

# **CAMINO MINERALS CORPORATION.**

Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

Expressed in Canadian Dollars

To the shareholders of Camino Minerals Corporation:

The consolidated condensed interim financial statements of Camino Minerals Corporation. (the "Company") for the three and nine months ended April 30, 2023 and 2022 have been compiled by management.

No audit or review of this information has been performed by the Company's auditors.

CAMINO MINERALS CORPORATION.  
Consolidated Condensed Interim Statements of Financial Position

(unaudited)

As at	April 30 2023	July 31 2022
<b>Assets</b>		
Current		
Cash and cash equivalents	\$ 499,540	\$ 2,197,608
Amounts receivable	48,560	-
Goods and services tax receivable	7,602	14,403
Prepayments and deposits	59,432	142,743
	<u>615,134</u>	2,354,754
Exploration and evaluation properties (note 4)	5,478,233	5,478,233
Fixed assets	76,338	86,900
Right-of-use asset (note 8)	126,899	190,348
	<u>\$ 6,296,604</u>	<u>\$ 8,110,235</u>
<b>Liabilities</b>		
Current		
Accounts payable and accrued liabilities	\$ 94,613	\$ 108,387
Payroll liabilities	128,665	75,866
Current portion of lease liability (note 8)	97,650	81,872
	<u>320,928</u>	266,125
Long-term portion of lease liability (note 8)	32,484	108,850
	<u>353,412</u>	374,975
Equity		
Share capital (note 5)	39,654,219	39,654,219
Reserves	16,600,462	16,600,462
Option and warrant reserve	7,637,297	7,637,297
AOCI	6,930	6,930
Deficit	(57,955,716)	(56,163,648)
	<u>5,943,192</u>	7,735,260
	<u>\$ 6,296,604</u>	<u>\$ 8,110,235</u>

Approved by the Board of Directors

Director (signed by) *"Jim Greig"*

Director (signed by) *"Keith Peck"*

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

## CAMINO MINERALS CORPORATION.

## Consolidated Condensed Interim Statements of Loss and Comprehensive Loss

*(unaudited)*

For the	three months ended April 30		nine months ended April 30	
	2023	2022	2023	2022
<b>Expenses</b>				
Exploration and evaluation expenditures (note 3,5)	\$ 278,604	833,206	1,165,088	2,468,025
Investor relations	52,912	38,208	128,017	106,914
Management and consulting fees (note 8)	96,250	96,250	288,750	288,750
Office and administration (note 8)	99,897	65,334	206,902	220,274
Professional fees	27,027	44,014	105,660	105,641
Regulatory and filing fees	9,150	9,323	14,817	15,491
Share-based compensation (note 8)	-	-	-	651,750
	<b>(563,840)</b>	<b>(1,086,335)</b>	<b>(1,909,234)</b>	<b>(3,856,845)</b>
<b>Other</b>				
Foreign exchange (loss) gain	(4,808)	44,510	(14,783)	28,744
Interest income	8,644	7,975	36,949	22,771
Other income	95,000	-	95,000	-
<b>Net and comprehensive loss</b>	<b>\$ (465,004)</b>	<b>\$ (1,033,850)</b>	<b>\$ (1,792,068)</b>	<b>\$ (3,805,330)</b>
<b>Basic and diluted loss per common share</b>	<b>\$ (0.00)</b>	<b>\$ (0.01)</b>	<b>\$ (0.01)</b>	<b>\$ (0.02)</b>
<b>Basic and diluted weighted average number of common shares outstanding</b>	<b>173,330,067</b>	<b>173,330,067</b>	<b>173,330,067</b>	<b>173,330,067</b>

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

## CAMINO MINERALS CORPORATION.

## Consolidated Condensed Interim Statements of Changes in Equity

*(unaudited)*

	Share capital	Reserves	Option and warrant reserves	Accumulated currency translation difference	Deficit	Total equity
<b>Balance at July 31, 2021</b>	\$ 39,654,219	\$ 15,602,477	\$ 7,983,532	\$ 6,930	\$ (51,042,754)	\$ 12,204,404
Options issued (note 5)	-	-	651,750	-	-	651,750
Warrants expired	-	312,241	(312,241)	-	-	-
Net loss	-	-	-	-	(3,805,330)	(3,805,330)
<b>Balance at April 30, 2022</b>	\$ 39,654,219	\$ 15,914,718	\$ 8,323,041	\$ 6,930	\$ (54,848,084)	\$ 9,050,824
Warrants expired	-	685,744	(685,744)	-	-	-
Net loss	-	-	-	-	(1,315,564)	(1,315,564)
<b>Balance at July 31, 2022</b>	\$ 39,654,219	\$ 16,600,462	\$ 7,637,297	\$ 6,930	\$ (56,163,648)	\$ 7,735,260
Net loss	-	-	-	-	(1,792,068)	(1,792,068)
<b>Balance at April 30, 2023</b>	\$ 39,654,219	\$ 16,600,462	\$ 7,637,297	\$ 6,930	\$ (57,955,716)	\$ 5,943,192

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

CAMINO MINERALS COPORATION.  
Consolidated Condensed Interim Statements of Cash Flows

(unaudited)

For the nine months ended	April 30 2023	April 30 2022
<b>Cash provided by (used in):</b>		
<b>Operating activities</b>		
Net loss for the period	\$ (1,792,068)	\$ (3,805,330)
Items not affecting cash:		
Amortization	12,670	13,281
Interest income	(36,949)	(22,771)
Depreciation – Right-of-use asset	63,449	-
Interest on lease liability	12,320	-
Share-based compensation	-	651,750
Changes in non-cash working capital:		
Receivables	(41,759)	5,832
Prepaid expenses	83,311	109,357
Accounts payable and accrued liabilities	(26,094)	140,397
Payroll liabilities	52,799	-
Cash used in operating activities	<u>(1,672,321)</u>	<u>(2,907,484)</u>
<b>Investing activities</b>		
Interest income	36,949	22,771
Purchase of equipment	(2,108)	(20,505)
Cash used in investing activities	<u>34,841</u>	<u>2,266</u>
<b>Financing activities</b>		
Principal portion of lease liability	(60,588)	-
Cash used by financing activities	<u>(60,588)</u>	<u>-</u>
<b>Net decrease in cash</b>	<b>(1,698,068)</b>	<b>(2,905,218)</b>
Cash, beginning of period	<u>2,197,608</u>	<u>6,712,507</u>
<b>Cash, end of period</b>	<b>\$ 499,540</b>	<b>\$ 3,807,289</b>

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

# CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

## 1. Nature of operations

Camino Minerals Corporation (“Camino” or “the Company”) is an exploration stage company that is engaged in the exploration and development of mineral properties. The Company is incorporated in British Columbia, Canada. The address of its registered and head office is Suite 1780, 555 West Hastings Street, Vancouver, BC, Canada, V6B 4N6. The Company is focused on evaluating and acquiring exploration projects with significant potential for advancement from discovery through to production, in Canada and abroad.

These consolidated condensed financial statements have been prepared on a going concern basis, which contemplates the realization of assets and liquidation of liabilities during the normal course of operations for the foreseeable future. There are significant uncertainties related to certain adverse conditions and events that may cast doubt on the validity of this assumption. As at April 30 2023, the Company had working capital of \$294,206 (July 31, 2022 - \$2,088,629) and an accumulated deficit of \$57,955,716 (July 31, 2022 - \$56,163,648). The Company's ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, and generating profitable operations in the future, which indicate the existence of a material uncertainty that may cast significant doubts about the Company's ability to continue as a going concern. These financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying financial statements.

## 2. Basis of presentation

These consolidated condensed interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting”. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements for the year ended July 31, 2022, prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

These financial statements were authorized for issue by the Audit Committee of the Company on June 29, 2023.

These consolidated condensed interim financial statements include the accounts of the Company, and its wholly owned subsidiaries Minquest Peru SAC (“Minquest”), Recursos Mineros Rojo S.A. de C.V. (“RMR”), Camino Resources SAC (“CRM”), and Mining Activities SAC (“MinAc”). All intercompany transactions and balances have been eliminated.

<b>Name of Subsidiary</b>	<b>Place of Incorporation</b>	<b>Proportion of Ownership Interest</b>	<b>Principal Activity</b>
Minquest Peru SAC	Peru	100%	Holds mineral interests in Peru
Camino Resources SAC	Peru	100%	Holds mineral interests in Peru
Mining Activities SAC	Peru	100%	Holding company
Minera Maria Cecilia SAC	Peru	100%	Holds mineral interests in Peru
Minera Maria Cecilia Ltd	BVI*	100%	Holding company
Recursos Mineros Rojo S.A. de C.V.	Mexico	100%	Holding company

\*British Virgin Islands

## CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

### 2. Basis of presentation (continued)

These consolidated condensed interim financial statements are presented in Canadian Dollars, unless otherwise noted and have been prepared on a historical cost basis. The Canadian dollar is the functional and presentation currency of the Company.

The accounting policies applied in preparation of these condensed interim financial statements are consistent with those applied and disclosed in the Company's consolidated financial statements for the year ended July 31, 2022, unless otherwise stated.

### 3. Management Estimates and Judgments

The preparation of these consolidated condensed interim financial statements requires management to make certain estimates, judgments and assumptions that affect the amounts reported and disclosed in its condensed interim financial statements and related notes. Those include estimates that, by their nature, are uncertain and actual results could differ materially from those estimates. The impacts of such estimates may require accounting adjustments based on future results. Revisions to accounting estimates are recognized in the period in which the estimate is revised.

The areas which require management to make significant estimates, judgments and assumptions in determining carrying values are consistent with those applied and disclosed in the Company's financial statements for the year ended July 31, 2022, unless otherwise stated.

### 4. Exploration and Evaluation Properties

Exploration and evaluation assets deferred to the statements of financial position at April 30, 2023 and 2022 are as follows:

	Los Chapitos	Maria Cecilia	Plata Dorado	Total
<b>Balance, July 31, 2021</b>	\$ 873,729	\$ 3,976,895	\$ 563,489	\$ 5,414,113
Additions	64,120	-	-	64,120
<b>Balance, July 31, 2022 and April 30, 2023</b>	<b>\$ 937,849</b>	<b>3,976,895</b>	<b>\$ 563,489</b>	<b>\$ 5,478,233</b>

#### Maria Cecilia

On July 13, 2021, the Company completed an agreement with Stellar Investment Holdings LLC ("Stellar"), an affiliate of Denham Capital, to purchase all of the shares of Minera Maria Cecilia Ltd. ("MMC BVI"), a British Virgin Islands company that owns the mineral rights and titles comprising the Maria Cecilia Porphyry and Skarn Complex ("Maria Cecilia") located in Ancash, Peru.

#### Los Chapitos, Peru

On July 19, 2016, the Company entered into an option agreement with Minas Andinas SA, pursuant to which it could acquire a 100% interest in the Los Chapitos copper, gold and silver project (the "Project") located in the Department of Arequipa, Peru. Under the terms of that option agreement, the Company has now earned a 100% interest in the Project, subject to a 1.5% NSR royalty.



CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

**4. Exploration and Evaluation Properties (continued)**

Los Chapitos, Peru (continued)

The 1.5% NSR is payable up to a maximum of US\$10 million indexed with inflation. The Company retains the right of first offer to purchase the NSR. Advance royalty payments of US\$500,000 will also be payable for each 500 million pounds of copper equivalent (“CuEQ”) related to any incremental increase in measured and indicated resources. For the purpose of this agreement, CuEQ will be based on the contained pounds of copper, contained ounces of gold and silver, and the LME closing spot prices on the date of release of each applicable resource estimate. The Company has agreed to make annual prepayments to Minas Andinas SA of US\$50,000, for 5 years starting in 2021 (US\$100,000 paid currently), which will be credited against the US\$500,000 in advance royalty payments due.

Plata Dorado, Peru

On January 22, 2015, the Company completed the acquisition of all of the issued and outstanding share capital of Minquest Peru SAC, a private Peruvian company, the principal asset of which was the Plata Dorado copper, gold, silver property located in the Department of Cuzco, Peru.

Exploration and evaluation expenditures recorded in the statements of loss and comprehensive loss for nine months ended April 30, 2023 and 2022 are as follows:

**Nine months ended April 30, 2023**

	<b>Los Chapitos</b>	<b>Maria Cecilia</b>	<b>Plata Dorado</b>	<b>Total</b>
Amortization	10,786	153	1,140	12,079
Assaying and analysis	26,956	5,524	-	32,480
Community relations	23,616	30,873	8,046	62,535
Fieldwork and support	496,813	203,931	11,699	712,443
Geological consulting	72,103	18,064	-	90,167
Mining rights and fees	137,855	-	-	137,855
Permits	-	14,531	-	14,531
Travel	44,237	10,701	-	54,938
<b>Exploration costs</b>	<b>812,366</b>	<b>283,777</b>	<b>20,885</b>	<b>1,117,028</b>
<b>Value-added tax</b>	<b>32,949</b>	<b>13,838</b>	<b>1,273</b>	<b>48,060</b>
<b>Total</b>	<b>\$ 845,315</b>	<b>\$ 297,615</b>	<b>\$ 22,158</b>	<b>\$ 1,165,088</b>

CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

4. Exploration and Evaluation Properties (continued)

Nine months ended April 30, 2022

	Los Chapitos	Maria Cecilia	Plata Dorado	Total
Amortization	8,803	-	4,477	13,280
Assaying and analysis	45,141	24,649	-	69,790
Community relations	60,982	115,654	-	176,636
Drilling	235,918	-	-	235,918
Fieldwork and support	959,422	34,677	3,928	998,027
Geological consulting	212,829	21,074	-	233,903
Geology	68,096	46,811	-	114,907
Mining rights and fees	237,347	126,599	5,060	369,006
Permits	-	8,222	-	8,222
Travel	59,383	14,315	-	73,698
Exploration costs	1,887,921	392,001	13,465	2,293,387
Value-added tax	158,924	15,714	-	174,638
<b>Total</b>	<b>\$ 2,046,845</b>	<b>\$ 407,715</b>	<b>\$ 13,465</b>	<b>\$ 2,468,025</b>

5. Share capital

a) Common shares

The Company's articles authorize an unlimited number of common shares without par value and an unlimited number of preferred shares.

A summary of changes in common share capital in the period is as follows:

	Number of shares	Amount
<b>Balance at July 31, 2022 and April 30, 2023</b>	<b>173,330,067</b>	<b>\$ 39,654,219</b>

b) Stock options

The Company's has a stock option plan (the "Plan") for directors, officers, employees, and consultants. The Plan provides for the issuance of incentive options to acquire up to a total of 10% of the issued and outstanding common shares of the Company. The exercise price of each option shall not be less than the minimum prescribed amount allowed under the TSX. The options can be granted for a maximum term of 5 years with vesting provisions determined by the Company.

The total share-based compensation for the three and nine months ended April 30, 2023 is \$nil (2022 - \$651,750) and is recognized in profit and loss.

CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

5. Share capital (continued)

b) Stock options (continued)

The fair value of stock options granted in the three months ended October 31, 2021 was estimated based on the Black-Scholes option pricing model using a share price of \$0.14, volatility of 133%, risk free interest rate of 0.79%, expected life of 5 years, and expected dividend yield of nil. The weighted average fair value of options granted 2021 was \$0.12.

A summary of stock option activity in the period is as follows:

	Number of options	Weighted average exercise price
<b>Outstanding options, July 31, 2022</b>	<b>13,650,000</b>	<b>\$ 0.17</b>
Expired	(125,000)	0.25
<b>Outstanding options, April 30, 2023</b>	<b>13,525,000</b>	<b>\$ 0.16</b>

Option pricing models require the input of subjective assumptions including the expected price volatility, and expected option life. Changes in these assumptions could have significant impact on the grant date fair value calculation

A summary of the options outstanding and exercisable is as follows:

April 30, 2023				July 31, 2022		
Exercise Price	Number of options	Remaining contractual life (years)	Exercise Price	Number of options	Remaining contractual life (years)	
\$ 0.15	2,250,000	1.1	\$ 0.15	2,250,000	1.9	
0.16	2,500,000	1.8	0.16	2,500,000	2.5	
0.16	225,000	2.0	0.16	225,000	2.7	
-	-	-	0.25	125,000	0.7	
0.15	3,050,000	2.3	0.15	3,050,000	3.0	
0.18	5,500,000	3.3	0.18	5,500,000	4.1	
<b>\$ 0.16</b>	<b>13,525,000</b>	<b>2.4</b>	<b>\$ 0.16</b>	<b>13,650,000</b>	<b>3.2</b>	

c) Warrants

A summary of share purchase warrant activity in the periods is as follows:

	Number of warrants	Weighted average exercise price
<b>Outstanding warrants, July 31, 2022 and April 30, 2023</b>	<b>25,381,642</b>	<b>\$ 0.25</b>

CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

5. Share capital (continued)

c) Warrants (continued)

A summary of the warrants outstanding and exercisable is as follows:

Exercise Price	Number of warrants	April 30, 2023	Exercise Price	Number of warrants	July 31, 2022
		Remaining contractual life (years)			Remaining contractual life (years)
\$ 0.25	22,058,821	0.1	\$ 0.25	22,058,821	0.8
0.25	1,470,588	0.2	0.25	1,470,588	1.0
0.25	1,852,233	0.1	0.25	1,852,233	0.8
<b>\$ 0.25</b>	<b>25,381,642</b>	<b>0.1</b>	<b>\$ 0.25</b>	<b>25,381,642</b>	<b>0.8</b>

6. Financial instruments and risk management

The Company is exposed to the following financial risks:

- i) Market risk
- ii) Credit risk
- iii) Liquidity risk

In common with all other businesses, the Company is exposed to risks that arise from its use of financial instruments. This note describes the Company's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the Company's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous years unless otherwise stated in the note.

General objectives, policies and processes

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure effective implementation of the objectives and policies to the Company's finance function.

The overall objective of the Board and the Company's finance function is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility and to ensure that risks are properly identified and that the capital base is adequate in relation to those risks. Further details regarding these policies are set out below.

**6. Financial instruments and risk management (continued)**

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised of three types of risk: currency risk, interest rate risk, other price risk.

*Currency risk*

Currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company's share capital as well as the Company's reporting currency is denominated in Canadian Dollars. The Company operates projects in more than one country. As a result, a portion of the Company's cash, accounts receivable, accounts payable and accruals are denominated in U.S. Dollars and Peruvian Soles and are therefore subject to fluctuation in exchange rates. As at April 30, 2023, a 1% change in the exchange rate between the Canadian and U.S. dollar or the Canadian dollar and Peruvian Soles would not be material.

*Interest rate risk*

Interest rate risk is the risk arising from the effect of changes in prevailing interest rates on the Company's financial instruments. The Company holds no interest-bearing financial liabilities, therefore interest rate risk is limited to potential decreases on the interest rate offered on cash held with its financial institution. The Company considers this risk to be minimal.

Credit risk

Credit risk is the risk of potential loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's cash is held with reputable institutions in Canada. The Company is not exposed to any material credit risk. The Company's maximum exposure to credit risk is \$499,540 (July 31, 2022 - \$2,197,608).

Liquidity risk

Liquidity risk is the risk that the Company will not meet its financial obligations as they fall due. The Company monitors its risk by monitoring the maturity dates of its existing debt and other payables. The Company's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

To achieve this objective, the Company regularly monitors working capital positions and updates spending plans as considered necessary. Monthly working capital and expenditure reports are prepared by the Company's finance function and presented to management for review and communication to the Board. As at April 30, 2023, all of the Company's financial liabilities are due within one year.

As at April 30, 2023, the Company had a working capital of \$294,206 (July 31, 2022 - \$2,088,629). As at April 30, 2023, the Company has long term lease liability of \$32,484 (July 31, 2022 - \$108,850). The continuing operations of the Company are dependent upon its ability to obtain adequate financing and to commence profitable operations in the future.

CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

**6. Financial instruments and risk management (continued)**

Determination of fair value

The statements of financial position carrying amounts for cash, accounts receivable, and accounts payable and accrued liabilities approximate fair value due to their short-term nature. Due to the use of subjective judgments and uncertainties in the determination of fair values these values should not be interpreted as being realizable in an immediate settlement of the financial instruments.

Capital management

The Company monitors its equity as capital.

The Company's objectives in managing its capital are to maintain a sufficient capital base to support its operations and to meet its short-term obligations and at the same time preserve inventor's confidence and retain the ability to seek out and acquire new projects of merit. The Company is not exposed to any externally imposed capital requirements.

**7. Related party transactions**

Unless otherwise noted, related party transactions were incurred in the normal course of operations and are measured at the amount established and agreed upon by the related parties. The Company incurred and paid fees to directors and officers for management and professional services as follows:

<b>For the nine months ended</b>	<b>April 30 2023</b>	<b>April 30 2022</b>
Management and consulting fees	\$ 288,750	\$ 288,750
Office and admin fees paid to a corporation controlled by key management	46,000	45,000
Share-based payments	-	482,295
	<u>\$ 334,750</u>	<u>\$ 816,045</u>

Related party amounts are unsecured, non-interest bearing and due on demand. These transactions are measured by the exchange amount that is the amount agreed upon by the transacting parties and are on terms and conditions similar to non-related parties. As at April 30, 2023, \$28,203 (2022 - \$nil) is due to related parties of the Company and is included in accounts payable and accrued liabilities.

CAMINO MINERALS CORPORATION.

Notes to the Consolidated Condensed Interim Financial Statements

For the three and nine months ended April 30, 2023 and 2022

(unaudited)

**8. Right-of-Use Asset/Lease Liability**

On October 1, 2021 the Company entered into a three-year office lease. The Company is required to pay operating costs at \$21.28 per sq foot per annum plus rent of \$29 per sq foot for the first year, \$30 per sq foot for the second year, and \$31 per sq foot for the final year of the lease. The total aggregate lease payments, excluding operating costs, under the agreement are \$178,650. The incremental rate of borrowing for this lease was estimated by management to be 10% per annum.

(a) Right-of-Use Assets

As at April 30, 2023, \$126,899 of right-of-use assets are recorded as follows:

	2023
As at July 31, 2022	\$ 190,348
Depreciation	(63,449)
As at April 30, 2023	\$ 126,899

(b) Lease Liabilities

Minimum lease payments in respect of lease liabilities and the effect of discounting are as follows:

	2023
Undiscounted minimum lease payments:	
Less than one year	\$ 106,987
Two to three years	33,163
	140,150
Effect of discounting	(10,016)
Present value of minimum lease payments	130,134
Less current portion	(97,650)
Long-term portion	\$ 32,484

**8. Right-of-Use Asset/Lease Liability (continued)**

(c) Lease Liability Continuity

The lease liability continuity is as follows:

	2023
As at July 31, 2022	\$ 190,722
Cash flows:	
Principal payments	39,793
As at April 30, 2023	\$ 60,588

During the nine months ended April 30, 2023, interest of \$12,320 is included in office and administration expenses.

## 9. Subsequent Events

Subsequent to the nine months ended April 30, 2023, the Company entered into a Definitive Agreement (“Agreement”) with Nittetsu Mining Co., Ltd. (“Nittetsu”) for its Los Chapitos copper exploration project (“Los Chapitos” or the “Project”) in Peru.

Under the terms of the agreement, Nittetsu can earn a 35% interest in the Project by making payments and expenditures totaling CAD \$10,100,000 over three years. Proceeds will be applied towards exploration, infill drilling, and metallurgical and engineering studies. After successful completion of the earn-in period, the Project will become a Joint Venture, whereby Camino will hold a 65% interest, remain operator of the Project, and retain 50% of the production off-take.

### Key Terms:

- Payment to Camino of CAD \$100,000 (completed in February 2023).
- Nittetsu to pay Camino CAD \$1,000,000 within 5-business days (completed in June 2023).
- Nittetsu to incur earn-in expenditures of CAD \$9,000,000 over a 3-year period to earn a 35% project interest in the Los Chapitos Project with no accruing interest rights.
- First installment payment of CAD \$1,500,000 to be made within 5-business days (completed in June 2023).
- Upon completion of the 35% interest acquisition by Nittetsu, a Joint Venture between parties will be established.
- Camino to remain the operator of the Project.
- Off-take on commercial basis to be shared 50% by each party.
- Exploration programs to begin immediately at the Los Chapitos Project.