SILVER TIGER METALS INC

Interim Unaudited Condensed
Consolidated Financial Statements

December 31, 2023

February 21, 2024

Management's Report

The accompanying interim unaudited condensed consolidated financial statements of **Silver Tiger Metals Inc.** (the "Company") are the responsibility of management and have been approved by the Board of Directors. The interim unaudited condensed consolidated financial statements have been prepared by management in accordance with International Financial Reporting Standards ("IFRS"). The interim unaudited condensed consolidated financial statements include certain amounts and assumptions that are based on management's best estimates and have been derived with careful judgment.

In fulfilling its responsibilities, management has developed and maintains a system of internal accounting controls. These controls are designed to provide reasonable assurance that the financial records are reliable for the preparation of the interim unaudited condensed consolidated financial statements. The Audit Committee of the Board of Directors reviewed and approved the Company's interim unaudited condensed consolidated financial statements and recommended their approval by the Board of Directors.

These interim unaudited condensed consolidated financial statements have not been reviewed by the external auditors of the Company.

(signed) "*Glenn Jessome*"
President and Chief Executive Officer
Halifax, Nova Scotia

(signed) "*Keith Abriel*"
Chief Financial Officer
Halifax, Nova Scotia

SILVER TIGER METALS INC

Unaudited Interim Condensed Consolidated Statements of Financial Position

As at December 31, 2023 and March 31, 2023

	December 31, 2023 $	March 31, 2023 $
Assets		
Current assets		
Cash	15,336,732	29,803,660
Sales tax recoverable	58,425	159,225
Deposits and prepaid expenses	108,144	195,042
	15,503,301	30,157,927
Property and equipment (note 5)	521,788	509,932
Resource properties (note 6)	69,805,657	56,292,493
	85,830,746	86,960,352
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	2,609,553	2,843,633
Equity (note 9)	83,221,193	84,116,719
	85,830,746	86,960,352

Commitments (note 12)

Approved by the Board of Directors

Signed "*Richard Gordon*", Director

Signed "Lila Maria Bensojo-Arras", Director

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

SILVER TIGER METALS INC

Unaudited Interim Condensed Consolidated Statements of Changes in Equity

For the periods ended December 31, 2023 and 2022

	Number of shares	Share capital $	Contributed surplus $	Warrants $	Deficit $	Total $
Balance – March 31, 2022	304,529,906	88,463,844	4,773,767	1,117,000	(25,232,618)	69,121,993
Net loss and comprehensive loss for the period	-	-	-	-	(2,743,082)	(2,743,082)
Shares issued for cash, exercise of warrants (note 9)	617,927	61,793	-	-	-	61,793
Shares issued for cash, exercise of stock options (note 9)	900,000	274,645	(130,645)	-	-	144,000
Shares issued, settlement of deferred share units ("DSUs") (note 9)	250,000	-	(63,885)	-	(33,615)	(97,500)
Stock-based compensation	-	-	1,480,000	-	-	1,480,000
Balance – December 31, 2022	306,297,833	88,800,282	6,059,237	1,117,000	(28,009,315)	67,967,204
Balance – March 31, 2023	364,497,833	105,347,250	7,179,237	539,000	(28,948,768)	84,116,719
Net loss and comprehensive loss for the period	-	-	-	-	(2,360,526)	(2,360,526)
Shares issued for cash, exercise of stock options (note 9)	550,000	151,000	(66,000)	-	-	85,000
Expiry of warrants (note 9)	-	-	539,000	(539,000)		-
Stock-based compensation (note 9)	-	-	1,380,000	-	-	1,380,000
Balance – December 31, 2023	365,047,833	105,498,250	9,032,237	-	(31,309,294)	83,221,193

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

SILVER TIGER METALS INC

Unaudited Interim Condensed Consolidated Statements of Loss and Comprehensive Loss

For the periods ended December 31, 2023 and 2022

	Three Months ended December 31, 2023 $	Three Months ended December 31, 2022 $	Nine Months ended December 31, , 2023 $	Nine Months ended September 30 2022 $
Operating expenses				
Consulting fees (note 8)	383,750	386,866	633,750	643,713
Depreciation (note 5)	520	715	1,559	715
Dues and fees	8,758	29,794	27,197	55,681
Foreign exchange loss (gain)	32,944	53,999	67,511	37,106
Insurance	49,427	40,255	132,788	128,341
Office and other	21,636	73,542	84,014	166,009
Professional fees	66,857	71,475	134,220	189,711
Shareholder communication	118,248	56,036	307,257	167,929
Stock-based compensation (note 9)	391,000	415,000	1,380,000	1,480,000
Travel	44,945	58,200	114,471	90,449
Wages and benefits	45,863	35,465	119,279	118,866
	1,163,948	1,221,347	3,002,046	3,078,520
Other expenses (income)				
Interest income	(177,520)	(138,931)	(641,520)	(335,438)
Net loss and comprehensive loss for the periods	986,428	1,082,416	2,360,526	2,743,082
Loss per share – Basic and diluted	(0.003)	(0.004)	(0.006)	(0.009)
Weighted average outstanding common shares – Basic and diluted	365,015,225	306,297,833	364,830,197	305,951,839

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

SILVER TIGER METALS INC

Unaudited Interim Condensed Consolidated Statements of Cash Flows

For the periods ended December 31, 2023 and 2022

	2023 $	2022 $
Cash provided by (used in)		
Operating activities		
Net loss and comprehensive loss for the periods	(2,360,526)	(2,743,082)
Charges to net and comprehensive loss not affecting cash		
Stock-based compensation (note 9)	1,380,000	1,480,000
Depreciation expense (note 5)	1,559	715
	(978,967)	(1,262,367)
Net changes in non-cash working capital balances related to operations		
Decrease (increase) in sales tax recoverable	100,800	75,777
Decrease (increase) in prepaid expenses	86,898	(66,634)
Increase (decrease) in accounts payable and accrued liabilities	128,360	73,001
	(662,909)	(1,180,123)
Investing activity		
Purchase of property and equipment	(13,415)	(501,955)
Expenditures on resource properties	(13,875,604)	(13,668,482)
	(13,889,019)	(14,170,447)
Financing activities		
Proceeds from exercise of stock options (note 9)	85,000	144,000
Proceeds from exercise of warrants (note 9)	-	61,793
Payroll withholding taxes paid on settlement of DSUs (note 9)	-	(97,500)
	85,000	108,293
Net change in cash during the periods	(14,466,928)	(15,242,277)
Cash – Beginning of periods	29,803,660	33,620,351
Cash – End of periods	15,336,732	18,378,074

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

1 Nature of operations

Silver Tiger Metals Inc. (the "Company") was incorporated under the Canada Business Corporations Act on June 14, 2010. Its common shares are listed on the TSX Venture Exchange (the "Exchange") under the trading symbol SLVR and on the OTCQX under the trading symbol SLVTF. The Company's registered office is located at 2446 Purcells Cove Road, Halifax, Nova Scotia. The Company has one reportable and one geographic segment.

The Company is a mineral exploration company engaged in locating and acquiring high quality projects and exploring for silver and gold. To date, the Company has not generated any revenue and is considered to be in the exploration stage. The Company is in the process of exploring and evaluating its resource properties in Mexico. The recoverability of amounts spent for the acquisition, exploration and development of the resource properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposition of the properties. The operations of the Company will require various licenses and permits from governmental authorities which are or may be granted subject to various conditions and may be subject to renewal from time to time. There can be no assurance that the Company will be able to comply with such conditions and obtain or retain all necessary licenses and permits that may be required to carry out exploration, development and mining operations at its projects. Failure to comply with these conditions may render the licenses liable to forfeiture.

2 Basis of presentation

Statement of compliance

These unaudited interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These financial statements are in compliance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Accordingly, certain information normally included in annual financial statements prepared in accordance with IFRS, as issued by the IASB, have been omitted or condensed. The preparation of financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements have been set out in note 2 of the Company's consolidated annual financial statements for the year ended March 31, 2023. These financial statements should be read in conjunction with the Company's consolidated annual financial statements for the year ended March 31, 2023.

The Board of Directors approved the consolidated financial statements for issue on February 21, 2024.

Basis of measurement

These consolidated financial statements have been prepared under a historical cost basis.

3 Significant accounting policies

These financial statements have been prepared using the same accounting policies and methods of computation as the annual financial statements of the Company for the year ended March 31, 2023. Refer to note 3 – Significant accounting policies and note 4– Amendments to accounting standards not yet adopted, of the Company's annual consolidated financial statements for the year ended March 31, 2023, for information on accounting policies and new accounting standards not yet effective.

4 Capital management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company. The Company considers capital to be total equity, which as at December 31, 2023 totaled $83,221,193 (March 31, 2023 – $84,116,719). The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company is not subject to externally imposed capital requirements.

5 Property and equipment

The following tables summarized property and equipment for the period ended December 31, 2023:

	Cost		
	Beginning $	Additions $	Ending $
Computer equipment	4,753	-	4,753
Furniture and equipment	4,812	-	4,812
Processing equipment	501,561	13,415	514,976
	511,126	13,415	524,541

	Accumulated deprecation		
	Beginning $	Additions $	Ending $
Computer equipment	713	909	1,622
Furniture and equipment	481	650	1,131
Processing equipment	-	-	-
	1,194	1,559	2,753

	Net		
	Cost $	Accumulated depreciation $	Total $
Computer equipment	4,753	1,622	3,131
Furniture and equipment	4,812	1,131	3,681
Processing equipment	514,976	-	514,976
	524,541	2,753	521,788

6 Resource properties

	$
Balance – March 31, 2022	39,167,149
Exploration and property costs incurred	12,559,895
Balance – December 31, 2022	51,727,044
Balance – March 31, 2023	56,292,493
Exploration and property costs incurred	13,513,164
Balance – December 31, 2023	69,805,657

On September 15, 2015, the Company entered into an arrangement agreement with El Tigre Silver Corp. (“El Tigre”) to combine the respective companies by way of a statutory plan of arrangement pursuant to the Business Corporations Act (British Columbia), under which the Company acquired all of the outstanding common shares of El Tigre in exchange for common shares of the Company on the basis of 0.2839 of one Company share for every one El Tigre share (the “Transaction”). The Transaction was completed on November 13, 2015.

El Tigre holds nine Mexican Federal mining concessions, located in north-eastern Sonora State, of which eight are collectively referred to as the El Tigre Property (“El Tigre Property”). The concessions are 100% held by El Tigre through its wholly-owned subsidiaries, Pacemaker Silver Mining S.A. de C.V. and Compãnia Minera Talaman S.A. de C.V.

In 2016, the Company entered into a land access agreement with the land-owners of the El Tigre Property. Under the agreement, the Company is required to pay the land-owners USD$1,030,000, of which USD$110,000 was payable on the date of the agreement, with the remaining to be paid over an 84-month period in equal monthly instalments of USD$10,952. As at December 31, 2023, there are 3 monthly payments remaining. The agreement can be terminated by the Company by issuing a written notice to the land-owners and is considered nullified if the Company does not pay the land-owners for three consecutive months. The Company will acquire 6,283 hectares of land within the boundaries of the El Tigre Property at the end of the 84-month period if all required payments were made according to the agreement.

Pursuant to the land access agreement, at such time as the EL Tigre Property is put into production, the Company is required to make the following additional payments to the land-owners; US$3 per ounce of gold produced if the gold price is below US$1,200, US$5 per ounce of gold produced if the gold price is between US$1,201 and US$1,500 and US$7 per ounce of gold produced if the gold price is above US$1,501. Additionally, the Company is required to make a payment of US$500,000 to the land-owners upon establishing commercial production subject to completing the agreement. The monthly payments paid to date have been recorded to resource properties.

7 Accounts payable and accrued liabilities

	December 31, 2023 $	March 31, 2023 $
Accounts payable	2,155,803	2,665,633
Accrued liabilities	453,750	178,000
	2,609,553	2,843,633

As at December 31, 2023 $1,363 (March 31, 2023 – $3,760) of accounts payable and accrued liabilities is due to companies owned by the Chief Executive Officer, Chief Financial Officer and Vice President Exploration.

8 Related party transactions

Consulting services were provided during the period ended December 31, 2023 by a corporation owned by the Chief Executive Officer of the Company. The cost of these consulting services during the period was $281,250 (December 31, 2022 – $281,250). The Company recorded these costs to consulting fees.

Consulting services were provided during the period ended December 31, 2023 by a corporation owned by the Chief Financial Officer of the Company. The cost of these consulting services during the period was $93,750 (December 31, 2022 – $93,750). The Company recorded these costs to consulting fees.

Geological consulting services were provided during the period by a corporation owned by the Vice President Exploration of the Company. The cost of these consulting services during the period was $45,000 (December 31, 2022 –$45,000). The Company recorded these costs to resource properties.

9 Shareholders' equity

Capital stock

Authorized
Unlimited number of common shares, without nominal or par value

Issued and outstanding

	Number of shares #	Amount $
Balance – March 31, 2022	304,529,906	88,463,844
Shares issued for cash, exercise of warrants	617,927	61,793
Shares issued for cash, exercise of stock options	900,000	274,645
Shares issued, settlement of DSUs	250,000	-
Balance – December 31, 2022	306,297,833	88,800,262
Balance – March 31, 2023	364,497,833	105,347,250
Shares issued for cash, exercise of stock options	550,000	151,000
Balance – December 31, 2023	365,047,833	105,498,250

On February 24, 2023, the Company closed a bought deal offering of common shares (the "2023 Offering") whereby 58,100,000 common shares of the Company were sold at a price of $0.31 per share for gross proceeds of $18,011,000. The underwriters were paid a commission of 6% on the gross proceeds of the Offering. The capital stock value of the common shares issued is net of share issue costs of $1,514,032.

Stock options

The Company has a common share purchase option plan (the "Plan") for directors, officers, employees and consultants. The total number of options issued and outstanding at any time cannot exceed 10% of the issued and outstanding common shares of the Company unless shareholder and regulatory approvals are obtained. Options granted under the Plan have a ten-year term. Options are granted at a price no lower than the market price of the common shares less any discounts allowed by the Exchange at the time of the grant. In determining the stock-based compensation expense, the fair value of options issued is estimated using the Black-Scholes option pricing model. Expected volatility is based on actual volatility of similar companies.

9 Shareholders' equity

The following weighted average assumptions were used in the Black-Scholes option pricing model for the periods ended December 31, 2023. There were no stock options granted during the nine-month period ended December 31, 2022:

	2023	2022
Risk-free interest rate	4.00%	n/a
Expected volatility	104%	n/a
Expected dividend yield	n/a	n/a
Expected life	10 years	n/a

The following table summarizes the changes in the Company's stock options during the periods ended December 31, 2023 and 2022:

	Weighted average exercise price $	Number of options #	Weighted average remaining life (years)
Balance – March 31, 2022	0.28	18,155,000	5.5
Exercised during the period	0.16	(900,000)	
Expired during the period	0.20	(100,000)	
Balance – December 31, 2022	0.29	17,155,000	4.8
Balance – March 31, 2023	0.29	20,730,000	5.5
Granted during the period	0.20	400,000	
Exercised during the period	0.15	(550,000)	
Expired during the period	0.22	(1,450,000)	
Balance – December 31, 2023	0.30	19,130,000	5.3

As at December 31, 2023, 17,374,783 options remained available for future grants under the Plan. Options vested and exercisable as at December 31, 2023 totaled 16,048,750 with an average exercise price of $0.30 per share. The Company charged $837,000 in stock-based compensation related to stock options to the consolidated statements of loss and comprehensive loss for the period ended December 31, 2023 (period ended December 31, 2022 – $983,000).

9. Shareholders' equity (continued)

Contributed surplus

	$
Balance – March 31, 2022	4,773,767
Exercise of stock options	(130,645)
Settlement of DSUs	(63,885)
Stock-based compensation related to stock options	983,000
Stock-based compensation related to DSUs	497,000
Balance – December 31, 2022	6,059,237
Balance – March 31, 2023	7,179,237
Exercise of stock options	(66,000)
Expiry of warrants	539,000
Stock-based compensation related to stock options	837,000
Stock-based compensation related to DSUs	543,000
Balance – December 31, 2023	9,032,237

Warrants

The following table summarizes the changes in the Company's warrants for the periods ended December 31, 2023 and 2022:

	Weighted average exercise price $	Number	Ascribed value $
Balance – March 31, 2022	0.50	22,415,931	1,117,000
Warrants exercised during the period	0.10	(617,927)	-
Balance – December 31, 2022	0.51	21,798,004	1,117,000
Balance – March 31, 2023	0.50	19,276,104	539,000
Warrants expired during the period	0.50	(19,276,104)	(539,000)
Balance – December 31, 2023		-	-

9 Shareholders' equity (continued)

Deferred share units

The Company has a deferred share unit plan (the "DSU Plan") whereby Participants may elect to receive all or a portion of their annual compensation or bonus compensation, if any, in deferred share units ("DSUs"). The election, if it is made, must be for a minimum of 10%, or a multiple thereof, of such compensation in DSUs. The number of DSUs received is equal to the amount of compensation elected to be received in DSUs, divided by the volume-weighted average trading price of the common shares on the TSX for the 5 trading days immediately prior to the payment date. DSUs awarded under the DSU Plan in lieu of annual or bonus compensation will vest immediately.

In addition, the Board of Directors has the authority to make discretionary awards of DSU's to Participants under the DSU Plan. DSUs granted pursuant to discretionary awards will vest in accordance with the vesting schedule determined by the Board of Directors. Generally, DSUs will vest equally over three years, with one-third of the awarded DSUs vesting on each of the first, second and third anniversaries of the date of the award.

All unvested DSUs will vest immediately in the case of a change of control of the Company. In addition, in the event of the death or termination without cause of a Participant that received DSUs, the Participant's DSUs will vest immediately. The Board of Directors may at any time shorten the vesting period of any or all DSUs.

The maximum number of common shares issuable under the DSU Plan is 10,000,000. Each DSU held by a Participant must be redeemed by the Company within 10 years of the grant for DSU Plan shares issued from treasury. Each vested DSU held by a Participant who ceases to be an eligible employee, director or officer shall be redeemed by the Company effective as at the separation date for DSU Plan shares issued from treasury.

The fair value of the DSU's is determined based on the Company's trading price of its common shares on the day of the grant.

On January 11, 2023, the Board of Directors approved the grant of 2,150,000 DSUs to officers, employees and consultants of the Company. The DSUs vest over three years and the grant date fair value amounted to $688,000.

During the period ended December 31, 2022, 500,000 DSUs were settled on a net basis, resulting in the issuance of 250,000 common shares after withholding for income taxes, resulting in the payment of income taxes of $97,500.

The Company recognized $543,000 (period ended December 31, 2022 - $497,000) in stock-based compensation expense to the consolidated statements of loss and comprehensive loss for the period ended December 31, 2023 in relation to DSUs.

9. Shareholders' equity (continued)

The following table summaries the changes in the Company's DSUs for the periods ended December 31, 2023 and 2022:

	Number #
Balance – March 31, 2022	3,945,0000
Exercised during the period	(500,000)
Balance – December 31, 2022	3,445,000
Balance – March 31, 2023 and December 31, 2023	5,595,000
Exercisable at December 31, 2023	2,931,333

10 Supplemental cash flow information

As at December 31, 2023, the Company's accounts payable included expenditures on resource properties of $1,900,098 (March 31, 2023 – $2,262,538).

11 Financial instruments and other

Credit risk

The Company manages credit risk by holding its cash and cash equivalents with high quality financial institutions in Canada, where management believes the risk of loss to be low. The Company also has approximately $7.8 million of Mexican VAT receivable as at December 31, 2023. The Company has recorded the VAT to resource properties. While the Company is still pursuing collection, with the delay in processing and collection, management determined that it was appropriate to reclassify this amount to the resource property to which the VAT paid is related. The timing and amount of the VAT ultimately collectible could be materially different from the amount recorded in the interim unaudited condensed consolidated financial statements.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions.

11. Financial instruments and other (continued)

Management concluded that the Company has sufficient cash on hand to meet its obligations as they become due for the next twelve months, considering the Company's planned exploration and development activities on its resource properties. The Company has the ability to scale its exploration and development activities, and will do so as necessary, based on cash availability. The Company will need to raise further financing to fund future additional exploration and development activities.

Market risk

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

a) Interest rate risk

The Company has no interest-bearing debt and aside from the interest earned on its cash balances is not exposed to any significant interest rate risk.

b) Foreign currency risk

The Company operates in Mexico, giving rise to foreign currency risk. To limit the Company's exposure to this risk, cash is primarily held with high quality financial institutions in Canada.

As at December 31, 2023, the Company held the following financial instruments in foreign currencies:

	US$	Pesos
Cash	185,160	127,573
Accounts payable and accrued liabilities	933,200	10,536,018

c) Price risk

The Company is not exposed to any direct price risk other than that associated with commodities and how fluctuations impact companies in the mineral exploration and mining industries as the Company has no significant revenues.

12 Commitments

The minimum remaining payments in relation to the Company's El Tigre Agreement (note 6) are as follows:

	$
Year ending March 31, 2024	43,455