GoGold SILVER & GOLD

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED

DECEMBER 31, 2023

(in thousands of United States Dollars unless stated otherwise)
(unaudited)

GoGold SILVER & GOLD

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Unaudited – in thousands of United States dollars)

	December 31 2023	September 30 2023
ASSETS		
Current assets:		
Cash and cash equivalents	**$ 88,787**	$ 95,233
Trade receivables	**3,203**	2,925
Input tax recoverable	**1,299**	1,228
Prepaid expenses	**442**	399
Inventories (Note 3)	**14,850**	14,593
	108,581	114,378
Non-current assets:		
Input tax recoverable	**20,351**	18,690
Inventories (Note 3)	**36,731**	32,731
Property, plant and equipment (Note 4)	**48,280**	48,607
Exploration and evaluation assets (Note 6)	**90,347**	88,017
Total assets	**$ 304,290**	$ 302,423
LIABILITIES		
Current liabilities:		
Trade and other payables	**$ 7,667**	$ 6,978
Current portion of long-term obligations (Note 7)	**582**	604
Current portion of onerous contract provision	**479**	460
Income taxes	**4,768**	4,624
	13,496	12,666
Non-current liabilities:		
Long-term obligations (Note 7)	**1,009**	1,115
Onerous contract provision	**3,846**	3,855
Derivative liability (Note 11(d))	**1,160**	1,176
Provision for site restoration	**1,967**	1,705
Deferred tax liability	**538**	349
Total liabilities	**22,016**	20,866
EQUITY		
Share capital (Note 8)	**311,004**	310,905
Contributed surplus	**13,907**	13,688
Accumulated other comprehensive loss	**(8,433)**	(8,640)
Deficit	**(34,204)**	(34,396)
Total equity	**282,274**	281,557
Total liabilities and equity	**$ 304,290**	$ 302,423

Commitments (Note 12)

See accompanying notes to the unaudited condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

(Unaudited – in thousands of United States dollars, except per share amounts)

For the three months ended	**December 31 2023**	December 31 2022
Revenue from mining operations	**$ 6,799**	$ 8,478
Cost of sales:		
Production costs, except amortization and depletion	**5,136**	5,309
Amortization and depletion	**567**	918
Inventory net realizable value adjustment	**364**	2,538
	6,067	8,765
General and administrative	**2,341**	1,955
Operating loss	**(1,609)**	(2,242)
Finance costs	**(150)**	(174)
Foreign exchange gain (loss)	**847**	(59)
Gain (loss) on derivative liability (Note 11(d))	**16**	(450)
Interest income	**1,421**	598
	2,134	(85)
Net income (loss) before income taxes	**525**	(2,327)
Current income tax expense	**144**	1,943
Deferred income tax (recovery) expense	**189**	(1,379)
	333	564
Net income (loss)	**192**	(2,891)
Other comprehensive income (loss):		
Foreign currency translation differences which may subsequently be cycled through net income	**207**	748
Total comprehensive income (loss)	**$ 399**	$ (2,143)
Net income (loss) per share (Note 8(h))		
Basic	**$ 0.001**	$ (0.010)
Diluted	**$ 0.001**	$ (0.009)

See accompanying notes to the unaudited condensed consolidated interim financial statements.

GoGold SILVER & GOLD

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited – in thousands of United States dollars)

For the three months ended	**December 31 2023**	December 31 2022
Cash provided by (used in) the following activities:		
Operating activities		
Net income (loss)	**$ 192**	$ (2,891)
Items not involving cash:		
Amortization and depletion	**567**	918
Deferred income taxes	**189**	(1,379)
Foreign exchange (gain) loss	**(847)**	59
Finance cost	**150**	174
Interest paid	**(3)**	(4)
Inventory net realizable value adjustment (Note 3)	**364**	2,538
(Gain) loss on derivative liability	**(16)**	450
Settlement of onerous contract provision by sale of Off-Take Ounces	**(65)**	(78)
Stock based compensation	**766**	552
	1,297	339
Net change in non-cash operating working capital (Note 9)	**(4,324)**	(4,585)
Net cash used in operating activities	**(3,027)**	(4,246)
Investing activities		
Exploration and evaluation expenditures (Note 6)	**(2,770)**	(6,408)
Purchase of property, plant and equipment	**(652)**	(9)
Net cash used in investing activities	**(3,422)**	(6,417)
Financing activities		
Proceeds on option exercises (Note 8)	**44**	5
Payment of leases (Note 7)	**(11)**	(9)
Payment of long-term obligations (Note 7)	**(147)**	(147)
Net cash used in financing activities	**(114)**	(151)
Effect of exchange rate changes on cash and cash equivalents	**117**	113
Net decrease in cash and cash equivalents	**(6,446)**	(10,701)
Cash and cash equivalents, beginning of year	**95,233**	73,344
Cash and cash equivalents, end of year	**$ 88,787**	$ 62,643

See accompanying notes to the unaudited condensed consolidated interim financial statements.

GoGold SILVER & GOLD

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(Unaudited – in thousands of United States dollars)

	Number of shares		Share capital		Contributed surplus		Accumulated other comprehensive loss		Deficit		Total equity
Balance at October September 30, 2022	295,706,006		264,044		12,110		(9,317)		(26,506)		240,331
Net loss	-		-		-		-		(2,891)		(2,891)
Other comprehensive income	-		-				748		-		748
Options exercised	97,255		20		(15)		-		-		5
Stock-based compensation (Note 8)	-		-		453		-		-		453
Shares issued, net of issuance costs (Note 8)	243,750		339		-		-		-		339
Balance at December 31, 2022	**296,047,011**	**$**	**264,403**	**$**	**12,548**	**$**	**(8,569)**	**$**	**(29,397)**	**$**	**238,985**
Balance at September 30, 2023	326,488,511		310,905		13,688		(8,640)		(34,396)		281,557
Net income	-		-		-		-		192		192
Other comprehensive income	-		-		-		207		-		207
Options exercised	1,733,989		99		(205)		-		-		(106)
Stock-based compensation (Note 8)	-		-		424		-		-		424
Balance at December 31, 2023	**328,222,500**	**$**	**311,004**	**$**	**13,907**	**$**	**(8,433)**	**$**	**(34,204)**	**$**	**282,274**

See accompanying notes to the unaudited condensed consolidated interim financial statements.

(Unaudited – in thousands of United States dollars unless otherwise stated)

1. NATURE OF OPERATIONS

GoGold Resources Inc. (the "Corporation") is a company domiciled in Canada. The address of the Corporation's registered office is #1301-2000 Barrington Street, Cogswell Tower, Halifax, Nova Scotia, B3J 3K1. The Corporation's common shares are listed on the Toronto Stock Exchange trading under the symbol GGD and the OTCQX market in the United States under the symbol GLGDF. The consolidated financial statements of the Corporation comprise the Corporation and its subsidiaries. The principal business of the Corporation is the exploration, development, and production of silver, gold and copper primarily in Mexico.

2. BASIS OF PREPARATION

These condensed consolidated interim financial statements are prepared in accordance with IAS 34, Interim Financial Reporting ("IAS 34").

These condensed consolidated interim financial statements do not include all disclosures required by IFRS Accounting Standards for annual consolidated financial statements and accordingly should be read in conjunction with the Corporation's audited consolidated financial statements for the year ended September 30, 2023 prepared in accordance with IFRS Accounting Standards.

These condensed consolidated interim financial statements were approved by the directors of the Corporation on February 6, 2024.

Except for the new accounting standard adopted as described below, these condensed consolidated interim financial statements were prepared using the same accounting policies and methods of computation and are subject to the same use of estimates and judgments, as the Corporation's consolidated annual financial statements for the year ended September 30, 2023.

IAS 1 – Presentation of Financial Statements

On January 23, 2020, the IASB issued an amendment to IAS 1 *Presentation of Financial Statements* providing a more general approach to the classification of liabilities. The amendment clarifies that the classification of liabilities as current or non-current depends on the rights existing at the end of the reporting period as opposed to the expectations of exercising the right for settlement of the liability. The amendments further clarify that settlement refers to the transfer of cash, equity instruments, other assets, or services to the counterparty. The amendments were effective for annual periods beginning on or after January 1, 2023 (for the Corporation's annual period ended September 30, 2024) and are to be applied retrospectively, with early adoption permitted. The Corporation adopted the amended standard on October 1, 2023, with no financial impact.

3. INVENTORIES

	December 31, 2023	September 30, 2023
Current:		
Supplies inventory	$ 1,289	$ 1,948
In process inventory	11,679	11,013
Finished goods inventory	1,882	1,632
	14,850	**14,593**
Long term:		
In process inventory	36,731	32,731
	$ 51,581	**$ 47,324**

The amount of inventory included in cost of sales for the three months ended December 31, 2023 was $5,703 (2022 – $8,765). An assessment of the net realizable value of in process inventory was completed at December 31, 2023 which resulted in a reduction of the carrying value of in process inventory of $364 (2022 – $2,538), of which $39 (2022 – $327) was related to previously capitalized amortization and depletion. The calculation of net realizable value of inventory is sensitive to fluctuations in the consensus future silver and gold prices, a change of 5% in future price would result in an estimated change in carrying value of $2,667.

(Unaudited – in thousands of United States dollars unless otherwise stated)

4. PROPERTY, PLANT AND EQUIPMENT

Cost	Plant & Equipment	Mining Properties	Total
At September 30, 2023	$ 51,285	$ 59,153	$ 110,438
Additions	643	9	652
Reclamation obligation adjustments	-	174	174
At December 31, 2023	**$ 51,928**	**$ 59,336**	**$ 111,264**

Accumulated Amortization	Plant & Equipment	Mining Properties	Total
At September 30, 2023	$ 31,116	$ 30,715	$ 61,831
Amortization and depletion	508	645	1,153
At December 31, 2023	**$ 31,624**	**$ 31,360**	**$ 62,984**

Net Carrying Value	Plant & Equipment	Mining Properties	Total
At September 30, 2023	$ 20,169	$ 28,438	$ 48,607
At December 31, 2023	**$ 20,304**	**$ 27,976**	**$ 48,280**

For the three months ended December 31, 2023, amortization and depletion of $586 (2022 - $275) was capitalized to in process inventory. Disclosures related to right of use assets are shown in the following table:

Right of Use Assets	Plant & Equipment	Mining Properties	Total
Net Carrying Value – September 30, 2023	$ 83	$ 1,129	$ 1,212
Net Carrying Value – December 31, 2023	74	1,097	1,171
Amortization and depletion expensed – 2022	6	30	36
Amortization and depletion expensed – 2023	9	32	41

5. IMPAIRMENT

In accordance with the Corporation's accounting policy, non-financial assets are reviewed at each reporting date to determine whether there are any indicators of impairment. An impairment loss is recognized when the carrying amount exceeds the recoverable amount. Non-financial assets that have been impaired are tested for possible reversal of the impairment whenever events or changes in circumstance indicate that the impairment may have reversed.

A review was completed at December 31, 2023, and no indicators of impairment nor impairment reversal were identified.

At September 30, 2023, the Corporation determined that a decline in results at the Parral project, which is a CGU, constituted an indicator of potential impairment. Therefore, the Corporation completed an impairment assessment whereby the carrying value was compared to its recoverable amount. The recoverable amount was determined as the higher of value in use and fair value less costs of disposal ("FVLCD"), which was determined using an after-tax discounted future cash flow valuation model. The Corporation's estimate of the FVLCD is classified as Level 3 in the fair value hierarchy based on the inputs used in the valuation technique. As a result of the impairment assessment the Corporation recognized a non-cash impairment loss of $2,980 on property, plant and equipment related to the Parral project CGU on September 30, 2023.

(Unaudited – in thousands of United States dollars unless otherwise stated)

The discounted future cash flow valuation model used for the impairment assessment is significantly affected by changes in assumptions for future gold and silver prices, operating costs, estimate of recoverable mineral resources and reserves, discount rate, and future foreign exchange rates. The determination of fair value includes the following key applicable assumptions:

- Silver price per ounce based on industry annual consensus future pricing between $23 and $24
- Gold price per ounce based on industry annual consensus future pricing between $1,700 and $1,940
- USD and MXN foreign exchange rates based on publicly available third-party sources between 17.5 and 19.2
- Operating costs based on historical costs incurred and estimated forecasts
- Recoveries based on historical rates and estimated forecasts
- After-tax discount rate of 7%

The Corporation performed a sensitivity calculation on the impairment recorded as at September 30, 2023 to quantify the effect of a 5% change in each of the key assumptions on the FVLCD and noted the following impact on the recoverable amount and impairment charge recorded: Silver price - $6,886; Gold price - $4,472; Foreign exchange - $4,920; Operating costs - $9,085; Recovery rates - $10,374; Discount rate - $1,257. The sensitivities have been calculated independently of changes in other key variables.

6. EXPLORATION AND EVALUATION ASSETS

The Corporation's exploration and evaluation assets consist of the Los Ricos property which consists of two projects, the Los Ricos South project and the Los Ricos North project, which are approximately 25km apart.

A summary of the additions to the Los Ricos projects for the three months ended December 31, 2023 are as follows:

	LOS RICOS NORTH			LOS RICOS SOUTH			TOTAL		
	Cash Settled	**Share Settled**	**Total**	**Cash Settled**	**Share Settled**	**Total**	**Cash Settled**	**Share Settled**	**Total**
At September 30, 2023	$ 44,202	$ 3,358	$ 47,560	$ 31,513	$ 8,944	$ 40,457	$ 75,715	$ 12,302	$ 88,017
Concession requirements	795	-	795	102	-	102	897	-	897
Studies, exploration and consulting	218	20	238	1,175	20	1,195	1,393	40	1,433
At December 31, 2023	**$ 45,215**	**$3,378**	**$ 48,593**	**$ 32,790**	**$ 8,964**	**$ 41,754**	**$ 78,005**	**$ 12,342**	**$ 90,347**

Cash-settled consideration includes amounts capitalized to exploration and evaluation assets which have been or will be settled in cash, while share-settled consideration includes amounts which are settled by the issuance of common shares of the Corporation. Cash-settled consideration includes $250 (September 30, 2023 – $730) in trade and other payables at December 31, 2023.

Commitments

The Corporation has entered into multiple option agreements for certain concessions within the Los Ricos projects. During the term of the option agreements the Corporation has exclusive exploration and drilling rights on the concessions, and the Corporation has the right to terminate the agreements at any point with no further payment. The rights to certain concessions transfer to the Corporation after completion of payments under the option agreements. Details of the remaining payments required related to these option agreements are provided in note 11.

The Corporation has entered into certain concession acquisition agreements with payments over a period of time, the details of which are provided in note 7.

(Unaudited – in thousands of United States dollars unless otherwise stated)

7. LONG TERM OBLIGATIONS

Details of the payments during the year, accretion, and remaining long term obligations at December 31, 2023 along with the total annual payments are provided below:

	Concession		*Leases*		*Total*	
	Principal	**Discounted Amount**	**Principal**	**Discounted Amount**	**Principal**	**Discounted Amount**
At September 30, 2023	$ 1,011	$ 944	$ 1,093	$ 775	$ 2,104	$ 1,719
Principal paid	(147)	(147)	(11)	(11)	(158)	(158)
Accretion	-	16	-	14	-	30
At December 31, 2023	**$ 864**	**$ 813**	**$ 1,082**	**$ 778**	**$ 1,946**	**$ 1,591**
Current:						
December 31, 2024	$ 564	$ 544	$ 40	$ 38	$ 604	$ 582
Long term:						
December 31, 2025	300	269	40	36	340	305
December 31, 2026	-	-	3	3	3	3
December 31, 2027	-	-	-	-	-	-
December 31, 2028	-	-	500	363	500	363
December 31, 2029	-	-	500	338	500	338
	300	269	1,043	740	1,343	1,009

(a) Concession Agreements

The Corporation has obligations related to various concession agreements which are disclosed in the table above, are non-interest bearing and discounted using the effective interest method with an effective average interest rate of 7%.

(b) Lease obligations

The Corporation has an obligation for the land lease for the Parral project, which provides the Corporation the use of the land where the Parral heap leach and processing facilities are located until February 2028, with the Corporation's option to extend until February 2033, which the Corporation intends to exercise. Annual payments of $400 were required to be made until February 2023. Payments of $500 to be paid in February 2028 and $500 to be paid in February 2029 are required to extend the lease until February 2033. The lease is non-interest bearing and discounted using the effective interest method with an effective average interest rate of 7%. There are no restrictions or covenants included in the land lease.

The Corporation had no short-term leases nor low-value leased assets for the three months ended December 31, 2023.

8. SHARE CAPITAL

(a) Authorized

An unlimited number of common shares, without nominal or par value.

(Unaudited – in thousands of United States dollars unless otherwise stated)

(b) Issued

The following table summarizes the changes in issued common shares of the Corporation:

	Shares	Value
Balance September 30, 2022	295,706,006	$ 264,044
Shares issued to consultants in exchange for services and agreements	243,750	339
Shares issued on exercise of options	97,255	20
Balance December 31, 2022	296,047,011	$ 264,403
Balance September 30, 2023	326,488,511	$ 310,905
Shares issued on exercise of options	1,733,989	99
Balance December 31, 2023	**328,222,500**	**$ 311,004**

(c) Omnibus equity incentive plan ("Omnibus Plan")

The Corporation has an Omnibus Plan which provides the Corporation with a share-related mechanism to attract, retain and motivate qualified directors, employees and consultants of the Corporation. Share-related mechanisms include incentive stock options, deferred share units ("DSUs"), restricted share units ("RSUs"), and performance share units ("PSUs"). The Omnibus Plan replaced legacy plans including a rolling 10% incentive stock option plan, DSU plan, and RSU plan (the "Legacy Plans"). Awards granted under these legacy plans remain in place under the terms of their initial issuance.

The Omnibus Plan is a fixed plan which provides that the aggregate number of common shares that may be issued upon the exercise or settlement of awards granted, together with awards outstanding under the Legacy Plans, shall not exceed 27,500,000 common shares. Sections (d), (e), and (f) below provide details on the outstanding awards under the Omnibus Plan and Legacy Plans.

(d) Incentive stock options

The Corporation has options granted under the Omnibus and Legacy Plans. For both, the terms and conditions of each grant of options were determined by the Board of Directors. Options were granted at a price no lower than the market price of the common shares as defined in the Plans which was the five day weighted average of the Corporation's common shares prior to the date of grant rounded up to the nearest cent. Options granted under the plans typically vested over a three year period, although the vesting period is at the Board of Directors' discretion.

The changes in incentive stock options during the three months ended December 31, 2023 and 2022 were as follows:

		December 31, 2023		**December 31, 2022**	
	Plan	Number of incentive options	Weighted average exercise price	Number of incentive options	Weighted average exercise price
Opening balance		10,461,679	CAD $ 1.21	10,223,279	CAD $ 0.98
Granted	Omnibus	2,495,571	1.30	1,450,100	2.25
Cancelled	Legacy	-	-	(75,000)	2.42
Exercised – cashless	Legacy	(2,300,000)	0.22	(108,333)	0.40
Exercised – cash	Legacy	(266,666)	0.22	(16,700)	0.45
Closing balance		10,390,584	CAD $ 1.17	11,473,346	CAD $ 1.13
Exercisable		6,593,113	CAD $ 1.34	8,834,776	CAD $ 0.75

(Unaudited – in thousands of United States dollars unless otherwise stated)

During the three months ended December 31, 2023, a total of 1,467,323 (2022 – 80,555) shares were issued to option holders who exercised 2,300,000 (2022 – 108,333) options using the cashless manner. The average market price per common share on the days of exercise during the three months ended December 31, 2023 was CAD $1.23 (2022 - $1.48).

The following table summarizes information concerning outstanding and exercisable incentive stock options at December 31, 2023:

		Outstanding		Exercisable	
Expiry date	Plan	Number of options	Exercise price	Number of options	Exercise price
March 29, 2024	Legacy	478,334	CAD $ 0.40	478,334	CAD $ 0.40
June 21, 2024	Legacy	300,000	0.45	300,000	0.45
August 27, 2024	Legacy	50,000	0.70	50,000	0.70
December 23, 2024	Legacy	3,066,667	0.70	3,066,667	0.70
December 28, 2025	Legacy	1,544,412	2.00	1,544,412	2.00
December 30, 2026	Legacy	1,005,500	3.25	670,333	3.25
December 27, 2027	Omnibus	1,450,100	2.25	483,367	2.25
December 21, 2028	Omnibus	2,495,571	1.30	-	-
		10,390,584	CAD $ 1.17	6,593,113	CAD $ 1.34

The compensation cost for the incentive stock options granted during the three months ended December 31, 2023 and December 31, 2022 were determined based on the fair value of the options at the date of grant using the Black-Scholes option pricing model with the following assumptions:

Option grant date	Dec. 21, 2023	Dec. 27, 2022
Options granted	2,495,571	1,450,100
Exercise price	CAD $ 1.30	CAD $ 2.25
Risk-free rate	3.23%	3.37%
Expected volatility of share price	66%	66%
Expected dividend yield	0.00%	0.00%
Expected life of each option	5 years	5 years
Weighted average grant date fair value	CAD $ 0.68	CAD $ 1.19

The expected volatility was determined based on the historical share price volatility from the date of the grant over a period of time equal to the expected life of the option. The expected forfeiture rate for all grants was nil. The above options were granted through the Omnibus Plan, which allows settlement of the option either by the issuance of common shares, cash, or a combination thereof, at the election of the Corporation. As the Corporation does not have a stated intent of which settlement method will be used, the options were accounted for based on past practice, whereby all options have been settled through the issuance of shares.

(e) Deferred share units

The Corporation's Omnibus Plan allows, and DSU Legacy Plan allowed, DSU awards which entitle the participant to receive one common share of the Corporation issued from treasury upon redemption. DSUs typically vest over a 3-year period from grant date, although the vesting period is at the Board of Directors' discretion. DSUs issued under the Omnibus Plan allow settlement of the DSU by the issuance of common shares, cash equal to the market value of the common shares at settlement, or a combination thereof, at the election of the Corporation. As the Corporation does not have a stated intent of which settlement method will be used, the DSUs granted in the table below were accounted for based on past practice, whereby all DSUs have been settled through the issuance of common shares.

(Unaudited – in thousands of United States dollars unless otherwise stated)

The changes in DSUs for the three months ended December 31, 2023 and 2022 were as follows:

	December 31, 2023	December 31, 2022
Opening balance	5,097,500	4,862,500
Granted	365,000	235,000
Closing balance	5,462,500	5,097,500
Exercisable	4,894,167	4,478,333

Following is a summary of the DSUs outstanding at December 31, 2023:

Grant date	Plan	Number of DSUs	Market price at grant date	Compensation cost over 3-year vesting term	Unrecognized portion of compensation cost
March 27, 2018	Legacy	450,000	CAD $ 0.425	$ 150	$ -
December 28, 2018	Legacy	1,450,000	0.215	253	-
June 21, 2019	Legacy	100,000	0.395	30	-
August 27, 2019	Legacy	25,000	0.620	12	-
December 23, 2019	Legacy	1,825,000	0.630	873	-
December 28, 2020	Legacy	872,500	1.950	1,330	-
December 30, 2021	Legacy	140,000	3.030	320	35
December 27, 2022	Omnibus	235,000	2.105	369	144
December 21, 2023	Omnibus	365,000	1.231	338	336
		5,462,500	CAD $ 0.849	$ 3,675	$ 515

(f) Restricted share units (“RSUs”)

The Omnibus Plan allows for, and the RSU Legacy Plan which was approved on December 30, 2021 allowed for, the award of RSUs as an alternative form of compensation for employees, officers, and directors of the Corporation. Each RSU entitles the participant to receive a cash payment equal to the value of one common share of the Corporation on the vesting date, which is to be made within 30 days of vesting of each RSU. RSUs under the Legacy Plan are required to be settled in cash, while RSUs under the Omnibus Plan can be settled by the issuance of common shares, cash, or a combination thereof, at the election of the Corporation. As the Corporation does not have a stated intent of which settlement method will be used, the RSUs issued through the Omnibus Plan were accounted for based on past practice, whereby all RSUs have been settled by cash. RSUs typically vest and become exercisable over a 3-year period from the grant date, with one-third vesting on each of the first, second and third anniversaries of the grant date.

The changes in RSUs for the three months ended December 31, 2023 and 2022 were as follows:

	December 31, 2023	December 31, 2022
Opening balance	748,522	322,516
Granted	1,020,500	524,514
Closing balance	1,769,022	847,030
Exercisable	291,340	107,505

Following is a summary of the RSUs and the associated liability outstanding, which is included in trade and other payables, based on the market closing price of $1.35 CAD per common share at December 31, 2023:

(Unaudited – in thousands of United States dollars unless otherwise stated)

Grant date	Plan	Number of RSUs	Market price at grant date	Outstanding liability (USD)
December 30, 2021	Legacy	224,008	CAD $ 3.03	$ 192
December 27, 2022	Omnibus	524,514	2.11	327
December 21, 2023	Omnibus	1,020,500	1.23	2
		1,769,022	CAD $ 2.38	$ 521

(g) Stock based compensation

The Corporation has recorded total stock based compensation during the three months ended December 31, 2023 and 2022 categorized as follows:

	December 31, 2023	December 31, 2022
Cash-settled, through general and administrative expense	$ 382	$ 144
Equity-settled, through general and administrative expense	384	408
Equity-settled, additions to exploration and evaluation assets	40	45
	$ 806	**$ 597**

(h) Net income (loss) per share

Basic net income (loss) per share is calculated based on the weighted average number of shares outstanding during the year. Diluted net income (loss) per share is based on the assumption that stock options and DSUs have been exercised on the later of the beginning of the period and the date granted. As of December 31, 2023, nil options and nil DSUs (2022 – 4,872,717 and 5,536,993) were excluded from the computation of diluted net income per share because their effect would have been anti-dilutive. Following is a reconciliation from the weighted average number of shares outstanding to the diluted weighted average number of shares outstanding:

	Dec 31 2023	Dec 31 2022
Weighted average number of shares outstanding	326,676,988	295,871,429
Dilutive effect of weighted average DSUs outstanding	5,137,174	-
Dilutive effect of in-the-money options outstanding	1,930,923	-
Diluted weighted average number of shares outstanding	333,745,085	295,871,429

9. SUPPLEMENTAL CASH FLOW INFORMATION

Changes in non-cash operating working capital:

	Three months ended December 31, 2023	**Three months ended December 31, 2022**
Trade receivables	$ (278)	$ (1,300)
Input tax recoverable	(740)	(1,553)
Prepaid expenses	(53)	(22)
Inventory	(4,036)	(3,687)
Income taxes	144	1,943
Trade and other payables	639	34
	$ (4,324)	**$ (4,585)**

(Unaudited – in thousands of United States dollars unless otherwise stated)

Exploration and evaluation expenditures for the three months ended December 31, 2023 are presented net of decreases of $480 (2022 – $541) of amounts included in trade and other payables.

10. SEGMENTED INFORMATION

The Corporation's reportable segments are consistent with the Corporation's geographic regions in which the Corporation operates. In determining the Corporation's segment structure, the Corporation considered the basis on which management reviews the financial and operational performance and whether any of the Corporation's mining operations share similar economic, operational and regulatory characteristics. The Corporation considers the Parral project and the Los Ricos projects as the Mexico segment, and the Corporation's corporate offices as the Canadian segment.

The following table presents information about reportable segments:	Mexico	Canada	Total
For the three months ended December 31, 2022:			
Revenue	$ 8,478	$ -	$ 8,478
Amortization and depletion	912	6	918
Interest income	-	598	598
Finance costs	173	1	174
Segment net loss	(1,477)	(1,414)	(2,891)
Expenditures on non-current assets	6,417	-	6,417
For the three months ended December 31, 2023:			
Revenue	$ 6,799	$ -	$ 6,799
Amortization and depletion	558	9	567
Interest income	-	1,421	1,421
Finance costs	149	1	150
Segment net income (loss)	1,458	(1,266)	192
Expenditures on non-current assets	3,410	-	3,410
Reportable segment assets (September 30, 2023)	$ 207,459	$ 94,964	$ 302,423
Reportable segment liabilities (September 30, 2023)	19,084	1,782	20,866
Reportable segment assets (December 31, 2023)	$ 215,502	$ 88,788	$ 304,290
Reportable segment liabilities (December 31, 2023)	19,103	2,913	22,016

11. FINANCIAL INSTRUMENTS

(a) Fair value of financial instruments:

The following table provides the disclosures of the fair value and the level in the hierarchy for financial instruments valued at fair value through profit or loss on a recurring basis.

	December 31, 2023		September 30, 2023	
	Level 1	Level 2	Level 1	Level 2
Long-term obligations	-	$ 1,591	-	$ 1,719
Derivative liabilities	-	1,160	-	1,176

Long-term obligations are valued based on the discounted present value of the future cash flows.

(Unaudited – in thousands of United States dollars unless otherwise stated)

Derivative liabilities are valued at fair value through profit or loss on a recurring basis. For both, the Corporation performs valuations internally and calculates a debt valuation adjustment or a credit valuation adjustment by considering the risk of non-performance by the counterparties and the Corporation's own credit risk. Valuations are based on forward rates considering the market price, rate of interest and volatility, and take into account the credit risk of the financial instrument, and are therefore classified within Level 2 of the fair value hierarchy.

(b) Capital management:

The Corporation's objective when managing capital is to maintain adequate levels of funding to support the acquisition, exploration and operation of resource properties and maintain the necessary corporate and administrative functions to facilitate these activities. These activities are primarily funded through operations, equity financing or debt. Potential future financings are dependent on market conditions and there can be no assurance the Corporation will be able to raise funds in the future, should the need arise. The Corporation invests all capital that is surplus to its immediate operational needs in high interest savings accounts and guaranteed investment certificates ("GICs").

The capital of the Corporation consists of items included in shareholders' equity and debt, net of cash as follows:

	December 31, 2023	September 30, 2023
Shareholders' equity	$ 282,274	$ 281,557
Less: cash	(88,787)	(95,233)
	$ 193,487	$ 186,324

(c) Financial risks:

The Corporation's financial risk exposures and the impact on the Corporation's financial instruments are summarized below:

Commodity price risk
The profitability of the Corporation's mining operations is significantly affected by changes in the market price for silver, gold and copper ("Metal"). Metal prices fluctuate on a daily basis and are affected by numerous factors beyond the Corporation's control. The supply and demand for Metal, the level of interest rates, the rate of inflation, investment decisions by large holders of Metal including governmental reserves, and the stability of exchange rates can all cause significant fluctuations in Metal prices. Such external economic factors are in turn influenced by changes in international investment patterns and monetary systems, and political developments.

Credit Risk
The Corporation's credit risk is primarily attributable to cash, input tax recoverable and trade receivables. Input tax recoverable consists of harmonized sales tax due from the Federal Government of Canada of $67 and value added tax ("VAT") receivable from the Federal Government of Mexico of $21,583. Timing of collection on VAT receivables is uncertain as VAT refund procedures require a significant amount of information and follow-up. The Corporation assesses the recoverability of amounts receivable at each reporting date. Changes in these estimates can materially affect the amount recognized as VAT receivable and could result in a change in net income. As at December 31, 2023, the Corporation determined the full balance to be recoverable. Significant judgment is required to determine the presentation of current and non-current input tax recoverable. Exposure on trade receivables is limited as all receivables are with two customers who the Corporation has a strong working relationship with and are reputable large international companies with a history of timely payment. Management believes the risk of loss with respect to financial instruments consisting of cash, input tax recoverable and trade receivables to be low.

Foreign Currency Risk
The Corporation's major purchases are transacted in Canadian dollars ("CAD"), US dollars ("USD"), and Mexican Pesos ("MXN"). The Corporation funds certain operations, exploration and administrative expenses in Mexico using USD and MXN currency converted from its CAD and USD bank accounts. Excess cash is held predominantly in USD, although also held in CAD and MXN based on future spending requirements. The Corporation's subsidiaries in Mexico have a functional currency of USD, and therefore net monetary assets held in MXN in those entities are affected by foreign exchange fluctuations and will affect the Corporation's net income. At December 31, 2023, the Corporation had net monetary assets in MXN of

(Unaudited – in thousands of United States dollars unless otherwise stated)

approximately $18,047 (September 30, 2023 – $15,921) for which a 10% change in MXN exchange rates would change net income by approximately $1,805.

As GoGold Resources Inc., the parent corporate entity, has a functional currency of CAD, net monetary assets held in USD are affected by foreign exchange fluctuations recorded through the Corporation's net income. At December 31, 2023, GoGold Resources Inc. had net monetary assets in USD of $78,830 (September 30, 2023 – $85,784), for which a 10% change in USD exchange rates would change net income by approximately $7,883. As the Corporation's reporting currency is USD, these changes to net income attributed to fluctuations in the US exchange rates would be offset by an equal opposite change to other comprehensive income. Net monetary assets held in CAD by the parent corporation are affected by foreign exchange fluctuations recorded through other comprehensive income. At December 31, 2023, the parent corporation held net monetary assets in CAD of $6,315 (September 30, 2023 - $7,466), for which a 10% change in CAD exchange rates would change other comprehensive income by approximately $632.

Interest Rate Risk
The Corporation has cash balances and the current policy is to invest excess cash in Canadian bank high interest savings accounts and GICs. Excess cash is held in USD, CAD, or MXN based on future spending requirements and consensus foreign exchange estimates. Fluctuations in market interest rates could impact the amount of interest income earned on funds held in savings accounts. The Corporation has no interest bearing liabilities.

Liquidity Risk
The Corporation's general objective when managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at December 31, 2023, the Corporation had cash balances of $88,787, current input tax recoverable of $1,299, and trade receivables of $3,203 for settling current liabilities of $13,496, and therefore liquidity is expected to be sufficient to fund the operations of the Corporation for the next twelve months.

(d) Derivatives:

The Corporation, through its subsidiary Coanzamex, has an agreement with the Municipality of Parral, Mexico ("Town") to mine and process tailings material for precious metal recovery. The Corporation makes payments of $48 per month to the Town which increases based on the average market silver price, with payments continuing until tailings are completely mined. As the monthly royalty payment increases based on the average market silver price, from a minimum of $48 per month to a maximum of $88 per month, the variable payment portion of the obligation is accounted for as an embedded derivative liability. The fair value of the liability has been accounted for using a Monte Carlo simulation based on the spot price of silver at December 31, 2023 of $23.79 (September 30, 2023 - $23.08), as well as the historical volatility of silver market prices. The fair value of the derivative liability under this method at December 31, 2023 was $1,160 (September 30, 2023 - $1,176).

12. COMMITMENTS

The Corporation has the following minimum annual cash payment commitments for the next five years:

Description	2024	2025	2026	2027	2028
Minimum royalty and land payments – Parral (Note 11(d))	$ 570	$ 570	$ 570	$ 570	$ 570
Los Ricos option payments (Note 6)	1,300	150	-	-	-
	$ 1,870	$ 720	$ 570	$ 570	$ 570