

# **ODYSSEY RESOURCES LIMITED**

## **CONDENSED INTERIM FINANCIAL STATEMENTS**

**For the three months ended March 31, 2023**

In United States dollars

**UNAUDITED**

---

### **Notice to Reader**

The accompanying unaudited condensed interim financial statements of Odyssey Resources Limited 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 unaudited condensed interim financial statements.

# Odyssey Resources Limited

## Condensed Interim Statements of Financial Position

<i>(in US dollars)</i>	March 31, 2023 (unaudited)	December 31, 2022 (audited)
	\$	\$
<b>ASSETS</b>		
Current		
Cash	44,221	55,188
Sales taxes receivable	904	1,092
Prepaid expenses and others	2,423	3,612
<b>TOTAL ASSETS</b>	<b>47,548</b>	<b>59,892</b>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	8,461	1,001
Payable to a related party (Note 8)	2,426	611
Loan from a director (Note 4)	570,801	559,436
<b>TOTAL LIABILITIES</b>	<b>581,688</b>	<b>561,048</b>
<b>SHAREHOLDERS' DEFICIENCY</b>		
Share capital (Note 5)	15,022,596	15,022,596
Contributed surplus	2,257,387	2,257,387
Deficit	(17,749,048)	(17,716,433)
Cumulative translation adjustment	(65,075)	(64,706)
<b>TOTAL DEFICIENCY</b>	<b>(534,140)</b>	<b>(501,156)</b>
<b>TOTAL LIABILITIES AND DEFICIENCY</b>	<b>47,548</b>	<b>59,892</b>

Going concern (Note 2) and Event after the reporting date (Note 4).

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

On behalf of the Board,

/s/ James Crombie  
James Crombie, Director

/s/ Gérald Riverin  
Gérald Riverin, Director

# Odyssey Resources Limited

## Condensed Interim Statements of Comprehensive Loss

<i>(unaudited, in US dollars)</i>	Three months ended March 31,	
	2023	2022
	\$	\$
<b>Expenses and other items</b>		
Management and administration (Note 6)	16,135	18,520
Finance expense on loan from a director (Note 4)	16,478	13,470
Loss (gain) on foreign exchange	2	3,594
<b>Net loss for the period</b>	<b>(32,615)</b>	<b>(35,584)</b>
Other comprehensive income		
Item that will not be subsequently reclassified to income		
Foreign currency translation adjustment	(369)	(2,853)
<b>Comprehensive loss for the period</b>	<b>(32,984)</b>	<b>(38,437)</b>
Basic and diluted loss per share	(0.00)	(0.00)
Weighted average number of shares - basic and diluted	36,231,486	36,231,486

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

# Odyssey Resources Limited

## Condensed Interim Statements of Shareholders' Deficiency

<i>(unaudited, in US dollars)</i>	Number of issued and outstanding common shares	Share capital	Contributed surplus	Deficit	Cumulative translation adjustment	Shareholders' deficiency
		\$	\$	\$	\$	\$
Balance at December 31, 2022	36,231,486	15,022,596	2,257,387	(17,716,433)	(64,706)	(501,156)
Net loss for the period	-	-	-	<b>(32,615)</b>	-	<b>(32,615)</b>
Other comprehensive income						
Foreign currency translation adjustment	-	-	-	-	<b>(369)</b>	<b>(369)</b>
<b>Balance at March 31, 2023</b>	<b>36,231,486</b>	<b>15,022,596</b>	<b>2,257,387</b>	<b>(17,749,048)</b>	<b>(65,075)</b>	<b>(534,140)</b>
Balance at December 31, 2021	36,231,486	15,022,596	2,257,387	(17,363,997)	(79,194)	(163,208)
Net loss for the period	-	-	-	(35,584)	-	(35,584)
Other comprehensive loss						
Foreign currency translation adjustment	-	-	-	-	(2,853)	(2,853)
Balance at March 31, 2022	36,231,486	15,022,596	2,257,387	(17,399,581)	(82,047)	(201,645)

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

# Odyssey Resources Limited

## Condensed Interim Statements of Cash Flows

<i>(unaudited, in US dollars)</i>	Three months ended March 31,	
	2023	2022
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Net loss for the period	<b>(32,615)</b>	(35,584)
Adjustments		
Finance expense on loan from a director	<b>16,478</b>	13,470
Gain on foreign exchange	<b>2</b>	3,594
Changes in working capital items		
Sales taxes receivable	<b>189</b>	(1,655)
Prepaid expenses and others	<b>1,193</b>	1,273
Accounts payable and accrued liabilities	<b>7,451</b>	8,254
Payable to a related party	<b>1,816</b>	4,685
	<b>(5,486)</b>	(5,963)
<b>FINANCING ACTIVITIES</b>		
Loan from a director (Note 4)	<b>(5,637)</b>	55,837
	<b>(5,637)</b>	55,837
Effect of exchange rate changes on cash held in foreign currencies	<b>156</b>	1,194
<b>Net change in cash</b>	<b>(10,967)</b>	51,068
Cash, beginning of period	<b>55,188</b>	13,614
<b>Cash, end of period</b>	<b>44,221</b>	64,682

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

# Odyssey Resources Limited

Notes to Condensed Interim Financial Statements

March 31, 2023 (unaudited - in US dollars)

---

## 1. GENERAL INFORMATION

Odyssey Resources Limited ("Odyssey" or the "Company") is primarily engaged in the acquisition and exploration of mineral properties. To date, the Company has not earned significant revenues and is considered to be in the exploration stage. At March 31, 2023, the Company does not hold an interest in any mineral properties and during the three months ended March 31, 2023, the Company did not carry out any exploration programs. All amounts in these condensed interim financial statements are expressed in United States dollars unless otherwise indicated. Odyssey's common shares are listed on the NEX board of the TSX Venture Exchange ("TSXV") and trade under the symbol 'ODX.H'. Dundee Corporation holds approximately 31.4% of the issued common shares of Odyssey. The Board of Directors approved and authorized for issuance these unaudited condensed interim financial statements on May 30, 2023.

### *Approval by shareholders of possible share consolidation*

At a special shareholder meeting held in November 2015, the Company's shareholders approved the consolidation of the Company's shares on the basis of one (1) post consolidation share for each ten (10) pre-consolidation shares currently issued and outstanding. The Company's board of directors intends to implement the share consolidation prior to completing the acquisition of a mineral project.

## 2. GOING CONCERN

These unaudited condensed interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue to operate for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. Management is aware, in making its assessment, of material uncertainties related to events and conditions that may cast a significant doubt about the Company's ability to continue as a going concern as described in the following paragraph, and accordingly, the appropriateness of the use of accounting principles applicable to a going concern. These unaudited condensed interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities, expenses and financial position classification that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

At March 31, 2023, the Company had a working capital deficiency of \$534,140 (\$501,156 at December 31, 2022), had an accumulated deficit of \$17,749,048 (\$17,716,433 at December 31, 2022) and incurred a net loss of \$32,615 for the three months ended March 31, 2023 (\$35,584 during the comparative period in 2022). The Company's ability to continue to meet its obligations, to provide for management and administration expenses for at least the next 12 months and to complete the acquisition of a mineral project is dependent upon the Company securing additional financing and the continued support of its shareholders. Such funding requirements may be met in the future in a number of ways, including the issuance of securities or other arrangements. However, there is no assurance that the Company will be successful in securing such additional financing. If the Company is not successful in raising additional funds, it could have a negative impact on the business, financial condition and results of operation of the Company.

# Odyssey Resources Limited

Notes to Condensed Interim Financial Statements

March 31, 2023 (unaudited - in US dollars)

---

### 3. BASIS OF PREPARATION

These unaudited condensed interim financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting* using the same accounting policies and methods of computation as the Company's most recent annual financial statements.

These unaudited condensed interim financial statements do not contain all of the information and disclosures required for annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the years ended December 31, 2022 and 2021 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

### 4. LOAN FROM A DIRECTOR

Since April 2017, the Company's interim chairman, president and CEO (the "Lender") has agreed to fund short-term working capital requirements of the Company through a loan agreement. Following amendments up to and including an Amended and Restated Loan Agreement entered into on December 31, 2021, the Lender's total loan commitment at March 31, 2023 totalled up to C\$690,137 (US\$509,966). At March 31, 2023, an amount of C\$676,766 (US\$497,871) plus accrued interest of C\$95,700 (US\$72,930) was owed to the Lender.

On April 28, 2023, the Lender agreed to increase the amount of the loan by up to an additional amount of C\$110,000 (US\$81,284), for a revised total loan commitment of up to C\$800,137 (US\$591,250), and to further extend the repayment date of the loan (capital and accrued interest) to the earliest of the completion of a financing by the Company for a minimum amount of C\$3,000,000 or upon demand at any time after December 31, 2024 (was previously June 30, 2023). The loan balance bears interest at 12% per year.

The balance of the loan from a director was determined as follows:

	Three months ended March 31, 2023
	\$
Balance, at December 31, 2022	559,436
Advances	(5,637)
Accrued interest	16,478
Effect of foreign exchange	524
Balance, at March 31, 2023	570,801

### 5. SHARE CAPITAL

At March 31, 2023 and December 31, 2022, the Company had 36,231,486 issued and outstanding common shares.

# Odyssey Resources Limited

Notes to Condensed Interim Financial Statements

March 31, 2023 (unaudited - in US dollars)

## 6. MANAGEMENT AND ADMINISTRATION EXPENSES

	Three months ended March 31,	
	2023	2022
	\$	\$
Employee benefits	3,329	3,554
Administrative and consultants	1,110	1,306
Office	2,596	3,496
Investor relations and travel	134	296
Professional fees	7,398	8,292
Reporting issuer costs	1,568	1,576
	<b>16,135</b>	<b>18,520</b>

## 7. SEGMENTED INFORMATION

The Company has one reportable operating segment being the acquisition and exploration of mineral properties. At March 31, 2023 and December 31, 2022, the Company did not have an interest in any mineral properties.

## 8. RELATED PARTY TRANSACTIONS

Details of a loan from a director are described in Note 4.

During the three months ended March 31, 2023, the Company paid or accrued an amount of \$1,110 to Reunion Gold Corporation, a related party by virtue of common management, for office related expenses (\$1,185 during the three months ended March 31, 2022). Unless otherwise stated, none of the transactions provided for special terms and conditions and no guarantees were given or received. Outstanding balances are settled in cash.

### *Remuneration of directors and key management of the Company*

During the three months ended March 31, 2023, the Company paid a housing allowance of \$3,329 to the Company's CEO (\$3,554 during the three months ended March 31, 2022). During the three months ended March 31, 2023 and 2022, no other remuneration was paid to directors, the CEO and the CFO.