
INDIGO EXPLORATION INC.
(An Exploration Stage Company)

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

INDIGO EXPLORATION INC.

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	March 31, 2024 \$	September 30, 2023 \$
ASSETS			
Current			
Cash		425,366	743,336
Taxes recoverable		4,958	7,400
Prepaid expenses		57,550	48,585
		487,874	799,321
Exploration and evaluation advances		-	20,000
Exploration and evaluation assets	4&7	246,648	162,935
Total assets		734,522	982,256
LIABILITIES			
Current			
Accounts payable and accrued liabilities	7&9	49,286	171,998
Loans payable	5	30,000	30,000
Total liabilities		79,286	201,998
SHAREHOLDERS' EQUITY			
Share capital	6	11,032,223	11,032,223
Reserves	6	1,506,542	1,506,542
Deficit		(11,883,529)	(11,758,507)
Total shareholders' equity		655,236	780,258
Total liabilities and shareholders' equity		734,522	982,256

Nature and continuance of operations (Note 1)

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 and six months ended March 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)*

		Three months ended March 31		Six months ended March 31	
	Note	2024	2023	2024	2023
		\$	\$	\$	\$
Accounting and audit fees	7	17,167	14,891	30,204	24,649
Consulting fees		814	-	814	-
Filing fees		19,085	50,412	28,609	51,452
Foreign exchange (gain) / loss		(247)	(140)	968	(647)
Investor relations		-	-	2,182	-
Legal fees		1,304	340	10,980	340
Management and administration fees	7	18,000	16,000	36,000	16,000
Office and miscellaneous		7,251	8,668	12,899	14,095
Share-based compensation		-	317,884	-	317,884
Travel and accommodation		-	149	2,027	149
		(63,374)	(408,204)	(124,683)	(423,922)
Interest expense		(308)	(4,018)	(339)	(7,897)
Total loss and comprehensive loss		(63,682)	(412,222)	(125,022)	(431,819)
Loss per share					
- Basic and diluted		(0.00)	(0.01)	(0.00)	(0.01)
Weighted average number of shares outstanding					
- Basic and diluted		65,658,020	46,135,687	65,658,020	44,282,207

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

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

	2024	2023
	\$	\$
Cash provided by (used in)		
Operating activities		
Loss for the period	(125,022)	(431,819)
Add items not involving cash:		
Interest expense	-	7,515
Share-based compensation	-	317,884
	(125,022)	(106,420)
Changes in non-cash working capital items:		
Taxes recoverable and other receivables	2,442	(2,530)
Prepaid and deposits	11,035	-
Accounts payable and accrued liabilities	(61,187)	(69,431)
Net cash used in operating activities	(172,732)	(178,381)
Investing activity		
Exploration and evaluation expenditures	(145,238)	(5,000)
Financing activity		
Issuance of share capital, net of issue costs	-	595,625
Increase (decrease) in cash for the period	(317,970)	412,244
Cash - beginning of period	743,336	65,104
Cash - end of period	425,366	477,348

Supplemental cash flow information (Note 9)

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

INDIGO EXPLORATION INC.**Condensed Interim Consolidated Statements of Changes in Shareholder's Equity (Deficiency)***(Unaudited - Expressed in Canadian dollars)*

	Common Shares	Share Capital	Reserves	Deficit	Total
	Number	\$	\$	\$	\$
Balance – September 30, 2022	42,469,020	9,028,901	1,278,812	(10,585,068)	(277,355)
Issuance of shares – private placement	10,000,000	600,000	-	-	600,000
Share issuance costs	-	(4,375)	-	-	(4,375)
Share-based payments	-	-	317,884	-	317,884
Loss for the period	-	-	-	(431,819)	(431,819)
Balance – March 31, 2023	52,469,020	9,624,526	1,596,696	(11,016,887)	204,335
Share issuance costs	-	(4,922)	-	-	(4,922)
Warrant exercises	13,189,000	1,412,619	(93,719)	-	1,318,930
Share-based payments	-	-	3,565	-	3,565
Loss for the period	-	-	-	(741,620)	(741,620)
Balance – September 30, 2023	65,658,020	11,032,223	1,506,542	(11,758,507)	780,258
Loss for the period	-	-	-	(125,022)	(125,022)
Balance – March 31, 2024	65,658,020	11,032,223	1,506,542	(11,883,529)	655,236

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 and six months ended March 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 Company is in the exploration stage and has interests in Metallic and Industrial Minerals permits in central Alberta, Canada covering lithium-bearing formation brine 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 condensed interim 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 six months ended March 31, 2024, the Company incurred a loss of \$125,022 (March 31, 2023 - \$431,819). As at March 31, 2024, the Company had not yet achieved profitable operations, had a deficit of \$11,883,529 (September 30, 2023 - \$11,758,507) since inception, a working capital of \$408,588 (September 30, 2023 – \$597,323), and expects to incur further losses in the development of its business. These circumstances indicate the existence of a material uncertainty that may cast significant doubt upon the Company’s ability to continue as a going concern and, therefore, the company may be unable to realize its assets and discharge its liabilities in the normal course of business. 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 SIGNIFICANT ACCOUNTING POLICIES

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, 2023, 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, 2023.

These financial statements were approved by the board of directors on May 24, 2024.

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, 2023 annual consolidated financial statements.

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

	Lithium Brine, Alberta
	\$
Balance – September 30, 2022	6,250
Acquisition costs	
Cash	5,000
Exploration costs	
Assaying	24,050
Field	3,301
Geological consultants	90,344
Sampling	33,990
Total exploration costs	151,685
Balance – September 30, 2023	162,935
Exploration costs	
Assaying	21,611
Field	2,343
Geological consultants	67,318
Sampling	(7,559)
Total exploration costs	83,713
Balance – March 31, 2024	246,648

Lithium Brine Project – Alberta, Canada

The Company has been granted 18 metallic and industrial minerals permits in Fox Creek, Laduc and Grande Prairie areas of Alberta, Canada.

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 March 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 March 31, 2024, \$30,000 (September 30, 2023 - \$30,000) is still outstanding.

INDIGO EXPLORATION INC.**Notes to the Condensed Interim Consolidated Financial Statements****Three and six months ended March 31, 2024 and 2023***(Unaudited - Expressed in Canadian dollars)***6 SHARE CAPITAL**

a) Authorized:

Unlimited common shares without par value.

b) Financing:

There were no financing activities during the six months ended March 31, 2024.

On February 27, 2023 the Company closed a non-brokered private placement of 10,000,000 units at a price of \$0.06 per unit to raise total gross proceeds of \$600,000. Each unit is comprised of one common share and one half warrant. Each whole warrant will entitle the holder thereof to purchase one common share for a period of two years at a price of \$0.10. Cash share issuance costs of \$4,375 have been incurred.

c) Stock options:

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

	Number of options	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance September 30, 2022	-	-	-
Issued	3,100,000	\$0.08	-
Balance September 30, 2023	3,100,000	\$0.08	4.39
Balance March 31, 2024	3,100,000	\$0.08	3.89

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

Expiry Date	Exercise price	Remaining life (years)	Options outstanding and exercisable
February 14, 2028	\$0.0825	3.88	2,800,000
April 14, 2028	\$0.0825	4.04	300,000
		3.89	3,100,000

d) Warrants:

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

	Number of warrants	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, September 30, 2022	18,247,333	\$0.11	0.90
Issued	5,000,000	\$0.10	-
Exercised	(13,189,000)	\$0.10	-
Balance, September 30, 2023	10,058,333	\$0.12	1.01
Balance March 31, 2024	10,058,333	\$0.12	0.51

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

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

Expiry Date	Exercise price	Remaining life (years)	Warrants outstanding
May 11, 2024 ⁽¹⁾	\$0.15	0.11	5,058,333
February 27, 2025	\$0.08	0.91	5,000,000
		0.51	10,058,333

⁽¹⁾ Subsequent to March 31, 2024 these warrants expired unexercised.

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 Paul Cowley, the President, Chief Executive Officer and a director of the Company.
- Whytecliff Resources 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 and six months ended March 31, 2024 and 2023 was as follows:

	Three months ended March 31		Six months ended March 31	
	2024	2023	2024	2023
	\$	\$	\$	\$
Accounting fees	6,855	4,660	10,906	6,371
Exploration and evaluation asset	15,000	-	30,000	-
Management and administration fees	18,000	16,000	36,000	16,000
	39,855	20,660	76,906	22,371

As at March 31, 2024, accounts payable and accrued liabilities include an amount of \$11,550 (September 30, 2023 \$22,790) due to an officer of the Company and/or companies they control or of which they were significant shareholders. These amounts are unsecured, non-interest bearing and due on demand.

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

	March 31, 2024	September 30, 2023
	\$	\$
Canada	734,437	981,802
Burkina Faso	85	454
Total assets	734,522	982,256

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

	2024	2023
	\$	\$
Canada	108,041	425,874
Burkina Faso	16,981	5,945
Loss and comprehensive loss	125,022	431,819

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 March 31, 2024 and September 30, 2023:

	March 31, 2024	September 30, 2023
	\$	\$
Non-cash investing and financing transactions		
Exploration and evaluation assets included in accounts payable	27,942	89,467

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 March 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, 2023 and have not changed significantly during the three and six months ended March 31, 2024.