



Condensed Consolidated Interim Financial Statements

For the Three Months Ended June 30, 2024 and 2023

(Unaudited - Expressed in Canadian Dollars)

**Notice of No Auditor Review of
Condensed Consolidated Interim Financial Statements**

The accompanying unaudited condensed consolidated interim financial statements of Kirkland Lake Discoveries Corp. for the three months ended June 30, 2024 and 2023 have been prepared by and are the responsibility of the Company's management ("Management") and have been approved by the Company's audit committee.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants.

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2024 \$	March 31, 2024 \$
ASSETS			
Current assets			
Cash		2,215,105	3,246,345
Receivables		93,602	133,638
Prepaid expenses and deposits		92,720	34,808
Total current assets		2,401,427	3,414,791
Non-current assets			
Exploration and evaluation assets	3	10,035,964	10,035,964
Property and equipment		30,076	31,528
Total non-current assets		10,066,040	10,067,492
Total Assets		12,467,467	13,482,283
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	6	316,810	251,122
Flow-through share premium liability	4	115,949	166,117
Total current liabilities		432,759	417,239
Total liabilities		432,759	417,239
EQUITY			
Share capital	5	58,995,971	58,995,971
Reserves	5	7,098,997	7,098,997
Deficit		(54,060,260)	(53,029,924)
Total equity		12,034,708	13,065,044
Total Liabilities and Equity		12,467,467	13,482,283

NATURE OF OPERATIONS AND GOING CONCERN (Note 1)

COMMITMENTS (Notes 3 and 4)

SUBSEQUENT EVENT (Note 3(a))

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on August 19, 2024. They are signed on the Company's behalf by:

"Denis Laviolette" , Director

"Gary Nassif" , Director

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)

		Three months ended June 30,	
	Note	2024 \$	2023 \$
Expenses			
Depreciation		1,452	-
Exploration and evaluation expenditures	3	571,213	311,822
Investor relations and corporate development	6	23,484	113,341
Office and sundry		28,352	26,103
Professional fees		22,220	11,414
Salaries and consulting	6	409,021	88,129
Transfer agent and filing fees		1,952	8,100
Travel		2,740	5,510
Loss before other income (expenses)		(1,060,434)	(564,419)
Other income (expenses)			
Foreign exchange loss		(782)	-
Settlement of flow-through share premium liability	4	50,168	43,767
Other expenses		-	(36)
Part XII.6 tax	4	(19,288)	-
Total other income		30,098	43,731
Loss and comprehensive loss for the period		(1,030,336)	(520,688)
Loss per share – basic and diluted (\$)	9	(0.01)	(0.01)
Weighted average number of common shares outstand – basic and diluted	9	88,624,522	53,056,026

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

Kirkland Lake Discoveries Corp.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)

	Three months ended June 30,	
	2024	2023
	\$	\$
Cash flows from operating activities		
Loss for the period	(1,030,336)	(520,688)
Adjustments for:		
Depreciation	1,452	1,159
Interest expense	-	(2,243)
Settlement of flow-through share premium liability	(50,168)	(43,767)
	<u>(1,079,052)</u>	<u>(565,539)</u>
Change in non-cash working capital items:		
(Increase) decrease in receivables	40,036	(76,037)
(Increase) in prepaid expenses and deposits	(57,912)	(167,674)
Increase in accounts payable and accrued liabilities	65,688	187,321
Net cash used in operating activities	<u>(1,031,240)</u>	<u>(621,929)</u>
Cash flows from financing activities		
Shares issued in private placement	-	7,848,007
Share issue costs	-	(879,353)
Loan payments	-	(2,313)
Net cash generated from financing activities	<u>-</u>	<u>6,966,341</u>
Net (decrease) increase in cash	(1,031,240)	6,344,412
Cash at beginning of period	3,246,345	70,634
Cash at end of period	<u>2,215,105</u>	<u>6,415,046</u>

SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS (Note 7)

Kirkland Lake Discoveries Corp.
Consolidated Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Number of shares	Share capital \$	Reserves \$	Deficit \$	Total equity \$
Balance at March 31, 2023	29,774,787	49,169,352	4,984,690	(49,234,349)	4,919,693
Shares issued pursuant to acquisition of exploration and evaluation assets	28,612,500	4,657,482	-	-	4,657,482
Private placement	30,237,299	6,487,329	1,360,678	-	7,848,007
Share consolidation	(64)	-	-	-	-
Share issue costs	-	(806,010)	-	-	(806,010)
Share issue costs – brokers' warrants	-	(223,500)	223,500	-	-
Flow-through share premium	-	(288,682)	-	-	(288,682)
Total comprehensive loss for the period	-	-	-	(520,688)	(520,688)
Balance at June 30, 2023	88,624,522	58,995,971	6,568,868	(49,755,037)	15,809,802
Share-based compensation	-	-	530,129	-	530,129
Total comprehensive loss for the period	-	-	-	(3,274,887)	(3,274,887)
Balance at March 31, 2024	88,624,522	58,995,971	7,098,997	(53,029,924)	13,065,044
Total comprehensive loss for the period	-	-	-	(1,030,336)	(1,030,336)
Balance at June 30, 2024	88,624,522	58,995,971	7,098,997	(54,060,260)	12,034,708

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

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

1. NATURE OF OPERATIONS AND GOING CONCERN

Kirkland Lake Discoveries Corp. (the “Company” or “Kirkland Lake”) was incorporated under the laws of British Columbia on March 6, 1984. The Company is listed on the TSX Venture Exchange (“TSX-V”) under the symbol “KLDC”, as a Tier 2 mining issuer. The address of the Company’s corporate office and principal place of business is 555 Burrard St Vancouver, P.O. Box 272, British Columbia, Canada, V7X 1M8.

The Company is a mineral exploration company engaged in the acquisition, exploration and evaluation of resource properties. The Company’s exploration and evaluation assets presently have no proven or probable reserves, and on the basis of information to date, it has not yet determined whether these properties contain economically recoverable resources. The recoverability of amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis and do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. The ability of the Company to continue as a going concern depends upon its ability to develop profitable operations and to continue to raise adequate financing. As at June 30, 2024, the Company had an accumulated deficit of \$54,060,260 and shareholders’ equity of \$12,034,708. In addition, the Company has working capital of \$1,968,668, consisting primarily of cash, and negative cash flow from operating activities of \$1,031,240. Management is actively targeting sources of additional financing through alliances with financial, exploration and mining entities, or other business and financial transactions which would assure continuation of the Company’s operations and exploration programs. In order for the Company to meet its liabilities as they come due and to continue its operations, the Company is solely dependent upon its ability to generate such financing. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, and national and international circumstances. Recent geopolitical events and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company on August 19, 2024.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below.

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IFRS Accounting Standards (“IFRS”) as applicable to interim financial reports including International Accounting Standards 34 “Interim Financial Reporting” issued by the International Accounting Standards Board (“IASB”).

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

2. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

a) Statement of compliance (continued)

These condensed consolidated interim financial statements do not include all the information and note disclosures required by IFRS for annual financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended March 31, 2024, which have been prepared in accordance with IFRS, as issued by the IASB.

The policies applied in these condensed consolidated interim financial statements are the same as those applied in the most recent annual consolidated financial statements and were consistently applied to all the periods presented.

b) Basis of presentation

These condensed consolidated interim financial statements are expressed in Canadian dollars and have been prepared on a historical cost basis except for financial instruments classified as subsequently measured at fair value. In addition, these condensed consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The functional currency of the Company and its subsidiary is the Canadian dollar.

Certain comparative figures have been reclassified to conform to the current period presentation.

c) Principles of consolidation

These condensed consolidated interim financial statements include the accounts of Kirkland Lake Discoveries Corp. and its wholly owned subsidiary, RD Minerals S.A. de C.V.. All significant intercompany transactions have been eliminated.

d) Significant Accounting Estimates and Judgments

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments and assumptions 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 estimates.

In preparing these condensed consolidated interim financial statements, the Company applied the critical judgments and estimates disclosed in Note 2 of its audited consolidated financial statements for the year ended March 31, 2024.

e) Initial application of standards, interpretations and amendments to standards and interpretations in the reporting period

The IASB issued certain new accounting standards or amendments that are mandatory for accounting periods on or after April 1, 2024, including amendments to IAS 1 "Classification of Liabilities as Current or Non-Current", amendments to IFRS 16 "Leases", and amendments to IAS 7 "Statement of Cash Flow" and IFRS 7 "Financial Instruments Disclosures". The effect of such new accounting standards or amendments did not have a material impact on the Company and therefore the Company did not record any adjustments to the consolidated financial statements.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

2. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

f) New and amended IFRS standards not yet effective

Certain new accounting standards or interpretations have been published that are not mandatory for the current period and have not been early adopted. These standards and interpretations are not expected to have a material impact on the Company's financial statements, except for IFRS 18 "Presentation and Disclosure in Financial Statements". IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements and has an effective date of January 1, 2027. The effects of the adoption of IFRS 18 on the Company's consolidated financial statements have not yet been determined.

3. EXPLORATION AND EVALUATION ASSETS

The schedules below summarize the carrying costs of acquisition costs and exploration expenditures incurred to date for each exploration and evaluation asset that the Company is continuing to explore as at June 30, 2024 and March 31, 2024:

	KL West Side	KL East Side	Total
	\$	\$	\$
Three months ended June 30, 2024			
Exploration and evaluation assets			
Balance as at March 31, 2024 and June 30, 2024	5,230,020	4,805,944	10,035,964
Exploration and evaluation expenditures			
Cumulative exploration expense -			
March 31, 2024	5,098,947	1,534,817	6,633,764
Assays	7,940	45,480	53,420
Camp costs	5,187	6,127	11,314
Claims management	2,054	4,761	6,815
Drilling	-	9,319	9,319
Equipment rental	-	11,620	11,620
Geology	341,383	55,895	397,278
Geophysical survey	-	2,750	2,750
Geotechnical	5,363	33,137	38,500
Mapping	-	8,150	8,150
Other	968	981	1,949
Transportation	4,319	4,347	8,666
Travel and accommodations	13,470	7,962	21,432
	380,684	190,529	571,213
Cumulative exploration expense – June 30, 2024	5,479,631	1,725,346	7,204,977

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

	KL West Side \$	KL East Side \$	Total \$
Three months ended June 30, 2023			
Exploration and evaluation assets			
Balance as at March 31, 2023	5,220,020	103,760	5,323,780
Additions			
Acquisition costs	-	4,657,482	4,657,482
Balance as at June 30, 2023	5,220,020	4,761,242	9,981,262
Exploration and evaluation expenditures			
Cumulative exploration expense -			
March 31, 2023	4,271,663	128,763	4,400,426
Camp costs	12,364	626	12,990
Claims management	6,678	1,367	8,045
Geology	30,921	11,334	42,255
Geophysical survey	-	204,590	204,590
Geotechnical	10,037	1,643	11,680
Logistics	7,333	500	7,833
Travel and accommodations	23,494	935	24,429
	90,827	220,995	311,822
Cumulative exploration expense –			
June 30, 2023	4,362,490	349,758	4,712,248

(a) KL West Side

KL West Side is comprised of the Goodfish-Kirana Project (“Goodfish”) and the KL West Land Package.

Goodfish Property

The Company owns a 100% interest in the Goodfish property that was acquired by making payments in cash, common shares of the Company and/or in exchange for a net smelter return (“NSR”) between 2018 and 2022. The property comprises 237 cell claims and 29 patented mining claims. The Company wholly owns the property subject to various NSR arrangements.

The KL West Land Package

In August 2021, the Company entered into an option agreement with an arm’s length party to acquire a 100% interest in the KL West (“KLW”) and KL Central (“KLC”) land packages. The KLW land package comprises 107 mining claims and the KLC land package comprises eight mining claims, for an aggregate of 115 claims. Under the terms of the option agreement, the Company paid \$10,000 in cash and issued 250,000 common shares, and agreed to pay \$15,000 in cash on the first anniversary (paid), \$20,000 on the second anniversary (paid), and \$25,000 on the third anniversary (paid subsequent to June 30, 2024). The option agreement is also subject to the issuance of 1,000,000 common shares upon the delivery of a Pre-Feasibility Study as defined in accordance with a National Instrument 43-101 technical report prepared by the Company and a 1.5% NSR. The Company has the right to purchase two-thirds of the NSR (or 1%) for \$1,000,000.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

(a) KL West Side (continued)

The KL West Land Package (continued)

Acquisition costs incurred in connection with the purchase of the KLW and KLC land packages were split evenly between the KL West Side and KL East Side properties (see Note 3(b)).

In March 2022, the Company staked 29 new claims in Melba township. These claims are contiguous to the northern part of the KLW land package and are immediately west of the Barnet Creek Fault Zone, a prominent north-south-trending fault that is considered to be the structural control on nearby gold occurrences.

The KLW land package is contiguous to and west of the Company's Goodfish Project and the KLC land package is contiguous to the Company's Arnold Property (see Note 3(b)).

In February 2023, the Company acquired three separate blocks of claims that are contiguous to the KLW and the KLC ground. The properties acquired include the Winnie Lake claims, Teck-Bernhardt and the Kennedy Lake Property. The Winnie Lake claims were transferred in exchange for payment of the staking and extension costs of \$2,520. The Company agreed to pay \$50,000 in total for the other claims, \$5,000 upon signing (paid), \$15,000 due in April 2023 (paid) and \$30,000 by December 31, 2023 (paid). Acquisition costs incurred were split evenly between the KL West Side and KL East Side properties (see Note 3(b)).

(b) KL East Side

KL East Side is comprised of the KL Central Land Package, Arnold and Lucky Strike properties.

KL Central Land Package

The KL Central Land Package was acquired along with the KL West Package of claims (see Note 3(a)).

On November 14, 2022, the Company acquired via staking additional 66 cell claims contiguous to the KLC land package.

The Arnold Property

The Company owns a 100% interest in the Arnold property that was acquired by making payments in common shares of the Company. The property comprises 28 claims. The Company wholly owns the property subject to various NSR arrangements.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

3. EXPLORATION AND EVALUATION ASSETS (continued)

(b) KL East Side (continued)

Lucky Strike Property

On May 25, 2023, the Company acquired from New Found Gold Corp. (“NFG”) all of the properties comprising the Lucky Strike Project located immediately to the east of the Company’s Goodfish-Kirana Project, in Kirkland Lake, Ontario, and consisting of 645 unpatented mining claims. The Company acquired the Lucky Strike Project by issuing to NFG 28,612,500 common shares with an estimated fair value of \$4,657,483 (see Note 5), and granting to NFG a 1.0% net smelter return royalty on the Lucky Strike Project pursuant to a royalty agreement. In addition, under the terms of the purchase agreement, NFG agreed to use commercially reasonable efforts to distribute all the common shares of the Company that it holds to its shareholders, pro rata, within one year following the completion of the acquisition. The Company incurred \$34,702 in legal and regulatory fees in connection with the acquisition.

As part of the agreement, NFG received a right to nominate three directors to the Company’s Board of Directors. Denis Laviolette, who is also a Director and President of NFG, was appointed to the board of Kirkland Lake at the time of closing. The other two directors were nominated by NFG and appointed to the Company’s board subsequent to completion of the transaction.

Concurrent with the acquisition, on May 25, 2023, the Company completed a brokered private placement offering of 18,690,000 non-flow-through units at a price of \$0.25 per unit, and 11,547,299 flow-through units at a price of \$0.275 per unit, for aggregate gross proceeds of \$7,848,007 (see Note 5).

In September 2022, the Company staked a “bridge” of claims connecting the KL West Side and KL East Side properties so that assessment credits accumulated anywhere on the Company’s project areas can be transferred easily avoiding administrative hurdles. The “bridge” is comprised of 49 cell claims.

As of June 30, 2024 and March 31, 2024, the Company’s land position was 1,343 claims and 29 patented claims.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

4. FLOW-THROUGH SHARE PREMIUM

	Issued September 2021 \$	Issued December 2021 \$	Issued July 2022 \$	Issued May 2023 \$	Total \$
Balance at March 31, 2023	70,092	50,000	109,114	-	229,206
Liability recognized on flow-through shares issued	-	-	-	288,682	288,682
Settlement of flow-through share premium on expenditures incurred	(70,092)	(50,000)	(109,114)	(122,565)	(351,771)
Balance at March 31, 2024	-	-	-	166,117	166,117
Settlement of flow-through share premium on expenditures incurred	-	-	-	(50,168)	(50,168)
Balance at June 30, 2024	-	-	-	115,949	115,949

Flow-through share arrangements entitle the holder of the flow-through share to a 100% tax deduction in respect of qualifying Canadian exploration expenses as defined in the Income Tax Act, Canada ("Qualifying CEE").

During the three months ended June 30, 2024, the Company incurred \$551,853 (three months ended June 30, 2023 – \$258,975) in Qualifying CEE and amortized a total of \$50,168 (three months ended June 30, 2023 – \$43,767 of its flow-through liabilities).

The flow-through premium liability does not represent a cash liability to the Company and is to be fully amortized to the statements of loss and comprehensive loss pro-rata with the amount of qualifying expenditures that will be incurred.

As at June 30, 2024, the Company must spend another \$1,275,440 of Qualifying CEE by December 31, 2024 to satisfy its remaining current flow-through liability of \$115,949.

The Company has until February of the following year after the renunciation is completed under the look-back rule to incur the flow-through funds otherwise the Company will be subject to the Part XII.6 tax. The Company has accrued Part XII.6 tax of \$19,288 during the three months ended June 30, 2024 (three months ended June 30, 2023 - \$Nil).

5. SHARE CAPITAL AND RESERVES

Authorized Share Capital

At June 30, 2024, the authorized share capital comprised an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

Share Consolidation

Effective May 10, 2023, the Company completed a 4-for-1 share consolidation. All share, option, warrant and per share amounts have been retroactively restated to reflect the share consolidation.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

5. SHARE CAPITAL AND RESERVES (continued)

Details of Common Shares Issued During the Three Months Ended June 30, 2024

There were no common shares issued during the three months ended June 30, 2024.

Details of Common Shares Issued During the Year Ended March 31, 2024

On May 25, 2023, the Company issued 28,612,500 common shares to New Found Gold Corp. to acquire all of the properties comprising the Lucky Strike project (Note 3 (b)). The total fair value of the shares issued of \$4,657,482 was estimated based on the weighted-average share price per review of the share prices immediately after completion of the transaction, and by applying a 20% discount considering that the shares issued as consideration are subject to a 12-month hold per the Lucky Strike acquisition agreement.

On May 25, 2023, the Company completed a brokered private placement offering of 18,690,000 non-flow-through units at a price of \$0.25 per unit, and 11,547,299 flow-through units at a price of \$0.275 per unit, for aggregate gross proceeds of \$7,848,007. Each unit is comprised of one flow-through or non-flow-through common share and one common share purchase warrant. Each warrant is exercisable into one common share for a period of two years at an exercise price of \$0.40 per common share. The fair value of the warrants issued as part of the units was determined to be \$1,360,678 using the residual value method. The premium received on the flow-through units issued was determined to be \$288,682. The Company paid cash commissions in the aggregate amount of \$467,880, professional fees and regulatory fees of \$338,130 and issued an aggregate of 1,802,238 brokers' warrants, exercisable into common shares of the Company at a price of \$0.25 per common share until May 25, 2025. The fair value of the brokers' warrants was determined to be \$223,500.

Stock options

The continuity of share purchase options for the three months ended June 30, 2024 and the year ended March 31, 2024 is as follows:

	Number of options	Weighted average exercise price \$
March 31, 2023	1,980,000	0.31
Issued	4,800,000	0.12
Expired	(830,000)	0.32
March 31, 2024 and June 30, 2024	5,950,000	0.16

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

5. SHARE CAPITAL AND RESERVES (continued)*Stock options (continued)*

The Company's outstanding and exercisable stock options at June 30, 2024 are as follows:

Expiry Date	Outstanding and Exercisable Options	Weighted Average Remaining Life (Yrs.)	Weighted Average Exercise Price \$
December 16, 2024	275,000	0.46	0.40
May 6, 2025	75,000	0.85	0.40
September 23, 2026	737,500	2.23	0.26
March 28, 2027	62,500	2.74	0.26
October 31, 2028	4,800,000	4.34	0.12
	5,950,000	3.84	0.16

There were no stock options issued during the three months ended June 30, 2024 or 2023.

Warrants

The continuity of warrants for the three months ended June 30, 2024 and the year ended March 31, 2024:

	Number of Financing Warrants	Weighted Average Exercise Price \$	Number of Brokers' Warrants	Weighted Average Exercise Price \$
March 31, 2023	1,069,464	0.40	99,000	0.20
Issued	30,237,299	0.40	1,802,238	0.25
Expired	(1,069,464)	0.40	(99,000)	0.20
March 31, 2024 and June 30, 2024	30,237,299	0.40	1,802,238	0.25

The Company's outstanding and exercisable warrants at June 30, 2024 are as follows:

Number of Financing Warrants	Exercise Price \$	Expiry Date	Number of Brokers' Warrants	Exercise Price \$	Expiry Date
30,237,299	0.40	May 30, 2025	1,802,238	0.25	May 25, 2025

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

5. SHARE CAPITAL AND RESERVES (continued)

Warrants (continued)

The Company used the Black-Scholes option-pricing model to determine the fair value of brokers' warrants issued using the following weighted average assumptions:

Three months ended June 30	2024	2023
Risk-free interest rate	-	4.22%
Expected warrant life in years	-	2.00
Expected share price volatility ⁽¹⁾	-	125.9%
Exercise price	-	\$0.25
Grant date share price	-	\$0.21
Grant date fair value	-	\$0.12
Expected dividend yield	-	Nil

⁽¹⁾ The expected share price volatility is based on the average historical share prices of the Company over the life of the warrant. The period in 2023 when the share trading was halted is excluded from the calculation.

The fair value of 1,802,238 brokers' warrants issued during the three months ended June 30, 2023 was estimated at \$223,500.

6. RELATED PARTY BALANCES AND TRANSACTIONS

All transactions with related parties have occurred in the normal course of operations and on terms and conditions that are similar to those of transactions with unrelated parties and are measured at the amount of consideration paid or received. A summary of the Company's related party transactions with corporations having similar directors and officers is as follows:

	Three months ended June 30	
	2024	2023
	\$	\$
Amounts paid to the Northern Miner Group for investor relations and corporate development ⁽¹⁾	95	-

⁽¹⁾ The Northern Miner Group is a related entity having the following common director to the Company: Denis Laviolette, Director and President.

There are no ongoing contractual commitments resulting from these transactions with related parties.

As at June 30, 2024, accounts payable and accrued liabilities include \$107 in amounts payable to the Northern Miner Group for corporate development and investor relations (March 31, 2024 - \$Nil).

Key management personnel compensation

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

Expressed in Canadian Dollars

6. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Three months ended June 30, 2024	Salaries and Consulting fees \$	Share-based compensation \$	Total \$
Former President, Chief Executive Officer and Director ⁽ⁱ⁾	328,043	-	328,043
Interim Chief Executive Officer	15,000	-	15,000
Chief Financial Officer	15,000	-	15,000
Total	358,043	-	358,043

⁽ⁱ⁾ Upon the former Chief Executive Officer's resignation in May 2024, the Company paid \$300,000 in fees and \$5,543 in car expense reimbursements to the former Chief Executive Officer upon resignation.

Three months ended June 30, 2023	Salaries and Consulting fees \$	Share-based compensation \$	Total \$
Former President, Chief Executive Officer and Director	45,529	-	45,529
Former Chief Financial Officer	12,000	-	12,000
Total	57,529	-	57,529

As at June 30, 2024, there was \$13,543 payable to key management personnel in respect of key management compensation and expense reimbursements included in accounts payable and accrued liabilities (March 31, 2024 - \$886). The amounts are unsecured, non-interest bearing and without fixed terms of repayment.

7. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	Three months ended June 30	
	2024 \$	2023 \$
Non-cash investing and financing activities:		
Fair value of brokers' warrants	-	223,500
Shares issued to acquire the Lucky Strike Project (Note 3(b))	-	4,657,482
Cash paid for income taxes	-	-
Cash paid for interest	-	-

8. SEGMENTED INFORMATION

The Company's operations are limited to a single reportable segment, being mineral exploration and evaluation. All of the Company's evaluation and exploration assets are located in Canada.

Kirkland Lake Discoveries Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

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9. BASIC AND DILUTED LOSS PER COMMON SHARE

	Three months ended June 30,	
	2024	2023
Basic weighted average number of common shares outstanding	88,624,522	53,056,026
Effect of outstanding securities	-	-
Diluted weighted average number of common shares outstanding	88,624,522	53,056,026

During the three months ended June 30, 2024 and 2023, the Company had a net loss, as such, the diluted loss per share calculation excludes any potential conversion of options, warrants and finders' warrants that would decrease loss per share.

10. FINANCIAL INSTRUMENTS

(a) Fair Values

The Company's financial instruments include cash and accounts payable and accrued liabilities. Fair value amounts disclosed in these condensed consolidated interim financial statements represent the Company's estimate of the price at which a financial instrument could be exchanged in a market in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act. These estimates may change in subsequent reporting periods due to market conditions or other factors.

A fair value hierarchy is used to categorize the inputs used to measure fair value. Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are as follows:

Level 1 - includes financial assets and liabilities that are measured in whole or in significant part by reference to published quotes in an active market at the measurement date. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis. The Company has no assets or liabilities in this category.

Level 2 - includes financial assets and liabilities using valuation techniques based on assumptions that are supported by prices from observable current market transactions. The Company has no assets or liabilities in this category.

Level 3 - includes financial assets and liabilities measured using valuation techniques based on nonmarket observable inputs. This means that fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. The Company has no assets or liabilities in this category.

Kirkland Lake Discoveries Corp.

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10. FINANCIAL INSTRUMENTS (continued)

(b) Classification of financial assets and liabilities

Amortized cost:

Financial assets that meet the following conditions are measured subsequently at amortized cost:

- (i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- (ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The amortized cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortization using effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. Interest income is recognized using the effective interest method. Interest income is recognized in investment income (loss) in profit or loss. The Company's financial assets at amortized cost include cash. The Company's financial liabilities at amortized cost include accounts payable and accrued liabilities. The carrying value of cash and accounts payable and accrued liabilities approximate their fair value due to the short-term nature and limited credit risk of these assets and liabilities.

(c) Financial Instruments Risk Management

The Company has exposure to credit, liquidity and market risks from its use of financial instruments. This note provides information about the Company's exposure to each of these risks, and the Company's objectives, policies and processes for measuring and managing such risks. The board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company does not have financial instruments that potentially subject the Company to credit risk. Overall, the Company's credit risk has not changed significantly from the prior year. Sales taxes recoverable are due from the Canada Revenue Agency and the Company places its cash with financial institutions with high credit ratings, therefore in management's judgment, credit risk is low.

There have been no changes in management's methods for managing credit risk since March 31, 2023.

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Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended June 30, 2024 and 2023

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10. FINANCIAL INSTRUMENTS (continued)

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in paying obligations as they come due. The Company's financial liabilities consist of accounts payable and accrued liabilities. Accounts payable consists of invoices payable to trade suppliers for capital expenditures, field operating activities, and general corporate expenses. Substantially all of the Company's financial liabilities have contractual maturities of less than 90 days and are subject to normal trade terms. The Company addresses its liquidity risk through equity financing obtained through sale of common shares and units. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future. As at June 30, 2024, the Company has a working capital of \$1,968,668 (March 31, 2024 - \$2,997,552). There have been no changes in management's methods for managing liquidity risk since March 31, 2024.

Market risk

Market risk is the risk that changes in market prices, such as commodity prices, interest rates and foreign exchange rates will affect the Company's net earnings or the value of financial instruments. The objective of the Company is to manage and mitigate market risk exposures within acceptable limits, while maximizing returns.

(i) Currency risk

Financial instruments that impact the Company's net earnings or other comprehensive income due to currency fluctuation include cash accounts denominated in US dollars. Fluctuations in the exchange rate between the US dollar and the Canadian dollar at June 30, 2024 would not have a material impact on the Company's profit or loss.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is not exposed to interest rate risk as it does not hold any funds in interest bearing accounts.

(iii) Commodity price risk

Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's property has exposure to predominantly gold. Commodity prices, especially gold, greatly affect the value of the Company and the potential value of its property and investments.

(iv) Equity price risk

Equity price risk is the risk that the fair value of or future cash flows from financial instruments will significantly fluctuate because of changes in market prices. The Company does not have any investments in equity instruments at June 30, 2024 or March 31, 2024 and therefore is not exposed to equity price risk.

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11. CAPITAL MANAGEMENT

The Company's objectives when managing capital are:

- To safeguard our ability to continue as a going concern in order to develop and operate our current projects;
- Pursue strategic growth initiatives; and
- To maintain a flexible capital structure which lowers the cost of capital.

In assessing our capital structure, we include in our assessment the components of equity consisting of common shares, stock options and warrants, and deficit that as at June 30, 2024 totalled \$12,034,708 (March 31, 2024 - \$13,065,044).

In order to facilitate the management of capital requirements, the Company prepares annual expenditure budgets and continuously monitors and reviews actual and forecasted cash flows. The annual and updated budgets are monitored and approved by the Board of Directors. To maintain or adjust the capital structure, the Company may, from time to time, issue new shares, issue new debt, repay debt or dispose of non-core assets. The Company's current capital resources are sufficient to carry out our exploration plans and support operations through the current operating period.

The Company is not subject to any capital requirements imposed by a regulator.

There were no changes in the Company's approach to capital management during the three months ended June 30, 2024.