

DAURA CAPITAL CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS
(Unaudited - Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023

DAURA CAPITAL CORP.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	March 31 2024	December 31 2023
ASSETS		
Current assets		
Cash	\$ 88	\$ 1,398
Total current assets	88	1,398
TOTAL ASSETS	\$ 88	\$ 1,398
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)		
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 3)	\$ 344,693	\$ 332,972
Total current liabilities	344,693	332,972
Non-current liabilities		
Note payable (Note 4)	101,200	101,200
Total non-current liabilities	101,200	101,200
Total liabilities	445,893	434,172
SHAREHOLDERS' EQUITY (DEFICIENCY)		
Share capital (Note 5)	569,121	569,121
Reserves	56,168	56,168
Deficit	(1,071,094)	(1,058,063)
Total shareholders' deficiency	(445,805)	(432,774)
TOTAL LIABILITIES AND SHAREHOLDERS' DEFICIENCY	\$ 88	\$ 1,398

Nature and continuance of operations (Note 1)
Events after reporting date (Note 9)

These financial statements were authorized for issuance by the Board of Directors on May 30, 2024.

Approved by the Board of Directors

"Mark D. Sumner" Director

"Christina Cepeliauskas" Director

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

DAURA CAPITAL CORP.

CONDENSED INTERIM STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)

(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31 2024	Three months ended March 31 2023
General and administrative expenses		
Office and administrative expenses	\$ 3,102	\$ 2,680
Professional fees	4,000	4,000
Transfer agent and filing fees	5,929	6,978
Loss from operations	(13,031)	(13,658)
Recovery of past expenses	-	18,853
Foreign exchange loss and other	-	(95)
Net income (loss) and comprehensive income (loss)	\$ (13,031)	\$ 5,100
Earnings (loss) per share - basic and diluted	\$ (0.00)	\$ 0.00
Weighted average number of shares - basic and diluted	7,054,668	7,054,668

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

DAURA CAPITAL CORP.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three months ended March 31 2024	Three months ended March 31 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ (13,031)	\$ 5,100
Net change in non-cash working capital items:		
Accounts payable and accrued liabilities	11,721	2,468
Net cash (used in) provided by operating activities	(1,310)	7,568
CASH FLOWS FROM FINANCING ACTIVITIES		
Return of subscriptions received in advance	-	(211,366)
Net cash used in financing activities	-	(211,366)
Change in cash	(1,310)	(203,798)
Cash, beginning of period	1,398	211,403
Cash, end of period	\$ 88	\$ 7,605

Supplemental disclosure with respect to cash flows (Note 7)

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

DAURA CAPITAL CORP.

CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)

(Unaudited - Expressed in Canadian Dollars)

	Number	Share	Subscriptions	Share-based	Deficit	Total
	of shares	capital	received	payments		shareholders'
			in advance	reserve		equity
						(deficiency)
Balance as at December 31, 2022	7,054,668	\$ 569,121	\$ 211,366	\$ 56,168	\$ (1,035,331)	\$ (198,676)
Return of subscriptions received in advance	-	-	(211,366)	-	-	(211,366)
Income for the period	-	-	-	-	5,100	5,100
Balance as at March 31, 2023	7,054,668	\$ 569,121	\$ -	\$ 56,168	\$ (1,030,231)	\$ (404,942)

	Number	Share	Subscriptions	Share-based	Deficit	Total
	of shares	capital	received	payments		shareholders'
			in advance	reserve		equity
						(deficiency)
Balance as at December 31, 2023	7,054,668	\$ 569,121	\$ -	\$ 56,168	\$ (1,058,063)	\$ (432,774)
Loss for the period	-	-	-	-	(13,031)	(13,031)
Balance as at March 31, 2024	7,054,668	\$ 569,121	\$ -	\$ 56,168	\$ (1,071,094)	\$ (445,805)

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

DAURA CAPITAL CORP.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited - Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023

1. NATURE AND CONTINUANCE OF OPERATIONS

Daura Capital Corp. (the "Company") has completed an Initial Public Offering ("IPO") and it has been classified as a Capital Pool Company as defined in the TSX Venture Exchange (the "Exchange" or "TSX-V") Policy 2.4. The Company will not carry on any business other than the identification and evaluation of assets or businesses with a view of completing a Qualifying Transaction under the policies of the TSX-V. The Company was incorporated as a private company by Certificate of Incorporation issued pursuant to the provisions of the British Columbia Business Corporations Act on March 29, 2018. The Company's common shares are listed on the TSX-V under the symbol "DUR". The Company's head office, registered, and records office address is 704 - 595 Howe Street, Vancouver, British Columbia, Canada.

The Company incurred a loss during the period of \$13,031 (2023 - income of \$5,100) and has an accumulated deficit of \$1,071,094 (December 31, 2023 - \$1,058,063) as at March 31, 2024. The Company's continuing operations are dependent upon its ability to identify and evaluate assets or businesses potential for acquisition or participation by completing a Qualifying Transaction, as defined in Exchange Policy 2.4. Any acquisition or investment proposed by the Company will be subject to regulatory approval. Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern. These financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS") with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Basis of preparation and measurement

These condensed interim financial statements, including comparatives, have been prepared in accordance with IFRS, applicable to preparation of interim financial statements including International Accounting Standard 34 Interim Financial Reporting. These condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments, which have been measured at fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow information. These condensed interim financial statements follow the same accounting policies and methods of application as the Company's most recent annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2023.

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	March 31	December 31
	2024	2023
Accounts payable	\$ 189,779	\$ 183,558
Accrued liabilities	87,200	83,200
Other payable	67,714	66,214
	\$ 344,693	\$ 332,972

During the three months ended March 31, 2024, a related party advanced \$1,500 (2023 - \$Nil) to the Company, which is non-interest bearing and has been included in the accounts payable as at the reporting date.

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
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FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023

4. NOTE PAYABLE

In April 2022, the Company entered into a loan agreement for proceeds of \$101,200, which had been previously recorded as share subscriptions received in advance. The loan is non-interest bearing and is due and payable on or before June 30, 2023 (extended to June 30, 2025).

5. SHARE CAPITAL

Authorized share capital consists of an unlimited number of common shares and preferred shares without par value. As at March 31, 2024 and December 31, 2023, 2,766,668 common shares of the Company were held in escrow, 25% of which are to be released upon issuance of the Final Exchange Bulletin (the "Initial Release") and an additional 25% every six months thereafter, over eighteen months following the Initial Release.

Issued share capital

There were no changes in share capital during the three months ended March 31, 2024.

During the three months ended March 31, 2023, the Company returned \$211,366 of subscriptions received in advance.

Stock options

The changes in stock options outstanding are as follows:

	Outstanding	Weighted average exercise price
As at December 31, 2023	460,000	\$ 0.10
Expired/cancelled	(92,000)	0.10
As at March 31, 2024	368,000	\$ 0.10

As at March 31, 2024, the weighted average remaining life of the outstanding stock options was 0.47 (December 31, 2023 - 0.72) years. The Company's outstanding stock options as at March 31, 2024 are as follows:

Expiry date	Exercise price	Outstanding	Exercisable
September 17, 2024	\$ 0.10	368,000	368,000

6. RELATED PARTY TRANSACTIONS AND BALANCES

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. The Company has identified its directors and officers as its key management personnel. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties.

For the three months ended March 31, 2024 and 2023, there was no compensation to management personnel. Seabord Services Corp. ("Seabord") provides the following services to the Company: A Chief Financial Officer ("CFO"), a Corporate Secretary, accounting and administration staff, office space, and any related work to the IPO and Qualifying Transaction of the Company. The CFO and Corporate Secretary are employees of Seabord and are not paid directly by the Company.

DAURA CAPITAL CORP.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited - Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023

6. RELATED PARTY TRANSACTIONS AND BALANCES (cont'd...)

As at March 31, 2024, the Company had \$66,714 (December 31, 2023 - \$65,214) due to an officer of the Company related to advances and expense reimbursements, and \$64,080 (December 31, 2023 - \$64,080) due to Seabord which have been included in accounts payable and accrued liabilities.

7. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

There were no significant non-cash investing or financing activities during the three months ended March 31, 2024 and 2023.

8. FINANCIAL INSTRUMENTS

The Company classified its financial instruments as follows:

	March 31 2024	December 31 2023
Financial assets - Amortized cost:		
Cash	\$ 88	\$ 1,398
Financial liabilities - Amortized cost:		
Accounts payable and accrued liabilities	\$ 344,693	\$ 332,972
Note payable	101,200	101,200

Fair value

Financial instruments recorded at fair value on the statements of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value. The carrying value of cash, accounts payable and accrued liabilities, and note payable approximated their fair value.

Capital risk management

Capital is comprised of the Company's shareholders' equity and any debt that it may issue. As at March 31, 2024, the Company had a working capital deficiency of \$344,605 (December 31, 2023 - \$331,574). The Company's objectives when managing capital are to maintain financial strength and to protect its ability to meet its ongoing liabilities, to continue as a going concern, to maintain creditworthiness and to maximize returns for shareholders over the long term. Protecting the ability to pay current and future liabilities includes maintaining capital above minimum regulatory levels, current financial strength rating requirements and internally determined capital guidelines and calculated risk management levels. The Company is not subject to any externally imposed requirements other than the expenditure restrictions applicable under the Exchange Policy 2.4, which will apply following the completion of the IPO. These expenditure restrictions limit the Company's on-going expenditures to reasonable expenditures relating to the IPO, Qualifying Transaction, assurance and audit fees, and escrow agent and transfer agent fees.

DAURA CAPITAL CORP.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited - Expressed in Canadian Dollars)

FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023

8. FINANCIAL INSTRUMENTS (cont'd...)

Credit risk

Credit risk is the risk of loss arising from a customer or third party to a financial instrument failing to meet its contractual obligations. The Company's credit risk is primarily attributable to its cash. The Company limits exposure to credit risk by maintaining its cash with large financial institutions.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company ensures there is sufficient capital to meet short-term business requirements, after taking into account cash flows from operations and the Company's holdings of cash as well as anticipated proceeds from the proposed financing. The Company believes that further funding will be required to meet long-term requirements. All the Company's financial liabilities are to be settled within one year, except for its note payable (Note 4).

9. EVENTS AFTER REPORTING DATE

Subsequent to March 31, 2024, the Company:

- received additional non-interest-bearing advances of \$5,000 from a related party and US\$13,000 from an arm's length party; and
- entered into a new letter of intent (the "LOI") with Estrella Gold S.A.C ("Estrella"), a privately held Peruvian gold company, pursuant to which Daura proposes to acquire a 100% interest in Estrella, who holds a series of gold concessions in the Ancash Region of Northern Peru and the primary target being a high-grade gold-silver project called Antonella. It is currently anticipated that the Company will issue 7,000,000 common shares of Company to acquire Estrella. It is intended that the acquisition of Estrella will constitute Daura's "qualifying transaction" under the policies of the Exchange (the "Qualifying Transaction").