



Rio Silver Inc.
Consolidated Financial Statements
December 31, 2021 and 2020
(Expressed in Canadian dollars)

MANAGEMENT'S RESPONSIBILITY

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Board of Directors and Audit Committee are composed primarily of Directors who are neither management nor employees of the Company. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Audit Committee has the responsibility of meeting with management and external auditors to discuss the internal controls over the financial reporting process, auditing matters and financial reporting issues. The Board of Directors is also responsible for recommending the appointment of the Company's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the shareholders to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Audit Committee and management to discuss their audit findings.

(signed) "*Chris Verrico*"
Chris Verrico
President and Chief Executive Officer

(signed) "*Chris Hopton*"
Chris Hopton
Chief Financial Officer

Vancouver, Canada
April 29, 2022

RIO SILVER INC.
Consolidated Statements of Financial Position
(Expressed in Canadian dollars)

As at	December 31, 2021	December 31, 2020
ASSETS		
Current Assets		
Cash	\$ 42,662	\$ 34,802
Other receivable	-	430
Government taxes receivable	4,638	2,227
	\$ 47,300	\$ 37,459
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 478,200	\$ 527,139
Promissory note (Note 9)	45,618	12,048
Due to related parties (Note 6)	175,302	137,628
	699,120	676,815
SHAREHOLDERS' EQUITY (DEFICIT)		
Share capital (Note 7)	12,563,992	12,058,390
Contributed surplus (Note 7)	3,874,795	3,546,501
Accumulated deficit	(17,090,607)	(16,244,247)
	(651,820)	(639,356)
	\$ 47,300	\$ 37,459

BASIS OF PRESENTATION AND GOING CONCERN (Note 2)
SUBSEQUENT EVENTS (Note 12)

APPROVED ON BEHALF THE BOARD:

"Chris Verrico" Director
Chris Verrico

"Edward J. Badida" Director
Edward J. Badida

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

RIO SILVER INC.
Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars)

	December 31, 2021	December 31, 2020
Expenses		
Consulting fees	\$ -	\$ 12,800
Exchange loss	25,666	3,875
Exploration and evaluation expenditures (Note 8)	58,344	134,652
Filing fees	15,141	18,236
Management fees (Note 6)	90,000	47,250
Office and administration	61,941	83,220
Professional fees	128,160	84,304
Rent	6,000	5,560
Stock based compensation	461,221	-
Loss from operations	(846,473)	(389,897)
Other income	113	-
Net loss and comprehensive loss for the year	\$ (846,360)	\$ (389,897)
Net loss per share - basic and diluted	\$ (0.01)	\$ (0.01)
Weighted average number of common shares		
- basic and diluted	67,843,104	59,216,523

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RIO SILVER INC.
Consolidated Statements of Changes in Shareholders' Deficiency
(Expressed in Canadian dollars, except share number)

	Issued Common Shares		Contributed	Accumulated	Total Equity
	Number	Amount	Surplus	Deficit	(Deficit)
		\$	\$	\$	\$
BALANCE, DECEMBER 31, 2019	54,379,944	11,803,140	3,470,520	(15,854,350)	(580,690)
Shares issued for cash (Note 7b(iii))	6,400,000	50,490	109,510	-	160,000
Share issuance costs (Note 7b(iii))	-	(2,684)	684	-	(2,000)
Shares issued for cash - exercise of options or warrant (Note 7b (iv) and (v))	2,589,000	207,444	(34,213)	-	173,231
Net loss	-	-	-	(389,897)	(389,897)
BALANCE, December 31, 2020	63,368,944	12,058,390	3,546,501	(16,244,247)	(639,356)
Shares issued for cash - exercise of options or warrant (Note 7b (i) and (ii))	6,233,500	505,602	(132,927)	-	372,675
Share-based payments (Note 7d)	-	-	461,221	-	461,221
Net loss	-	-	-	(846,360)	(846,360)
BALANCE, December 31, 2021	69,602,444	12,563,992	3,874,795	(17,090,607)	(651,820)

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

