



1100 – 1199 West Hastings Street,
Vancouver, BC, V6E 3T5
Tel: 604-806-0626
www.southernsilverexploration.com

**Condensed Consolidated Interim Financial Statements
Three Months Ended July 31, 2024 and 2023
(Expressed in Canadian Dollars)
(Unaudited)**

<u>Index</u>	<u>Page</u>
Notice of No Auditor Review	2
Condensed Consolidated Interim Financial Statements	
Condensed Consolidated Interim Statements of Comprehensive Loss	3
Condensed Consolidated Interim Statements of Financial Position	4
Condensed Consolidated Interim Statements of Changes in Equity	5
Condensed Consolidated Interim Statements of Cash Flows	6
Notes to the Condensed Consolidated Interim Financial Statements	7-16

Notice of no Auditor Review of Condensed Consolidated Interim Financial Statements

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

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

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Comprehensive Loss

Three Months Ended July 31, 2024 and 2023

(Expressed in Canadian Dollars, Unaudited)

	Note	July 31, 2024	July 31, 2023
		\$	\$
Administration	6	15,000	15,000
Consulting	6	91,657	64,380
Exploration and evaluation	5 & 6	549,359	584,360
Investor relations and corporate development	6	83,845	96,031
Office and general	6	20,150	9,414
Professional fees	6	81,858	97,810
Regulatory fees and taxes		9,868	14,899
Shareholders' communication		3,207	2,481
Transfer agent		6,472	14,893
		861,416	899,268
Foreign exchange		5,779	6,139
Other income		(1,878)	(50,306)
Loss and comprehensive loss for the period		865,317	855,101
Loss per share - basic and diluted		-	-
Weighted average number of shares outstanding - basic and diluted	7	293,355,927	291,546,747

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

Southern Silver Exploration Corp.
(An Exploration Stage Company)
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars, Unaudited)

	Note	July 31, 2024	April 30, 2024
		\$	\$
Assets			
Current			
Cash and cash equivalents	4	2,951,746	730,456
Other receivables		22,076	22,143
Prepaid expenses		118,098	91,312
		3,091,920	843,911
Non-current			
Reclamation bonds		147,181	146,898
Mineral properties	5	34,568,703	34,527,618
		34,715,884	34,674,516
		37,807,804	35,518,427
Liabilities			
Current			
Account payable and accrued liabilities		386,191	444,760
Due to related parties	6	71,505	46,402
		457,696	491,162
Shareholders' Equity			
Share capital	7	84,196,427	82,225,073
Subscription proceeds received in advance		1,168,530	-
Share-based payments reserve		6,769,332	6,740,912
Other reserve		9,270	9,270
Deficit		(54,793,451)	(53,947,990)
		37,350,108	35,027,265
		37,807,804	35,518,427

Nature of Operations and Going Concern (Note 1)

Approved on behalf of the Board

"Lawrence Page"
Lawrence Page, K.C.

"Gina Jones"
Gina Jones

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

Three Months Ended July 31, 2024 and 2023

(Expressed in Canadian Dollars, Unaudited)

	Share capital	Share capital	Subscription proceeds received in advance	Share-based payments reserve	Other reserve	Deficit	Total
	Number	\$	\$	\$	\$	\$	\$
Balance, April 30, 2023	291,546,757	82,225,073	-	8,514,546	9,270	(52,028,452)	38,720,437
Fair value of options expired	-	-	-	(1,107,316)	-	1,107,316	-
Fair value of warrants expired	-	-	-	(678,844)	-	678,844	-
Share-based compensation	-	-	-	12,526	-	-	12,526
Net loss	-	-	-	-	-	(3,705,698)	(3,705,698)
Balance, April 30, 2024	291,546,757	82,225,073	-	6,740,912	9,270	(53,947,990)	35,027,265
Issued							
Private Placement	9,508,978	2,091,975	-	-	-	-	2,091,975
Subscription proceeds received	-	-	1,168,530	-	-	-	1,168,530
Exercise of stock options	100,000	12,000	-	-	-	-	12,000
Exercise of warrants	100,000	25,000	-	-	-	-	25,000
Share issue costs	-	(167,888)	-	58,543	-	-	(109,345)
Fair value of options exercised	-	10,267	-	(10,267)	-	-	-
Fair value of options expired	-	-	-	(19,856)	-	19,856	-
Net loss	-	-	-	-	-	(865,317)	(865,317)
Balance, July 31, 2024	301,255,735	84,196,427	1,168,530	6,769,332	9,270	(54,793,451)	37,350,108

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

Southern Silver Exploration Corp.
(An Exploration Stage Company)
Condensed Consolidated Interim Statements of Cash Flows
Three Months Ended July 31, 2024 and 2023
(Expressed in Canadian Dollars, Unaudited)

	July 31, 2024	July 31, 2023
	\$	\$
Operating activities		
Net loss for the period	(865,317)	(855,101)
<i>Items not involving cash</i>		
Unrealized foreign exchange	(285)	1,952
<i>Changes in non-cash working capital</i>		
Taxes and other receivables	67	6,884
Prepays	(26,786)	(32,988)
Accounts payable and accrued liabilities	(76,389)	(118,234)
Due to related parties	25,103	(4,014)
Cash used in operating activities	(943,607)	(1,001,501)
Investing activity		
Mineral property acquisition costs, net	(41,085)	(56,326)
Cash used in investing activity	(41,085)	(56,326)
Financing Activities		
Shares issued for cash, net	2,037,450	-
Subscription proceeds received in advance	1,168,530	-
Cash provided by financing activities	3,205,980	-
Foreign exchange effect on cash	2	3,241
Increase / (Decrease) in cash during the period	2,221,290	(1,054,586)
Cash, beginning of period	730,456	4,670,767
Cash, end of period	2,951,746	3,616,181
Cash and cash equivalents consist of:		
Cash	2,810,037	684,998
Cash equivalents	141,709	2,931,183

Supplemental Cash Flow Information – Note 9

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

1. Nature of Operations and Going Concern

Southern Silver Exploration Corp. (the "Company") is an exploration stage company incorporated under the laws of British Columbia, Canada. The Company's principal business activities include the acquisition, exploration, and development of natural resource properties for enhancement of value and disposition pursuant to sales agreements or development by way of third-party option and/or joint venture agreements. The Company's registered office is 1710 - 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that any of the Company's current or future exploration programs will result in profitable mining operations. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain financing to complete their exploration and development, and establish future profitable operations, or realize proceeds from their sale. The carrying value of the Company's mineral properties does not reflect present or future value.

These condensed consolidated interim financial statements were prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company incurred a net loss of \$865,317 for the three months ended July 31, 2024 (2023 - \$855,101) and had an accumulated deficit of \$54,793,451 as of July 31, 2024 (April 30, 2024 - \$53,947,990).

As of July 31, 2024, the Company does not have sufficient working capital to meet its administrative overheads and continue its exploration programs. The Company has relied mainly upon the issuance of share capital and short-term debt to finance its activities. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. In order to finance future activities, the Company will be required to raise further financing which may include issuing further share capital through private placements and the exercise of options and warrants or obtaining short-term debt. While the Company has been successful in the past in raising financing to fund its operations, there can be no assurance that such financing will be available to the Company or on favourable terms to the Company. These matters create material uncertainties which may cast significant doubt over the Company's ability to continue as a going concern.

These condensed consolidated interim financial statements do not include the adjustments to assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

The economic uncertainties around persistent inflation pressure, geopolitical and other global factors have the potential to slow growth in the global economy. Future developments in these challenging areas could impact on the Company's results and financial condition and the full extent of that impact remains unknown. However, as at July 31, 2024, the Company has not been significantly impacted by these matters.

2. Basis of Preparation and Consolidation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Accounting 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*, using historical cost and the accrual basis, except for cash flow information and financial instruments measured at fair value. The Company's functional and presentation currency is the Canadian dollar.

These condensed consolidated interim financial statements should be read in conjunction with the annual audited consolidated financial statements for the year ended April 30, 2024 which have been prepared in accordance with IFRS as issued by the IASB.

2. Basis of Preparation and Consolidation, continued

Control is based on whether an investor has power over the investee, exposure of rights to variable returns from its involvement with the investee, and the ability to use its power over the investee to affect the amount of returns. All inter-company transactions and balances have been eliminated upon consolidation. The condensed consolidated interim financial statements of the Company include the following entities controlled by the Company:

Entity	Country of Incorporation	Principal Activity
Southern Silver Holdings Limited ("SSHL")	British Virgin Islands	Holding company - 100% owned by the Company
Minera Plata del Sur S.A de C.V. ("MPS")	Mexico	Mineral exploration - 100% owned by SSHL
Southern Silver Projects Limited ("SSPL")	British Virgin Islands	Holding company - 100% owned by the Company
Exploraciones Magistral S.A de C.V.	Mexico	Mineral exploration - 100% owned by SSPL
Southern Silver Exploration Corp. (US)	United States of America	Mineral exploration - 100% owned by the Company
Exploraciones Minasol S.A de C.V.	Mexico	Mineral exploration - 100% owned by the Company

These condensed consolidated interim financial statements were approved and authorized for issue by the Board of Directors on September 23, 2024.

3. Summary of Material Accounting Policies

The same material accounting policies are used in the preparation of these condensed consolidated interim financial statements as for the most recent audited annual consolidated financial statements and reflect all the adjustments necessary for fair presentation in accordance with IFRS of the results for the interim periods presented.

Significant Accounting Estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, and revenue and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods.

Areas of significant judgement and estimates for the three months ended July 31, 2024 in the application of IFRS that have a significant effect on these condensed consolidated interim financial statements and estimates with a significant risk of material adjustment in the current and following fiscal years are discussed in Note 3 of the Company's audited annual consolidated financial statements for the year ended April 30, 2024.

4. Financial Instruments

The Company's financial instruments include: cash and cash equivalents, other receivables and reclamation bonds which are classified as financial assets at amortized cost, and accounts payable and accrued liabilities and due to related parties, which are classified as financial liabilities at amortized cost. The carrying values of all of these instruments approximate their fair values due to the short period to maturity.

The Company's financial instruments are exposed to certain financial risks, including currency risk, interest rate risk and credit risk. Currency risk is considered immaterial. The Company's exposure to the other risks and its methods of managing these risks are summarized as follows:

Interest Rate Risk

Interest rate risk is the risk that future cash flows or fair values will fluctuate as a result of changes in market interest rates.

The Company has limited exposure at July 31, 2024 to interest rate risk. Cash equivalents consist of \$141,709 in a 90-day cashable GIC term deposit (April 30, 2024 - \$339,831), which earns an effective interest rate of 5.20% per annum and matures November 1, 2024.

Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge its contractual obligations.

The Company is exposed to credit risk with respect to managing its cash and cash equivalents. The Company's risk management policies require significant cash deposits or any short-term investments be invested with Canadian chartered banks rated BBB or better. All investments must be less than one year in duration. The maximum exposure to credit risk is the carrying value of the Company's cash and cash equivalents.

Liquidity Risk

Liquidity risk is the risk that the Company will be unable to meet financial obligations as they fall due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it will have sufficient funds to meet liabilities when due by forecasting cash flows for operations, anticipated investing and financing activities and through management of its capital structure. As at July 31, 2024, the Company had a working capital of \$2,634,224 (April 30, 2024 - \$352,749). As at July 31, 2024, all of the Company's financial liabilities are either due immediately or have contractual maturities of less than 90 days.

Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to currency risk to the extent expenditures incurred, funds received and balances maintained by the Company are denominated in currencies other than the Canadian dollar (primarily US dollars and Mexican pesos).

The Company does not manage currency risks through hedging or other currency management tools. There has been no significant change in the Company's net exposure to currency risk compared with April 30, 2024.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is not exposed to significant other price risk.

5. Mineral Properties

Mineral property acquisition costs as at July 31, 2024 were:

	Cerro Las Minitas	El Sol	Oro	Hermanas	Total
	\$	\$	\$	\$	\$
Balance, April 30, 2023	33,021,803	384,610	717,747	96,414	34,220,574
Additions	53,850	-	207,429	45,765	307,044
Balance, April 30, 2024	33,075,653	384,610	925,176	142,179	34,527,618
Additions	-	-	41,085	-	41,085
Balance, July 31, 2024	33,075,653	384,610	966,261	142,179	34,568,703

(a) Cerro Las Minitas - Durango, Mexico

The property consists of a fully owned interest in twenty-five mineral concessions located in Durango, Mexico. The Company has future and possible obligations as follows:

- (i) On April 20, 2017, two contiguous concessions were acquired by staking. One of these claims is subject to a finder's fee whereby minimum periodic payments are due on a semi-annual basis accelerating from US \$5,000 to US \$25,000 over a ninety-six-month period and a 1% Net Smelter Royalty ("NSR") with such periodic payments being credited to NSR payments. The royalty will be reduced to 0.5% subsequent to payment of US \$5,000,000 in NSR payments.
- (ii) One additional concession may be acquired if the underlying owner can deliver registered title and by making a payment, excluding applicable local taxes, of US \$200,000.

(b) El Sol - Durango, Mexico

The property consists of a fully owned interest in certain mineral claims located in Durango, Mexico. The claims total 63 hectares and are situated contiguous with Cerro Las Minitas. The property is subject to a 2% NSR payable to the optionor who has granted the Company an option to purchase the NSR at any time for US \$1,000,000.

(c) Oro - New Mexico, USA

The property consists of certain unpatented mining claims in the Eureka Mining District, Grant County, New Mexico, patented lode mining claims, which are adjacent to these claims, and patented surface rights to a contiguous property. Subsequent to the period end, the Company opted to not renew certain New Mexico State leases (Note 10). The property is subject to a 2% NSR payable to the optionors whom have granted the Company an option to purchase the NSR at any time in 0.5% increments at US \$500,000 for each increment.

Pursuant to a lease with option to purchase agreement dated May 1, 2011, as amended, the Company can earn a 100% interest in six unpatented lode mining claims also located in the Eureka Mining District, Grant County, New Mexico.

Southern Silver Exploration Corp.
(An Exploration Stage Company)
Notes to the Condensed Consolidated Interim Statements
Three Months Ended July 31, 2024 and 2023
(Expressed in Canadian Dollars, Unaudited)

5. Mineral Properties, continued

Remaining lease payments are due as:

- (i) US \$30,000 May 1, 2024 (paid); and
- (ii) US \$60,000 annually from May 1, 2025 to May 1, 2031.

The Company can purchase the property at any time by paying any amounts remaining under the lease, subject to a 1% NSR payable to the optionors, which terminates when aggregate payments thereunder equal US \$500,000.

(d) Hermanas – New Mexico, USA

On December 7, 2021, the Company entered into an agreement to purchase 83 lode claims in Luna County, New Mexico, east of the Oro property. Upon payment of Annual Minimum Royalty (“AMR”) payments, commencing at US \$15,000 on October 15, 2022 and increasing by US \$5,000 per annum until October 15, 2027, the Company will have earned a full interest in the property.

Remaining Annual Minimum Royalty (“AMR”) payments are due as follows:

- (i) US \$25,000 on October 15, 2024;
- (ii) US \$30,000 on October 15, 2025;
- (iii) US \$35,000 on October 15, 2026; and
- (iv) US \$40,000 on October 15, 2027.

A minimum AMR of US \$50,000 will continue to be due each year commencing October 15, 2028. The property is subject to a 2% NSR payable to the optionor. The NSR will be reduced to 1% upon completion of cumulative AMR and NSR payments totaling US \$10,000,000.

(e) Exploration and Evaluation Expenditures

Exploration and evaluation expenditures for the three months ended July 31, 2024, and 2023 were:

	Cerro Las Minitas		El Sol		Oro		Hermanas		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Assays and analysis	-	5,057	-	-	-	26,719	-	-	-	31,776
Camp and supplies	43,333	63,799	-	-	5,916	-	-	-	49,249	63,799
Claim taxes	116,416	116,654	1,013	-	-	-	-	-	117,429	116,654
Geological services	216,867	183,672	-	-	10,408	19,490	616	7,742	227,891	210,904
Project supervision	127,729	118,002	51	100	5,805	12,890	-	179	133,585	131,171
Travel	-	2,316	-	-	6,460	5,569	-	2,628	6,460	10,513
IVA	9,709	17,658	-	-	-	-	-	-	9,709	17,658
Other	-	1,792	-	-	-	-	-	93	-	1,885
	514,054	508,950	1,064	100	28,589	64,668	616	10,642	544,323	584,360
General									5,036	-
									549,359	584,360

6. Related Party Balances and Transactions

Except as disclosed elsewhere, the Company entered into the following related party transactions:

(a) Pursuant to a service agreement between the Company and Manex Resource Group Inc., a company indirectly controlled by Killian Ruby, an officer of the Company, the Company was charged as follows:

- \$15,000 (2023 - \$15,000) for office space and general administration services;
- \$13,591 (2023 - \$5,913) for professional services;
- \$7,500 (2023 - \$4,500) for Chief Financial Officer services;
- \$17,216 (2023 - \$2,880) for consulting services;
- \$36,431 (2023 - \$29,190) for corporate development services;
- \$26,507 (2023 - \$24,265) for geological services; and
- \$1,056 (2023 - \$2,003) for the mark-up on out-of-pocket expenses.

Amounts payable as at July 31, 2024 were \$50,782 (April 30, 2024 - \$29,958).

(b) Consultancy fees in the amount of \$39,000 (2023 - \$39,000) were charged by Advocate Services Limited, a company controlled by Lawrence Page, a director and officer of the Company.

(c) Consultancy fees in the amount of \$15,000 (2023 - \$15,000) were charged by Rob Macdonald, an officer of the Company, and were included in consulting fees or mineral property expenditures as applicable.

(d) Consultancy fees in the amount of \$15,000 (2023 - \$15,000) were charged by QDBS Resources Inc., a company controlled by Russell Ball, a director of the Company. Amounts payable as at July 31, 2024 were \$15,750 (April 30, 2024 - \$15,750).

(e) Corporate Development fees in the amount of \$4,500 (2023 - \$nil) were charged by John Oness, an officer of the Company.

(f) Legal fees in the amount of \$13,932 (2023 - \$2,420) were charged by Page Law Corporation, a company controlled by Arie Page, an officer of the Company, and included in professional fees or mineral property expenditures as applicable. Amounts payable as at July 31, 2024 were \$4,973 (April 30, 2024 - \$694).

These transactions were in the normal course of operations. Amounts due to related parties are unsecured, non-interest-bearing, and have no formal terms of repayment. The Company has no long-term employee or post-employment benefits.

Key management personnel of the Company are identified in (a) to (e) above and compensation awarded was:

	July 31, 2024	July 31, 2023
	\$	\$
Short-term benefits	81,000	73,500
	81,000	73,500

One executive officer, Lawrence Page, is entitled to termination benefits in the event of a change of control equal to thirty-six months' compensation. Upon a change of control, and assuming the triggering event took place on the period-end date, the payment would have been \$468,000.

Southern Silver Exploration Corp.
(An Exploration Stage Company)
Notes to the Condensed Consolidated Interim Statements
Three Months Ended July 31, 2024 and 2023
(Expressed in Canadian Dollars, Unaudited)

7. Share Capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value.

Equity Issuances

On July 19, 2024, the Company closed the first tranche of a non-brokered private placement by issuing 9,508,978 units at a price of \$0.22 per unit for gross proceeds of \$2,091,975. Each unit consists of one common share and one-half of one warrant. Each whole warrant entitles the holder thereof to purchase one common share for a period of 3 years at an exercise price of \$0.30 per common share.

In connection with the first tranche financing, the Company incurred other cash issue costs of \$7,600, cash finder's fees of \$101,745 and also issued an aggregate 457,029 finders' warrants, with each finder's warrant exercisable to purchase one common share for a period of 3 years, of which 36,000 finders' warrants are exercisable at an exercise price of \$0.22 per common share and 421,029 finders' warrants are exercisable at an exercise price of \$0.30 per common share, with a fair value of \$5,279 and \$53,264 respectively.

Stock Options

Stock options outstanding and exercisable as at July 31, 2024 were:

	Number of options	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, April 30, 2024	24,550,000	\$0.37	1.64
Exercised	(100,000)	\$0.12	
Expired	(150,000)	\$0.335	
Balance, July 31, 2024	24,300,000	\$0.37	1.40

Expiry date	Exercise price	Remaining life (years)	Options Outstanding
October 1, 2024	\$0.27	0.17	2,750,000
December 6, 2024	\$0.29	0.35	300,000
December 20, 2024	\$0.20	0.39	100,000
April 3, 2025	\$0.12	0.67	1,400,000
May 24, 2025	\$0.255	0.81	500,000
September 24, 2025	\$0.51	1.15	9,000,000
October 19, 2025	\$0.58	1.22	100,000
February 11, 2026	\$0.50	1.53	200,000
August 13, 2026	\$0.40	2.04	200,000
September 29, 2026	\$0.31	2.16	9,550,000
April 29, 2025	\$0.20	0.75	200,000
			24,300,000

Southern Silver Exploration Corp.
(An Exploration Stage Company)
Notes to the Condensed Consolidated Interim Statements
Three Months Ended July 31, 2024 and 2023
(Expressed in Canadian Dollars, Unaudited)

7. Share Capital, continued

The weighted average fair value of stock options exercised was \$0.10 (2023 - \$nil) and expired was \$0.13 (2023 - \$nil). The weighted average share price of stock options exercised was \$0.24 (2023 - \$nil). The weighted average fair value of compensation options expired was \$nil (2023 - \$0.20).

Share Purchase Warrants

Share purchase warrants outstanding as at July 31, 2024 were:

	Number of warrants	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, April 30, 2024	51,273,339	\$0.42	1.22
Issued	5,211,518	\$0.30	
Exercised	(100,000)	\$0.25	
Balance, July 31, 2024	56,384,857	\$0.41	1.16

Expiry date	Exercise price	Remaining life (years)	Warrants Outstanding
August 13, 2024	\$0.25	0.04	9,337,500
August 13, 2024	\$0.25	0.04	187,762
September 4, 2024	\$0.25	0.10	4,300,000
September 4, 2024	\$0.25	0.10	47,600
August 14, 2025	\$0.35	1.04	15,597,500
August 14, 2025	\$0.38	1.04	8,502,977
September 11, 2025	\$0.50	1.12	1,200,000
June 16, 2026	\$0.75	1.88	9,000,000
June 21, 2026	\$0.75	1.89	3,000,000
July 19, 2027	\$0.30	2.97	4,754,489
July 19, 2027	\$0.22	2.97	36,000
July 19, 2027	\$0.30	2.97	421,029
			56,384,857

Fair Value Determination

The weighted average fair value of finders' warrants issued was \$0.13 (2023 - \$nil). Fair values were estimated using the Black-Scholes option pricing model with the following weighted average assumptions whereby the expected volatility assumptions have been developed taking into consideration the historical volatility of the Company's share price:

	2024
Risk-free interest rate	3.64%
Expected volatility	77.05%
Expected life in years	3.00
Expected dividend yield	0.00%

7. Share Capital, continued

Diluted Loss per Share

Excluded from the calculation of diluted loss per share were 24,300,000 stock options and 56,384,857 share purchase warrants (2023 – 25,170,000 stock options, 52,879,339 share purchase warrants and 2,130,418 compensation options), that could potentially dilute basic earnings per share in the future but were not included as being antidilutive for each of the three-month periods ended July 31, 2024 and 2023.

8. Segmented Information

The Company conducts its business as a single operating segment, being the acquisition and exploration of mineral properties. As at July 31, 2024, the Company's non-current assets were located in Mexico (\$33,460,263 (April 30, 2024 - \$33,460,263)) and in the United States of America (\$1,255,621 (April 30, 2024 - \$1,214,253)).

9. Supplemental Cash Flow Information

	July 31, 2024	July 31, 2023
	\$	\$
<i>Cash:</i>		
Interest received	1,878	50,306
<i>Financing Activities:</i>		
Finder's fees included in accounts payable	17,820	-
Fair value of options exercised	10,267	-
Fair value of options expired	19,856	253,333
Fair value of warrants issued	58,543	-
Fair value of warrants expired	-	151,333

10. Events After the Reporting Period

Other than disclosed elsewhere, the following events occurred subsequent to July 31, 2024.

- On August 12, 2024, the Company closed the second tranche of its non-brokered private placement by issuing 5,911,500 units at a price of \$0.22 per unit for gross proceeds of \$1,300,530 (subscriptions received of \$1,168,530 as of July 31, 2024). Each unit consists of one common share and one-half of one warrant. Each whole warrant entitles the holder thereof to purchase one common share for a period of 3 years at an exercise price of \$0.30 per common share. The Company incurred cash finders' fees of \$7,920 and also issued 36,000 finders' warrants with each finder's warrant exercisable to purchase one common share for a period of 3 years at an exercise price of \$0.30 per common share.
- On August 29, 2024, the Company closed the final tranche of its non-brokered private placement by issuing 961,500 units at a price of \$0.22 per unit for gross proceeds of \$211,530. Each unit consists of one common share and one-half of one warrant. Each whole warrant entitles the holder thereof to purchase one common share for a period of 3 years at an exercise price of \$0.30 per common share. The Company incurred cash finder's fees of \$11,299 and also issued 51,360 finders' warrants with each finder's warrant exercisable to purchase one common share for a period of 3 years at an exercise price of \$0.30 per common share.
- On August 13, 2024, 13,822,862 common share purchase warrants exercisable at \$0.25 per common share, expired unexercised.

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Statements

Three Months Ended July 31, 2024 and 2023

(Expressed in Canadian Dollars, Unaudited)

10. Events After the Reporting Period, continued

- On September 3, 2024, 50,000 share purchase warrants exercisable at \$0.25 per common share were exercised for gross proceeds of \$12,500.
- On September 9, 2024, the Company, due to the pending expiry in the near future with no ability to renew, high cost of maintenance and their distance from encouraging mineralization, filed an advice of relinquishment with the New Mexico State Land Office to release its claim, with immediate effect, on two mineral leases comprising an aggregate 1,079.28 acres of the total Oro land package.