
INDIGO EXPLORATION INC.
(An Exploration Stage Company)

CONSOLIDATED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Unaudited - Expressed in Canadian dollars)

NOTICE OF NO AUDITOR REVIEW

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 interim consolidated financial statements of the Company have been prepared by management and approved by the Audit Committee and Board of Directors of the Company.

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

INDIGO EXPLORATION INC.**Condensed Interim Consolidated Statements of Financial Position***(Unaudited - Expressed in Canadian dollars)*

	Notes	December 31, 2024 \$	September 30, 2024 \$
ASSETS			
Current			
Cash		212,570	199,750
Taxes recoverable		3,295	2,682
Prepaid expenses		21,130	33,640
		236,995	236,072
Deposit	4	64,236	-
Exploration and evaluation assets	4	325,265	105,681
Total assets		626,496	341,753
LIABILITIES			
Current			
Accounts payable and accrued liabilities	7	237,266	43,838
Loans payable	5	203,490	30,000
Total liabilities		440,756	73,838
SHAREHOLDERS' EQUITY			
Share capital	6	11,058,623	11,038,223
Reserves	6	1,506,542	1,506,542
Deficit		(12,379,425)	(12,276,850)
Total shareholders' equity		185,740	267,915
Total liabilities and shareholders' equity		626,496	341,753

Nature and continuance of operations (Note 1)

Subsequent event (Note 6)

Approved by the Board of Directors

"Paul S. Cowley" Director

"Marino J. Sveinson" Director

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

INDIGO EXPLORATION INC.**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

	Notes	2024	2023
		\$	\$
Accounting and audit fees	7	13,320	13,037
Filing fees		16,827	9,524
Foreign exchange loss/ (gain)		912	1,215
Investor relations		7,031	2,182
Legal fees		5,901	9,676
Management and administration fees	7	18,000	18,000
Office and miscellaneous		7,774	5,648
Travel and accommodation		1,380	2,027
		(71,145)	(61,309)
Interest expense	5	(3,530)	(32)
Finance Fees	5	(27,900)	-
Total loss and comprehensive loss		(102,575)	(61,341)
Loss per share			
- Basic and diluted		(0.00)	(0.00)
Weighted average number of shares outstanding			
- Basic and diluted		33,110,097	32,829,010

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

INDIGO EXPLORATION INC.**Condensed Interim Consolidated Statements of Cash Flows****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

	2024	2023
	\$	\$
Cash provided by (used in)		
Operating activities		
Loss for the period	(102,575)	(61,341)
Add items not involving cash:		
Interest expense	3,490	-
Finance fees	20,400	-
Changes in non-cash working capital items:		
Taxes recoverable and other receivables	(613)	(4,375)
Prepaid and deposits	(51,726)	12,887
Accounts payable and accrued liabilities	(3,304)	(10,081)
Net cash used in operating activities	(134,328)	(62,910)
Investing activities		
Exploration and evaluation expenditures	(22,852)	(117,144)
Financing activities		
Shareholder loans	170,000	-
Change in cash for the period	12,820	(180,054)
Cash - beginning of period	199,750	743,336
Cash - end of period	212,570	563,282

Supplemental cash flow information (Note 11)

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

INDIGO EXPLORATION INC.**Condensed Interim Consolidated Statements of Changes in Shareholders' Equity****As at December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

	Common Shares	Share Capital	Reserves	Deficit	Total
	Number	\$	\$	\$	\$
Balance – September 30, 2023	32,829,010	11,032,223	1,506,542	(11,758,507)	780,258
Loss for the period	-	-	-	(61,341)	(61,341)
Balance – December 31, 2023	32,829,010	11,032,223	1,506,542	(11,819,848)	718,917
Shares issued for acquisition	100,000	6,000	-	-	6,000
Loss for the period	-	-	-	(457,002)	(457,002)
Balance – September 30, 2024	32,929,010	11,038,223	1,506,542	(12,276,850)	267,915
Shares issued under loan agreement	340,000	20,400	-	-	20,400
Loss for the period	-	-	-	(102,575)	(102,575)
Balance – December 31, 2024	33,269,010	11,058,623	1,506,542	(12,379,425)	185,740

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

INDIGO EXPLORATION INC.

Notes to the Condensed Interim Consolidated Financial Statements

Three months ended December 31, 2024 and 2023

(Unaudited - Expressed in Canadian dollars)

1 NATURE AND CONTINUANCE OF OPERATIONS

Indigo Exploration Inc. (the “Company”) is in the business of the acquisition, exploration and evaluation of mineral properties, and either joint venturing or developing these properties further or disposing of them when the evaluation is completed. The Company is listed for trading on the TSX Venture Exchange under the symbol “IXI”, the OTCQB under the symbol IXIXF, and the Frankfurt Stock Exchange under the symbol INEN. The Company is in the exploration stage and has claims in Wyoming, USA and one property located in Burkina Faso. The Company’s corporate head office is located at Suite 1100 – 1199 West Hastings Street, Vancouver, British Columbia, Canada.

These consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet its obligations and continue its operations for the next twelve months. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material. During the three months ended December 31, 2024, the Company incurred a loss of \$102,575 (December 31, 2023 – \$61,341). As at December 31, 2024, the Company had not yet achieved profitable operations, had a deficit of \$12,379,425 (September 30, 2024 – \$12,276,850) since inception, a working capital deficit of \$203,761 (September 30, 2024 working capital– \$162,234), and expects to incur further losses in the development of its business. These circumstances comprise a material uncertainty which cast significant doubt about the Company’s ability to continue as a going concern. The Company’s ability to continue as a going concern is dependent upon its ability to obtain the necessary financing to explore its the mineral property interests and to meet its ongoing levels of corporate overhead and discharge its liabilities as they come due. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

2 BASIS OF PRESENTATION AND MATERIAL ACCOUNTING POLICY INFORMATION

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements for the year ended September 30, 2024, which have been prepared in accordance with IFRS.

The Company uses the same accounting policies and methods of computation as in the annual audited consolidated financial statements for the year ended September 30, 2024.

These financial statements were approved by the board of directors on March 3, 2025.

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

There have been no revisions to the nature of judgements and amount of estimates reported in the Company’s September 30, 2024 annual consolidated financial statements.

INDIGO EXPLORATION INC.**Notes to the Condensed Interim Consolidated Financial Statements****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)***4 EXPLORATION AND EVALUATION ASSETS**

	Hot Property, Wyoming USA	Lithium Brine, Alberta Canada	Total
	\$	\$	
Balance – September 30, 2023	-	162,935	162,935
Acquisition costs			
Cash	20,000	-	20,000
Shares	6,000	-	6,000
Exploration costs			
Assaying	-	21,611	21,611
Field	9,359	2,343	11,702
Geological consultants	18,682	74,759	93,441
Licenses & Fees	43,568	-	43,568
Other	4,180	-	4,180
Staking	3,892	-	3,892
Total exploration costs	79,681	98,713	178,394
Write down	-	(261,648)	(261,648)
Balance – September 30, 2024	105,681	-	105,681
Exploration costs			
Communication	225	-	225
Drilling	164,378	-	164,378
Field	4,356	-	4,356
Geological consultants	37,263	-	37,263
Licenses & Fees	597	-	597
Sampling	9,256	-	9,256
Vehicle	3,509	-	3,509
Total exploration costs	219,584	-	219,584
Balance – December 31, 2024	325,265	-	325,265

Hot Property – Wyoming, USA

The Hot Property in the Shirley Basin of Wyoming is comprised of 71 unpatented mineral claims.

On May 23, 2024, the Company entered into a Membership and Share Exchange Agreement (the “Agreement”) with Drakensberg Resources LLC (“Drakensberg”) and a private vendor (“Member of Drakensberg”), a limited liability company incorporated under the State of Arizona to acquire the Hot Property claims. Under the Agreement, the Company will issue 200,000 common shares (issued) and pay \$20,000 (paid) to the Member of Drakensberg Resources LLC for a 100% interest in Drakensberg Resources LLC. The fair value of the common shares and cash paid for Drakensberg Resources LLC has been allocated to acquisition costs of this project.

On July 26, 2024, the Company received regulatory approval of transaction. The Company determined that Drakensberg did not meet the definition of a business under IFRS 3 Business Combinations. As the purchase of Drakensberg did not qualify as a business acquisition, the Company accounted for the transaction as an asset

INDIGO EXPLORATION INC.

Notes to the Condensed Interim Consolidated Financial Statements

Three months ended December 31, 2024 and 2023

(Unaudited - Expressed in Canadian dollars)

acquisition. As the fair value of the purchase price consideration paid was more reliably measurable than the assets acquired, the cost of the non-cash assets received was based on the fair value of the consideration given. The cost of the asset acquisition was allocated on a fair value basis to the net assets acquired.

During the three months ended December 31, 2024 the Company posted a bond of \$64,236 (US \$45,700).

Lithium Brine Project – Alberta, Canada

The Company was granted 18 metallic and industrial minerals permits in Fox Creek, Leduc and Grande Prairie areas of Alberta, Canada. The Company's venture into lithium brines has been discontinued as the Company allowed the Metallic and Industrial Minerals permits to expire on April 16, 2024. During the year ended September 30, 2024, the Company recorded a write down of \$261,648.

Hantoukoura Project – Burkina Faso, West Africa

The Company holds a 100% interest in the Hantoukoura (previously Kodyel). On March 2, 2017, the Kodyel permit area was re-permitted as the Hantoukoura permit of equal size and position as the Kodyel permit. On December 4, 2017, the Minister in charge of Mines in Burkina Faso suspended all activity on the permit in light of the security issues related to border issues between Niger and Burkina Faso. The length of the suspension period will be added back onto the length of the permit. As the Company was unable to confirm title to the property and there is no certainty if the suspension will be lifted, the property was written down to \$Nil as at September 30, 2019. As at December 31, 2024 the suspension has not been lifted.

5 LOANS PAYABLE

During April 2020, the Company received loans for total proceeds of \$20,000. The loans are unsecured, non-interest bearing and due on demand. The Company received a further advance under the same terms on January 17, 2022, for \$10,000. As at December 31, 2024, \$30,000 (September 30, 2024 - \$30,000) is still outstanding.

During October 2024, the Company received shareholder loans for gross proceeds of \$170,000. The loans were unsecured, bear interest of 10% per annum and due 12 months from date of receipt. A total of 340,000 bonus shares were issued to the holders upon TSXV approval. (The shares were valued at \$20,400). The Company also paid a cash finder's fee of \$7,500. During the three months December 31, 2024 the Company accrued \$3,490 in interest on the loans.

6 SHARE CAPITAL

a) Authorized:

Unlimited common shares without par value.

Subsequent to December 31, 2024, the Company approved a share consolidation on a 2:1 basis. All historical figures in these condensed interim consolidated financial statements have been re-stated to reflect this consolidation.

b) Financing:

There were no financing activities during the three months ended December 31, 2024 and 2023.

INDIGO EXPLORATION INC.**Notes to the Condensed Interim Consolidated Financial Statements****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

c) Stock options:

The Company's stock options outstanding as at December 31, 2024 and 2023, and the changes for the periods then ended is presented below:

	Number of options	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance September 30, 2023	-	-	-
Issued	1,550,000	\$0.165	-
Balance September 30, 2024	1,550,000	\$0.165	3.39
Balance December 31, 2024	1,550,000	\$0.165	3.14

As at December 31, 2024, the Company had the following options outstanding:

Expiry Date	Exercise price	Remaining life (years)	Options outstanding and exercisable
February 14, 2028	\$0.165	3.12	1,400,000
April 14, 2028	\$0.165	3.29	150,000
		3.14	1,550,000

d) Warrants:

The Company's share purchase warrants outstanding as at December 31, 2024 and 2023, and the changes for the periods then ended is presented below:

	Number of warrants	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, September 30, 2023	9,123,666	\$0.22	0.90
Issued	2,500,000	\$0.20	-
Exercised	(6,594,500)	\$0.20	-
Balance, September 30, 2024	5,029,167	\$0.26	1.01
Expired	(2,529,167)	\$0.30	-
Balance December 31, 2024	2,500,000	\$0.20	0.16

As at December 31, 2024, the Company had the following warrants outstanding:

Expiry Date	Exercise price	Remaining life (years)	Warrants outstanding
February 27, 2025	\$0.20	0.16	2,500,000

Subsequent to December 31, 2024 all the warrant expired unexercised.

INDIGO EXPLORATION INC.**Notes to the Condensed Interim Consolidated Financial Statements****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)***7 RELATED PARTY TRANSACTIONS**

Key management personnel are the persons responsible for the planning, directing, and controlling the activities of the Company and include both executive and non-executive directors, and entities controlled by such persons. The Company's key management personnel include all directors, officers and companies associated with them including the following:

- Buena Tierra Development Ltd. ("Buena Tierra"), a company owned by the President, Chief Executive Officer and a director of the Company.
- Whytecliff Resource Corp., a company owned by a director of the Company.

Compensation paid or payable to the directors, the Chief Executive Officer and the Chief Financial Officer for services provided during the three months ended December 31, 2024 and 2023, was as follows:

	2024	2023
	\$	\$
Accounting fees	3,044	4,051
Exploration and evaluation asset	15,000	45,339
Management and administration fees ⁽¹⁾	18,000	18,000
	36,044	67,390

⁽¹⁾ The charge includes consulting fees to Buena Tierra with which the Company has an on-going agreement with.

As at December 31, 2024, accounts payable and accrued liabilities include an amount of \$19,745 (September 30, 2024 – \$11,550) and loans payable included an amount of \$20,000 (September 30, 2024 - \$nil) due to officers and / or directors of the Company and/or companies they control.

8 SEGMENTED INFORMATION

The Company's operations are limited to a single industry segment, being mineral exploration and development. Geographic segment information of the Company's assets is as follows:

	December 31, 2024	September 30, 2024
	\$	\$
Canada	233,385	235,766
Burkina Faso	3,610	306
USA	389,501	105,681
Total assets	626,496	341,753

INDIGO EXPLORATION INC.**Notes to the Condensed Interim Consolidated Financial Statements****Three months ended December 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

Geographic segmentation of the Company's loss during the three months ended December 31, 2024 and 2023, is as follows:

	2024	2023
	\$	\$
Canada	97,591	47,890
Burkina Faso	3,170	13,451
USA	1,814	-
Loss and comprehensive loss	102,575	61,341

9 SUPPLEMENTAL CASH FLOW INFORMATION

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the consolidated statements of cash flow. The following transactions were excluded from the condensed interim consolidated statements of cash flows as at December 31, 2024 and September 30, 2024:

	December 31, 2024	September 30, 2024
	\$	\$
Non-cash investing and financing transactions		
Exploration and evaluation assets included in accounts payable	201,982	5,250
Shares issued for acquisition of exploration and evaluation asset	-	6,000

10 FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash, other receivables, accounts payable and accrued liabilities and loans payable. All are measured at amortized cost. As at December 31, 2024, the Company believes that the carrying values of financial instruments approximate their fair values because of their nature and relatively short maturity dates or durations.

The Company's risk exposures and the impact on the Company's financial instruments are discussed in the consolidated financial statements for the year ended September 30, 2024 and have not changed significantly during the three months ended December 31, 2024.