

Satori Resources Inc.

Condensed Interim Financial Statements

Three and Nine Months Ended September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited)

NOTICE TO READER

Responsibility for Financial Statements:

The accompanying unaudited interim condensed financial statements of Satori Resources Inc. (the "Company") for the three and nine months ended September 30, 2022 and 2021 have been prepared by management in accordance with International Financial Reporting Standards applicable to interim financial statements (see note 3 to the unaudited interim condensed financial statements). Recognizing that the Company is responsible for both the integrity and objectivity of the unaudited financial statements, management is satisfied that these unaudited interim condensed financial statements have been fairly presented.

Auditors Involvement:

The external auditors of Satori Resources Inc. have not audited or performed a review of the unaudited interim condensed financial statements for the three and nine months ended September 30, 2022 and 2021.

Satori Resources Inc.

MANAGEMENT'S RESPONSIBILITY FOR QUARTERLY FINANCIAL REPORTING

The accompanying unaudited interim condensed financial statements of Satori Resources Inc. are the responsibility of the management and Board of Directors of the Company.

The unaudited interim condensed financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited interim condensed financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited interim condensed financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 Interim Financial Reporting of International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the unaudited interim condensed financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited interim condensed financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited interim condensed financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

"Peter Shippen"
Chairman

"Julio DiGirolamo"
Chief Financial Officer

Satori Resources Inc.

Interim Condensed Statements of Financial Position (unaudited)

(Expressed in Canadian dollars)

	September 30, 2022	December 31, 2021
ASSETS		
Current Assets		
Cash	\$ 1,139,575	\$ 3,095,147
Other receivables	27,836	28,752
Prepaid expenses and advances	38,503	135,537
	1,205,914	3,259,436
Non-Current Assets		
Mineral properties, deferred exploration and development expenditures (note 5)	6,156,032	4,460,620
TOTAL ASSETS	\$ 7,361,946	\$ 7,720,056
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 303,249	\$ 120,134
Flow-through premium	---	321,075
	303,249	441,209
Non-Current Liabilities		
Site restoration provision (note 6)	1,124,395	1,107,615
TOTAL LIABILITIES	1,427,644	1,548,824
Equity		
Share capital (note 7)	9,514,017	9,514,017
Contributed surplus (note 8)	6,204,592	6,122,296
Deficit	(9,784,307)	(9,465,081)
TOTAL EQUITY	5,934,302	6,171,232
TOTAL LIABILITIES AND EQUITY	\$ 7,361,946	\$ 7,720,056

Going Concern (note 2)

Commitments (note 12)

Approved by the Board
Signed:

“Jennifer Boyle”

Director

“Peter Shippen”

Director

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

Satori Resources Inc.

Interim Condensed Statements of Operations and Comprehensive Loss (unaudited)

For the three and nine-month periods ended September 30,

(Expressed in Canadian dollars)

	Three Months		Nine Months	
	2022	2021	2022	2021
Investor relations, advertising and promotion	\$ 23,558	\$ 51,483	\$210,431	\$ 71,812
Management fees	43,500	51,000	145,500	153,000
Stock-based compensation (note 8)	8,205	---	82,296	154,050
Directors fees	20,000	20,000	60,000	63,996
Filing and transfer agent fees	5,922	18,482	29,225	28,970
Insurance	8,599	8,666	26,620	25,277
Salaries, wages and benefits	6,132	9,131	22,869	30,068
Accretion (note 6)	5,593	5,483	16,780	16,448
Consulting fees	4,250	3,075	13,836	13,982
Professional fees	---	119	12,325	3,079
Office and miscellaneous	2,833	(1,459)	9,866	10,733
Travel	---	---	8,880	---
Legal and paralegal	345	1,622	1,673	3,552
Loss before interest income and tax recovery	\$ 128,937	\$ 167,602	\$ 640,301	\$ 574,967
Interest income	---	(8)	---	(75)
Flow-through premium	(76,058)	(67,105)	(321,075)	(95,636)
Net loss and comprehensive loss for the period	\$ 52,879	\$ 100,489	\$ 319,226	\$ 479,256
Net loss per share (note 9)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)

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

Satori Resources Inc.

Interim Condensed Statements of Changes in Equity (unaudited)
For the nine-month periods ended September 30, 2022 and 2021
(Expressed in Canadian dollars)

	Number of Shares	Share Capital	Contributed Surplus	Warrant Reserve	Deficit	Total
Balance, December 31, 2020	58,865,084	\$5,088,097	\$ 5,935,582	\$ 343,143	\$ (8,774,858)	\$ 2,591,964
Net loss for the period	---	---	---	---	(479,256)	(479,256)
Shares issued – private placement (<i>note 7</i>)	13,210,000	1,456,689	---	---	---	1,456,689
Shares issued - warrant exercise	2,305,000	217,139	---	(44,815)	---	172,324
Vesting of stock-based compensation	---	---	154,050	---	---	154,050
Balance, September 30, 2021	74,380,084	\$6,761,925	\$ 6,089,632	\$ 298,328	\$ (9,254,114)	\$ 3,895,771
Balance, December 31, 2021	99,365,818	\$9,514,017	\$ 6,122,296	\$ ---	\$ (9,465,081)	\$ 6,171,232
Net loss for the period	---	---	---	---	(319,226)	(319,226)
Vesting of stock-based compensation	---	---	82,296	---	---	82,296
Balance, September 30, 2022	99,365,818	\$9,514,017	\$ 6,204,592	\$ ---	\$ (9,784,307)	\$ 5,934,302

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

Satori Resources Inc.

Interim Condensed Statements of Cash Flows (unaudited)
For the nine-month periods ended September 30,
(Expressed in Canadian dollars)

	2022	2021
Cash flows from operating activities		
Net loss for the period	\$ (319,226)	\$ (479,256)
Items not affecting cash		
Accretion	16,780	16,448
Stock-based compensation	82,296	154,050
Flow-through premium	(321,075)	(95,636)
	(541,225)	(404,394)
Changes in non-cash items relating to operating activities		
Other receivables	916	(6,407)
Prepaid expenses	97,034	(50,230)
Accounts payable and accrued liabilities	183,115	117,280
	(260,160)	(343,751)
Cash flows from investing activities		
Mineral properties expenditures	(1,695,412)	(1,882,375)
	(1,695,412)	(1,882,375)
Cash flows from financing activities		
Shares issued – private placement	---	1,714,350
Share issue costs	---	(100,911)
Shares issued on exercise of warrants	---	172,324
	---	1,785,763
Decrease in cash	(1,955,572)	(440,363)
Cash, beginning of the period	3,095,147	1,259,568
Cash, end of the period	\$ 1,139,575	\$ 819,205

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

Satori Resources Inc.

Notes to the Condensed (Unaudited) Interim Financial Statements

September 30, 2022 and 2021

Expressed in Canadian dollars unless otherwise indicated

1. Incorporation and Basis of Presentation

Satori Resources Inc. (“Satori” or the “Company”) was incorporated on October 24, 2011 as 0923423 B.C. Ltd. under the Business Corporations Act (British Columbia) and subsequently changed its name to Satori Resources Inc. on December 5, 2011. Satori is involved in mineral exploration and development near Tartan Lake in the Province of Manitoba (the “Tartan Lake Gold Mine Project” or “Tartan Lake”).

The Company’s head office is located at 401 Bay Street, Suite 2702, Toronto, Ontario. Satori’s shares are listed on the TSX Venture Exchange and trade under the symbol “BUD”.

These financial statements were approved by the Board of Directors on November 23, 2022.

2. Nature of Operations and Going concern

Satori is in the process of exploring its mineral property interests and has not yet determined whether the mineral properties contain mineral reserves that are economically recoverable. Satori’s continuing operations and the underlying value and recoverability of the amounts shown for mineral properties are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of Satori to obtain the necessary financing to complete the exploration and development of its mineral property interests and on future profitable production or proceeds from the disposition of the mineral property interests.

At September 30, 2022, Satori had \$1,139,575 in cash (December 31, 2021 - \$3,095,147). Satori has raised and expects to raise additional equity financing to support future investing and operating activities at Tartan Lake, or for such other new projects or assets that Satori may acquire. There can be no assurance as to the availability or terms upon which such financing might be available.

These unaudited interim condensed financial statements have been prepared on a going concern basis, which assumes that Satori will be able to realize assets and discharge liabilities in the normal course of business for the foreseeable future. As at September 30, 2022, Satori has no source of recurring operating cash flows, has an accumulated deficit of \$9,784,307 (December 31, 2021 – \$9,465,081) and working capital of \$902,665 (December 31, 2021 - \$2,818,227). In the absence of additional financing or strategic alternatives, these factors cast significant doubt regarding the Company’s ability to continue as a going concern.

The financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to continue as a going concern and was required to realize its assets or discharge its obligations in anything other than the ordinary course of operations.

3. Significant Accounting Policies

Statement of Compliance

These unaudited interim condensed financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

Basis of presentation

These unaudited interim condensed financial statements have been prepared on a historical cost basis except for certain financial instruments that have been measured at fair value.

Satori Resources Inc.

Notes to the Condensed (Unaudited) Interim Financial Statements

September 30, 2022 and 2021

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3. Significant Accounting Policies (Cont'd)

Significant accounting estimates and judgments

The preparation of these financial statements requires management to make judgments and estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these judgments and estimates. The financial statements include judgments and estimates which, by their nature, are uncertain. The impacts of such judgments and estimates are pervasive throughout the financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

Significant assumptions about the future and other sources of judgments and estimates that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Estimates:

- the recoverability of the deferred exploration and development expenditures recorded in the statements of financial position; and
- inputs used to account for the value of the asset retirement obligation, including the inflation rate, the risk-free interest rate and the estimated life of the property.

Recent Accounting Pronouncements

At the date of authorization of these unaudited condensed interim financial statements, the IASB and the IFRIC have issued the following amendments which are effective for annual periods beginning on or after January 1, 2022. Many are not applicable or do not have a significant impact to the Company and have been excluded. The Company is currently assessing the impact upon the adoption of the following amendments on its financial statements:

Amendments to IAS 1

In January 2020, the IASB issued amendments to IAS 1 which clarify the requirements for classifying liabilities as either current or non-current by: (i) specifying that the conditions which exist at the end of the reporting period determine if a right to defer settlement of a liability exists; (ii) clarifying that settlement of a liability refers to the transfer to the counterparty of cash, equity instruments, other assets or services; (iii) clarifying that classification is unaffected by management's expectation about events after the balance sheet date; and (iv) clarifying the classification requirements for debt an entity may settle by converting it into equity.

The amendments clarify existing requirements, rather than make changes to the requirements, and so are not expected to have a significant impact on an entity's financial statements. However, the clarifications may result in reclassification of some liabilities from current to non-current or vice-versa, which could impact an entity's loan covenants. Because of this impact, the IASB has provided a longer effective date to allow entities to prepare for these amendments. In July 2020, the IASB issued an amendment to defer the effective date of the amendments by one year from its originally planned effective date to annual periods beginning on or after January 1, 2023 due to the impact of COVID-19. Early application is permitted.

Amendments to IAS 37 – Provisions, Contingent Liabilities and Contingent Assets (“IAS 37”)

In May 2020, the IASB issued amendments to update IAS 37. The amendments specify that in assessing whether a contract is onerous under IAS 37, the cost of fulfilling a contract includes both the incremental costs and an allocation of costs that relate directly to contract activities. The amendments also include examples of costs that do, and do not, relate directly to a contract. These amendments are effective for annual periods beginning on or after January 1, 2022. Earlier application is permitted.

Satori Resources Inc.

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3. Significant Accounting Policies (Cont'd)

Amendments to IAS 8

In February 2021, the IASB issued Definition of Accounting Estimates, which amended IAS 8. The amendments clarify how companies should distinguish changes in accounting policies from changes in accounting estimates. That distinction is important because changes in accounting estimates are applied prospectively only to future transactions and other future events, but changes in accounting policies are generally also applied retrospectively to past transactions and other past events. The amendments to IAS 8 are effective for annual periods beginning on or after January 1, 2023. Early application is permitted.

4. Capital Management

The capital of Satori consists of shareholders' equity. The Company's objectives when managing capital are to safeguard Satori's ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain optimal returns to shareholders and benefits for other stakeholders.

Satori manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust its capital structure, Satori may attempt to issue new shares or debt or dispose of assets. There can be no assurance that Satori will be able to obtain debt or equity capital in the case of operating cash deficits (*note 2*).

In order to facilitate management of its capital requirements, Satori prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. In order to maximize ongoing development efforts, Satori does not pay out dividends. Satori is not subject to externally imposed capital requirements.

5. Mineral Properties and Deferred Exploration and Development Expenditures

	Dec 31, 2020	Additions	Dec 31, 2021	Additions	Sep 30, 2022
<u>Tartan Lake:</u>					
Acquisition	\$ 583,560	\$ ---	\$ 583,560	\$ ---	\$ 583,560
Exploration	3,894,988	2,107,323	6,002,311	1,695,412	7,697,723
Proceeds from sale of gold	(49,433)	---	(49,433)	---	(49,433)
Change in site restoration provision (note 6)	308,453	---	308,453	---	308,453
Impairment of properties	(2,384,271)	---	(2,384,271)	---	(2,384,271)
Total Tartan Lake	2,353,297	2,107,323	4,460,620	1,695,412	6,156,032
<u>New Delhi:</u>					
Acquisition	54,400	---	54,400	---	54,400
Option termination	---	(54,400)	(54,400)	---	(54,400)
Total New Delhi	54,400	(54,400)	---	---	---
TOTAL	\$ 2,407,697	2,052,923	\$ 4,460,620	1,695,412	\$ 6,156,032

Tartan Lake, Manitoba

Satori assumed ownership of Tartan Lake on February 2, 2012. The property carries a net smelter return royalty ("NSR") of 2%. The NSR can be repurchased at any time by Satori for \$1,000,000 for each 1%. During the nine months ended September 30, 2022, the Company expended \$1,695,412 on exploration activities (year ended December 31, 2021 - \$2,107,323).

Satori Resources Inc.

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5. Mineral Properties, Deferred Exploration and Development Expenditures (Cont'd)

New Delhi, Ontario

On October 26, 2020, Satori entered into a property option agreement to earn a 100% interest in the New Delhi Gold Project, an advanced polymetallic gold property located in Ontario's Sudbury Mining Division. Under the terms of this agreement, Satori had the right to earn a 100% interest in the New Delhi project by making certain payments. On November 22, 2021, the Company gave notice that it was terminating the option agreement.

6. Site Restoration Provision

Satori's site restoration provision of \$1,124,395 (December 31, 2021 - \$1,107,615) is based on management's best estimate of costs to abandon and reclaim mineral properties and facilities as well as an estimate of the future timing of the costs to be incurred.

Satori's asset retirement obligation was determined based on an undiscounted future liability of approximately \$1,248,820 adjusted for estimated inflation of 1.88% and discounted at 2.02%, with reclamation occurring in 2027. During the three and nine months ended September 30, 2022, accretion expense of \$5,593 and \$16,780, respectively (three and nine months ended September 30, 2021 - \$5,483 and \$16,488, respectively) was recorded.

7. Share Capital

Common shares

Authorized:

Unlimited number of common shares without par value.

Issued and outstanding:

	Common Shares	Amount
Balance, December 31, 2019	43,631,507	\$ 3,662,999
Property acquisition (note 5)	120,000	14,400
Shares issued in private placement	12,013,577	1,195,475
Share issue costs	---	(41,061)
Flow-through premium	---	(17,900)
Warrant exercise – cash	2,200,000	124,500
Warrant exercise – equity	---	66,700
Option exercise – cash	900,000	47,500
Option exercise – equity	---	35,484
Balance, December 31, 2020	58,865,084	\$ 5,088,097
Shares issued in private placement	25,595,734	3,858,400
Share issue costs	---	(204,345)
Flow-through premium	---	(442,939)
Warrant exercise – cash	14,905,000	904,325
Warrant exercise – book value	---	310,479
Balance, December 31, 2021 and September 30, 2022	99,365,818	\$ 9,514,017

See note 12 for Satori's flow-through expenditure commitment at September 30, 2022.

8. Stock Options and Stock-Based Compensation

Satori established a stock option plan which provides for granting of incentive stock options up to a maximum of 10% of the Company's issued and outstanding common shares. The Company has issued options to directors, officers and consultants. Terms of the options granted are subject to the determination and approval by the Board of Directors. All options granted are subject to a four-month hold period from the date of grant as required by the TSX Venture Exchange.

Satori Resources Inc.

Notes to the Condensed (Unaudited) Interim Financial Statements

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8. Stock Options and Stock-Based Compensation (Cont'd)

	Number of stock options outstanding and exercisable	Weighted average exercise price	Weighted average remaining contractual life (years)
Balance, December 31, 2020	4,050,000	\$ 0.10	3.08
Granted	1,500,000	0.15	
Expired	(650,000)	0.15	
Balance, December 31, 2021	4,900,000	\$0.10	3.05
Granted	825,000	0.15	
Expired	(300,000)	0.18	
Balance, September 30, 2022	5,425,000	\$0.10	3.06

On April 22, 2022, the Company granted 825,000 stock options to directors, officers and consultants. The stock options have a life of five years, carry an exercise price of \$0.15, and 525,000 vest immediately. For the remaining 300,000, one-third vests immediately and one-third vests on each of the 6-month and 12-month anniversary of the grant. The value ascribed to this issue was \$89,678 using the Black-Scholes option pricing model under the following weighted average assumptions: share price – \$0.145; risk free rate of return – 2.79%; annualized volatility – 100%; expected life – 5 years; dividend yield – 0%. The Company recognized stock-based compensation expense of \$82,296 during the nine-months ended September 30, 2022 in relation to the vesting of these options. The balance of \$7,381 will be expensed over the balance of the vesting period.

In January 2022, 300,000 options expired unexercised.

On March 30, 2021, the Company granted 1,500,000 stock options to directors, officers and consultants. The stock options carry an exercise price of \$0.15, and vest immediately. The value ascribed to this issue was \$154,050 using the Black-Scholes option pricing model under the following weighted average assumptions: share price – \$0.14; risk free rate of return – 0.97%; annualized volatility – 100%; expected life – 5 years; dividend yield – 0%. The Company recognized stock-based compensation expense of \$154,050 during the quarter ended March 31, 2021 in relation to the vesting of these options.

Contributed Surplus

Contributed surplus includes Satori's actual share-based payments and part of warrants reserve in the event of expiry of warrants.

	September 30, 2022	December 31, 2021
Opening balance	\$ 6,122,296	\$ 5,935,582
Expiry of warrants	---	32,664
Vesting of share-based payments	82,296	154,050
Ending balance	\$ 6,204,592	\$ 6,122,296

Satori Resources Inc.

Notes to the Condensed (Unaudited) Interim Financial Statements

September 30, 2022 and 2021

Expressed in Canadian dollars unless otherwise indicated

9. Loss per Common Share

The following table sets forth the calculations of basic and fully diluted loss per common share:

	Three Months Ended September 30, 2022		Three Months Ended September 30, 2021	
Numerator:				
Loss attributable to common shareholders				
- basic and diluted	\$ (52,879)	\$ (100,489)	\$ (319,226)	\$ (479,256)
Denominator:				
Weighted-average common shares outstanding				
- basic and diluted	99,365,818	49,907,903	99,365,818	45,738,910
Basic and diluted loss per common share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)

The options and warrants for the periods ended September 30, 2022 and 2021 were excluded from the computation of diluted loss per share as the potential effect was anti-dilutive.

10. Related Party Transactions and Balances

Management compensation

The Company incurred the following expenditures charged by companies controlled by current directors and officers of the Company:

	Three Months Ended September 30, 2022		Three Months Ended September 30, 2021	
Stock-based compensation (<i>note 8</i>)	\$ ---	\$ ---	\$ 82,296	\$ 154,050
Fees – President and CEO	22,000	22,000	66,000	66,000
Fees – Executive Chairman	22,000	22,000	66,000	66,000
Fees - CFO	7,500	7,500	22,500	22,500
Other director fees	12,000	12,000	36,000	36,000
Director consulting fee	---	---	---	13,600

As of September 30, 2022, \$53,560 (December 31, 2021 - \$30,537) is owed to management and directors, on account of fees and expenses, and is included in accounts payable and accrued liabilities on the statements of financial position.

During the three and nine months ended September 30, 2022, the Company paid its President and CEO a total of \$18,000 and \$54,000, respectively, for her role as an Executive Officer and \$4,000 and \$12,000, respectively, for her role on the Board (three and nine months ended September 30, 2021 - \$18,000 and \$54,000, respectively, for her role as an Executive Officer and \$4,000 and \$12,000, respectively, for her role on the Board). During the three and nine months ended September 30, 2022, the Company paid its Executive Chairman a total of \$18,000 and \$54,000, respectively, for his role as an Executive Officer and \$4,000 and \$12,000, respectively, for his role on the Board (three and nine months ended September 30, 2021 - \$18,000 and \$54,000, respectively, for his role as an Executive Officer and \$4,000 and \$12,000, respectively, for his role on the Board). During the three and nine months ended September 30, 2022, the Company paid its CFO a total of \$7,500 and \$22,500, respectively, (three and nine months ended September 30, 2021- \$7,500 and \$22,500, respectively).

A director received project-related consulting fees totaling \$13,600 during the first quarter of 2021. This amount is capitalized and included in mineral properties and deferred exploration and development expenditures on the interim condensed statement of financial position.

Satori Resources Inc.

Notes to the Condensed (Unaudited) Interim Financial Statements

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11. Financial Instruments and Risk Factors

The Company's risk exposures and impact on Satori's financial instruments are summarized below:

Credit risk

Credit risk is the risk of loss associated with the Company's inability to collect accounts receivable and safe keep cash. The Company's receivables consist mainly of a Harmonized Sale Tax (HST) return from the federal government, on which there is no credit risk. The Company is also exposed to credit risk on its cash, however, it has deposited its cash with reputable Canadian financial institutions, from which management believes the risk of loss is minimal.

Liquidity risk

The Company manages liquidity risk to ensure that it will have sufficient liquidity to meet liabilities when due. As at September 30, 2022, Satori had cash of \$1,139,575 to settle current financial liabilities of \$303,249 (December 31, 2021 - \$3,095,147 to settle current financial liabilities of \$441,209). Satori has no source of recurring operating cash flows and in the absence of additional financing or strategic alternatives, the Company faces substantial liquidity risk (*note 2*).

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and commodity and equity prices.

- i) Interest rate risk - Satori is not exposed to interest rate risk as it does not have interest bearing debt.
- ii) Commodity price risk - The ability of Satori to develop its mineral properties and future profitability of Satori is directly related to the market price of gold.

12. Commitments

The following table summarizes the Company's flow-through expenditure requirements as at September 30, 2022:

Date of Financing	Dec 30, 2021	June 28, 2021
	\$	\$
Flow-through proceeds raised	1,359,400	1,410,750
Eligible expenditures incurred	---	(1,096,776)
Expenditure commitment – December 31, 2021	1,359,400	313,974
Eligible expenditures incurred	(1,359,400)	(313,974)
Expenditure commitment – September 30, 2022	---	---