



Group Eleven Resources Corp.

Condensed Consolidated Interim Financial Statements

For the Three Months Ended March 31, 2023

Expressed in Canadian Dollars

(Unaudited)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORTING

The accompanying condensed consolidated interim financial statements of Group Eleven Resources Corp. ("the Company") have been prepared by and are the responsibility of management of the Company. Management acknowledges responsibility for the preparation and presentation of the condensed consolidated interim financial statements, including responsibility for significant accounting estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The Company's independent auditor has not performed a review of these unaudited condensed consolidated interim financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of unaudited condensed consolidated interim financial statements by an entity's auditor.

GROUP ELEVEN RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(Unaudited – Expressed in Canadian Dollars)

	Note	March 31, 2023 (\$)	December 31, 2022 (\$)
ASSETS			
Current Assets			
Cash		604,857	1,120,804
Prepaid expenses		19,396	27,523
Other receivables		86,752	59,994
Total Current Assets		711,005	1,208,321
Non-current assets			
Equipment	3	2,138	3,318
Exploration and evaluation assets	4	8,897,821	8,897,821
Total Assets		9,610,964	10,109,460
LIABILITIES AND EQUITY			
Current Liabilities			
Accounts payable and accrued liabilities	5,11	415,951	349,017
Exploration partner advances	4	368,859	362,589
Government loan payable		40,000	-
Total Current Liabilities		824,810	711,606
Non-Current Liabilities			
Government loan payable	6	-	40,000
Total liabilities		824,810	751,606
Equity			
Share capital	7	20,490,423	20,490,423
Reserves	7	1,050,439	1,035,265
Deficit		(15,666,962)	(15,092,128)
Total Shareholders' Equity		5,873,900	6,433,560
Non-controlling interest	8	2,912,254	2,924,294
Total Equity		8,786,154	9,357,854
Total Liabilities and Equity		9,610,964	10,109,460

Nature and continuance of operations (Note 1)**Subsequent events (Note 13)**

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

GROUP ELEVEN RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Unaudited – Expressed in Canadian Dollars, unless otherwise stated)

	Note	March 31, 2023 (\$)	March 31, 2022 (\$)
Operating expenses			
Exploration expenditures	4, 11	383,585	216,263
Salaries and benefits	6,11	119,668	133,657
Marketing and investor relations		23,289	11,384
General and administrative		33,813	44,275
Professional Fees	11	29,611	7,253
Depreciation	3	1,180	1,265
Foreign exchange (gain) loss		(17,878)	51,822
Interest income		(1,568)	(69)
Share based payments	6, 11	15,174	3,510
Loss and comprehensive loss for the period		(586,874)	(469,360)
Loss attributable to:			
Shareholders		(574,834)	(458,803)
Non-controlling interest	8	(12,040)	(10,557)
		(586,874)	(469,360)
Basic and diluted loss per common shares attributable to shareholders (\$)		0.00	0.00
Weighted average number of shares outstanding - basic and diluted (#)		158,301,502	139,809,831

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

GROUP ELEVEN RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

(Unaudited – Expressed in Canadian Dollars, unless otherwise stated)

	Share Capital		Reserves	Deficit	Total Shareholders' Equity	Non-controlling Interest	Total Equity
	Shares (#)	Amount (\$)					
Balance - December 31, 2021	137,469,836	18,088,060	869,763	(12,690,402)	6,267,421	3,049,244	9,316,665
Shares issued for private placement	20,831,666	2,499,800	-	-	2,499,800	-	2,499,800
Share issuance costs	-	(38,220)	-	-	(38,220)	-	(38,220)
Share issuance costs - agents' warrants	-	(29,217)	29,217	-	-	-	-
DSUs issued for debt	-	-	-	-	-	-	-
Share-base payments	-	-	3,510	-	3,510	-	3,510
Loss for the period	-	-	-	(458,803)	(458,803)	(10,557)	(469,360)
Balance - March 31, 2022	158,301,502	20,520,423	902,490	(13,149,205)	8,273,708	3,038,687	11,312,395
Shares issued for private placement	-	-	-	-	-	-	-
Share issuance costs	-	(30,000)	-	-	(30,000)	-	(30,000)
Share issuance costs - agents' warrants	-	-	-	-	-	-	-
DSUs issued for debt	-	-	60,000	-	60,000	-	60,000
Share-base payments	-	-	72,775	-	72,775	-	72,775
Loss for the period	-	-	-	(1,942,923)	(1,942,923)	(114,393)	(2,057,316)
Balance - December 31, 2022	158,301,502	20,490,423	1,035,265	(15,092,128)	6,433,560	2,924,294	9,357,854
Share-base payments	-	-	15,174	-	15,174	-	15,174
Loss for the period	-	-	-	(574,834)	(574,834)	(12,040)	(586,874)
Balance - March 31, 2023	158,301,502	20,490,423	1,050,439	(15,666,962)	5,873,900	2,912,254	8,786,154

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

GROUP ELEVEN RESOURCES CORP.CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited – Expressed in Canadian Dollars)

	March 31, 2023	March 31, 2022
	(\$)	(\$)
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the year	(586,874)	(469,360)
Items not affecting cash:		
Depreciation	1,180	1,265
Foreign exchange loss (gain)	6,270	127,849
Share-based payments	15,174	3,510
Changes in non-cash working capital items:		
Prepaid expenses and deposits	8,127	14,072
Other receivables	(26,758)	(1,761)
Accounts payable and accrued liabilities	66,934	23,007
Net cash used in operating activities	(515,947)	(301,418)
CASH FLOWS FROM FINANCING ACTIVITIES		
Funds received from private placement	-	2,499,800
Contributions from non controlling interest	-	-
Share issuance costs	-	(38,220)
Net cash provided by financing activities	-	2,461,580
Change in cash	(515,947)	2,160,162
Cash, beginning of period	1,120,804	943,686
Cash, end of period	604,857	3,103,848

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

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

1. NATURE AND CONTINUANCE OF OPERATIONS

Group Eleven Resources Corp. (the "Company" or "GERC") was incorporated under the laws of the Province of British Columbia, Canada on November 25, 2016, and its principal business activity is the exploration and evaluation of mineral properties. The Company's corporate office is located at 2200 - 885 W Georgia Street, Vancouver, British Columbia. The Company's common shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol ZNG and on the OTC under the symbol GRLVF.

These consolidated financial statements are prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred ongoing losses since inception and has no source of recurring revenue. The success of the Company is dependent upon the ability of the Company to obtain necessary financing to continue its exploration and development activities, the confirmation of economically recoverable reserves, and upon establishing future profitable production, or realization of proceeds on disposal.

At March 31, 2023 the Company had working capital deficit (current assets less current liabilities) of \$113,805 (December 31, 2022: working capital \$496,715). During the period ended March 31, 2023 the Company incurred a loss of \$586,874 (March 31, 2022: \$469,360) and used cash in operating activities of \$515,947 (March 31, 2022: \$301,418). Subsequent to March 31, 2023, the Company completed a private placement for gross proceeds of \$1,500,000 (note 13).

Management plans to continue to secure the necessary financing, as required, through a combination of equity financing and entering into joint venture arrangements; however, there can be no assurance that the Company will be successful in these actions. These consolidated financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

There are many external factors that can adversely affect general workforces, economies and financial markets globally. Examples include, but are not limited to, the COVID-19 global pandemic and political conflict in other regions. It is not possible for the Company to predict the duration or magnitude of adverse results of such external factors and their effect on the Company's business or ability to raise funds.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting using the same accounting policies and methods of application as the audited annual consolidated financial statements for the year ended December 31, 2022, which were prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. Accordingly, certain information and footnote disclosure normally included in annual financial statements have been omitted or condensed.

These condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements of the Company as at and for the year ended December 31, 2022.

On May 30, 2023, the Board of Directors of the Company approved these condensed consolidated interim financial statements for the three months ended March 31, 2023 and 2022.

(b) Basis of Consolidation

These condensed consolidated interim financial statements include the accounts of the Company,

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

its wholly owned subsidiaries, Group Eleven Resources Ltd. ("GERL") and Group Eleven Mining and Exploration Inc. ("GEME"), a 60% interest in Ballinalack Resources Limited ("BRL"), and a 76.56% interest in TILZ Minerals Ltd. ("TILZ"), all incorporated in Dublin, Ireland. All inter-company transactions and accounts have been eliminated upon consolidation. For partially owned subsidiaries, the interest attributable to non-controlling shareholders is reflected in non-controlling interest. Adjustments to non-controlling interest are accounted for as transactions with owners and adjustments that do not involve the loss of control are based on a proportionate amount of the net assets of the subsidiary.

3. EQUIPMENT

	Computer Equipment	Exploration Equipment	Total
	(\$)	(\$)	(\$)
Cost			
Balance, December 31, 2021	5,410	25,294	30,704
Additions	2,966	-	2,966
Balance, December 31, 2022	8,376	25,294	33,670
Balance, March 31, 2023	8,376	25,294	33,670
Accumulated Depreciation			
Balance, December 31, 2021	5,410	19,291	24,701
Depreciation	592	5,059	5,651
Balance, December 31, 2022	6,002	24,350	30,352
Depreciation	236	944	1,180
Balance, March 31, 2023	6,238	25,294	31,532
Net Book Value			
Balance, December 31, 2022	2,374	944	3,318
Balance, March 31, 2023	2,138	-	2,138

4. EXPLORATION AND EVALUATION ASSETS

All of the Company's exploration and evaluation assets are located in Ireland.

	Cumulative to December 31, 2021	Expenditures during the year	Cumulative to December 31, 2022	Expenditures during the period	Cumulative to March 31, 2023
	(\$)	(\$)	(\$)	(\$)	(\$)
Acquisition costs					
Exploration and evaluation assets acquired	8,897,821	-	8,897,821	-	8,897,821
Total acquisition costs	8,897,821	-	8,897,821	-	8,897,821

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

Exploration expenditures	Cumulative to December 31, 2021	Expenditures during the year	Cumulative to December 31, 2022	Expenditures during the period	Cumulative to March 31, 2023
	(\$)	(\$)	(\$)	(\$)	(\$)
Assays	374,224	34,849	409,073	11,017	420,090
Data compilation	965,804	181,214	1,147,018	42,718	1,189,736
Drilling	1,774,841	958,872	2,733,713	241,628	2,975,341
Equipment	473,381	95,123	568,504	530	569,034
Fieldwork	317,395	31,728	349,123	3,988	353,111
Geology consulting	246,202	15,922	262,124	3,025	265,149
Geophysical surveys	626,420	11,751	638,171	1,015	639,186
License fees	308,864	69,657	378,521	54,052	432,573
Technical supervision	292,224	65,636	357,860	10,960	368,820
Travel and accommodation	-	54,075	54,075	14,652	68,727
Total exploration expenditures	5,379,355	1,518,827	6,898,182	383,585	7,281,767

In February 2022, Arkle Resources PLC, through its subsidiary Limerick Zinc Limited (which subsidiary has a 23.44% interest in TILZ), advanced €98,215 (\$144,455) to fund future exploration at the Stonepark project. Additionally, the Company has remaining €152,573 (\$224,404) received from Shenzhen Zhongjin Lingnan Nonfemet Company Limited ("Nonfemet") to fund exploration at the Ballinalack project.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31, 2023	December 31, 2022
	(\$)	(\$)
Accounts payable	208,919	123,404
Accrued liabilities	207,032	225,613
Accounts payable and accrued liabilities	415,951	349,017

6. GOVERNMENT LOAN PAYABLE

In May 2020, the Company received from the federal government of Canada a loan of \$40,000, under the Canada Emergency Business Account ("CEBA") program (the "Loan"). Pursuant to the terms of the Loan, if the Loan was fully repaid by December 31, 2022 (the "Forgiveness Date"), \$10,000 of the Loan would be forgiven. If the loan was not fully paid back by December 31, 2022, the loan would incur 5% interest during the remaining term of the loan ending on December 31, 2025, the date by which the loan was to be fully repaid.

During the year ended December 31, 2022, the Government extended the Forgiveness Date by one year, such that the Company has until December 31, 2023 to repay the Loan and receive the forgiven amount of \$10,000. If the Loan is not fully paid back by December 31, 2023, the Loan will incur 5% interest during the remaining term of the loan ending on December 31, 2025, the date by which the loan is to be fully repaid.

7. SHARE CAPITAL

a) *Share capital*

Authorized: an unlimited number of common shares with no par value.

Issued: 158,301,502 common shares.

During the three months ended March 31, 2023, the Company did not issue any common shares.

On February 23, 2022, the Company closed a non-brokered private placement of 20,831,666 units at a subscription price of \$0.12 per unit, for total proceeds of \$2,499,800. Each unit consisted of one common share and one half non-transferrable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.18 per common share for 24 months from the date of issue. The Company

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

paid \$68,220 in finders fees and issued 568,500 non-transferable warrants. Each finder's warrant entitles a finder to purchase one common share at a price of \$0.18 per common share for 24 months from the date of issue.

b) Stock options

In connection with the vesting of previously granted stock options, the Company recognized a share-based expense of \$15,174 during the three months ended March 31, 2023 (2022: \$3,510).

As at March 31, 2023, the Company had stock options outstanding as follows:

Expiry Date (date)	Number of options (#)	Number of options exercisable (#)	Exercise Price (\$/share)	Weighted Average Life (Years)
September 6, 2023	1,825,000	1,825,000	0.200	0.44
October 2, 2025	1,385,000	1,385,000	0.090	2.51
September 13, 2027	1,585,000	528,333	0.100	4.46
	4,795,000	3,738,333		2.37

A summary of the changes in the Company's stock options follows:

	Number of options (#)	Weighted Average Exercise Price (\$)
Balance - December 31, 2021	4,750,000	0.160
Granted	1,585,000	0.100
Forfeited	(850,000)	0.153
Expired	(390,000)	0.080
Balance - December 31, 2022	5,095,000	0.151
Expired	(300,000)	0.400
Balance - March 31, 2023	4,795,000	0.135

c) Restricted Share Units (RSU)

On July 2, 2019, the Company adopted an RSU plan for directors, officers, employees and consultants of the Company. Under the terms of the plan, each vested RSU awarded entitles the RSU holder to receive, subject to adjustment as provided for in the RSU Plan, either one common share in the Company or, at the Company's option, an equivalent cash payment. The RSUs are considered equity settled. RSUs will vest over a period of up to three years from the date of grant. The Company has reserved 2,000,000 common shares for issuance under the RSU Plan, subject to the total RSUs granted not exceeding, when aggregated with all other security-based compensation arrangements of the Company, 10% of the issued shares of the Company. The Company did not grant any RSU's for the three months ended March 31, 2023.

RSUs are measured at fair value on the date of grant based on the closing price of the Company's shares on the date prior to the grant and are recognized as share-based compensation expense on a straight-line basis over the vesting period. The corresponding amount is recorded to the share-based payment reserve. Upon the exercise of RSUs, the related share-based payment reserve is transferred to share capital.

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

d) Deferred Share Units (DSU)

On July 2, 2019, the Board amended the terms of the DSU Plan. Under the terms of the amended DSU Plan, each vested DSU awarded entitles the DSU holder to receive, subject to adjustment as provided for in the DSU Plan, either one common share in the Company or, at the option of the Company, an equivalent cash payment. Shares eligible for issuance under the DSU Plan will be subject to the total DSUs granted not exceeding, when aggregated with all other security-based compensation arrangements of the Company, 10% of the issued shares of the Company.

For the purposes of the DSU Plan, the value of the DSU on the grant date is the market price, being the five-day volume weighted average price of the common shares immediately preceding the grant date. If the common shares are not trading on the TSX-V, then the Market Value shall be determined in the same manner based on the trading price on such stock exchange or over-the-counter market on which the common shares are listed and posted for trading as may be selected for such purpose by the Board.

As at March 31, 2023, the Company had DSUs outstanding as follows:

Grant Date (date)	Number of shares (#)
May 1, 2019	500,000
October 2, 2020	666,666
September 13, 2022	600,000
	1,766,666

A summary of the changes in the Company's DSUs follows:

	DSUs (#)
Balance - December 31, 2021	1,166,666
Granted	600,000
Balance - December 31, 2022 and March 31, 2023	1,766,666

Warrants

Warrant transactions are summarized as follows:

	Number of warrants (#)	Weighted Average Exercise Price (\$/share)
Balance, December 31, 2021	25,835,110	0.13
Issued – Private Placement	10,415,835	0.18
Issued – Broker	568,500	0.18
Expired	(4,200,000)	0.24
Balance, December 31, 2022	32,619,445	0.13
Expired	(323,686)	0.07
Balance, March 31, 2023	32,295,759	0.14

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements
 (Expressed in Canadian Dollars, unless otherwise stated)
 As at March 31, 2023

As at March 31, 2023, the following warrants were outstanding:

Expiry Date (date)	Number of warrants (#)	Exercise Price (\$/share)	Weighted Average Life (Years)
May 25, 2023	1,100,000	0.100	0.15
June 29, 2023	6,400,000	0.100	0.25
July 2, 2023	500,000	0.100	0.26
July 28, 2023	13,311,424	0.120	0.33
February 18, 2024	10,984,335	0.180	0.89
	32,295,759		0.50

8. NON-CONTROLLING INTEREST

	Ballinalack Resources Limited	TILZ Minerals Ltd.	Total
	(\$)	(\$)	(\$)
Non-controlling interest, December 31, 2021	2,398,586	650,658	3,049,244
Share of loss	(7,365)	(117,585)	(124,950)
Non-controlling interest, December 31, 2022	2,391,221	533,073	2,924,294
Share of loss	(686)	(11,354)	(12,040)
Non-controlling interest, March 31, 2023	2,390,535	521,719	2,912,254

The following table presents the non-controlling interest as at March 31, 2023 and December 31, 2022. The information below is before inter-company eliminations.

As at March 31, 2023	Ballinalack Resources Limited	TILZ Minerals Ltd.	Total
	(\$)	(\$)	(\$)
Non-controlling interest percentage	40%	23.44%	
Assets			
Current	90,451	45,205	135,656
Non-current	6,086,296	2,811,525	8,897,821
	6,176,747	2,856,730	9,033,477
Liabilities			
Current	243,900	683,090	926,990
	243,900	683,090	926,990
Net Assets	5,932,847	2,173,640	8,106,487
Non-controlling interest	2,390,535	521,719	2,912,254

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

As at December 31, 2022	Ballinalack Resources Limited	TILZ Minerals Ltd.	Total
Non-controlling interest percentage	40%	23.44%	
	(\$)	(\$)	(\$)
Assets			
Current	89,064	216,475	305,539
Non-current	6,086,296	2,811,525	8,897,821
	6,175,360	3,028,000	9,203,360
Liabilities			
Current	238,196	814,205	1,052,401
	238,196	814,205	1,052,401
Net Assets	5,937,164	2,213,795	8,150,959
Non-controlling interest	2,391,221	533,073	2,924,294

The following table presents the loss and comprehensive loss attributable to non-controlling interest:

	Three months ended March 31,	
	2023	2022
	(\$)	(\$)
Loss and comprehensive loss for the period	586,874	469,360
Loss attributable to non-controlling interest		
Ballinalack Resources Limited	686	61
TILZ Minerals Ltd.	11,354	10,496
	12,040	10,557

9. CAPITAL MANAGEMENT

The Company's objective when managing capital is to safeguard the entity's ability to continue as a going concern. The Company monitors its adjusted capital which comprises all components of equity. The Company manages and adjusts its capital structure based on current economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may issue common shares through private placements. The Company is not exposed to any externally imposed capital requirements. No changes were made to the Company's capital management practices during the three months ended March 31, 2023.

10. FINANCIAL RISK MANAGEMENT

The Company is exposed to a variety of risks related to financial instruments. The Board approves and monitors the risk management processes. The principal types of risk exposure and the way in which they are managed are as follows:

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. As at March 31, 2023 the Company had working capital deficit of \$113,805 (December 31, 2022: working capital \$496,715). Management believes that the Company has sufficient financial resources to meet its obligations as they come due. Subsequent to March 31, 2023, the Company completed a private placement for gross proceeds of \$1,500,000 (note 13)

Foreign exchange risk

The Company's functional currency is the Canadian dollar. There is a foreign exchange risk to the Company as its exploration and evaluation property interests and resulting future commitments are

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

located in Ireland. The Euro translation rate has experienced volatility over the last several years as a result of monetary policies adopted by the European Central Bank. Management monitors its foreign currency balances and makes adjustments based on anticipated need for currencies. The Company has a policy of not engaging in hedging activities to address this foreign currency risk. At March 31, 2023, the Company had Euro denominated current assets of €275,878 and Euro denominated current liabilities of €402,977. Accordingly, a 10% change in the foreign exchange rate would result in a \$18,694 credit or charge to operations.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is currently not exposed to any interest rate risk as cash is held in a non-interest bearing account and the Company does not hold any interest bearing liabilities.

Commodity price risk

While the value of the Company's exploration and evaluation assets is related to the price of zinc and other minerals, the Company currently does not have any operating mines and hence does not have any hedging or other commodity-based risks with respect to its operational activities. Zinc and other mineral prices have historically fluctuated widely and are affected by numerous factors outside of the Company's control, including, but not limited to, the perception of market participants about the price and future price prospects for zinc, changes in manufacturing and construction activity as well as other industrial demands, levels of worldwide production, and forward sales by producers and speculators.

Fair value

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

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 - Inputs that are not based on observable market data.

The fair value of the Company's other receivables and accounts payable and accrued liabilities approximates their carrying value because of the short-term nature of the financial instruments. The Company's cash is measured at fair value using Level 1 inputs.

11. RELATED PARTY BALANCES AND TRANSACTIONS

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

Their remuneration includes the following:

GROUP ELEVEN RESOURCES CORP.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars, unless otherwise stated)

As at March 31, 2023

	Three Months Ended March 31,	
	2023	2022
	(\$)	(\$)
Salaries and benefits	79,330	119,326
Professional fees	29,250	6,466
Share-based payments	43,082	3,511
Total	151,662	129,303

For the three months ended March 31, 2023, \$11,129 (2022: \$22,943) of salaries and benefits were recorded in exploration and evaluation expenses. At March 31, 2023 accounts payable and accrued liabilities include \$120,000 (2022: \$140,000) payable to directors of the Company.

12. SEGMENT INFORMATION

Reportable segments are those operations whose operating results are reviewed by the chief executive officer, being the individual at the Company making decisions about resources to be allocated to a particular segment, and assessing performance provided those operations pass certain quantitative thresholds.

The Company undertakes administrative activities in Canada, and is engaged in the acquisition, exploration, and evaluation of certain mineral property interests in Ireland. Accordingly, the Company's operations are in one commercial and two geographic segments. The Company's Equipment (Note 3) and Exploration and Evaluation Assets (Note 4) are held by the Company in Ireland. The remaining assets, including cash and cash equivalents, prepaids and receivables, reside in both of the Company's two geographic locations. The Company is not exposed to significant operating risks as a consequence of the concentration of its assets in Ireland.

13. SUBSEQUENT EVENTS

- On May 25, 2023, warrants allowing for the purchase of up to, in the aggregate, 1,100,000 shares of the Company at \$0.10 per share expired.
- On May 26, 2023, the company closed a private placement, pursuant to which the Company issued 16,666,666 units ("Units") for gross proceeds of \$1,500,000. Each unit consists of one common share of the Company ("Share") and one half of one non-transferable common share purchase warrant ("Warrant"), with each full Warrant exercisable to purchase one Share at a price of \$0.15 per Share until May 26, 2026. In connection with the private placement, the Company issued finders' warrants allowing for the purchase of up to, in the aggregate, 102,600 Shares at \$0.15 per Share until May 26, 2026 and paid cash commissions of \$9,234 to certain arm's-length finders.