228,630	1,042,607
NET AND COMPREHENSIVE LOSS FOR THE PERIOD	(1,008,336)	(1,588,572)	(1,594,748)	(2,119,660)
Basic and diluted loss per common share	(0.01)	(0.02)	(0.02)	(0.03)
Weighted average number of common shares outstanding – basic and diluted	83,159,927	73,893,927	80,356,222	61,807,409

SUN SUMMIT MINERALS CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)
(Unaudited)

	For the three months ended May 31,	
	2023	2022
	\$	\$
OPERATING ACTIVITIES		
Net loss for the period	(1,594,748)	(2,119,660)
Items not affecting cash:		
Depreciation	3,643	4,472
Gain on sale of subsidiary	-	(505,663)
Loss on investment in associate	4,572	-
Recovery of flow-through premium	(210,600)	(528,871)
Share-based payments	19,207	-
Unrealized loss on investment in warrants	6,272	-
Unrealized loss on marketable securities	302	10
Changes in non-cash working capital items:		
Receivables	5,439	77,380
Prepaid expenses	(16,569)	5,154
Exploration advances	152,827	354,775
Accounts payable and accrued liabilities	71,869	(30,293)
Net cash used in operating activities	(1,557,786)	(2,742,696)
INVESTING ACTIVITIES		
Purchase of property and equipment	-	(8,346)
Net cash used in investing activities	-	(8,346)
FINANCING ACTIVITIES		
Proceeds from issuance of shares, net	2,684,202	5,636,888
Net cash provided by financing activities	2,684,202	5,652,188
CHANGE IN CASH	1,126,416	2,901,146
CASH, BEGINNING OF PERIOD	2,123,647	2,159,042
CASH, END OF PERIOD	3,250,063	5,060,188

SUN SUMMIT MINERALS CORP.**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY****(Expressed in Canadian Dollars)****(Unaudited)**

	Share Capital Common Shares		Equity Reserves	Deficit	Total Shareholders' Equity
	#	\$	\$	\$	\$
Balance at November 30, 2021	65,370,723	24,668,820	4,665,293	(26,697,653)	2,636,460
Shares issued for cash	11,324,490	6,000,400	-	-	6,000,400
Flow-through premium	-	(1,244,114)	-	-	(1,244,114)
Share issuance costs	-	(477,084)	113,572	-	(363,512)
Exercise of warrants	45,000	15,300	-	-	15,300
Net and comprehensive loss	-	-	-	(2,119,660)	(2,119,660)
Balance at May 31, 2022	76,740,213	28,963,322	4,778,865	(28,817,313)	4,924,874
Balance at November 30, 2022	77,490,213	29,430,557	5,012,896	(31,497,333)	2,946,120
Shares issued for cash	24,838,748	2,889,420	-	-	2,889,420
Share issuance costs	-	(256,895)	51,677	-	(205,218)
Share-based payments	-	-	19,207	-	19,207
Net and comprehensive loss	-	-	-	(1,594,748)	(1,594,748)
Balance at May 31, 2023	102,328,961	32,063,082	5,083,780	(33,092,080)	4,054,782

SUN SUMMIT MINERALS CORP.
NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED MAY 31, 2023 AND 2022
(Expressed in Canadian Dollars)
(Unaudited)

1. NATURE OF OPERATIONS AND GOING CONCERN

Sun Summit Minerals Corp. (“the Company”) was incorporated on September 27, 2005 under the *Business Corporations Act* of British Columbia. Its shares trade on the TSX Venture Exchange (the “Exchange”) under the symbol SMN and the OTCQB Venture Market of the OTC Markets Group Inc. under the symbol SMREF. The Company’s mailing address is Suite 800 – 889 West Pender Street, Vancouver, BC V6C 3B2. The registered and records office address is Suite 704, 595 Howe Street, Vancouver, BC V6C 2T5.

The Company is engaged in the acquisition and exploration of precious metal properties in British Columbia, Canada.

The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain resources that are economically recoverable. The realization of amounts shown for mineral properties and related deferred costs is dependent upon the discovery and exploitation of economically recoverable resources, the ability of the Company to obtain necessary financing to complete development, and attaining future profitable production or proceeds from the disposition of such properties. During the year ended November 30, 2022, the Company sold its wholly-owned subsidiary, San Marco Resources Mexico, S.A. de C.V. (“SMN Mexico”). See Note 4 for further details.

These condensed interim consolidated financial statements have been prepared by management on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. At May 31, 2023, the Company had not yet achieved profitable operations and has an accumulated deficit of \$33,092,080. A number of alternatives including, but not limited to selling an interest in one or more of its properties or completing a financing, are being evaluated with the objective of funding ongoing activities and obtaining additional working capital. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due. These material uncertainties may cast significant doubt on the entity’s ability to continue as a going concern. These condensed interim consolidated financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

2. BASIS OF PRESENTATION

The condensed interim consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the annual financial statements for the year ended November 30, 2022, which have been prepared in accordance with IFRS as issued by IASB. The accounting policies adopted are consistent with those of the previous financial year, except for any recent accounting pronouncements described in Note 3 below. The Board of Directors approved these condensed interim consolidated financial statements on July 31, 2023.

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3. RECENT ACCOUNTING PRONOUNCEMENTS

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or International Financial Reporting Interpretations Committee.

During the period ended May 31, 2023, the Company was not required to, and has not adopted any new standards, interpretations, amendments and improvements to existing standards which had a material impact on the Company's condensed interim consolidated financial statements. The Company also does not expect the adoption of any currently announced new standards, interpretations, amendments and improvements to existing standards to have a material impact on the Company's condensed interim consolidated financial statements.

4. INVESTMENT IN ASSOCIATE

During the year ended November 30, 2022, the Company completed its sale of 100% of the issued and outstanding shares of SMN Mexico to an unrelated third party, Green Earth Metals Inc. ("Green Earth"), a private entity incorporated under the laws of British Columbia. In consideration, the Company received 5,000,000 common shares and 2,000,000 share purchase warrants of Green Earth, each warrant entitling the Company to purchase one common share of Green Earth until February 14, 2027 at a price equal to the initial public offering price of Green Earth's shares.

The fair value of the shares received was calculated to be \$250,000. The fair value of the warrants received was calculated to be \$74,633 using the Black-Scholes Option Pricing Model and the following assumptions: measurement date price - \$0.05; exercise price - \$0.10; expected life - 5.0 years; expected volatility - 117%; annual dividends - 0%; and risk-free rate - 1.78%.

Accordingly, the Company recorded a gain on the sale of SMN Mexico of \$330,296, representing the consideration received and the net liabilities of SMN Mexico of \$5,663 assumed by Green Earth on the date of sale.

Upon receipt of the common shares of Green Earth, the Company owned approximately 32.4% of the issued and outstanding common shares of Green Earth, which was subsequently reduced to approximately 25.4%. As a result, the Company has significant influence over Green Earth, and records its interest in Green Earth using the equity method. For the six months ended May 31, 2023, the Company has recorded a net loss on its interest in Green Earth of \$4,572, representing the Company's portion of Green Earth's loss for the period. As at May 31, 2023, the carrying value of the Company's investment in Green Earth is \$142,124 (November 30, 2022 - \$146,696).

The Company's investment in warrants of Green Earth is measured at fair value through profit or loss at each reporting period-end. At May 31, 2023, the fair value of the warrants held was \$152,230 (November 30, 2022 - \$158,502) which was calculated using the Black-Scholes Option Pricing Model using the following assumptions: measurement date price - \$0.10; exercise price - \$0.10; expected life - 3.72 years; expected volatility - 118%; annual dividends - 0%; and risk-free rate - 3.75%. As a result, the Company has recorded an unrealized loss on investment in warrants of \$6,272 for the six months ended May 31, 2023.

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NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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5. MINERAL PROPERTIES

A summary of capitalized acquisition costs is as follows:

	BUCK PROPERTY
	\$
Balance, November 30, 2021	500,297
Additions:	
Cash payments	25,000
Common shares issued	127,500
Balance, November 30, 2022 and May 31, 2023	652,797

Exploration and evaluation costs incurred during the six months ended May 31, 2023 and 2022 are as follows:

	BUCK PROPERTY	OTHER PROJECTS	TOTAL
	\$	\$	\$
Drilling	339,004	-	339,004
Equipment rental	100,691	-	100,691
Field supplies and on-site expenses	23,594	-	23,594
Geochemical surveying	185,537	-	185,537
Geophysics, topographic, mapping	74,202	-	74,202
Miscellaneous	126,115	-	126,115
On-site personnel costs	146,617	-	146,617
Sampling, prospecting, study	90,150	-	90,150
Transportation and accommodation	102,236	-	102,236
Expenses for the six months ended May 31, 2023	1,188,147	-	1,188,147
Drilling	599,678	-	599,678
Equipment rental	104,384	-	104,384
Field supplies and on-site expenses	110,905	-	110,905
Geochemical surveying	912,853	17,360	930,213
Miscellaneous	194,011	60	194,071
On-site personnel costs	254,917	-	254,917
Sampling, prospecting, study	101,293	2,550	103,843
Transportation and accommodation	161,130	-	161,130
Expenses for the six months ended May 31, 2022	2,439,171	19,970	2,459,141

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5. MINERAL PROPERTIES (continued)

Buck Property

As of July 5, 2019, the Company entered into an option agreement (the “Buck Agreement”) to acquire a 100% interest in a mineral property in north-central British Columbia (the “Buck Property”), subject to a 2.5% net smelter returns (“NSR”) royalty in favour of the optionors. To exercise the option and obtain a 100% interest in the Buck Property, the Company must incur \$112,000 in exploration expenditures by December 31, 2019, and make cash payments totalling \$300,000 and issue 4,000,000 common shares of the Company on or before the fifth anniversary of Exchange approval of the Buck Agreement, on October 9, 2019, as follows:

	Cash	Common shares
	\$	#
On October 9, 2019 (paid and issued)	25,000	250,000
On or before October 9, 2020 (paid and issued)	25,000	400,000
On or before October 9, 2021 (paid and issued)	25,000	500,000
On or before October 9, 2022 (paid and issued)	25,000	750,000
On or before October 9, 2023	50,000	1,000,000
On or before October 9, 2024	150,000	1,100,000
Total	300,000	4,000,000

On the exercise of the option, the optionors will be granted a 2.5% NSR royalty on any commercial production from the Buck Property, which can be reduced to a 1.5% NSR royalty with the payment of \$2,500,000 to the Optionors prior to the first anniversary of the commencement of commercial production. An additional 4,000,000 common shares are also to be issued to the optionors upon the earlier of the completion of a bankable feasibility study or the eighth anniversary of the Exchange’s approval of the Buck Agreement on October 9, 2019.

As at May 31, 2023 and November 30, 2022, the Company had made cash payments of \$100,000 and issued 1,900,000 common shares to the optionors pursuant to the Buck Agreement.

As at May 31, 2023, the Company had advanced \$Nil (November 30, 2022: \$152,827) to service providers in connection with ongoing exploration and evaluation expenditures.

As at May 31, 2023, the Company has posted reclamation deposits of \$112,000 (November 30, 2022: \$112,000) with the Ministry of Energy, Mines, and Low Carbon Innovation of British Columbia.

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6. RELATED PARTY TRANSACTIONS

Compensation of key management personnel

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole.

The remuneration of the directors, the current President and the former Chief Executive Officer for the six months ended May 31, 2023 and 2022 were as follows:

	2023	2022
	\$	\$
Management fees	-	90,900
Salaries and wages	62,500	62,500
Share based payments	16,750	-
Total	79,250	153,400

Transactions with other related parties

Certain of the Company's officers render services to the Company through entities in which they are an officer, director, or partner.

The Company incurred the following fees and expenses during the six months ended May 31, 2023 and 2022 with these related parties as follows:

	2023	2022
	\$	\$
Accounting fees	43,750	44,850
Legal fees	33,472	50,950
Share issuance costs	46,635	46,245
Total	123,857	142,045

At May 31, 2023, there was \$42,963 (November 30, 2022: \$10,539) included in accounts payable and accrued liabilities that was owing to related parties for accounting and legal fees.

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7. FLOW-THROUGH PREMIUM

- i. During the year ended November 30, 2022, the Company issued flow-through units and recognized a non-cash deferred flow-through premium of \$904,379 as the difference between the fair value of the amounts recognized as equity and the amounts paid by investors. As at May 31, 2023, the remaining unrealized flow-through premium related to this flow-through financing was \$449,611 (November 30, 2022: \$511,451). During the six months ended May 31, 2023, the Company recognized \$61,840 (2022: \$43,311) as recovery of the deferred flow-through premium liability related to this flow-through financing as other income based on the amount of eligible expenditures incurred.
- ii. During the year ended November 30, 2021, the Company issued flow-through units and recognized a non-cash deferred flow-through premium of \$1,175,367 as the difference between the fair value of the amounts recognized as equity and the amounts paid by investors. As at May 31, 2023 and November 30, 2022, the remaining unrealized flow-through premium related to this flow-through financing was \$Nil. During the six months ended May 31, 2023, the Company recognized \$Nil (2022: \$485,560) as recovery of the deferred flow-through premium liability related to this flow-through financing as other income based on the amount of eligible expenditures incurred.

8. SHARE CAPITAL AND EQUITY RESERVES

- a) Authorized

Unlimited number of common shares without par value

- b) Issued

During the six months ended May 31, 2023:

The Company completed a non-brokered private placement whereby it issued 15,715,733 flow-through units (each a “FT Unit”) and 9,123,015 non-flow-through units (each a “NFT Unit”) for gross proceeds of \$2,889,420. Each FT Unit consisted of one flow-through common share and one common share purchase warrant. Each NFT Unit consisted of one non-flow-through common share and one common share purchase warrant. Each warrant is exercisable to purchase one non-flow-through common share of the Company until May 10, 2025 at a price of \$0.165.

In connection with the private placement, the Company paid cash finder’s fees of \$160,757 and issued 1,166,857 finder warrants, with each finder warrant exercisable to purchase one non-flow-through common share of the Company until May 10, 2025 at a price of \$0.165. The Company incurred other legal and professional fees of \$63,889 in connection with the private placement.

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8. SHARE CAPITAL AND EQUITY RESERVES (continued)

a) Issued

During the six months ended May 31, 2022:

- i. The Company completed a non-brokered private placement whereby it issued 9,809,379 flow-through units (each a “FT Unit”) and 1,515,111 non-flow-through units (each a “NFT Unit”) for gross proceeds of \$6,000,400. Each FT Unit consisted of one flow-through common share and one-half of one common share purchase warrant. Each NFT Unit consisted of one non-flow-through common share and one-half of one common share purchase warrant. Each whole warrant is exercisable to purchase one non-flow-through common share of the Company until March 25, 2024 at a price of \$0.70.

In connection with the private placement, the Company paid cash finder’s fees of \$319,338 and issued 607,634 finder warrants, with each finder warrant exercisable to purchase one non-flow-through common share of the Company until March 25, 2024 at a price of \$0.70. The Company incurred other legal and professional fees of \$44,174 in connection with the private placement.

- ii. The Company issued 45,000 common shares pursuant to the exercise of share purchase warrants for gross proceeds of \$15,300.

b) Stock options

The Company’s stock option transactions are as follows:

	Number of Shares issuable under Options	Weighted Average Exercise Price
		\$
Shares issuable under Options outstanding at November 30, 2021	5,970,000	0.46
Granted	1,600,000	0.26
Exercised	(666,667)	0.55
Forfeited	(325,000)	0.38
Shares issuable under Options outstanding at November 30, 2022	6,578,333	0.41
Granted	150,000	0.15
Expired	(483,333)	0.52
Shares issuable under Options outstanding at May 31, 2023	6,245,000	0.39
Shares issuable under Options exercisable at May 31, 2023	6,107,500	0.40

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8. SHARE CAPITAL AND EQUITY RESERVES (continued)

c) Stock options (continued)

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

Number of Shares issuable under Options	Exercise Price	Expiry Date
	\$	
400,000	0.555	June 25, 2023
1,175,000	0.18 to 0.57	March 24, 2024
50,000	0.18	September 7, 2024
470,000	0.18	February 6, 2025
175,000	0.30	June 1, 2025
150,000	0.30	June 15, 2025
150,000	0.31	August 4, 2025
975,000	0.43	January 13, 2026
1,400,000	0.57	November 10, 2026
950,000	0.25	July 11, 2027
200,000	0.18	November 3, 2027
150,000	0.16	November 30, 2027
6,245,000		

As at May 31, 2023 the stock options outstanding have a weighted average outstanding life of 2.51 years.

The Company has a 10% rolling stock option plan whereby the Company may from time to time, in accordance with the Exchange's requirements, grant to directors, officers, employees and consultants options to purchase common shares of the Company. The options can be granted for a maximum of five years, the vesting provisions are determined by the Board of Directors and the exercise price of each option is required to be no less than the market price of the Company's stock as calculated immediately preceding the day of the grant and shall not be less than \$0.10 per share.

During the six months ended May 31, 2023, the Company granted a stock option to an officer of the Company to purchase 150,000 common shares exercisable at \$0.16 per share for a period of five years.

The Company did not grant any stock options during the six months ended May 31, 2022.

During the six months ended May 31, 2023, the Company recorded share-based payments of \$19,207 (2022: \$Nil) in connection with the stock options granted and vested during the period. The fair value of the stock options granted was estimated as at the date of the grant using the Black-Scholes Option Pricing Model and the following weighted average assumptions:

	2023	2022
Risk free interest rate	3.52%	N/A
Expected life of options	5 years	N/A
Expected dividend yield	0%	N/A
Expected stock price volatility	113%	N/A
Exercise price	\$0.16	N/A
Stock price	\$0.14	N/A
Weighted average fair value per option	\$0.11	N/A

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8. SHARE CAPITAL AND EQUITY RESERVES (continued)

d) Warrants

The Company's warrant transactions are as follows:

	Number of Shares issuable under Warrants	Weighted Average Exercise Price
		\$
Shares issuable under warrants outstanding at November 30, 2021	14,644,566	0.46
Issued	6,274,499	
Exercised	(45,000)	
Expired	(7,182,302)	
Shares issuable under warrants outstanding at November 30, 2022	13,691,763	0.64
Issued	26,005,605	
Expired	(3,569,291)	
Shares issuable under warrants outstanding at May 31, 2023	36,128,077	0.33

As at May 31, 2023, the following share purchase warrants were outstanding:

Number of Shares issuable under Warrants	Exercise Price	Expiry Date
	\$	
3,476,939	0.90	July 29, 2023
207,838	0.66	July 29, 2023
163,198	0.81	July 29, 2023
6,274,497	0.70	March 25, 2024
26,005,605	0.156	May 10, 2025
36,128,077		

As at May 31, 2023, the warrants outstanding have a weighted average outstanding life of 1.56 years.

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(Unaudited)

9. COMMITMENTS

- i. During the six months ended May 31, 2023, the Company issued flow-through common shares for gross proceeds of \$1,885,888 and is expected to incur expenditures in this amount over the flow-through period. Expenditures related to the use of flow-through share proceeds are not available as a tax deduction to the Company as the tax benefits of these expenditures are renounced to the investors. The Company is required to incur these expenditures before December 31, 2024 under the look-back rule.
- ii. During the year ended November 30, 2022, the Company issued flow-through common shares for gross proceeds of \$5,318,600 of which the Company has spent \$3,887,059 as at May 31, 2023, and is expected to incur the remaining expenditures over the flow-through period. Expenditures related to the use of flow-through share proceeds are not available as a tax deduction to the Company as the tax benefits of these expenditures are renounced to the investors. The Company is required to incur these expenditures before December 31, 2023 under the look-back rule.

10. SUBSEQUENT EVENT

On June 13, 2023, the Company issued 2,272,727 common shares to Teck Resources Limited to acquire a mineral property located contiguous to the Company's Buck property in British Columbia. Teck Resources Limited retained a 1.0% net smelter returns royalty on the acquired property, of which one-half may be purchased for \$2,000,000 at any time. There is also a pre-existing 0.5% net smelter royalty to the original landowner which can be purchased by the Company for \$10,000,000.