
Golden Arrow Resources Corporation

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

**FOR THE THREE MONTHS ENDED
MARCH 31, 2023 AND 2022**

(Unaudited - Expressed in Canadian Dollars)

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

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

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's external auditors have not performed a review of these condensed interim financial statements.

Golden Arrow Resources Corporation
Consolidated Interim Statements of Financial Position

(Unaudited - Expressed in Canadian Dollars)

	Note	March 31, 2023 \$	December 31, 2022 \$
ASSETS			
Current assets			
Cash and cash equivalents		443,837	606,710
Investments	6	3,726,723	5,623,720
Amounts receivable	8	452,730	376,874
Prepaid expenses		160,056	166,982
Total current assets		4,783,346	6,774,286
Non-current assets			
Equipment	3	3,827	4,079
Right-of-use assets	4	385,322	414,936
Mineral property interests	5	4,245,325	4,245,325
Total non-current assets		4,634,474	4,664,340
Total Assets		9,417,820	11,438,626
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8	919,573	584,782
Current portion of lease liabilities		109,320	106,401
Total current liabilities		1,028,893	691,183
Lease liabilities		292,399	321,058
Total liabilities		1,321,292	1,012,241
EQUITY			
Share capital	7	38,088,211	38,088,211
Reserves	7	26,557,199	26,691,634
Deficit		(56,548,882)	(54,353,460)
Total equity		8,096,528	10,426,385
Total Equity and Liabilities		9,417,820	11,438,626

SUBSEQUENT EVENTS (Note 13)

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on May 29, 2023. 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.

Golden Arrow Resources Corporation
Consolidated Interim Statements of Loss and Comprehensive Loss
(Unaudited - Expressed in Canadian Dollars)

	Note	Three months ended March 31,	
		2023	2022
		\$	\$
Expenses			
Administration and management services	8	120,400	106,300
Corporate development and investor relations		213,638	98,392
Depreciation		29,615	27,479
Exploration	5	1,342,948	1,163,996
Office and sundry	8	39,223	48,010
Professional fees		72,591	93,472
Rent, parking and storage		(1,723)	2,025
Salaries and employee benefits	8	281,660	206,820
Transfer agent and regulatory fees		8,650	6,640
Travel		19,611	-
Loss from operating activities		(2,126,613)	(1,753,134)
Foreign exchange (loss) gain		(75,222)	444,512
Interest expense		(10,796)	(7,659)
Dividend income	6	17,209	-
Interest income		-	304
Impairment of exploration and evaluation assets	5	-	(77,764)
Loss for the period		(2,195,422)	(1,393,741)
Other comprehensive (loss) income			
Items that will not be reclassified to profit or loss			
Change in fair value of marketable securities	6,11a	(134,435)	2,039,044
Other comprehensive (loss) income for the period		(134,435)	2,039,044
Comprehensive (loss) income for the period		(2,329,857)	645,303
Basic and diluted loss per common share (\$)	9	(0.02)	(0.01)

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

Golden Arrow Resources Corporation
Consolidated Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian Dollars)

	Note	Three months ended March 31,	
		2023	2022
		\$	\$
Cash flows from operating activities			
Loss for the period		(2,195,422)	(1,393,741)
Adjustments for:			
Depreciation		29,615	27,479
Depreciation of property and equipment included in exploration expenses		252	3,742
Interest expense		10,796	7,658
Dividend income		(17,209)	-
Impairment of exploration and evaluation assets		-	77,764
		(2,171,968)	(1,277,098)
Change in non-cash working capital items:			
Increase in amounts receivable		(75,856)	(81,753)
Decrease in prepaid expenses		6,926	17,787
Decrease (increase) in accounts payable and accrued liabilities		334,791	(57,521)
Net cash used in operating activities		(1,906,107)	(1,398,585)
Cash flows from investing activities			
Expenditures on mineral property interests	5	-	(4,244,539)
Proceeds of marketable securities	6	1,762,562	8,316,016
Dividend income		17,209	-
Net cash generated by investing activities		1,779,771	4,071,477
Cash flows from financing activities			
Lease payments		(36,537)	(37,540)
Net cash used in financing activities		(36,537)	(37,540)
Net (decrease) increase in cash and cash equivalents		(162,873)	2,635,352
Cash and cash equivalents at beginning of period		606,710	903,568
Cash and cash equivalents at end of period		443,837	3,538,920

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

Golden Arrow Resources Corporation
Consolidated Interim Statements of Changes in Equity

(Unaudited - Expressed in Canadian Dollars)

	Share capital		Reserves				Accumulated other comprehensive income	Deficit	Total
	Number of shares	Amount \$	Contributed surplus \$	Equity settled share-based payments \$	Warrants \$				
Balance at December 31, 2021	115,167,239	38,088,211	16,829,699	2,265,165	1,170,992	6,456,316	(48,306,833)	16,503,550	
Total comprehensive loss for the period	-	-	-	-	-	2,039,045	(1,393,741)	645,304	
Balance at March 31, 2022	115,167,239	38,088,211	16,829,699	2,265,165	1,170,992	8,495,361	(49,700,574)	17,148,854	
Stock options expired	-	-	1,234,164	(1,234,164)	-	-	-	-	
Warrants and agents' warrants expired	-	-	7,646	-	(7,646)	-	-	-	
Total comprehensive loss for the period	-	-	-	-	-	(2,069,583)	(4,652,886)	(6,722,469)	
Balance at December 31, 2022	115,167,239	38,088,211	18,071,509	1,031,001	1,163,346	6,425,778	(54,353,460)	10,426,385	
Stock options expired	-	-	680,866	(680,866)	-	-	-	-	
Total comprehensive loss for the period	-	-	-	-	-	(134,435)	(2,195,422)	(2,329,857)	
Balance at March 31, 2023	115,167,239	38,088,211	18,752,375	350,135	1,163,346	6,291,343	(56,548,882)	8,096,528	

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

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

1. NATURE OF OPERATIONS

Golden Arrow Resources Corporation (the “Company” or “We”) was incorporated on September 22, 2015, under the Business Corporations Act in the province of British Columbia. The address of the Company’s registered office is Suite 312 – 837 West Hastings Street, Vancouver, BC, Canada V6C 3N6.

The Company is a natural resource company engaged in the acquisition, exploration and development of resource properties in South America. 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. The recoverability of amounts shown for mineral property interests are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves, and upon future profitable production.

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company on May 29, 2023.

2. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below.

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting (“IAS 34”). 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, 2022 audited annual consolidated financial statements.

b) Basis of presentation

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for marketable securities, which are carried at fair value.

c) Basis of consolidation

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

	Place of Incorporation	Principal Activity
IMPISA Resources Corporation	BC, Canada	Holding company
New Golden Explorations Inc.	BC, Canada	Holding company
New Golden Explorations Atlantida Ltd.	BC, Canada	Holding company
New Golden Explorations Indiana Ltd.	BC, Canada	Holding company
New Golden Explorations Indiana Chile SpA	Chile	Exploration company
New Golden Explorations Chile SpA	Chile	Exploration company
Lucca S.A.	Paraguay	Exploration company
Desarrollo de Recursos S.A.	Argentina	Exploration company

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Estimation uncertainty and Accounting policy judgments

The Company's management makes judgments in its process of applying the Company's accounting policies in preparations of these consolidated financial statements. In addition, these consolidated financial statements include estimates which, require management to make estimates of future uncertain events on the carrying amount of the Company's assets and liabilities at the end of the reporting period. Actual results may differ from those estimates as the estimation process is inherently uncertain. 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. 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. There are no material areas of estimation uncertainty as at March 31, 2023.

Accounting policy judgments:

- The net carrying value of each mineral property is reviewed regularly for conditions that suggest impairment. This review requires significant judgment. Indicators of impairment may include (i) the period during which the entity has the right to explore in the specific area has expired during the year or are not expected to be renewed, (ii) substantive expenditure on further exploration for and evaluation of mineral property interests in the specific area is neither budgeted nor planned, (iii) exploration for and evaluation of mineral property interests in the specific area have not led to the discovery of commercially viable quantities of mineral resources; and (iv) sufficient data exists to indicate that the carrying amount of the mineral property interests is unlikely to be recovered in full from successful development or by sale. 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.

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

3. EQUIPMENT

	Vehicles \$	Other \$	Total \$
Cost			
Balance at December 31, 2021	88,153	152,937	241,090
Additions	(88,153)	-	(88,153)
Balance at December 31, 2022 and March 31, 2023	-	152,937	152,937
Accumulated Depreciation			
Balance at December 31, 2021	27,398	147,257	174,655
Depreciation	10,274	1,601	11,875
Dispositions	(37,672)	-	(37,672)
Balance at December 31, 2022	-	148,858	148,858
Depreciation	-	252	252
Balance at March 31, 2023	-	149,110	149,110
Carrying Amount			
At December 31, 2022	-	4,079	4,079
At March 31, 2023	-	3,827	3,827

4. RIGHT-OF-USE ASSETS

The Company capitalized two office lease arrangements in accordance with IFRS 16. The continuity schedule of right-of-use assets for the three months ended March 31, 2023 is as follows:

	Total \$
Cost	
Balance at December 31, 2021	578,476
Additions	190,452
Balance at December 31, 2022 and March 31, 2023	768,928
Accumulated Depreciation	
Balance at December 31, 2021	244,319
Depreciation	109,673
Balance at December 31, 2022	353,992
Depreciation	29,614
Balance at March 31, 2023	383,606
Carrying Amount	
At December 31, 2022	414,936
At March 31, 2023	385,322

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

4. RIGHT-OF-USE ASSETS (continued)

The outstanding balances of lease liabilities are calculated using an implied rate of 12% p.a. The following is a schedule of the Company's future minimum lease payments related to the lease obligations:

	Total
	\$
	2023
	2024-2027
Total minimum lease payments	483,843
Less: Imputed interest	(82,124)
Total present value of minimum lease payments	401,719
Less: Current portion	(109,320)
Non-current portion	292,399

5. MINERAL PROPERTY INTERESTS

The schedules below summarize the carrying costs of acquisition costs and all exploration expenditures incurred to date for each mineral property interest that the Company is continuing to explore as at March 31, 2023:

Acquisition Costs

	Chile		Argentina	Paraguay	Other	Total
	San Pietro	Rosales	Flecha de Oro	Tierra Dorada		
	\$	\$	\$	\$	\$	\$
Balance – December 31, 2021	-	74,285	113,016	443,427	7,240	637,968
Additions						
Staking costs, land payments and acquisition costs	4,238,085	-	-	6,454	-	4,244,539
Impairment of exploration and evaluation assets			(77,764)	-	-	(77,764)
Balance – March 31, 2022	4,238,085	74,285	35,252	449,881	7,240	4,804,743
Additions						
Impairment of exploration and evaluation assets	-	(74,285)	(35,252)	(449,881)	-	(559,418)
Balance – December 31, 2022 and March 31, 2023	4,238,085	-	-	-	7,240	4,245,325

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

5. MINERAL PROPERTY INTERESTS (continued)

Exploration Expenditures

	Chile		Argentina			Paraguay		Total
	San Pietro	Rosales	Flecha de Oro	Libanesa	Yanso	Tierra Dorada	Other	
	\$	\$	\$	\$	\$	\$	\$	\$
Cumulative exploration expenses								
December 31, 2022	347,678	1,320,453	2,266,311	1,133,086	1,177,376	1,730,631	12,286,419	20,261,954
Expenditures during the year								
Assays	-	-	9,649	-	8,960	-	489	19,098
Environmental	-	-	-	-	-	-	2,566	2,566
Office	12,354	4,118	7,872	-	2,405	1,172	447	28,368
Property maintenance payments	-	194,211	3,734	-	15,181	-	14,807	227,933
Salaries and contractors	146,252	2,985	216,704	-	30,333	41,342	4,128	441,744
Social and community	-	-	(8,119)	-	-	-	-	(8,119)
Supplies and equipment	-	27,638	155,048	-	2,274	-	9,291	194,251
Transportation	-	-	18,090	-	1,354	-	303	19,747
Value added taxes	154,187	195,705	53,990	-	7,850	1,412	4,216	417,360
	312,793	424,657	456,968	-	68,357	43,926	36,247	1,342,948
Cumulative exploration expenses								
March 31, 2023	660,471	1,745,110	2,723,279	1,133,086	1,245,733	1,774,557	12,322,666	21,604,902

The schedule below summarizes all exploration expenditures incurred to date for each mineral property interest that the Company was continuing to explore as at March 31, 2022:

	Argentina		Chile	Paraguay		Total
	Flecha de Oro	Libanesa	Rosales	Tierra Dorada	Other	
	\$	\$	\$	\$	\$	\$
Cumulative exploration expenses						
December 31, 2021	2,207,214	-	1,064,488	1,282,805	12,208,453	16,762,960
Expenditures during the period						
Assays	267	17,387	-	64,091	2,054	83,799
Drilling	-	-	-	25,547	-	25,547
Environmental	-	-	-	-	1,372	1,372
Office	46,702	3,687	3,119	8,266	-	61,773
Property maintenance payments	1,035	18,765	167,077	-	12,915	199,792
Salaries and contractors	137,671	119,531	8,376	77,309	13,901	356,789
Social and community	9,082	105,622	-	1,355	-	116,059
Supplies and equipment	2,558	35,435	-	7,681	2,796	48,470
Transportation	1,977	-	-	7,970	3,473	13,420
Value added taxes	25,504	38,447	183,625	2,928	6,471	256,975
	224,796	338,874	362,197	195,147	42,982	1,163,996
Cumulative exploration expenses						
March 31, 2022	2,432,010	338,874	1,426,685	1,477,952	12,251,435	17,926,956

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

5. MINERAL PROPERTY INTERESTS (continued)

(a) San Pietro, Atacama, Chile

On March 17, 2022, the Company purchased a 100% interest in the San Pietro Iron-oxide Copper Gold Project in Chile from Sumitomo Metal Mining Chile Ltda for cash consideration of \$4,238,085 (US\$3,350,000). The San Pietro Project includes 18,448 hectares of exploration and exploitation concessions in the Atacama region of Chile.

(b) Rosales Copper Project, Chile

The Company owns a 100% interest in the Rosales Copper Project in Region III, Chile. The Company determined that it would not be exploring the Rosales properties further based on the exploration work during the year, and recorded an impairment of \$74,285 related to previously capitalized acquisition costs.

(c) Flecha de Oro Project, Rio Negro, Argentina

The Company held an option agreement to acquire up to 100% of the Flecha de Oro Gold Project that included Puzzle, Esperanza and Maquinchao exploration properties. During the year ended December 31, 2022, the Company determined that it would not be exploring the Puzzle, Esperanza, and Maquinchao properties further based on the exploration work during the year and would discontinue option payments. The Company recorded an impairment of \$113,016 related to previously capitalized acquisition costs.

The terms of the Puzzle and Esperanza option agreement included staged payments over seven years totaling US\$2,090,000 for a 100% interest in both properties with the vendor retaining a 1% net smelter royalty, which could be reduced to 0.25% for an additional US\$1,000,000. The Company had paid US\$40,000 of the US\$2,090,000 commitment when it determined to terminate the option agreement.

The terms of the Maquinchao option agreement included staged payments over four years totaling US\$630,000 for a 100% in the property with the vendor retaining a 1% net smelter royalty. The Company had paid US\$30,000 of the US\$630,000 commitment when it determined to terminate the option agreement.

(d) Libanesa, Santa Cruz, Argentina

During 2021, the Company entered into a definitive agreement to acquire 75% undivided interest in Libanesa silver-gold project in Santa Cruz province, Argentina from Mirasol Resources Ltd. ("Mirasol"). Terms of the option include cash payments totaling US\$1,000,000, and exploration expenditure commitments of US\$4,000,000 over six years. The Company terminated the option agreement based on the results of exploration programs during the year ended December 31, 2022.

(e) Mogote Project, Argentina

The Company optioned its Mogote Copper-Gold project (the "Project") in San Juan Province, Argentina to Australian-based Syndicate Minerals Pty ("Syndicate"). The agreement gives Syndicate the option to earn an 85% interest in Mogote. An initial 80% interest can be earned by spending \$5 million on exploration at the Project over five years and making cash payments of \$1.9 million over five years, including a payment on signing of \$150,000. After completion of the option earn-in, Syndicate can complete a feasibility study to earn a further 5% interest. After that, a joint venture company will be incorporated to advance the Project on a pro rata basis, with provisions for dilution. See also Note 13.

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

5. MINERAL PROPERTY INTERESTS (continued)

(f) Caballos Project, Argentina

The Company entered into a definitive agreement to option its Caballos copper-gold project to Hanaq Argentina S.A. (“Hanaq”). The agreement gives Hanaq the opportunity to earn a 70% interest in the Project by spending a minimum of US\$0.5 million in exploration expenditures within two years, followed by US\$3.5 million in exploration expenditures within six years of the Agreement date. On completion of the option earn-in, a joint venture company comprised of 70% Hanaq and 30% Desarrollo de Recursos S.A. will advance the Project on a pro rata basis, with provisions for dilution.

(g) Tierra Dorada Project, Paraguay

The Company held an option agreement to acquire a 100% interest in the Tierra Dorada gold project in Paraguay. During the nine months ended September 30, 2022, the Company determined that it would not be exploring the property further based on the exploration work during 2022 and would discontinue option payments. The Company recorded an impairment of \$449,881 for previously capitalized acquisition costs.

The terms of the option agreement included staged payments over six years totaling US\$2,000,000 and an additional payment of US\$2,000,000 thirty working days following the date of commencement of commercial production on the property, for a 100% interest. The Company had paid US\$211,000 of the US\$4,000,000 commitment when it determined to terminate the option agreement.

6. INVESTMENTS

An analysis of investments including related gains and losses during the period is as follows:

	Three months ended March 31,	
	2023	2022
	\$	\$
Investments, beginning of period	5,623,720	15,126,236
Disposition of marketable securities	(1,762,562)	(8,316,016)
Change in fair value of marketable securities	(134,435)	2,039,044
Investments, end of period	3,726,723	8,849,264

The Company held 182,325 common shares of SSRM at March 31, 2023 with a value of \$18.77 per share (March 31, 2022 – 325,580 – \$27.18 per share). The Company realized a cumulative gain of \$190,181 in other comprehensive income (loss) on disposal of marketable securities for the three months ended March 31, 2023 (March 31, 2022 - \$1,680,287). During the three months ended March 31, 2023, the Company received \$17,209 (2022 - \$Nil) in dividends from its investment in SSRM.

7. CAPITAL AND RESERVES

Authorized Share Capital

At March 31, 2023, the authorized share capital comprised an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

There were no share issuances during the three months ended March 31, 2023 and 2022.

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

7. 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. The Plan is based on a fixed number of eligible shares equaling 20% of the Company’s outstanding common shares calculated at June 25, 2013, totaling a maximum of 8,364,371 share purchase options. On April 22, 2021, the Stock Option Plan was amended allowing for a maximum total share purchase options of 11,500,000.

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 five years.

The continuity of share purchase options for the three months ended March 31, 2023 is as follows:

Expiry date	Exercise Price	December 31, 2022	Granted	Cancelled/ Expired	March 31, 2023	Options exercisable
January 9, 2023	\$0.70	1,800,000	-	(1,800,000)	-	-
January 19, 2026	\$0.25	4,455,000	-	(150,000)	4,305,000	4,305,000
		6,255,000	-	(1,950,000)	4,305,000	4,305,000
Weighted average exercise price \$		0.38	-	0.70	0.25	0.25
Weighted average contractual remaining life (years)		2.18	-	-	2.81	2.81

The continuity of share purchase options for the three months ended March 31, 2022 is as follows:

Expiry date	Exercise Price	December 31, 2020	Granted	Cancelled/ Expired	March 31, 2022	Options exercisable
June 22, 2022	\$0.62	3,250,000	-	-	3,250,000	3,250,000
January 9, 2023	\$0.70	1,900,000	-	-	1,900,000	1,900,000
January 19, 2026	\$0.25	4,655,000	-	-	4,655,000	4,655,000
		9,805,000	-	-	9,805,000	9,805,000
Weighted average exercise price \$		0.46	-	-	0.46	0.46
Weighted average contractual remaining life (years)		2.28	-	-	2.03	2.03

Golden Arrow Resources Corporation

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

7. CAPITAL AND RESERVES (continued)

Warrants

The continuity of warrants for the three months ended March 31, 2023 is as follows:

Expiry date	Exercise Price	December 31, 2022	Expired	March 31, 2023
February 25, 2023	\$0.40	11,051,611	-	11,051,611
March 5, 2023	\$0.40	1,290,367	-	1,290,367
March 21, 2023	\$0.40	3,462,034	-	3,462,034
June 19, 2024	\$0.30	4,062,500	-	4,062,500
June 20, 2024	\$0.30	1,950,000	-	1,950,000
		21,816,512	-	21,816,512
Weighted average exercise price \$		0.37	-	0.37

The continuity of warrants for the three months ended March 31, 2022 is as follows:

Expiry date	Exercise Price	December 31, 2021	Cancelled/ Expired	March 31, 2022
June 19, 2022	\$0.30	4,213,000	-	4,213,000
June 20, 2022	\$0.30	1,992,000	-	1,992,000
February 25, 2023	\$0.40	11,051,611	-	11,051,611
March 5, 2023	\$0.40	1,290,367	-	1,290,367
March 21, 2023	\$0.40	3,462,034	-	3,462,034
		22,009,012	-	22,009,012
Weighted average exercise price \$		0.37	-	0.37

8. RELATED PARTY BALANCES AND TRANSACTIONS

On June 1, 2017, the Company entered into a Management Services Agreement with Grosso Group to provide services and facilities to the Company. Grosso Group is a private company that is owned by an officer and director of the Company and also has another director in common with 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 current monthly fee is \$41,000 per month. This fee is reviewed and adjusted quarterly based on the level of services required.

The Management Services 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. The agreement expires on December 31, 2023 and is automatically renewed for additional terms of two years unless otherwise terminated pursuant to the terms of the agreement. The Company's commitment under this agreement is as follows:

	Year 1	Year 2	Year 3
	\$	\$	\$
Management Services Agreement	252,900	-	-

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(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

8. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Transactions	Three months ended March 31,	
	2023	2022
	\$	\$
Services rendered:		
Grosso Group Management Ltd.		
Administration and management services	84,300	84,300
Office & sundry	14,100	14,100
Total for services rendered	98,400	98,400

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, Vice President of Corporate Development and Corporate Secretary.

Transactions	Position	Three months ended March 31,	
		2023	2022
		\$	\$
Consulting, salaries, and professional fees:			
Joseph Grosso	Chairman/President/CEO	94,686	68,750
Darren Urquhart	CFO	20,659	15,000
Nikolaos Cacos	Director/VP – Corp. Development	37,705	31,170
Brian McEwen	VP Exploration	65,420	47,500
Connie Norman	Corporate Secretary	24,791	18,000
David Terry	Director	22,000	22,000
John Gammon	Director	4,000	4,000
Alfred Hills	Director	3,000	3,000
Louis Salley	Former Director	-	3,000
Total for services rendered		272,261	212,420

As at March 31, 2023, there was \$421,824 (2022 – \$128,326) of costs owed from related corporations for shared services paid by the Company. At March 31, 2023, there was \$4,279 (2022 - \$2,521) in accounts payable and accrued liabilities that was due to related corporations.

9. BASIC AND DILUTED LOSS PER SHARE

The calculation of basic and diluted loss per share for the three months ended March 31, 2023 and 2022 was based on the following:

	Three months ended March 31,	
	2023	2022
Loss attributable to common shareholders (\$)	(2,195,422)	(1,393,741)
Weighted average number of common shares outstanding	115,167,239	115,167,239

The Company incurred a loss attributable to common shareholders for the three months ended March 31, 2023 and 2022, therefore the impact of dilutive securities is anti-dilutive.

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10. SEGMENTED INFORMATION

The Company's operations are limited to a single reportable segment, being mineral exploration and development. The Company's total non-current assets are segmented geographically as follows:

March 31, 2023					
	Canada	Argentina	Chile	Paraguay	Total
	\$	\$	\$	\$	\$
Equipment	-	-	-	3,827	3,827
Right-of-use assets	385,322	-	-	-	385,322
Mineral property interests	-	7,240	4,238,085	-	4,245,325
	385,322	7,240	4,238,085	3,827	4,634,474

December 31, 2022					
	Canada	Argentina	Chile	Paraguay	Total
	\$	\$	\$	\$	\$
Equipment	-	-	-	4,079	4,079
Right-of-use assets	414,936	-	-	-	414,936
Mineral property interests	-	7,240	4,238,085	-	4,245,325
	414,936	7,240	4,238,085	4,079	4,664,340

11. FINANCIAL INSTRUMENTS

The Company 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 assets and liabilities are measured and recognized according to a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable inputs. The three levels of fair value hierarchy are as follows:

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 – Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.

Level 3 – Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

The Company's financial assets consist of cash and cash equivalents, amounts receivable and investments. Investments are carried at fair value and measured using Level 1 inputs. Fair value is determined using closing prices at the balance sheet date with any gains or losses recognized in other comprehensive income. The carrying values of cash and cash equivalents, receivables, and accounts payable and accrued liabilities approximate their fair values due to the short-term maturity of these financial instruments.

Golden Arrow Resources Corporation

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For the three months ended March 31, 2023 and 2022

(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

11. FINANCIAL INSTRUMENTS (continued)

(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 amounts receivable.

Overall the credit risk of the financial assets held by the Company has not changed significantly from the prior period. The Company places its cash and cash equivalents and short-term investments with financial institutions with high credit ratings. Accordingly, the credit risk is minimal.

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.

As of March 31, 2023, the Company had working capital of \$3,754,453 (December 31, 2022 - \$6,083,103). 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. The Company believes it has adequate working capital to maintain operations for the next 12 months.

	1 Year \$	2 Years and more \$
Accounts payable and accrued liabilities	919,573	-

Market risk

(i) *Price risk*

Price risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in the market prices. Investments in marketable securities measured at fair value are exposed to changes in share prices that would result in gains or losses recognized in the Company's other comprehensive income. A 10% change in prices would change the Company's other comprehensive loss by \$342,224.

(ii) *Currency risk*

Financial instruments that impact the Company's net earnings or other comprehensive income due to currency fluctuations include cash accounts, amounts receivable and accounts payable in: US dollars, Argentine Pesos, Chilean Pesos and Paraguayan Guarani. The sensitivity of the Company's net earnings to changes in the exchange rate between the Canadian dollar and the United States dollar, Argentine Peso, Chilean Peso and Paraguayan Guarani at March 31, 2023 is summarized as follows:

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(Unaudited - Expressed in Canadian Dollars Unless Otherwise Noted)

11. FINANCIAL INSTRUMENTS (continued)

- A 10% change in the Chilean peso exchange rate relative to the Canadian dollar would change the Company's net loss by \$40,000.

The Company may acquire and transfer marketable securities from time to time, to facilitate intragroup funding transfers between the Canadian parent and its Argentine 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.

(iii) 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. Cash bears no interest and short-term investments are redeemable at any time without penalty, with interest paid from the date of purchase. The fair value of cash and short-term investments approximate their carrying values due to the immediate or short-term maturity of these financial instruments. Effect of the change in interest rate is not material.

12. CAPITAL MANAGEMENT

The Company's objectives when managing capital are:

- To safeguard our ability to continue as a going concern in order to develop and operate our current projects
- Pursue strategic growth initiatives; and
- To maintain a flexible capital structure which lowers the cost of capital.

In assessing our capital structure, we include in our assessment the components of shareholders' equity and loans. In order to facilitate the management of capital requirements, the Company prepares annual expenditure budgets and continuously monitors and reviews actual and forecasted cash flows. The annual and updated budgets are monitored and approved by the Board of Directors. To maintain or adjust the capital structure, the Company may, from time to time, issue new shares, issue new debt, repay debt or dispose of non-core assets. The Company is dependent upon the ability to raise additional funding to meet its obligations and commitments.

13. SUBSEQUENT EVENTS

Sale of marketable securities

The Company sold 112,100 common shares of SSRM at an average price of US\$15.82 per share for net proceeds of US\$1,755,791.

Mogote Project, Argentina

On April 14, 2023, the Company amended its agreement with Syndicate to accept 4,000,000 common shares with a fair value of \$0.30 per share in Mogotes Metals Inc. in lieu of staged cash payments of \$1,200,000 (see also Note 5 (e)).