Starcore International Mines Ltd.

Condensed Interim Consolidated Financial Statements

For the nine months ended January 31, 2025

(Unaudited)

NOTICE TO READER OF THE UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The unaudited condensed interim consolidated financial statements for the nine months ended January 31, 2025 have been prepared by and are the responsibility of the Company's management. These financial statements have not been reviewed or audited by the Company's auditors.

Starcore International Mines Ltd.

Condensed Interim Consolidated Statements of Financial Position
(in thousands of Canadian dollars) – (Unaudited)

As at		January 31, 2025		April 30, 2024
Assets				
Current				
Cash and cash equivalents (note 3)	**$**	**2,343**	$	5,332
Amounts receivable (note 4)		**3,257**		2,370
Inventory (note 5)		**1,683**		1,492
Prepaid expenses and advances		**490**		364
Investment (note 6)		**329**		329
Total Current Assets		**8,102**		9,887
Non-Current				
Mining interest, plant and equipment (note 7)		**31,295**		29,734
Right-of-use assets (note 9)		**668**		802
Exploration and evaluation assets (note 8)		**9,608**		7,530
Deferred tax assets		**4,020**		4,020
Total Non-Current Assets		**45,591**		42,086
Total Assets	**$**	**53,693**	$	51,973
Liabilities				
Current				
Trade and other payables (note 12)	**$**	**4,245**	$	3,745
Current portion of lease liabilities (note 9)		**462**		442
Total Current Liabilities		**4,707**		4,187
Non-Current				
Rehabilitation and closure cost provision (note 11)		**4,006**		3,562
Lease liabilities (note 9)		**148**		316
Share buyback (note 12)		**404**		-
Deferred tax liabilities		**4,004**		3,308
Total Non-Current Liabilities		**8,562**		7,186
Total Liabilities	**$**	**13,269**	$	11,373

- Continued -

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

(in thousands of Canadian dollars) – (Unaudited)

As at		January 31, 2025		April 30, 2024
Equity				
Share capital (note 12)	$	**53,048**	$	53,285
Equity reserve		**11,307**		11,349
Foreign currency translation reserve		**5,294**		3,794
Accumulated deficit		**(29,225)**		(27,828)
Total Equity		**40,424**		40,600
Total Liabilities and Equity	$	**53,693**	$	51,973

Commitments (note 14)
Subsequent event (note 8)

Approved by the Directors:

"Robert Eadie" Director *"Gary Arca"* Director

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

Starcore International Mines Ltd.
Condensed Interim Consolidated Statements of Operations and Comprehensive Income (Loss)
(in thousands of Canadian dollars except per share amounts) – (Unaudited)

	For the three months ended January 31,		For the nine months ended January 31,	
	2025	2024	**2025**	2024
Revenues				
Mined ore	**$ 9,014**	$ 6,784	**$ 22,791**	$ 18,992
Total Revenues (note 17)	**9,014**	6,784	**22,791**	18,992
Cost of Sales				
Mined ore	**(6,060)**	(5,375)	**(16,471)**	(16,896)
Depreciation and depletion (notes 7 and 9)	**(829)**	(614)	**(2,442)**	(1,853)
Total Cost of Sales	**(6,889)**	(5,989)	**(18,913)**	(18,749)
Income from mining operations	**2,125**	795	**3,878**	243
Financing costs (note 10)	**(107)**	(35)	**(180)**	(45)
Foreign exchange gain (loss)	**(33)**	153	**(87)**	299
Management fees and salaries (note 14)	**(295)**	(320)	**(1,000)**	(878)
Office and administration	**(347)**	(317)	**(889)**	(1,025)
Professional and consulting fees (note 14)	**(272)**	(300)	**(1,099)**	(747)
Geological and plant consulting fees	**(537)**	-	**(879)**	-
Shareholder relations	**(198)**	(150)	**(545)**	(324)
Transfer agent and regulatory fees	**(35)**	(35)	**(119)**	(85)
Income (losses) before other income (losses) and taxes	**301**	(209)	**(920)**	(2,562)
Other income (losses)				
Unrealized gain (loss) on investment (note 6)	**39**	(58)	**-**	(329)
Gain on sale of assets (note 7)	**-**	37	**-**	37
Total other income (losses)	**39**	(21)	**-**	(292)
Income (loss) before taxes	**340**	(230)	**(920)**	(2,854)
Income tax recovery (expense)				
Current (expense)/recovery	**-**	(2)	**15**	(8)
Deferred (expense)/recovery	**(46)**	78	**(492)**	(28)
Income (loss) for the period	**294**	(154)	**(1,397)**	(2,890)
Other comprehensive income (loss) – items that may be subsequently reclassified to profit or loss:				
Foreign currency translation differences	**1,214**	(1,212)	**1,500**	(1,642)
Comprehensive income (loss) for the period	**$ 1,508**	$ (1,366)	**$ 103**	$ (4,532)
Basic income (loss) per share (note 16)	**$ 0.00**	$ (0.00)	**$ (0.02)**	$ (0.05)
Diluted income (loss) per share (note 16)	**$ 0.00**	$ (0.00)	**$ (0.02)**	$ (0.05)

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

Starcore International Mines Ltd.
Condensed Interim Consolidated Statements of Cash Flows
(in thousands of Canadian dollars except per share amounts) – (Unaudited)

For the nine months ended January 31,		2025		2024
Cash provided by				
Operating activities				
Loss for the period	$	(1,397)	$	(2,890)
Unrealized loss on investment (note 6)		-		329
Items not involving cash:				
Depreciation and depletion (notes 7 and 9)		2,554		1,889
Income tax expense		492		28
Gain on sale of assets (note 7)		-		(37)
Lease accretion (note 9)		40		39
Accretion on share buyback (note 12)		14		-
Rehabilitation and closure cost accretion (note 11)		260		172
ARO adjustment to mining interest, plant and equipment (note 8)		-		(136)
Deferred and restricted share payments (note 12)		(34)		(264)
Cash inflow (outflow) from operating activities before working capital changes		1,929		(870)
Change in non-cash working capital items				
Amounts receivable		(972)		(362)
Inventory		(244)		653
Prepaid expenses and advances		(139)		(38)
Trade and other payables		508		413
Cash inflow (outflow) from operating activities		1,082		(204)
Financing activities				
Share issuance (net)		500		-
Shares repurchased (note 12)		(144)		-
Lease payments (note 9)		(413)		(255)
Cash outflow from financing activities		(57)		(255)
Investing activities				
Investment in exploration and evaluation assets (note 8)		(1,891)		(268)
Cash received from sale of assets (note 7)		-		135
Purchase of mining interest, plant and equipment (note 7)		(2,120)		(823)
Cash outflow from investing activities		(4,011)		(956)
Total decrease in cash and cash equivalents		(2,986)		(1,415)
Effect of foreign exchange rate changes on cash and cash equivalents		(3)		(1,436)
Cash and cash equivalents, beginning of period		5,332		6,443
Cash and cash equivalents, end of period	$	2,343	$	3,592

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

Starcore International Mines Ltd.

Condensed Interim Consolidated Statements of Changes in Equity for the periods ended January 31, 2025, 2024 and April 30, 2024

(In thousands of Canadian dollars except for number of shares) – (Unaudited)

	Number of Shares Outstanding	Share Capital	Equity Reserve	Foreign Currency Translation Reserve	Accumulated Deficit	Total
Balance, April 30, 2023	55,646,851	$ 51,878	$ 11,349	$ 5,010	$ (29,461)	$ 38,776
Shares issued per EU Share Exchange Transaction	7,883,333	670	-	-	-	670
Shares issued per K Mining Mineral Property Option	8,666,667	737	-	-	-	737
Foreign currency translation differences	-	-	-	(1,642)	-	(1,642)
Loss for the period	-	-	-	-	(2,890)	(2,890)
Balance, January 31, 2024	72,196,851	$ 53,285	$ 11,349	$ 3,368	$ (32,351)	$ 35,651
Foreign currency translation differences	-	-	-	426	-	426
Loss for the period	-	-	-	-	4,523	4,523
Balance, April 30, 2024	72,196,851	$ 53,285	$ 11,349	$ 3,794	$ (27,828)	$ 40,600
Private Placement at $0.15 per Unit	3,333,333	500	-	-	-	500
Shares repurchased (note 12)	(8,666,667)	(737)	(42)	-	-	(779)
Foreign currency translation differences	-	-	-	1,500	-	1,500
Loss for the period	-	-	-	-	(1,397)	(1,397)
Balance, January 31, 2025	**66,863,517**	**$ 53,048**	**$ 11,307**	**$ 5,294**	**$ (29,225)**	**$ 40,424**

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

1. Corporate information

Starcore International Mines Ltd. is the parent company of its consolidated group (the "Company" or "Starcore") and was incorporated in Canada with its head office located at Suite 750 – 580 Hornby Street, Vancouver, British Columbia, V6C 3B6. Starcore is engaged in exploring, extracting and processing gold and silver through its wholly-owned subsidiary, Compañia Minera Peña de Bernal, S.A. de C.V. ("Bernal"), which owns the San Martin mine in Queretaro, Mexico.

The Company is also engaged in acquiring mining related operating assets and exploration assets in North America and West Africa directly and through corporate acquisitions. In management's judgment, the Company has adequate working capital and cash for the upcoming twelve months.

2. Basis of preparation

a) Statement of compliance

These unaudited condensed interim consolidated financial statements for the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim consolidated financial statements, for the nine month period ended January 31, 2025, have been prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting, and do not include all the information required for full annual financial statements.

These condensed interim financial statements should be read in conjunction with the Company's April 30, 2024 audited annual financial statements. The financial statements were authorized for issue by the Board of Directors on March 13, 2025.

b) Basis of measurement

The unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, except certain financial instruments, which are measured at fair value, as explained in the Company's accounting policies discussed in note 3 of the Company's April 30, 2024 audited annual financial statements. These financial statements have been prepared using the accrual basis of accounting except for cash flow information. The unaudited condensed interim consolidated financial statements are presented in Canadian dollars, which is also the parent company's functional currency, and all values are rounded to the nearest thousand dollars, unless otherwise indicated.

The preparation of unaudited condensed interim consolidated financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment of complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 4 of the Company's April 30, 2024 audited annual financial statements.

c) Basis of consolidation

These unaudited condensed interim consolidated financial statements include the accounts of the Company and all of its subsidiaries, which are entities controlled by the Company. Control exists when the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from the entity's activities. Subsidiaries are included in the consolidated financial results of the Company from the effective date of acquisition up to the effective date of disposal or loss of control. The

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

2. Basis of preparation – (cont'd)

c) Basis of consolidation – (cont'd)

Company's wholly-owned subsidiary Bernal, along with various other subsidiaries, carry out their operations in Mexico, Côte D'Ivoire, and in Canada.

All intra-group transactions, balances, income and expenses are eliminated, in full, on consolidation.

3. Cash and cash equivalents

		January 31, 2025		April 30, 2024
Cash	**$**	**2,343**	$	4,094
GIC's		**-**		1,238
	$	**2,343**	$	5,332

For the year ended April 30, 2024, the Company held GIC's & U.S. Treasury Bills in US dollars, with a market value of $1,238, in various denominations maturing from May 13 to May 28, 2024 at interest rates between 4.60% and 5.32% and were cashable at the Company's option.

4. Amounts receivable

		January 31, 2025		April 30, 2024
Taxes receivable	**$**	**2,741**	$	1,682
Trades receivable		**159**		216
Other		**357**		472
	$	**3,257**	$	2,370

5. Inventory

		January 31, 2025		April 30, 2024
Carrying value of inventory:				
Doré	**$**	**668**	$	468
Work-in-process		**178**		109
Stockpile		**67**		55
Supplies		**770**		860
	$	**1,683**	$	1,492

6. Investment

The Company holds a FVTPL investment in Westward Gold Inc. ("WG"). At January 31, 2025, the Company held 3,872,000 (April 30, 2024 – 3,872,000) common shares valued at $0.085 for $329 representing a $nil unrealized gain/loss for the period (April 30, 2024 - $310 unrealized loss). The fair value of WG has been determined by reference to published price quotations in an active market.

While the Company will seek to maximize the proceeds it receives from the sale of its WG Shares, there is no assurance as to the timing of disposition or the amount that will be realized.

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

7. Mining interest, plant and equipment

		Mining Interest		Plant and Equipment Mining		Corporate Office Equipment		Total
Cost								
Balance, April 30, 2023	$	74,384	$	28,213	$	789	$	103,386
Additions		942		160		169		1,271
Disposals		-		(185)		(253)		(438)
Increase in ARO provision (note 11)		495		-		-		495
Effect of foreign exchange		589		224		-		813
Balance, April 30, 2024	$	76,410	$	28,412	$	705	$	105,527
Additions		554		1,475		91		2,120
Disposals		-		(31)		(1)		(32)
Effect of foreign exchange		3,970		1,538		-		5,508
Balance, January 31, 2025	**$**	**80,934**	**$**	**31,394**	**$**	**795**	**$**	**113,123**
Depreciation								
Balance, April 30, 2023	$	(49,827)	$	(22,663)	$	(666)	$	(73,156)
Depreciation for the year		(815)		(1,555)		(47)		(2,417)
Disposals		-		97		253		350
Effect of foreign exchange		(372)		(198)		-		(570)
Balance, April 30, 2024	$	(51,014)	$	(24,319)	$	(460)	$	(75,793)
Depreciation for the period		(907)		(1,165)		(73)		(2,145)
Disposals		-		20		1		21
Effect of foreign exchange		(2,674)		(1,237)		-		(3,911)
Balance, January 31, 2025	**$**	**(54,595)**	**$**	**(26,701)**	**$**	**(532)**	**$**	**(81,828)**
Carrying amounts								
Balance, April 30, 2024	$	25,396	$	4,093	$	245	$	29,734
Balance, January 31, 2025	**$**	**26,339**	**$**	**4,693**	**$**	**263**	**$**	**31,295**

San Martin

The Company’s mining interest, plant and equipment pertain to gold and silver extraction and processing through its San Martin mine in Mexico.

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

8. Exploration and evaluation assets

EU Gold

a) *Kimoukro Project, Côte d'Ivoire*

On January 18, 2024, the Company completed the Share Exchange Agreement entered into with EU Gold Mining Inc. ("EU Gold"), a private company holding mineral property interests in Côte d'Ivoire, whereby Starcore acquired all of the issued and outstanding shares of EU Gold in exchange for Starcore shares ("the "EU Share Exchange Transaction"). Before the EU Share Exchange Transaction, EU and Starcore had directors and officers in common.

EU Gold shareholders received two (2) common shares of the Company (the "Starcore Shares") for three (3) common shares of EU (the "EU" Shares") held by such EU shareholders (the "Exchange Ratio"). The Company issued 7,883,333 common shares at a fair value of $0.085 per share for total consideration of $670. Prior to the acquisition, there were 11,825,000 EU shares outstanding.

With the EU Share Exchange Transaction, EU Gold became a wholly-owned subsidiary of the Company, giving the Company the option (the "Option") to acquire from K Mining SARL ("K Mining"), an Ivorian gold exploration company in Abidjan, Côte d'Ivoire, all of its right, title and interest in and to the Kimoukro Gold Project ("Kimoukro Project"). See below for a summary of the consideration to K mining and the subsequent purchase of K Mining thereby further modifying the required consideration).

The EU Share Exchange Transaction was accounted for as an acquisition of assets in accordance with IFRS 2 in the year ended April 30, 2024. The purchase price of $670 has been allocated to the assets acquired based on their relative fair values on the closing date. The purchase price allocation is a result of management's best estimates and assumptions after taking into account all relevant information available. The purchase price has been allocated as follows:

Assets		
Cash	$	417
Amounts receivable		4
Mineral properties		255
Total assets	**$**	**676**
Liabilities		
Less: Trade and other payables	$	6
Total liabilities	**$**	**6**
Net assets acquired	**$**	**670**
Net assets consideration		
Shares (7,883,333 shares issued at fair value of $0.085 per share)	**$**	**670**

Former EU shareholders hold approximately 12.4% of the post-acquisition issued and outstanding shares of Starcore after giving effect to the EU Share Exchange Transaction. Included in the Starcore shares issued to EU Gold shareholders were 3,000,000 shares of Starcore issued to current and former management and directors of Starcore who held an interest in EU Gold.

8. Exploration and evaluation assets – (cont'd)

EU Gold – (cont'd)

a) *Kimoukro Project, Côte d'Ivoire* – (cont'd)

The acquisition of EU Gold gives the Company access to the Kimoukro Project located in the West African country of Côte d'Ivoire. By acquiring EU Gold, Starcore assumed all of the rights and obligations contained in a Mineral Property Option Agreement that EU Gold entered into with K Mining.

The Option called for the payment of $400 to the K Mining shareholder and to incur at least US$3,750,000 of expenditures on the Kimoukro Project, all over 36 months. As well, the Company issued 8,666,667 shares of Starcore to be held in escrow (issued at a total value of $737). On September 24, 2024, the Company repurchased the 8,666,667 shares previously issued as partial consideration for the Option. The Company acquired the shares from the sole shareholder of K Mining at $0.10 per share, payable in 12 equal tranches over 33 months (see note 12).

Subsequent to the period ending January 31, 2025, the Company entered into a Share Purchase Agreement to acquire all of the issued and outstanding shares of K Mining, which holds seven gold permit applications covering a total of 1,393 km2, including the Kimoukro Project of 14.47 km2. As a result, the payments required above were replaced by the purchase agreement requirements as outlined below.

In consideration of $500, the Company acquired all of the issued and outstanding shares of K Mining from its sole shareholder, SPAM SRL (the "Shareholder"). The Agreement is subject to acceptance by the ministerial authorities in Cote d'Ivoire. Upon such acceptance, the Company will issue a Promissory Note to the Shareholder, which shall bear interest at the rate of 2.0% per annum and mature three years from the date of issue.

The Agreement provides for additional payments to be made by the Company to the Shareholder, on the occurrence of the following events:

(a) Upon receipt by the Company of a NI 43-10l compliant report containing a resource estimate of at least 500,000 ounces of gold or gold equivalent on any portion of the exploration permits, the Company will pay to the Shareholder the sum of US$500,000.
(b) Upon receipt by the Company of a preliminary positive feasibility report on any portion of the exploration permits, the Company will pay to the Shareholder an additional sum of US$500,000.

Pursuant to the Agreement, and in accordance with IFRS 3 – *Business* Combinations, the acquisition will result in the consolidation of K Mining into the Company's financial statements. Consequently, the Option ceases to have legal or economic substance, and is therefore nullified effective February 3, 2025.

Creston Moly ("Creston") properties

The Company has acquired the rights to the following exploration properties:

a) *El Creston Project, Mexico*

The Company acquired a 100% interest in mineral claims known as the El Creston molybdenum property located northeast of Hermosillo, State of Sonora, Mexico, which has completed a Preliminary Economic assessment on the property based on zones of porphyry-style molybdenum ("Mo")/copper ("Cu") mineralization. The mineral concessions are subject to a 3% net profits interest. The Company has also acquired additional adjacent claims located in Opodepe, Sonora, Mexico.

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

8. Exploration and evaluation assets – (cont'd)

b) *Ajax Project, Canada*

The Company acquired a 100% interest in mineral claims known as the Ajax molybdenum property located in B.C.

Starcore properties

a) *El Oro Tailings Project, Mexico*

On May 3, 2024, the Company executed a Memorandum of Understanding ("MOU") to enter into a joint venture with Kappes, Cassiday & Associates ("KCA") to launch an environmental rehabilitation project to clean up mine tailings from the municipality of El Oro in Mexico (the "El Oro Tailings"). KCA will provide its expertise and services for the project aimed at rehabilitating the environment and the Company will be responsible for the capital cost to modify the San Martin plant and will act as operator in processing the El Oro tailings. Net profits generated from the JV will be allocated (i) 100% to the Company until it has recouped its capital costs, and (ii) thereafter on a 70/30 (Starcore/KCA) basis.

It is intended that the MOU will be replaced with a formal JV agreement, subject to: (i) KCA having earned a 100% interest in Xali Gold's El Oro Tailings Project by making the agreed-upon payments to Xali Gold, subject to royalty payments, (ii) satisfactory drilling and testing of the El Oro Tailings, and (iii) satisfactory arrangements being negotiated with the municipality of El Oro.

Per the MOU, the Company assumes the responsibility for 50% of the payments due to Xali Gold by KCA.

	Creston Properties	AJAX Properties	EU Gold Properties	Starcore Properties	Total
Acquisition costs					
Balance, April 30, 2023	$ 2,001	$ -	$ -	$ -	$ 2,001
Acquisition payments	-	-	255	90	345
Mineral Property Option	-	-	737	-	737
Balance, April 30, 2024 and January 31, 2025	**$ 2,001**	**$ -**	**$ 992**	**$ 90**	**$ 3,083**
Exploration costs					
Balance, April 30, 2023	$ 3,604	$ 76	$ -	$ -	$ 3,680
Maintenance	654	119	72	-	845
Foreign Exchange	35	-	-	-	35
BC Mining Exploration Tax Credit	-	(23)	-	-	(23)
Balance, April 30, 2024	$ 4,293	$ 172	$ 72	$ -	$ 4,537
Maintenance	673	3	767	358	1,801
Foreign Exchange	141	-	37	10	188
BC Mining Exploration Tax Credit	-	(1)	-	-	(1)
Balance, January 31, 2025	**$ 5,107**	**$ 174**	**$ 876**	**$ 368**	**$ 6,525**
Total Exploration and evaluation assets					
Balance, April 30, 2024	$ 6,294	$ 172	$ 1,064	$ -	$ 7,530
Balance, January 31, 2025	**$ 7,108**	**$ 174**	**$ 1,868**	**$ 458**	**$ 9,608**

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

9. Leases

Lease liabilities have been measured by discounting future lease payments at the incremental borrowing rate of 8% per annum and represents the Company's best estimate of the rate of interest that it would expect to pay to borrow, on a collateralized basis, over a similar term, an amount equal to the lease payments in the current economic environment. The Company recognized lease liabilities in relation its head office in Canada and machinery in Mexico. The following is a reconciliation of the changes in the lease liabilities and assets:

	Office	Mining Equipment	Total
Lease liabilities, April 30, 2023	$ 122	$ 262	$ 384
Additions	-	692	692
Lease accretion	8	48	56
Payments	(62)	(328)	(390)
Foreign exchange	-	16	16
Lease liabilities, April 30, 2024	68	690	758
Additions	-	193	193
Lease accretion	3	37	40
Payments	(49)	(364)	(413)
Foreign exchange	-	32	32
Lease liabilities, January 31, 2025	**$ 22**	**$ 588**	**$ 610**

	Office	Mining Equipment	Total
Right-of-use assets, April 30, 2023	$ 104	$ 272	$ 376
Additions	-	816	816
Amortization	(52)	(359)	(411)
Foreign exchange	-	21	21
Right-of-use assets, April 30, 2024	52	750	802
Additions	-	241	241
Amortization	(39)	(370)	(409)
Foreign exchange	-	34	34
Right-of-use assets, January 31, 2025	**$ 13**	**$ 655**	**$ 668**

10. Financing costs

The Company’s financing costs for the period as reported on its Consolidated Statement of Operations and Comprehensive Income (Loss) can be summarized as follows:

For the period ended January 31,	**2025**	2024
Unwinding of discount on rehabilitation and closure accretion (note 11)	**$ 260**	$ 172
Lease accretion Starcore (note 9)	**3**	6
Bank fees	**8**	10
Interest expense	**18**	-
Interest revenue	**(109)**	(143)
	$ 180	$ 45

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

11. Rehabilitation and closure cost provision

The Company's asset retirement obligations consist of reclamation and closure costs for the mine. At January 31, 2025, the present value of obligations is estimated at $4,006 (April 30, 2024 - $3,562) based on expected undiscounted cash-flows at the end of the mine life of $4,031 (April 30, 2024 - $4,031), which is calculated annually over 5 to 10 years. Such liability was determined using a discount rate of 9.25% (April 30, 2024 – 9.25%) and an inflation rate of 4.55% (April 30, 2024 – 4.55%).

Significant reclamation and closure activities include land rehabilitation, demolition of buildings and mine facilities, closing portals to underground mining areas and other costs. Changes to the reclamation and closure cost balance during the period are as follows:

	January 31, 2025	April 30, 2024
Balance, beginning of period	**$ 3,562**	$ 2,920
Accretion expense	**260**	235
Increase in provision	**-**	495
Foreign exchange fluctuation	**184**	(88)
Balance, end of period	**$ 4,006**	$ 3,562

12. Share capital

a) Common shares

The Company is authorized to issue an unlimited number of common shares, issuable in series.

The holders of common shares are entitled to one vote per share at meetings of the Company and to receive dividends, which may be declared from time-to-time. All shares are ranked equally with regard to the Company's residual assets.

On June 7, 2024, the Company completed a non-brokered private placement for gross proceeds of $500. The private placement consisted of 3,333,333 units (the "Units") at a price of $0.15 per Unit. Each Unit will be comprised of one common share of Starcore and one common share purchase warrant (the "Warrants"), each whole Warrant exercisable for a period of two years from the date of issue to purchase one common share of Starcore at a price of $0.25 per share.

All of the securities issued pursuant to this financing have a hold period expiring four months plus one day after the closing date.

During the period ended April 30, 2024, the Company issued:

- 7,883,333 shares pursuant to the EU Share Exchange Transaction at a fair value of $0.085 for a total value of $670, whereby the Company acquired all of the issued and outstanding shares of EU Gold (note 8).

- 8,666,667 shares pursuant to the Kimoukro Option Price at a fair value of $0.085 for a total value of $737 (note 8). On September 24, 2024, the Company repurchased the 8,666,667 shares previously issued as partial consideration for the Option. The Company acquired the shares from the sole shareholder of K Mining at $0.10 per share, payable in 12 equal tranches over 33 months. The Toronto Stock Exchange ("TSX") confirmed the 8,666,667 shares were cancelled effective October 9, 2024. Using a discount rate of 8%, $244 is recorded as a current liability under Trade and other payables and the remaining $404 is classified as non-current.

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

12. Share capital – (cont'd)

b) Warrants

A summary of the Company's outstanding share purchase warrants at January 31, 2025 and April 30, 2024 and the changes during the period ended is presented below:

	Number of warrants	Weighted average exercise price
Outstanding at April 30, 2024	**3,000,000**	**$ 0.30**
Granted	3,333,333	0.25
Outstanding at January 31, 2025	**6,333,333**	**$ 0.27**

During the period ended January 31, 2025, 3,333,333 warrants were issued that are exercisable at $0.25 per share expiring June 7, 2026.

c) Share-based payments

The Company, in accordance with the policies of the Toronto Stock Exchange ("TSX"), was previously authorized to grant options to directors, officers, and employees to acquire up to 20% of the amount of stock outstanding. In January 2014, the Company's shareholders voted to cancel the Company's option plan and, as a result, the Company's Board of Directors have not granted further options and there were no options outstanding, for the periods ended January 31 2025, April 30, 2024 and April 30, 2023.

d) Deferred Share Units ("DSU") & Restricted Share Units ("RSU")

Effective August 1, 2016, The Board of Directors approved the adoption of a Restricted Share Unit and Deferred Share Unit Plan (the "RSU/DSU Plan"). Although the RSU/DSU Plan is share-based, all vested RSUs and DSUs will be settled in cash. No common shares will be issued. The Company may issue no more than the equivalent of 20% of its issued and outstanding common shares as RSU/DSU share incentives.

RSU

The RSU plan is for eligible members of the Board of Directors, eligible employees and eligible contractors. The RSUs vest over a period of three years from the date of grant, vesting as to one-third each year from date of grant. In addition to the vesting period, the Company has also set Performance Conditions that will accompany vested RSUs. The Performance Conditions to be met are established by the Board at the time of grant of the RSU. RSUs that are permitted to be carried over to the succeeding years shall expire no later than the third calendar year after the year in which the RSUs have been granted and will be terminated to the extent the performance objectives or other vesting criteria have not been met. The RSU share plan transactions during the year were as follows:

	Units
Outstanding at April 30, 2023	1,380,000
Cancelled	(397,500)
Exercised	(295,000)
Outstanding at April 30, 2024	687,500
Cancelled	(390,833)
Exercised	(206,667)
Outstanding at January 31, 2025	**90,000**

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

12. Share capital – (cont'd)

d) Deferred Share Units ("DSU") & Restricted Share Units ("RSU") – (cont'd)

RSU – (cont'd)

No RSU's were granted in the period ended January 31, 2025 (April 30, 2024 – nil). The RSU's have been valued at fair value of $0.14 per share as at January 31, 2025 (April 30, 2024 - $0.14), and the total fair value of this liability is recorded at $3 (April 30, 2024 - $24) under Trade and Other Payables on the Statements of Financial Position.

DSU

The Company introduced a DSU plan for eligible directors. The DSUs are paid in full in the form of a lump sum payment no later than December 31st of the calendar year immediately following the calendar year of termination of service. DSU Awards going forward will vest on each anniversary date of the grant over a period of 3 years. The DSU share plan transactions during the period were as follows:

	Units
Outstanding at April 30, 2023	2,525,000
Cancelled	(166,667)
Exercised	(333,333)
Outstanding at April 30, 2024	2,025,000
Exercised	(240,000)
Outstanding at January 31, 2025	**1,785,000**

Based on the fair value at January 31, 2025 of $0.14 (April 30, 2024 - $0.14) per share, the Company has recorded a liability of $250 (April 30, 2024 - $297) under Trades and Other Payable on the Statements of Financial Position. No DSU's were granted in the current period ended January 31, 2025 (April 30, 2024 – nil). During the period ended January 31, 2025 a total of $8 (January 31, 2024 – ($264)) was recorded in the Statement of Operations and Comprehensive Income (Loss) as share-based payments, included in management fees, wages and consulting.

13. Financial instruments

All significant financial assets, financial liabilities and equity instruments of the Company are either recognized or disclosed in the consolidated financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk. Cash and investments are carried at fair value. There are no material differences between the carrying values and the fair values of any other financial assets or liabilities due to their short term nature. In the normal course of business, the Company's assets, liabilities and future transactions are impacted by various market risks, including currency risks associated with inventory, revenues, cost of sales, capital expenditures, interest earned on cash and the interest rate risk associated with floating rate debt.

a) Currency risk

Currency risk is the risk to the Company's earnings that arises from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risk. The Company's cash and cash equivalents, amounts receivable, prepaid expenses and advances, and trade and other payables are held in Canadian dollars, US dollars, and Mexican pesos. Therefore, US dollars and Mexican pesos are subject to fluctuation against the Canadian dollar. The maximum risk exposure due to foreign currency fluctuations for these accounts as of the reporting date is as follows:

13. Financial instruments – (cont'd)

a) Currency risk – (cont'd)

In thousands of		USD$		MXN$
Cash and cash equivalents	$	540	$	20,235
Amounts receivable	$	122	$	40,419
Prepaid expenses and advances	$	65	$	4,175
Trade and other payables	$	448	$	45,658

A 10% increase or decrease in the US dollar exchange may increase or decrease comprehensive income (loss) by approximately $190. A 10% increase or decrease in the MXN$ exchange rate will decrease or increase comprehensive income (loss) by approximately $254.

b) Interest rate risk

The Company's cash earns interest at variable interest rates. While fluctuations in market rates do not have a material impact on the fair value of the Company's cash flows, future cash flows may be affected by interest rate fluctuations. The Company is not significantly exposed to interest rate fluctuations and interest rate risk consists of two components:

i) To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to interest rate cash flow risk.

ii) To the extent that changes in prevailing market interest rates differ from the interest rates in the Company's monetary assets and liabilities, the Company is exposed to interest rate price risk.

c) 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. The Company's maximum exposure to credit risk is with respect to its cash and cash equivalents and account receivable, the balance of which at January 31, 2025 is $5,600 (April 30, 2024 - $7,702).

Cash and cash equivalents of $1,418 (April 30, 2024 - $279) are held at a Mexican financial institution, cash and cash equivalents of $708 (April 30, 2024 – $4,898) are held in US dollars at Canadian financial institutions and the remainder of $217 (April 30, 2024 - $155) are held at chartered Canadian financial institutions; the Company is exposed to the risks of those financial institutions. The taxes receivable are comprised of Mexican VAT taxes receivable of $2,706 (April 30, 2024 - $1,622) and GST/BCMETC receivables of $35 (April 30, 2024 - $60), which are subject to review by the respective tax authority. Trade receivables include $159 (April 30, 2024 - $216) due from one customer.

d) Liquidity risk

Liquidity risk arises from the excess of financial obligations over available financial assets due at any point in time. The Company's objective in managing liquidity risk is to maintain sufficient readily available reserves in order to meet its liquidity requirements. The Company accomplishes this by achieving profitable operations and maintaining sufficient cash reserves. As at January 31, 2025, the Company was holding cash of $2,343 (April 30, 2024 - $5,332).

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

13. Financial instruments – (cont'd)

d) Liquidity risk – (cont'd)

Obligations due within twelve months of January 31,		**2025**		**2026**		**2027**		**2028 and beyond**
Trade and other payables	$	4,245	$	-	$	-	$	-
Reclamation and closure obligations	$	-	$	-	$	-	$	4,031
Share repurchases (undiscounted)	$	289	$	289	$	144	$	-
Leases liability (undiscounted)	$	495	$	107	$	-	$	-

The Company's trade and other payables are due in the short term. Long-term obligations include the Company's reclamation and closure cost obligations, other long-term liabilities and deferred income taxes. Management believes that profits generated from the mine and periodic financing will be sufficient to meet its financial obligations.

e) Commodity risk

Mineral prices and marketability fluctuate and any decline in mineral prices may have a negative effect on the Company. Mineral prices, particularly gold and silver prices, have fluctuated widely in recent years. The marketability and price of minerals which may be produced and sold by the Company will be affected by numerous factors beyond the control of the Company. These other factors include delivery uncertainties related to the proximity of its resources to processing facilities and extensive government regulations related to price, taxes, royalties, allowable production land tenure, the import and export of minerals and many other aspects of the mining business. Declines in mineral prices may have a negative effect on the Company. A 10% decrease or increase in metal prices may result in a decrease or increase of $2,279 in revenue.

14. Commitments and related party transactions

Except as disclosed elsewhere in these consolidated financial statements, the Company has the following commitments outstanding at January 31, 2025:

a. The Company has a land rental commitment with respect to the land at the mine site, for MX$280k per month. The Company also has ongoing concession commitments on the mine site and on exploration and evaluation assets of approximately $921 per year.

b. The Company has management contracts to officers and directors totaling $600 and US$315 per year, payable monthly, expiring in April 2026.

The Company paid the following amounts to key management personnel, consisting of the chief executive officer, president, chief financial officer, the chief operating officer and directors in the years:

For the period ended January 31,		**2025**		2024
Management fees	**$**	**964**	$	838
Legal fees – Professional fees		**2**		1
Director fees - salaries		**36**		39
Total	**$**	**1,002**	$	878

(in thousands of Canadian dollars unless otherwise stated) - Unaudited

14. Commitments and related party transactions – (cont'd)

The Company also accrued $8 (January 31, 2024 – ($188)) for DSU's for directors and $1 (January 31, 2024 – $1 for RSU's which are not included above. Based on the fair value at January 31, 2025 of $0.14 (April 30, 2024 - $0.14) per share, the Company has recorded a liability of $250 for DSUs (April 30, 2024 - $297) and $1 (April 30, 2024 - $13) for RSU's owed to key management personnel and directors under Trades and Other Payable on the Statement of Financial Position.

During the period ended January 31, 2025, the Company reimbursed, at actual cost, certain office and administration expenses totaling $107 (January 31, 2024 – $70) from a company controlled by an officer and director of the Company. As at January 31, 2025, the Company had amounts payable to officers and directors, and a company with a director in common of $nil (April 30, 2024 – $45) and an amounts receivable from a company with a director in common of $23 (April 30, 2024 – $21).

During the year ended April 30, 2023, the Company issued an advance to a key management personnel for the amount of $134 (US$100). As at January 31, 2025, the balance of the advance was $159 (US$110) (April 30, 2024 - $145 (US$106)) and included interest at the prescribed rates indicated by the Canada Revenue Agency (CRA).

15. Capital disclosures

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in the consolidated statements of changes in equity as capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements, sell assets to reduce debt or return capital to shareholders. The Company is not subject to externally imposed capital requirements and there were no changes to the capital management in the period ended January 31, 2025.

16. Earnings per share

The Company calculates the basic and diluted income per common share using the weighted average number of common shares outstanding during each period and the diluted income per share assumes that the outstanding vested stock options and share purchase warrants had been exercised at the beginning of the period. As at January 31, 2025 and 2024, all warrants outstanding were excluded in the dilutive weighted average shares outstanding as they were anti-dilutive. The denominator for the calculation of income per share, being the weighted average number of common shares, is calculated as follows:

For the period ended January 31,	**2025**	2024
Issued common share, beginning of period	**72,196,851**	**55,646,851**
Weighted average issuances (buybacks)	**(584,541)**	**779,529**
Diluted weighted average common shares	**71,612,310**	**56,426,380**

17. Segmented information

During the period ended January 31, 2025, the Company earned all of its revenues from one customer. As at January 31, 2025, the Company does not consider itself to be economically dependent on this customer as transactions with this party can be easily replaced by transactions with other parties on similar terms and conditions. The balance owing from this customer on January 31, 2025 was $159 (April 30, 2024 - $216). The Company operates in one segment, the revenue is from gold and silver mining generated in Mexico.