

**Financial Statements  
(audited)  
Gold Express Mines, Inc.**

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**GOLD EXPRESS MINES, INC.**  
**CONSOLIDATED BALANCE SHEETS**

	December 31	June 30
	2022	2022
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 5,916,184	\$ 9,728,531
Prepaid expense	151,956	154,041
Deposits	151,244	416,244
Total Current Assets	<u>6,219,384</u>	<u>10,298,816</u>
<b>FIXED ASSETS</b>		
Vehicles, net of depreciation	<u>37,535</u>	<u>42,961</u>
Total Fixed Assets	<u>37,535</u>	<u>42,961</u>
<b>OTHER ASSETS</b>		
Mineral properties	2,705,154	927,194
Investments	2,054,661	419,922
Reclamation bond	166,638	68,122
Total Other Assets	<u>4,926,453</u>	<u>1,415,238</u>
<b>TOTAL ASSETS</b>	<u>\$ 11,183,372</u>	<u>\$ 11,757,015</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 90,051	\$ 356,558
Accounts payable		

**GOLD EXPRESS MINES, INC.**  
**CONSOLIDATED STATEMENTS OF**  
**OPERATIONS**

	Three Months Ended		Six Months Ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
<b>REVENUES</b>	\$ -	\$ -	\$ -	\$ -
<b>OPERATING EXPENSES</b>				
Exploration expense	1,098,323	437,364	2,624,601	88,924
General and administrative	146,494	113,877	342,230	302,203
Officers' & director's fees	117,000	72,000	240,000	144,000
Professional fees	2,451	23,454	11,714	158,940
Depreciation	1,962	1,087	5,423	1,929
<b>TOTAL OPERATING EXPENSES</b>	<u>1,366,230</u>	<u>647,782</u>	<u>3,223,970</u>	<u>1,495,996</u>
<b>LOSS FROM OPERATIONS</b>	(1,366,230)	(647,782)	(3,223,970)	(1,495,996)
<b>OTHER INCOME (EXPENSES)</b>				
Interest expense	(195)	(481)	(390)	(1,453)
Loss on sale of equipment	-	-	-	(4,938)
Sale of mining claims	-	-	1,500,000	-
Unrealized loss on investment	(31,248)	-	(66,170)	-
Other expense	-	(777)	-	(777)
<b>TOTAL OTHER INCOME (EXPENSES)</b>	<u>(31,444)</u>	<u>(1,258)</u>	<u>1,433,439</u>	<u>(7,168)</u>
<b>LOSS BEFORE TAXES</b>	<u>(1,397,674)</u>	<u>(649,040)</u>	<u>(1,790,531)</u>	<u>(1,503,165)</u>
<b>INCOME TAXES</b>	-	-	-	-
<b>NET LOSS</b>	\$ <u>(1,397,674)</u>	\$ <u>(649,040)</u>	\$ <u>(1,790,531)</u>	\$ <u>(1,503,165)</u>
Less: net loss attributable to noncontrolling interest	(18,411)	(56,682)	(71,815)	(209,227)
<b>NET LOSS ATTRIBUTABLE TO GOLD EXPRESS MINES, INC</b>	<u>(1,397,674)</u>	<u>(649,040)</u>	<u>(1,790,531)</u>	<u>(1,503,165)</u>
<b>NET LOSS PER COMMON SHARE, BASIC AND DILUTED</b>	\$ <u>(0.02)</u>	\$ <u>(0.01)</u>	\$ <u>(0.03)</u>	\$ <u>(0.03)</u>
<b>WEIGHTED AVERAGE NUMBER OF COMMON STOCK SHARES OUTSTANDING, BASIC AND DILUTED</b>	<u>58,814,735</u>	<u>40,956,194</u>	<u>57,627,234</u>	<u>40,155,457</u>

**GOLD EXPRESS MINES INC**

**CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY**

	Common Stock		Additional	Accumulated	Subscription	Stock	Noncontrolling	Total
	Shares	Amount	Paid-in					
			Capital					Equity
Balance, June 30, 2021	29,970,666	29,971	2,929,629	(2,172,468)	(60,000)	366,805	-	1,093,937
Member Equity issued for cash	-	-	-	-	-	-	4,296,222	4,296,222
Warrants issued with member equity	-	-	27,778	-	-	-	-	27,778
Common stock and warrants issued for cash	9,871,083	9,871	3,854,520	-	-	-	-	3,864,391
Stock to be issued	1,003,330	1,003	365,802	-	-	(366,805)	-	-
Net loss for period ending September 30, 2021	-	-	-	(701,579)	-	-	(152,545)	(854,124)
Balance, September 30, 2021	40,845,079	40,845	7,177,729	(2,874,047)	(60,000)	-	4,143,677	8,428,204
Common stock and warrants issued for cash	333,332	334	130,066	-	-	-	-	130,400
Common stock and warrants to be issued for cash	-	-	-	-	-	130,450	-	130,450
Net loss for period ending December 31, 2021	-	-	-	(592,358)	-	-	(56,682)	(649,040)
Balance, December 31, 2021	41,178,411	41,179	7,307,795	(3,466,405)	(60,000)	130,450	4,086,995	8,040,014
Common stock and warrants issued for cash	888,554	889	346,535	-	-	(130,450)	-	216,974
Common stock and warrants to be issued for cash	-	-	-	-	-	-	-	-
Net loss for period ending March 31, 2022	-	-	-	(1,074,728)	-	-	(40,013)	(1,114,741)
Balance, March 31, 2022	42,066,965	42,068	7,654,330	(4,541,133)	(60,000)	-	4,046,982	7,142,248
Common stock and warrants issued for cash	13,389,430	13,388	5,202,424	-	-	-	-	5,215,812
Common stock and warrants to be issued for cash	-	-	-	-	-	261,000	-	261,000
Net loss for period ending June 30, 2022	-	-	-	(1,520,221)	-	-	(191,341)	(1,711,562)

Balance, June 30, 2022	55,456,397	55,456	12,856,752	(6,061,354)	(60,000)	261,000		10,907,495
Common stock and warrants issued for cash	1,336,119	1,337	518,919	-	-	(261,000)		259,256
Common stock and warrants to be issued for cash	-	-	-	-	-	108,750		108,750
Net loss for period ending September 30, 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>(339,454)</u>	<u>-</u>	<u>-</u>	<u>(53,404)</u>	<u>(390,857)</u>
Balance, September 30, 2022	56,792,516	\$ 56,793	\$ 13,375,671	\$ (6,400,808)	\$ (60,000)	\$ 108,750	3,802,238	\$ 10,882,644
Common stock and warrants issued for cash	1,022,219	1,022	399,178	-	-	-	-	400,200
Common stock issued for mineral properties in Chile	3,000,000	3,000	747,000	-	-	-	-	750,000
Options granted for services	-	-	78,093	-	-	-	-	78,093
Net loss for period ending December 31, 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,379,263)</u>	<u>-</u>	<u>-</u>	<u>(18,411)</u>	<u>(1,397,674)</u>
Balance, December 31, 2022	<u>60,814,735</u>	<u>60,815</u>	<u>14,599,942</u>	<u>(7,780,071)</u>	<u>(60,000)</u>	<u>108,750</u>	<u>3,783,827</u>	<u>10,713,263</u>

**GOLD EXPRESS MINES, INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Six Months Ended	
	December 31, 2022	December 31, 2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income (loss)	\$ (1,718,716)	\$ (701,579)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:		
Depreciation	5,426	1,930
Investment given for services	5,000	-
Loss on sale of asset	-	4,937
Unrealized loss on investment	66,170	-
Options granted for services	78,093	-
Mineral claims sold for investment	(1,500,000)	-
Loss attributable to non-controlling interest	(71,814)	(209,227)
Changes in assets and liabilities:		
Decrease (increase) in prepaid expense and deposits	267,085	(134,662)
Decrease (increase) in reclamation bond	(98,516)	(17,030)
Increase (decrease) in accounts payable	(266,550)	(351,515)
Increase (decrease) in accrued expense	(48,252)	43,973
Increase (decrease) in accrued interest	390	1,452
Increase (decrease) in mineral claim liability	(50,000)	(125,000)
Net cash used by operating activities	<u>(3,331,684)</u>	<u>(2,079,079)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
PPE	-	(69,253)
Investments	(205,909)	(350,000)
Mineral properties	(1,027,960)	(29,719)
Net cash used by investing activities	<u>(1,233,869)</u>	<u>(448,972)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from sale of common stock and warrants, net of fees	659,456	4,125,241
Proceeds from sale of member equity, net of fees	-	4,296,222
Proceeds from common stock and warrants to be issued	108,750	-
Proceeds from sale of warrants	-	27,778
Payment of note payable	(15,000)	(28,496)
Net cash provided by financing activities	<u>753,206</u>	<u>8,420,745</u>
<b>INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(3,812,347)	5,892,694
<b>Cash, beginning of period</b>	<u>9,728,531</u>	<u>1,000,964</u>
<b>Cash, end of period</b>	<u>\$ 5,916,184</u>	<u>\$ 6,893,658</u>
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -
<b>NON-CASH DISCLOSURES</b>		
Common stock issued for mineral properties in Chile	\$ 750,000	\$ -

**GOLD EXPRESS MINES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2022 and period December 31, 2021**

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**NOTE 1 - ORGANIZATION AND DESCRIPTION OF BUSINESS**

Gold Express Mines, Inc (

**GOLD EXPRESS MINES, INC.**  
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Estimates

The preparation of financial statements in accordance with generally accepted accounting principles in the United States of America requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities known to exist as of the date the financial statements are published, and the reported amounts of revenues and expenses during the reporting period. Uncertainties with respect to such estimates and assumptions are inherent in the preparation of the Company

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Costs of lease, exploration, carrying and retaining unproven mineral lease properties are expensed as incurred. The Company expenses all mineral exploration costs as incurred as it is still in the exploration stage. If the Company identifies proven and probable reserves in its investigation of its properties and upon development of a plan for operating a mine, it would enter the development stage and capitalize future costs until production is established. When a property reaches the production stage, the related capitalized costs are amortized on a units-of-production basis over the proven and probable reserves following the commencement of production. The Company assesses the carrying costs of the capitalized mineral properties for impairment under ASC 360-10,

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Going Concern

As shown in the accompanying financial statements, the Company has incurred cumulative operating losses since inception. As of December 31, 2022, the Company has limited financial resources with which to achieve its objectives and attain profitability and positive cash flows from operations. As shown in the accompanying balance sheets and statements of operations, the Company has an accumulated deficit of \$7,780,071.

Achievement of the Company's objectives will depend on its ability to obtain additional financing to generate revenue from current and planned business operations.

The Company plans to fund its future operations by potential sales of its common stock or by issuing debt securities. However, there is no assurance that the Company will be able to achieve these objectives, therefore substantial doubt about its ability to continue as a going concern exists.

Provision for Taxes

Income taxes are provided based upon the liability method of accounting pursuant to ASC 740-10-25 *Income Taxes – Recognition*. Under the approach, deferred income taxes are recorded to reflect the tax consequences in future years of differences between the tax basis of assets and liabilities and their financial reporting amounts at each year-end. A valuation allowance is recorded against deferred tax assets if management does not believe the Company has met the

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5,080,000 shares of its common stock valued at \$0.03 per share, or \$152,400, and a note payable of \$50,000. The note payable bears interest at 8% annum, with it increasing to 16% if the full amount is not paid by the maturity date of July 17, 2021. The note principal and accrued interest was paid in full on November 30, 2021. After undertaking exploration through sampling and soil analyses the Company determined to drop the project the fall of 2021.

Amador Mining LLC Property Purchase Agreement

On October 26, 2020, the Company signed a Property Purchase and Sale Agreement to Purchase thirty-nine unpatented mining claims in the states of Nevada, Arizona, and California. Eight projects are located in Nevada, two projects are located in California, and two projects are located in Arizona totaling twelve separate projects. Since inception of the Amador agreement, the Company has added additional claims at most of the projects greatly expanding the areas encompassing each site. Pursuant to the Purchase Agreement, the Company will make payments over time in the total amount of \$550,000. During the period ended September 30, 2022 and June 30, 2022 the Company paid a total of \$0 and \$125,000 towards the purchase price, respectively. The payment obligations are set forth below:

Payment Obligations	
Date Due	Amount
October 31, 2023	100,000
October 31, 2024	<u>125,000</u>
Total	\$ <u>225,000</u>

In addition to the above payments the Company is responsible for payment of all Bureau of Land Management fees related to the unpatented mining claims.

The Agreement provides that on the final payment date (or on an individual project basis, should mineral production begin at any of the properties prior to the final payment date, then fifteen days prior to the beginning of mineral productions) the Company shall prepare a fully executed royalty deed equal to 2.5% of the net smelter returns derived by the Company on the subject properties or any of the property within one mile of the outside boundary of the subject properties. On the final payment date Amador LLC will transfer by quitclaim deed each of the purchased claims to the Company.

Lexington Mine

On June 30, 2020, the Company signed a Mineral Lease Assignment Agreement which provides for a lease and purchase option for approximately 32 patented mining claims located in Cascade County, Montana. In consideration of the agreement the Company entered into a note payable in the amount of \$180,000 due on June 30, 2021. The note payable bears interest at 0% annum. The note principal and accrued interest was paid in full on November 30, 2021.

*Lease*

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The assigned lease requires monthly payments of \$2,500. The primary term of the lease is ten (10) years, which may be extended for up to two successive terms of ten (10) years each and so long thereafter as ores or minerals are being developed, mined, processed or marketed on a continuing basis or when exploration activities have advanced far enough that construction activities related to the startup of ore production are expected to commence within two to three years.

*Purchase*

The purchase option allows for the purchase of the claims at any time during the term of the lease in the amount of \$2,000,000. Any prior monthly payments that have not been deducted as royalty advances may be deducted from the purchase price. The lease also includes a 3% net smelter royalty on all development and productions of ores and minerals extracted, milled, and sold from the leased premises. The obligation for quarterly net smelter royalties will commence upon the production and sale of ores from the leased premises.

*Royalty*

The assigned lease requires a 3.0% Net Smelter Royalty on all development and production ores and minerals extracted, milled and sold from the Leased Premises, defined as

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*Purchase*

At any time during the term of this lease, and so long as lessee is not in default of any of the lease terms contained herein, Lessee may purchase the Leased Premises for the Purchase Price of \$1,000,000.00 (One Million Dollars). Prior to exercise of purchase, the Purchase Price will be adjusted according to the change in the US Consumer Price Index (

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On May 30, 2021 the Company signed a Lease, Sublease and Purchase Option Agreement for 23 unpatented mining claims located in Beaverhead County, Montana. The lease term is for seven years commencing on the dated of the Lease and Sublease and for so long thereafter as ores aor minerals are continuously produced from the Leased Premises and all advance minimum payments and production royalty payments are timely paid. The company is required to make monthly payments in the amount of \$2,000.

In addition to the monthly payments, Gold Express shall pay variable production royalties as specified in the underlying lease agreements which are dependent upon mined ore grades as follows:

- Five percent (5%) on all ores mined which have a

**GOLD EXPRESS MINES, INC.**  
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Adams County, Idaho Mineral Lease and Company located unpatented mining claims

On February 1, 2022, the Company signed a Lease agreement for 3 patented mining claims located in Adams County, ID. The term of the lease is five years. The Company paid a one-time bonus payment of \$10,000 at signing. In order to maintain its lease, the Company is required to make monthly lease payments in the amount of \$1000. The Company pre-paid the first year of the lease by making a payment of \$12,000. The purchase price of the patented claims is \$250,000 which can be exercised at any time upon sixty-days

**GOLD EXPRESS MINES, INC.**  
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Silver Star Mining Lease

On April 1, 2022, the Company signed a Lease agreement for 14 patented mining claims located in Shoshone County, ID. The term of the lease is ten years, the Company may extend the lease for up to two successive terms of 10 years, and so long thereafter as ores or minerals are being developed, mined, processed or marketed on a continuing basis, or when exploration activities have advanced far enough that construction activities related to the start of ore production are expected to commence within two to three years. The Company paid a one-time bonus payment of \$12,500 at signing. In order to maintain its lease, the Company is required to make monthly lease payments in the amount of \$1000.

Additionally, there is a 2.5% Net Smelter Return agreement, quarterly payment of the Net Smelter Royalty shall commence upon the production and sale of ores from the leased premises.

Amador Mining LLC Property Purchase Agreement

On April 27, 2022, the Company signed a Property Purchase and Sale Agreement to Purchase thirty-one unpatented mining claims in the states of Idaho, Nevada, Arizona, and California. Two projects are located in Idaho, one project is located in Nevada, two projects are located in California, and one project is located in Arizona. The total purchase price of the claims is \$245,000. The Company paid \$75,000 on signing and the remaining \$170,000 on May 2, 2022.

Artillery Peak Property Lease and Option Agreement

On November 11, 2021, the Company signed a Lease and Purchase Option agreement for 22 unpatented mining claims located in Mohave County, Arizona. The term of the lease is on an annual basis. The Company paid \$10,000 plus \$3200 in claim fees at signing. The purchase option may be exercised prior to production. The purchase price is \$750,000. Additionally, there is a 2.5% Net Smelter Royalty agreement, quarterly payment of the Net Smelter Royalty shall commence upon the production and sale of ores from the leased premises. The Company has the further option to purchase the 2.5% Net Smelter Royalty, distinct and separate from the option to purchase the property, by paying the Lessor \$750,000.

*Lease*

In order to maintain its lease, the Company is required to make lease payments as follows:

Payment Obligations

Date Due	Amount
Nov. 11, 2022	\$ 12,000
Nov. 11, 2023	16,000
Nov. 11, each year until claims are in production	20,000

Socorro Property Lease and Option Agreement

On June 12, 2022, the Company signed a Lease and Purchase Option agreement for 22 unpatented mining claims located in La Paz County, Arizona. The term of the lease is on an annual basis. The Company paid \$10,000 at signing. The purchase option may be exercised prior to production. The purchase price is \$750,000. Additionally, there is a 2.5% Net Smelter Royalty agreement, quarterly payment of the Net Smelter Royalty shall commence upon the production and sale of ores from the leased premises. The

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Company has the further option to purchase the 2.5% Net Smelter Royalty, distinct and separate from the option to purchase the property, by paying the Lessor \$750,000.

*Lease*

In order to maintain its lease, the Company is required to make lease payments as follows:

Payment Obligations

Date Due	Amount
June 12, 2023	\$ 18,000
June 12, 2024	22,000
June 12, each year until claims are in production	24,000

Big Sandy Mining Claims

In March, 2022 the Company acquired 79 mining claims by staking which are located in Mohave County, Arizona. These claims are 100% owned by the Company.

Sale of Mining Claims

On January 13<sup>th</sup>, 2022, the Company entered into a ninety-day Purchase Option Agreement to sell 20 unpatented mining claims near Payson, Arizona, that the Company staked in March 2021. The Optionee exercised the agreement to by paying \$30,000 in cash and issuing 500,000 shares of its common stock valued at \$165,000 on January 25, 2022. The agreement contains a 2% NSR Royalty, which the Optionee may purchase one half (1%) of the NSR Royalty at any time for \$500,000. The Company has been notified that the Bureau of Land Management has rejected the claim filings on these claims as they assert, they received the claim notices and payment one day late. The Company will contest this interpretation or in the alternative, re-stake the mining claims if they are still available and open for location.

Big It Mine

In July, 2022 the Company entered into a sublease of private property and unpatented mining claims located near the Town of Pinehurst, Shoshone County, Idaho. The claims comprise the historic Big It Mine which was a past producer of antimony and gold. The lease payment is \$2,250 per quarter which is comprised of 94 acres of private property and 3 unpatented mining claims. Additionally, the Company has subleased 25 unpatented mining claims in and around the Big It mine area. The lease term is for an initial five years with extensions for up to three additional five-year terms. There is a 2.0% royalty on the property due upon commercial production being initiated at the property. One percent of this royalty can be repurchased from the Lessor for a payment of \$1,000,000.

Trout Creek

On August 1, 2022 the Company entered into a lease of the Trout Creek copper-silver project located in Sanders County, Montana comprised of 54 unpatented mining claims. Upon entering into the lease, the Company paid reimbursement of \$13,500 for unpatented mining claim fees and staking costs. The annual lease payment for the property due on the property is \$12,000 and is payable each August 1<sup>st</sup>. The lease period is for five years. The property may be purchased at the end of the five-year lease for \$100,000. There is a 2.0% royalty on the property due upon commercial production being initiated at the property. One percent of this royalty can be repurchased from the Lessor for a payment of \$1,000,000. The

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Company is required by the terms of the lease to drill a minimum of three exploratory drill holes into the property which are deep enough to penetrate the prospective target in the Revett formation. This drilling has to occur within the first three years of the lease, subject to permitting. On August 26, 2022, this property was sold for 1,600,000 shares of stock valued at \$400,000.

Soldier Creek Claims

In August, 2022 the Company acquired 79 mining claims by staking, which are located in Tooele County, Utah. On August 26, 2022 the Company sold these claims for 1,800,000 shares of stock valued at \$450,000.

Bell Copper Claims

In August, 2022 the Company acquired 79 mining claims by staking which are located in Mohave County, Arizona. On August 26, 2022 the Company sold these claims for 2,600,000 shares of stock valued at \$650,000.

Wetzel Claims

On September 1, 2022 the Company entered into a lease for 180 unpatented claims located in California. Upon entering into the lease, the Company paid reimbursement of \$41,100 for unpatented mining claim fees, staking costs and maintenance fees. The annual lease payment for the property due on the property is \$10,000 and is payable each September 1<sup>st</sup>. The lease period is for five years. The property may be purchased at any time for \$300,000. There is a 1.75% royalty on the property due upon commercial production being initiated at the property.

King Property

On November 19, 2022, the Company signed a Lease and Option Agreement for 19 unpatented mining claims located in Nye County, Nevada. The term of the lease is on an annual basis, but may be terminated on five days written notice. The Company is required to make annual lease payments until the claims are in production. The Company is responsible for all assessment work and maintenance fee payments on the claims.

*Lease*

In order to maintain its lease, the Company is required to make advance royalty payments as follows:

Payment Obligations

Date Due	Amount
November 19, 2022 (paid)	\$ 12,000
November 19, 2023	14,000
November 19, 2024	16,000
November 19, 2025 until production begins	20,000

*Purchase*

At any time during the term of this lease, and prior to production on the property, Lessee may purchase the Leased Premises for the Purchase Price of \$750,000.

*Royalty*

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Under the agreement a quarterly Net Smelter Royalty of 2.5% shall be paid on the value for marketable minerals produced from the property, less the following deductions:

- All costs to smelt or refine the concentrate or ore
- All costs of insurance and transportation of the material

All excise, severance, sales and/or production taxes applicable to the payments

Sublette Project

On December 2, 2022, the Company entered into 7 uranium mineral leases with the State of Wyoming, each consisting of 640 acres for a total of 4,480 acres in Sublette County, WY. The term of the leases are each ten years, renewable for additional periods of ten years. Prior to the discovery of commercial quantities of leased minerals, the Company is required to make an annual rental payment of \$1.00 per acre or fraction thereof for the first five years of the lease (\$4,480) and \$3.00 per acre for the sixth to the tenth years (\$13,440 per year), provided however that if the leases are not on a commercial mining basis and so operated at the end of two years, such annual rental may be increased at the option of the Lessor. Beginning with the first day of the lease year after the leases become operating leases the rental payment will increase to \$5.00 per acre. The leases have a royalty of 4% of the gross sales consideration received, without any deduction from such sales of consideration for any reason. The minimum annual royalty is equal to \$5.00 per acre.

Chilean Mineral Concession

On December 22, 2022, the Company entered into an Asset Purchase Agreement to acquire mineral concessions consisting of 4,881 hectares (12,601) acres in the Huasco Province of Chile, and related machinery, equipment, drill cores and data sets. The purchase price consisted of \$860,000 in cash and three million shares of the Company

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Total at June 30, 2022

\$ 2,054,661

**NOTE 5 – YELLOW BAND OPERATING LLC**

On August 20, 2021, The Company entered into an LLC agreement, in which it is the initial member and also the managing member. The LLC may issue up to 100 membership units, 50 of which were issued to the Company, all of which were issued at June 30, 2022. The Company contributed its Yellow Band Property described in Note 3. Additionally, the Company contributed 4,444,440 warrants as an inducement to investors in a Private Placement Memorandum (described below) distributed by Yellow Band Operating LLC (

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During the period ended December 31, 2022, the Company issued 1,022,219 units for cash of \$400,200, net of fees, and 3,000,000 shares of common stock valued at \$750,000 for mineral concessions in Chile.

During the period ended December 31, 2021, the Company issued 333,332 units for cash of \$130,400 and received \$130,450 for units

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On June 30, 2020, the Company signed a note payable for mineral resources in the amount of \$180,000, See Note 3. This note was paid off in full on November 30, 2021.

On January 6, 2021, the Company signed a note payable for a 25% ownership interest in a database of mineral property information in the amount of \$15,000. The note bears interest of 5% with a maturity date of July 17, 2021. If the note is not paid at maturity, the ownership interest reduces to 15%. This note is was paid in full during the period ended December 31, 2022.

**NOTE 8 – INCOME TAXES**

Income taxes are provided based upon the liability method of accounting pursuant to ASC 740-10-25 *Income Taxes – Recognition*. Under this approach, deferred income taxes are recorded to reflect the tax consequences in future years of differences between the tax basis of assets and liabilities and their financial reporting amounts at each year-end. A valuation allowance is recorded against deferred tax assets if management does not believe the Company has met the

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At December 31, 2022, the Company paid \$162,000 in officers