STRIA LITHIUM INC.

Condensed Consolidated Interim Financial Statements

For the three and nine month periods ended June 30, 2022

(Expressed in Canadian Dollars)

Condensed Consolidated Interim Financial Statements

The accompanying unaudited condensed consolidated interim financial statements have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these unaudited condensed consolidated interim financial statements

Stria Lithium Inc.
Condensed Consolidated Interim Statements of Financial Position (Unaudited)
(Expressed in Canadian dollars)

As at	**June 30, 2022**	September 30, 2021
	$	$
ASSETS		
Current assets		
Cash	**1,149,650**	1,106,211
Sales tax receivable	**31,697**	79,136
Tax credits	**-**	547,618
Prepaid expenses	**76,649**	1,300
	1,257,996	1,734,265
Mineral exploration properties (Note 6)	**352,475**	352,475
Exploration and evaluation assets (Note 6)	**1,592,570**	1,573,273
Total assets	**3,203,041**	3,660,013
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	**226,358**	343,546
Amounts due to related parties (Note 12)	**-**	765,884
	226,358	1,109,430
Long-term liability (Note 7)	**10,000**	10,000
Total liabilities	**236,358**	1,119,430
EQUITY		
Share capital (Note 8)	**6,018,411**	5,462,511
Warrants (Note 9)	**8,028**	108,355
Contributed surplus (Note 10)	**893,039**	630,712
Deficit	**(3,952,795)**	(3,660,995)
Total equity	**2,966,683**	2,540,583
Total liabilities and equity	**3,203,041**	3,660,013

Going concern (Note 2)

On behalf of the Board

(signed) "Robin Dow"
Robin Dow, Director

(signed) "Jeffrey York"
Jeffrey York, Director

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

Stria Lithium Inc.

Condensed Consolidated Interim Statements of Comprehensive Loss (Unaudited)

(Expressed in Canadian dollars)

	Three months ended June 30,		Nine months ended June 30,	
	2022	2021	**2022**	2021
	$	$	**$**	$
Operating expenses				
Management and consulting fees	**74,595**	-	**131,139**	-
Professional fees	**27,813**	60,444	**164,463**	278,271
Insurance	**4,461**	-	**6,730**	4,500
Agent fees	**6,238**	3,252	**12,573**	14,024
Stock-based compensation	**-**	-	**182,000**	-
Other	**11,861**	18,071	**32,134**	31,876
Loss before other income (expenses)	**(124,968)**	(81,767)	**(529,039)**	(328,671)
Other income (expenses)				
Interest and other income	**-**	90	**7,255**	90
Gain on settlement of amount due to related party (Note 12)	**-**	-	**290,600**	-
Accretion expense on amount due to related party (Note 12)	**-**	(32,877)	**(60,616)**	(32,877)
Net loss and total comprehensive loss	**(124,968)**	(114,554)	**(291,800)**	(361,458)
Basic and diluted net loss per common share	**(0.008)**	(0.014)	**(0.019)**	(0.048)
Basic and diluted weighted average number of common shares outstanding	**16,211,037**	8,045,081	**15,554,429**	7,513,044

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

Stria Lithium Inc.

Condensed Consolidated Interim Statements of Changes in Equity (Unaudited)

(Expressed in Canadian dollars)

	Share capital		Warrants	Contributed surplus	Deficit	Total
	# of shares	$	$	$	$	$
Balance, September 30, 2020	**7,246,037**	**3,648,682**	**192,052**	**541,424**	**(3,221,800)**	**1,160,358**
Shares issued for cash	5,200,000	1,300,000	-	-	-	1,300,000
Shares issued on exercise of warrants	97,000	48,500	-	-	-	48,500
Shares issued on exercise of options	15,000	9,937	-	(2,437)	-	7,500
Expiry of warrants	-	-	(91,725)	91,725	-	-
Share issuance costs	-	(21,649)	8,028	-	-	(13,621)
Shares issued in settlement of amount due to related party	2,000,000	500,000	-	-	-	500,000
Net loss	-	-	-	-	(361,458)	(361,458)
Balance, June 30, 2021	**14,558,037**	**5,485,470**	**108,355**	**630,712**	**(3,583,258)**	**2,641,279**
Share issuance costs	-	(22,959)	-	-	-	(22,959)
Net loss	-	-	-	-	(77,737)	(77,737)
Balance, September 30, 2021	**14,558,037**	**5,462,511**	**108,355**	**630,712**	**(3,660,995)**	**2,540,583**
Shares issued on exercise of warrants	200,000	120,000	(20,000)	-	-	100,000
Expiry of warrants	-	-	(80,327)	80,327	-	-
Shares issued in settlement of amount due to related party	1,453,000	435,900	-	-	-	435,900
Stock-based compensation	-	-	-	182,000	-	182,000
Net loss	-	-	-	-	(291,800)	(291,800)
Balance, June 30, 2022	**16,211,037**	**6,018,411**	**8,028**	**893,039**	**(3,952,795)**	**2,966,683**

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

Stria Lithium Inc.
Condensed Consolidated Interim Statements of Cash Flows (Unaudited)
(*Expressed in Canadian dollars)*

	Nine months ended June 30, **2022**	2021
	$	$
OPERATING ACTIVITIES		
Net loss	**(291,800)**	(361,458)
Adjustments for:		
Stock-based compensation	**182,000**	-
Gain on settlement of amount due to related party	**(290,600)**	-
Accretion expense on amount due to related party	**60,616**	32,877
Changes in non-cash working capital items (Note 11)	**(145,098)**	81,358
Net cash flows from operating activities	**(484,882)**	(247,223)
INVESTING ACTIVITIES		
Exploration and evaluation costs	**(19,297)**	(654,980)
Tax credits and mining duties received	**547,618**	-
Net cash flows from investing activities	**528,321**	(654,980)
FINANCING ACTIVITIES		
Proceeds from issuance of shares/units	**-**	1,300,000
Proceeds from exercise of options	**-**	7,500
Loans from related parties	**-**	750,000
Share issuance costs	**-**	(13,621)
Other	**-**	10
Net cash flows from financing activities	**-**	2,043,889
Increase in cash	**43,439**	1,141,686
Cash, beginning of the period	**1,106,211**	194,130
Cash, end of the period	**1,149,650**	1,335,816

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

1. NATURE OF OPERATIONS

Stria Lithium Inc. (the "Company" or "Stria") was incorporated on May 24, 2011 under the Canada Business Corporations Act. The Company's shares are listed on the TSX Venture Exchange under the symbol SRA. The head office of the Company is located at 945 Princess Street, Box # 118, Kingston, Ontario.

The Company is engaged in the acquisition, exploration, and development of mineral properties in Quebec, Canada, as well as the development of processes to purify and recover lithium metal directly from ore and from brine liquids.

2. GOING CONCERN ASSUMPTION

The condensed consolidated interim financial statements have been prepared on a going concern basis, which assumes that the Company will continue to operate for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. The Company is in the exploration stage and has not earned revenue from operations. During the nine month period ended June 30, 2022, the Company incurred a net loss of $291,800. In addition, the Company has a deficit of $3,952,795.

The above factors indicate material uncertainties, which may cast significant doubt about the Company's ability to continue as a going concern. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. This assessment is based upon planned actions that may or may not occur for a number of reasons including the Company's own resources and external market conditions.

The Company's ability to continue as a going concern, realize its assets and discharge its liabilities in the normal course of business, meet its corporate administrative obligations and continue its exploration activities over the next twelve months is dependent upon management's ability to obtain additional financing, through various means including but not limited to equity financing. No assurance can be given that any such additional financing will be available, or that it can be obtained on terms favorable to the Company.

The condensed consolidated interim financial statements do not reflect adjustments that would be necessary if the going concern assumption was not appropriate. If the going concern basis was not appropriate for the condensed consolidated interim financial statements, then adjustments would be necessary to the carrying amounts of assets and liabilities, the reported expenses and the classifications used in the condensed consolidated interim statements of financial position.

Uncertainty due to COVID-19

The duration and full financial impact of the COVID-19 pandemic is unknown at this time, as are the measures taken by governments, companies and others to attempt to reduce the spread of COVID-19. Any estimate of the length and severity of these developments is therefore subject to significant uncertainty, and accordingly estimates of the extent to which the COVID-19 pandemic may materially and adversely affect the Company's operations, financial results and condition in future periods are also subject to significant uncertainty.

In the current environment, the assumptions and judgements made by the Company are subject to greater variability than normal, which could in the future significantly affect judgments, estimates and assumptions made by management as they relate to the potential impact of the COVID-19 pandemic and could lead to a material adjustment to the carrying value of the assets or liabilities affected.

The impact of current uncertainty on judgments, estimates and assumptions extends, but is not limited to, the Company's valuation of its mineral exploration properties and evaluations assets, including the assessment for impairment and impairment reversal, and going concern as the volatility of commodity prices has created uncertainty in the markets and could potentially impact the Company's ability to raise sufficient funds. Actual results may differ materially from these estimates.

3. BASIS OF PRESENTATION AND COMPLIANCE WITH IFRS

The condensed consolidated interim financial statements for the three and nine month periods ended June 30, 2022 are expressed in Canadian dollars, which is the functional currency of the Company. They have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). They do not include all of the information and disclosures required in annual financial statements in accordance with International Financial Reporting Standards ("IFRS") and should be read in conjunction with the Company's consolidated financial statements for the years ended September 30, 2021 and 2020.

The condensed consolidated interim financial statements have been prepared in accordance with the accounting policies used in the Company's financial statements for the years ended September 30, 2021 and 2020.

When preparing the condensed consolidated interim financial statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management. The judgments, estimates and assumptions applied in the condensed consolidated interim financial statements, including the key sources of estimation uncertainty, were consistent with those applied in the Company's consolidated financial statements for the years ended September 30, 2021 and 2020.

The condensed consolidated interim financial statements were approved for issue by the Board of Directors on August 25, 2022.

4. RISK MANAGEMENT AND CAPITAL MANAGEMENT

Risk management

The Company thoroughly examines the various financial risks to which it is exposed and assesses the impact and likelihood of those risks. These risks include credit risk and liquidity risk. Where material, these risks are reviewed and monitored by the Board of Directors.

(i) Credit risk

Credit risk is the risk of an unexpected loss if a party to its financial instruments fails to meet its contractual obligations. The Company's only significant financial asset exposed to credit risk is cash and maximum exposure is equal to the carrying value of this asset. The Company's cash is held at a Canadian chartered bank. It is management's opinion that the Company is not exposed to significant credit risk. There has been no change to management's assessment of credit risk compared with the prior period.

(ii) 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 manages its liquidity needs by carefully monitoring cash outflows due in day-to-day business as well as anticipated transactions. As at June 30, 2022, the Company had working capital of $1,031,638, including $1,149,650 in cash and current liabilities of $226,358 due within the next 12 months. There has been no change to management's assessment of liquidity risk compared with the prior period.

(Expressed in Canadian dollars)

Capital management

The Company manages its capital to ensure its ability to continue as a going concern and to provide an adequate return to its shareholders as well as ensuring that all flow-through monies obtained are utilized in exploration activities and spent by the required deadline. In the management of capital, the Company includes the components of shareholders' equity and loans from related parties. As long as the Company is in the exploration stage with its mining properties, it is not the intention of the Company to contract additional debt obligations to finance its work programs. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares. When financing conditions are not optimal, the Company may enter into option agreements or find other solutions to continue its activities or may slow its activities until conditions improve. While the Company is not subject to any external capital requirements, neither regulatory nor contractual, funds from flow-through financings to be spent on the Company's exploration properties are restricted for this use. In order to facilitate the management of its capital requirements, the Company prepares annual budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions.

5. FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash, accounts payable and accrued liabilities, amounts due to related parties and long-term liability. The fair value of these financial instruments approximates their carrying value due to their short-term nature.

The classification of financial instruments is as follows:

	June 30, 2022	September 30, 2021
	$	$
Financial assets		
Amortized cost		
Cash	**1,149,650**	1,106,211
Total financial assets	**1,149,650**	1,106,211
Financial liabilities		
Amortized cost		
Accounts payable and accrued liabilities	**(226,358)**	(343,546)
Amounts due to related parties	**-**	(765,884)
Long-term liability	**(10,000)**	(10,000)
Total financial liabilities	**(236,358)**	(1,119,430)

(Expressed in Canadian dollars)

6. MINERAL EXPLORATION PROPERTIES AND EXPLORATION AND EVALUATION ASSETS

	June 30, 2022		September 30, 2021	
	Mineral exploration properties	**Exploration and evaluation assets**	Mineral exploration properties	Exploration and evaluation assets
	$	**$**	$	$
Pontax-Lithium	**352,475**	**1,592,570**	352,475	1,573,273

Pontax-Lithium

On December 6, 2013, the Company acquired a 100% interest in the Pontax-Lithium property from Khalkos Exploration Inc. ("Khalkos") in consideration for a cash payment of $100,000 and the issuance of 833,333 common shares. The property was recorded at a value of $350,000 upon initial recognition, based on the fair value of the property received and consideration paid. The Pontax-Lithium property is comprised of a group of 68 contiguous mining claims located in the James Bay Territory of Northern Quebec. Other acquisition costs of $2,475 have been included in the cost of the property.

The following table reflects changes to exploration and evaluation assets between October 1, 2020 and June 30, 2022:

	Nine months ended June 30, 2022	Year ended September 30, 2021
	$	$
Balance, beginning of the period	**1,573,273**	1,868,091
Additions		
Property maintenance	**19,297**	925
Tax credits and credit on duties	**-**	(295,743)
Balance, end of the period	**1,592,570**	1,573,273

7. LONG TERM LIABILITY

During the year ended September 30, 2020, the Company received a $10,000 loan from the Government of Canada's Regional Relief and Recovery Fund ("RRRF"). The loan bears 0% interest until January 1, 2023. If the balance is not paid by December 31, 2022, the remaining balance will be converted to a 3-year term loan at 5% annual interest, effective January 1, 2023. The full balance must be repaid by no later than December 31, 2025. No principal payments are required until December 31, 2022. Principal repayments can be voluntarily made at any time without fees or penalties. An amount of $2,500 is forgivable, provided the Company is able to repay $7,500 by December 31, 2022.

(Expressed in Canadian dollars)

8. SHARE CAPITAL

Authorized

Unlimited number of common shares, voting, participating and without par value.

Issued and fully paid

Common shares

Share Consolidation

On May 12, 2022, the Company announced that the TSX-V had approved the consolidation of the Company's common shares on the basis of one (1) post-consolidation common share for every ten (10) pre-consolidation common shares. The Company's shares began trading on a post-consolidated basis effective at the opening of the market on May 16, 2022. All share capital, warrant and stock option data has been retroactively restated to reflect the share consolidation in these condensed consolidated interim financial statements.

	Number of shares	$
Balance, September 30, 2020	**7,246,037**	**3,648,682**
Shares issued for cash (1)	5,200,000	1,300,000
Shares issued on exercise of warrants	97,000	48,500
Shares issued on exercise of stock options	15,000	9,937
Shares issued in settlement of amount due to related party (2)	2,000,000	500,000
Share issuance costs	-	(44,608)
Balance, September 30, 2021	**14,558,037**	**5,462,511**
Shares issued in settlement of amount due to related party (3)	1,453,000	435,900
Shares issued on exercise of warrants	200,000	120,000
Balance, June 30, 2022	**16,211,037**	**6,018,411**

(1) On June 24, 2021, the Company completed a private placement for gross proceeds of $1,300,000. The private placement was comprised of 5,200,000 units at a price of $0.25 per unit. Each unit is comprised of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of $0.50 until June 24, 2023. In connection with the financing, the Company paid cash finders' fees of $12,000 and issued, as additional consideration, 48,000 non-transferable broker warrants, each broker warrant entitling the holder to acquire one common share of the Company at a price of $0.50 until June 24, 2023. The proceeds from the financing ($1,300,000) were allocated entirely to share capital ($1,300,000), after which there was no residual amount to allocate to the warrants. The warrants issued as commissions have been recorded at a value of $8,028 based on the Black-Scholes option pricing model, using the following assumptions: stock price of $0.25, risk-free interest rate of 0.42%, expected life of warrants of 2 years, annualized volatility of 166% and dividend rate of 0%. The underlying expected stock price volatility is based on historical data of the Company's shares over the last two years. The risk-free interest rate is based on the yield of a Government of Canada benchmark bond in effect at the time of issuance with an expiry commensurate with the expected life of the warrants. Other share issuance costs total $24,580. The value of the broker warrants, cash finders' fees and other share issuance costs were presented as a reduction

(Expressed in Canadian dollars)

of share capital. Two Directors of the Company participated in the private placement for a total of $175,000.

(2) On June 14, 2021, the Company settled outstanding indebtedness to JJJY Holdings Inc., a company controlled by a Director of the Company, in the amount of $500,000, through the issuance of 2,000,000 common shares of the Company at a deemed price and fair value of $0.25 per share.

(3) On January 27, 2022, the Company settled outstanding indebtedness to JJJY Holdings Inc., a company controlled by a Director of the Company, in the amount of $726,500, through the issuance of 1,453,000 common shares of the Company at a deemed price of $0.50 per share. In connection with the debt settlement, the Company recognized a gain on settlement of amount due to related party in the amount of $290,600, representing the difference between the debt that was settled ($726,500) and the fair value of the shares issued in settlement of the debt ($435,600).

9. WARRANTS

The following table reflects the continuity of warrants outstanding:

	Number of warrants	Weighted average exercise price
		$
Balance, September 30, 2020	**4,196,800**	**0.54**
Issued	5,248,000	0.50
Exercised	(97,000)	0.50
Expired	(1,676,000)	0.53
Balance, September 30, 2021	**7,671,800**	**0.51**
Exercised	(200,000)	0.50
Expired	(2,223,800)	0.54
Balance, June 30, 2022	**5,248,000**	**0.50**

As at June 30, 2022, the following warrants were issued and outstanding:

Number of warrants	Allocated value	Exercise price	Expiry date
	$	$	
5,200,000	-	0.50	June 24, 2023
48,000	8,028	0.50	June 24, 2023
5,248,000	**8,028**		

(Expressed in Canadian dollars)

As at September 30, 2021, the following warrants were issued and outstanding:

Number of warrants	Allocated value	Exercise price	Expiry date
	$	$	
615,000	61,500	0.50	November 9, 2021
340,000	-	0.50	December 8, 2021
16,800	6,520	0.50	December 8, 2021
500,000	-	0.70	January 22, 2022
888,000	-	0.50	January 27, 2022
64,000	32,307	0.50	January 27, 2022
5,200,000	-	0.50	June 24, 2023
48,000	8,028	0.50	June 24, 2023
7,671,800	**108,355**		

10. STOCK OPTIONS

On May 21, 2021, the shareholders of the Company approved the conversion of the Company's Stock Option Plan ("SOP") from a rolling option plan to a fixed option plan, pursuant to which a maximum of 20% of the issued and outstanding common shares of the Company may be reserved for issuance under its SOP. Under the plan, a maximum of 3,242,207 stock options may be granted to employees, officers, directors, and persons providing ongoing services to the Company, subject to regulatory approval, up to a maximum of 5% of the common shares outstanding at the time of the grant. The exercise price of each option can be set equal to or greater than the closing market price, less allowable discounts, of the common shares on the Exchange on the day prior to the date of grant of the option. Options have a maximum term of five years and terminate 12 months following the termination of the optionee's employment, office, directorship or consulting arrangement. Vesting of options is made at the discretion of the Board of Directors at the time the options are granted.

The following table reflects the continuity of stock options outstanding:

	Number of stock options	Weighted average exercise price
		$
Balance, September 30, 2020	**685,845**	**0.60**
Exercised	(15,000)	0.50
Expired/Forfeited	(227,977)	0.53
Balance, September 30, 2021	**442,868**	**0.62**
Granted (1)	910,000	0.50
Expired	(307,118)	0.68
Balance, June 30, 2022	**1,045,750**	**0.50**

(1) On March 8, 2022, 910,000 stock options were granted to Directors, Officers, employees and consultants at an exercise price of $0.50 per share, expiring on March 8, 2027.

(Expressed in Canadian dollars)

As at June 30, 2022, the following stock options were outstanding and exercisable:

	Outstanding			Exercisable	
Range of exercise prices	**Number outstanding**	**Weighted average remaining contractual life**	**Weighted average outstanding exercise price**	**Number vested**	**Weighted average vested exercise price**
		(in years)	$		$
$0.50	**1,045,750**	**4.32**	**0.50**	**1,045,750**	**0.50**

As at September 30, 2021, the following stock options were outstanding and exercisable:

	Outstanding			Exercisable	
Range of exercise prices	**Number outstanding**	**Weighted average remaining contractual life**	**Weighted average outstanding exercise price**	**Number vested**	**Weighted average vested exercise price**
		(in years)	$		$
$0.50	170,750	2.17	0.50	170,750	0.50
$0.60	204,500	0.52	0.60	204,500	0.60
$1.00	67,618	0.35	1.00	67,618	1.00
	442,868	**1.14**	**$0.62**	**442,868**	**$0.62**

The following table reflects the weighted-average fair value of stock options granted between October 1, 2020 and June 30, 2022 and the related Black-Scholes option pricing model inputs that were used in the calculations:

	Nine months ended June 30, 2022	Year ended September 30, 2021
Stock options granted	**910,000**	-
Weighted average fair value	**0.20**	-
Weighted-average exercise price	**0.50**	-
Weighted-average market price at date of grant	**0.30**	-
Expected life of stock options (years)	**5**	-
Expected stock price volatility	**100%**	-
Risk-free interest rate	**1.65%**	-
Expected dividend yield	**0%**	-

The underlying expected stock price volatility is based on historical data of similar companies, as the Company has limited historical data itself on which it could be based, over a period commensurate with the expected life of the options.

The risk-free interest rate is based on the yield of a Government of Canada benchmark bond in effect at the time of grant with an expiry commensurate with the expected life of the options.

Stock-based compensation of $182,000 (all of which relate to equity-settled stock-based payment transactions) was included in the condensed interim statements of comprehensive loss for the nine month period ended June 30, 2022 (2021 - $Nil) and credited to contributed surplus.

(Expressed in Canadian dollars)

11. SUPPLEMENTAL CASH FLOW INFORMATION

	Nine months ended June 30, **2022**	2021
	$	$
Changes in non-cash working capital are as follows:		
Sales taxes receivable	**47,439**	27,897
Prepaid expenses	**(75,349)**	-
Accounts payable and accrued liabilities	**(117,188)**	53,480
Amounts due to related parties	**-**	(19)
	(145,098)	81,358

12. RELATED PARTY TRANSACTIONS

Transactions with related parties not disclosed elsewhere in these financial statements are as follows:

Unless otherwise stated, none of these transactions incorporated special terms and conditions and no guarantees were given or received.

13. CONTINGENT LIABILITY

During the year ended September 30, 2021, a legal claim was brought against the Company by a former officer of the Company. Pleadings are closed but productions have not been exchanged nor have examinations for discovery been completed. As such, it is too early to evaluate this claim.

14. COMPARATIVE FIGURES

Certain comparative figures in the condensed consolidated interim statements of comprehensive loss have been reclassified to conform to the current period presentation. The reclassification had no impact on the net loss of the Company.

15. SUBSEQUENT EVENTS

<u>Purchase of Romer property</u>

On April 6, 2022, the Company executed a definitive agreement to purchase the Romer property (the “Property”) from Braille Energy Systems Inc. (“BESI”), a related party which shares common management, for the following consideration: (i) cash in the amount of $125,000; (ii) 750,000 common shares of Stria issued at a deemed price of $0.50 per share on a post-consolidated basis; and (iii) a net smelter royalty (“NSR”) of 1.0%. Stria will have the option to purchase 50% of the NSR such that the NSR is reduced from 1.0% to 0.5% (the “Partial NSR Buyout Option”). The Partial NSR Buyout Option may be exercised at any time by Stria for consideration of $500,000 payable in cash or stock or a combination thereof at Stria's discretion. The Property is an early-stage exploration project, located in the Labrador Trough sector of Nunavik, the northern division of the Nord-du-Québec administrative region.

On August 11, 2022, the Company announced the closing of the transaction, following receipt of final approval from the TSX Venture Exchange.

Term Sheet with Cygnus Gold Ltd. and Private Placement

On July 28, 2022, the Company announced the execution of a binding term sheet (the "Term Sheet") with Cygnus Gold Limited (ASX: CY5) ("Cygnus") pursuant to which Cygnus has been granted the sole and exclusive option (the "Option") to acquire up to a 70 % undivided interest in Stria's Pontax-Lithium property (the "Property") under a two-stage option for total cash payments of $6 million and exploration expenditure commitments totalling $10 million (the "Transaction").

Following the exercise of the Option, the parties will form a joint venture (the "Joint Venture") with each of Cygnus and Stria holding an undivided interest of 70% and 30% respectively, with Cygnus acting as operator of the Joint Venture. Stria's interest in the Joint Venture will be free carried until Cygnus delivers a feasibility study on the property. In consideration for the Option, Cygnus will pay Stria a cash consideration of $1 million within 10 business days following the receipt by Stria of all the required corporate and regulatory approvals to complete the Transaction. Furthermore, as a condition precedent to the Transaction, Cygnus has accepted to participate in Stria's concurrent Offering (as defined below) in the amount of $350,000. Cygnus' participation in the Offering is conditional upon Stria first obtaining all required regulatory and shareholder approvals in connection with the Transaction (as further detailed below).

The terms of the two-stage option can be summarized as follows:

1st option to acquire a 51% undivided interest ("First Option") - Under the First Option, Cygnus is required to incur exploration expenditures on the Property in the amount of $4 million over a period of 18 months. Following completion of such expenditures, in order to complete the First Option, Cygnus shall pay Stria a cash amount of $2 million.

2nd option to acquire an additional 19% interest ("Second Option") - Under the Second Option, conditional upon the exercise of the First Option, Cygnus shall incur additional exploration expenditures in the amount of $6 million over a period of 30 months from the date of exercise of the First Option. Following completion of such expenditures, in order to complete the Second Option, Cygnus shall pay Stria an additional cash amount of $3 million. Upon the exercise of the Second Option, Cygnus shall have acquired a 70% undivided interest in the Property. In the event Cygnus elects not to proceed with, or otherwise fails to exercise the Second Option, the parties will form the Joint Venture with Cygnus automatically transferring a 2% undivided back to Stria for a nominal consideration. Each of Cygnus and Stria shall thereafter hold an undivided Joint Venture interest of 49 % and 51 % respectively, with Stria becoming operator of the Joint Venture.

The Transaction constitutes an arm's length transaction within the meaning of the policies of the TSX Venture Exchange (the "TSXV") and constitutes a "Reviewable Transaction" in accordance with TSXV Policy 5.3 - Acquisitions and Dispositions of Non-Cash Assets, and therefore remains subject to the review and approval of the TSXV. Moreover, as the Transaction constitutes the sale of more than 50% of Stria's assets, business or undertaking, it is subject to shareholder approval.

Accordingly, and as permitted by the policies of the TSXV, Stria will obtain such shareholder approval by way of written consent of shareholders holding over 50% of its issued and outstanding shares. It should be noted that there are no finders fee payable in connection with the Transaction.

The Transaction is subject to conditions customary for this type of transaction including, notably, Stria having obtained all required corporate and regulatory approvals within a delay of 60 days from the execution of the Term Sheet, failing which any party may terminate the Transaction.

The Company announced a non-brokered private placement for total gross proceeds of up to $1.5 million. Stria shall raise up to (i) $1,150,000 at a price of $0.15 per unit of Stria from investors pursuant to prospectus exemptions (which price is subject to review by the TSXV and confirmation via subsequent news release) and (ii) $350,000 at a price of $0.25 per common share of Stria from Cygnus (the "Offering"). Each unit so issued shall be comprised of one common share of Stria and one-half of one common share purchase warrant, with each whole warrant entitling the holder to acquire one common share of Stria for $0.50 per common share for a period of 24 months following the closing. As detailed above, in connection with the Transaction, Cygnus has accepted to participate in the Offering in the amount of $350,000, subject to Stria having received TSXV approval and the approval of its shareholders to complete the Transaction. The securities issued under the Offering will be subject to a 4-month hold period under applicable Canadian securities regulations. The Offering remains subject to the approval of the TSXV.

Stria Announces Closing of Previously Announced Private Placement

On August 23, 2022, the Company announced the closing of an equity financing announced in its press release of July 28, 2022 through the issuance of 4,274,999 units at a price of $0.15 per unit for gross proceeds of $641,250. Each unit was issued on August 19, 2022 and consists of one common share in the capital of Stria and one-half of one Common Share purchase warrant. Each Warrant entitles the holder to acquire one additional Common Share at an exercise price of $0.50 per Common Share for a period of 24 months from the closing date.

Stria intends to use the net proceeds from this Offering for working capital and general corporate purposes. The securities issued in this Offering are subject to a four-month and one (1) day hold period expiring on December 20, 2022.

In connection with this first closing of the Offering, finder’s fees equal to an aggregate amount of $7,200 were paid, and 48,000 finder’s warrants were issued, to third parties dealing at arm’s length with Stria. Each finder’s warrant entitles the holder to acquire one Common Share at an exercise price of $0.50 per Common Share for a period of 24 months from the closing date. The Offering is subject to certain conditions including, but not limited to, the receipt of all necessary regulatory and other approvals, including the acceptance by the TSX-V.