

# **IMPACT SILVER CORP.**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**September 30, 2022 and 2021**

**Unaudited**

NOTICE OF NO REVIEW BY AUDITOR

In accordance with National Instrument 51 – 102 *Continuous Disclosure Obligations* of the Canadian Securities Administrators **WE HEREBY GIVE NOTICE THAT** the condensed consolidated interim financial statements which follow this notice have not been reviewed by an auditor.

# IMPACT Silver Corp.

## Condensed Consolidated Interim Statements of Financial Position

(Canadian dollars)

Unaudited

<b>ASSETS</b>	<b>September 30, 2022</b>	<b>December 31, 2021</b>
<b>Current</b>		
Cash	\$ 16,502,418	\$ 21,081,575
Trade and other receivables (Note 3)	2,218,825	1,736,262
Inventories (Note 4)	1,299,561	1,071,797
Investments	180,000	85,000
	<b>20,200,804</b>	23,974,634
<b>Right-of-use assets (Note 5)</b>	<b>191,267</b>	266,738
<b>Property, plant and equipment (Note 7)</b>	<b>23,035,707</b>	19,820,400
<b>Exploration and evaluation assets (Note 8)</b>	<b>25,829,643</b>	22,481,941
	<b>\$ 69,257,421</b>	<b>\$ 66,543,713</b>
<b>LIABILITIES</b>		
<b>Current</b>		
Trade payables and accrued liabilities	\$ 2,523,994	\$ 2,365,921
Lease liabilities (Note 6)	81,669	89,228
	<b>2,605,663</b>	2,455,149
<b>Lease liabilities (Note 6)</b>	<b>88,846</b>	154,597
<b>Reclamation provision</b>	<b>774,232</b>	669,043
<b>Deferred income tax liabilities</b>	<b>3,712,659</b>	3,298,993
	<b>7,181,400</b>	6,577,782
<b>SHAREHOLDERS' EQUITY</b>		
<b>Share capital</b>	<b>82,241,813</b>	81,122,078
<b>Warrants (Note 11(c))</b>	<b>467,913</b>	2,666,279
<b>Contributed surplus</b>	<b>10,838,330</b>	8,897,500
<b>Accumulated other comprehensive loss</b>	<b>(4,761,828)</b>	(8,107,947)
<b>Accumulated deficit</b>	<b>(26,710,207)</b>	(24,611,979)
	<b>62,076,021</b>	59,965,931
	<b>\$ 69,257,421</b>	<b>\$ 66,543,713</b>

### Nature of operations (Note 1)

ON BEHALF OF THE BOARD:

“F.W. Davidson” \_\_\_\_\_, Director

“P. Tredger” \_\_\_\_\_, Director

-The accompanying notes form an integral part of these consolidated financial statements-

# IMPACT Silver Corp.

## Condensed Consolidated Interim Statements of Income (Loss)

For the Three and Nine Months Ended September 30

(Canadian dollars)

Unaudited

	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
<b>Revenues</b>	\$ 3,793,933	\$ 4,081,177	\$ 11,923,923	\$ 13,672,599
<b>Cost of sales</b>				
Operating expenses (Note 10)	3,931,844	3,247,700	10,971,548	9,574,412
Amortization and depletion	313,153	339,265	994,254	928,718
	<u>4,244,997</u>	<u>3,586,965</u>	<u>11,965,802</u>	<u>10,503,130</u>
<b>Mine operating (loss) income</b>	<u>(451,064)</u>	<u>494,212</u>	<u>(41,879)</u>	<u>3,169,469</u>
<b>General and administrative expenses</b>				
Accounting, audit and legal	47,627	83,504	159,910	189,258
Amortization	1,143	12,223	13,945	34,548
Investor relations, promotion and travel	24,811	9,532	87,254	37,917
Management fees and consulting	352,529	93,807	579,162	216,257
Office, rent, insurance and sundry	104,935	90,694	291,014	286,406
Office salaries and services	215,628	176,670	769,435	539,502
Share-based payments (Note 11(b))	-	-	-	943,511
	<u>746,673</u>	<u>466,430</u>	<u>1,900,720</u>	<u>2,247,399</u>
<b>Operating (loss) income</b>	<u>(1,197,737)</u>	<u>27,782</u>	<u>(1,942,599)</u>	<u>922,070</u>
<b>Other (expenses) income</b>				
Finance cost	(16,988)	(13,179)	(51,718)	(36,771)
Finance income	92,126	25,677	155,714	89,463
Foreign exchange (loss) gain	(93,710)	92,366	(102,154)	61,572
Other (expense) income	(8,422)	(7,589)	(11,248)	(22,707)
Write-down of exploration and evaluation assets	-	-	-	(33,451)
	<u>(26,994)</u>	<u>97,275</u>	<u>(9,406)</u>	<u>58,106</u>
<b>(Loss) income before taxes</b>	<u>(1,224,731)</u>	<u>125,057</u>	<u>(1,952,005)</u>	<u>980,176</u>
Current income tax expense (recovery)	5,544	(47,018)	17,626	81,316
Deferred income tax expense	12,494	136,719	128,597	902,406
<b>Net (loss) income</b>	<u>\$ (1,242,769)</u>	<u>\$ 35,356</u>	<u>\$ (2,098,228)</u>	<u>\$ (3,546)</u>
<b>(Loss) income per share</b>				
Basic	\$ (0.01)	\$ 0.00	\$ (0.01)	\$ (0.00)
Diluted	(0.01)	0.00	(0.01)	(0.00)
<b>Weighted average number of shares outstanding</b>				
Basic	148,187,710	145,312,519	147,777,909	144,375,381
Diluted	148,187,710	150,557,854	147,777,909	144,375,381

-The accompanying notes form an integral part of these consolidated financial statements-

# IMPACT Silver Corp.

## Condensed Consolidated Interim Statements of Comprehensive Income For the Three and Nine Months Ended September 30

(Canadian dollars)

Unaudited

	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
<b>Net (loss) income</b>	\$ (1,242,769)	\$ 35,356	\$ (2,098,228)	\$ (3,546)
<b>Other comprehensive income (loss)</b>				
<b>Items that may be subsequently reclassified to profit or loss</b>				
Cumulative translation adjustment	2,405,123	(78,654)	3,491,119	(1,015,235)
<b>Items that will not be subsequently reclassified to profit or loss</b>				
Loss on investments	-	(15,000)	(145,000)	(15,000)
<b>Comprehensive income (loss)</b>	\$ 1,162,354	\$ (58,298)	\$ 1,247,891	\$ (1,033,781)

-The accompanying notes form an integral part of these consolidated financial statements-

# IMPACT Silver Corp.

## Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

For the Nine Months Ended September 30

(Canadian dollars)

Unaudited

	Shares Outstanding	Share Capital (\$)	Warrants (\$)	Contributed Surplus (\$)	Accumulated Other Comprehensive Income (\$)	Retained Deficit (\$)	Total Shareholders' Equity (\$)
Balance at January 1, 2021	141,410,247	79,325,168	2,954,251	7,523,552	(7,047,278)	(24,066,644)	58,689,049
Net loss for the period	-	-	-	-	-	(3,546)	(3,546)
Share-based compensation expense	-	-	-	943,511	-	-	943,511
Warrants exercised	3,672,272	1,528,815	(279,556)	-	-	-	1,249,259
Stock options exercised	230,000	233,127	-	(97,777)	-	-	135,350
Cumulative translation adjustments	-	-	-	-	(1,015,235)	-	(1,015,235)
Loss on investments	-	-	-	-	(15,000)	-	(15,000)
<b>Balance at September 30, 2021</b>	<b>145,312,519</b>	<b>81,087,110</b>	<b>2,674,695</b>	<b>8,369,286</b>	<b>(8,077,513)</b>	<b>(24,070,190)</b>	<b>59,983,388</b>
Balance at January 1, 2022	145,381,485	81,122,078	2,666,279	8,897,500	(8,107,947)	(24,611,979)	<b>59,965,931</b>
Net loss for the period	-	-	-	-	-	(2,098,228)	<b>(2,098,228)</b>
Warrants exercised	2,706,225	1,066,194	(238,995)	-	-	-	<b>827,199</b>
Stock options exercised	100,000	53,541	-	(18,541)	-	-	<b>35,000</b>
Warrants expired	-	-	(1,959,371)	1,959,371	-	-	-
Cumulative translation adjustments	-	-	-	-	3,491,119	-	<b>3,491,119</b>
Loss on investments	-	-	-	-	(145,000)	-	<b>(145,000)</b>
<b>Balance at September 30, 2022</b>	<b>148,187,710</b>	<b>82,241,813</b>	<b>467,913</b>	<b>10,838,330</b>	<b>(4,761,828)</b>	<b>(26,710,207)</b>	<b>62,076,021</b>

- The accompanying notes form an integral part of these consolidated financial statements -

# IMPACT Silver Corp.

## Condensed Consolidated Interim Statements of Cash Flows For the Three and Nine Months Ended September 30

(Canadian dollars)  
Unaudited

Cash resources provided by (used in)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
<b>Operating activities</b>				
Net (loss) income	\$ (1,242,769)	\$ 35,356	\$ (2,098,228)	\$ (3,546)
Items not affecting cash				
Amortization and depletion	314,294	351,488	1,008,199	963,266
Share-based payments	-	-	-	943,511
Deferred income tax expense	12,494	136,719	128,597	902,406
Accretion expense	13,270	10,920	39,077	32,369
Write-down of exploration and evaluation assets	-	-	-	33,451
Unrealized gain on foreign exchange	125,452	(13,043)	151,324	(70,932)
Changes in non-cash working capital				
Trade and other receivables	66,382	(55,819)	(269,370)	719
Income taxes receivable	(231)	-	(9,862)	(1,386)
Inventories	(11,918)	13,826	(119,730)	249,272
Trade payables	432,445	(25,752)	(21,698)	(275,599)
Income taxes payable	5,544	4,463	(5,531)	19,771
	<b>(285,037)</b>	<b>458,158</b>	<b>(1,197,222)</b>	<b>2,793,302</b>
<b>Investing activities</b>				
Proceeds on sale of long-lived assets	-	-	100,000	50,000
Acquisition of long-lived assets	(1,567,819)	(1,325,585)	(4,269,652)	(3,032,877)
	<b>(1,567,819)</b>	<b>(1,325,585)</b>	<b>(4,169,652)</b>	<b>(2,982,877)</b>
<b>Financing activities</b>				
Repayment of lease liability	(24,117)	(22,627)	(74,482)	(65,670)
Proceeds from the exercise of stock options	-	-	35,000	135,350
Proceeds from exercise of warrants	-	-	827,199	1,249,259
	<b>(24,117)</b>	<b>(22,627)</b>	<b>787,717</b>	<b>1,318,939</b>
<b>Net change in cash</b>	<b>(1,876,973)</b>	<b>(890,054)</b>	<b>(4,579,157)</b>	<b>1,129,364</b>
Cash - Beginning of period	18,379,391	22,404,969	21,081,575	20,385,551
<b>Cash - End of period</b>	<b>\$ 16,502,418</b>	<b>\$ 21,514,915</b>	<b>\$ 16,502,418</b>	<b>\$ 21,514,915</b>

-The accompanying notes form an integral part of these consolidated financial statements-

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

*(Canadian dollars)*

*Unaudited*

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### 1. Nature of operations

IMPACT Silver Corp. and its subsidiaries (collectively, “IMPACT” or the “Company”) are engaged in silver mining and related activities including exploration, development and mineral processing in Mexico. The Company operates a series of mines near Zacualpan in the State of Mexico and in Guerrero State and produces silver, lead, zinc and gold sold in the form of lead and zinc concentrates. The registered address of the Company is 303 – 543 Granville Street, Vancouver, British Columbia.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that the current exploration and development programs will result in ongoing profitable mining operations. The investment in and expenditures on exploration and evaluation assets comprise a significant portion of the Company’s assets. The recovery of the Company’s investment in these exploration and evaluation assets and the attainment of profitable operations are dependent upon future commodity prices, the ongoing discovery and development of economic ore on these properties and the ability to arrange sufficient financing to bring the ore estimates into production. The ultimate outcome of these matters cannot presently be determined because they are contingent on future events.

The consolidated financial statements have been 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 as they come due into the foreseeable future. The Company estimates that it has adequate financial resources for the next twelve months.

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### 2. Basis of Preparation

#### Statement of compliance

The Company’s consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). These unaudited condensed interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting. All material intercompany balances have been eliminated. The accounting policies applied in the preparation of these unaudited condensed financial statements are consistent with those applied and disclosed in the Company’s audited consolidated financial statements for the year ended December 31, 2021.

As all the disclosures required by IFRS are not included, these interim statements should be read in conjunction with the audited financial statements of IMPACT Silver Corp. (“the Company”) for the year ended December 31, 2021.

Except when otherwise stated, all amounts are presented in Canadian (“CDN”) dollars, which is the presentation currency of the Company.

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors on November 22, 2022.

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# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

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### 3. Trade and other receivables

The following table details the composition of trade and other receivables at:

	<b>September 30, 2022</b>	December 31, 2021
Value added taxes receivable	\$ 924,887	\$ 935,620
Trade and other receivables	986,825	550,843
Prepays	307,113	249,799
	<b>\$ 2,218,825</b>	<b>\$ 1,736,262</b>

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### 4. Inventories

The following table details the composition of inventories at:

	<b>September 30, 2022</b>	December 31, 2021
Materials and supplies	\$ 784,846	\$ 488,951
Stockpile inventory	52,543	89,895
Concentrate inventory	462,172	492,951
	<b>\$ 1,299,561</b>	<b>\$ 1,071,797</b>

The amount of write-down of inventories to net realizable value during the nine months ended September 30, 2022 was \$0.2 million (September 30, 2021 - nil) relating to concentrate inventory.

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### 5. Right-of-use assets

Details are as follows:

	<b>Land and Buildings</b>
Balance at January 1, 2021	\$ 103,475
Additions	261,775
Amortization	(96,554)
Foreign exchange movement	(1,958)
Balance at December 31, 2021	266,738
Amortization	(79,016)
Foreign exchange movement	3,545
<b>Balance at September 30, 2022</b>	<b>\$ 191,267</b>

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# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

### 6. Lease Liabilities

Details are as follows:

Balance at January 1, 2021	\$	78,669
Interest		9,711
Repayments		(102,949)
Additions		261,775
Foreign exchange movement		(3,381)
Balance at December 31, 2021		243,825
Interest		12,658
Repayments		(87,140)
Foreign exchange movement		1,172
<b>Balance at September 30, 2022</b>		<b>170,515</b>
Less: current portion		<b>81,669</b>
Non-current lease liabilities	\$	<b>88,846</b>

The Company's leased assets are for office leases and land. The lease liabilities were discounted at the Company's incremental borrowing rate. The weighted average rate applied for leases was 8%.

The expected timing of undiscounted lease payments is as follows:

	<b>September 30,</b>	December 31,
	<b>2022</b>	2021
Less than one year	\$ <b>102,162</b>	\$ 112,244
One to five years	<b>84,019</b>	157,825
	\$ <b>186,181</b>	\$ 270,069

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

### 7. Property, plant and equipment

Details are as follows:

	Plant and Mine equipment (\$)	Vehicles (\$)	Office furniture and equipment (\$)	Surface rights (\$)	Mining Assets (\$)	Total (\$)
<b>Cost</b>						
Balance at January 1, 2021	9,287,104	498,017	232,246	1,052,133	28,116,715	39,186,215
Additions	470,315	86,812	51,844	-	1,826,239	2,435,210
Change in reclamation estimate	-	-	-	-	(112,170)	(112,170)
Foreign exchange movement	(285,856)	(15,165)	(3,650)	(32,036)	(719,762)	(1,056,469)
Balance at December 31, 2021	9,471,563	569,664	280,440	1,020,097	29,111,022	40,452,786
Additions	449,245	66,501	21,855	-	1,897,321	2,434,922
Foreign exchange movement	902,660	53,856	11,857	-	2,425,344	3,393,717
<b>Balance at September 30, 2022</b>	<b>10,823,468</b>	<b>690,021</b>	<b>314,152</b>	<b>1,020,097</b>	<b>33,433,687</b>	<b>46,281,425</b>
<b>Accumulated amortization</b>						
Balance at January 1, 2021	6,887,506	401,125	174,837	-	12,420,151	19,883,619
Amortization for the period	355,524	31,166	29,969	-	834,986	1,251,645
Foreign exchange movement	(213,477)	(11,748)	(3,142)	-	(274,511)	(502,878)
Balance at December 31, 2021	7,029,553	420,543	201,664	-	12,980,626	20,632,386
Amortization for the period	281,591	37,534	20,390	-	653,357	992,872
Foreign exchange movement	673,847	39,757	10,040	-	896,816	1,620,460
<b>Balance at September 30, 2022</b>	<b>7,984,991</b>	<b>497,834</b>	<b>232,094</b>	<b>-</b>	<b>14,530,799</b>	<b>23,245,718</b>
<b>Net book value</b>						
At December 31, 2021	2,442,010	149,121	78,776	1,020,097	16,130,396	19,820,400
<b>At September 30, 2022</b>	<b>2,838,477</b>	<b>192,187</b>	<b>82,058</b>	<b>1,020,097</b>	<b>18,902,888</b>	<b>23,035,707</b>

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements September 30, 2022

(Canadian dollars)

Unaudited

### 8. Exploration and evaluation assets

Balance at January 1, 2021	\$	21,871,603
Additions		1,269,902
Recoveries		(135,000)
Write-down		(33,451)
Foreign exchange		(491,113)
Balance at December 31, 2021		22,481,941
Additions		2,422,117
Recoveries		(340,000)
Foreign exchange		1,265,585
<b>Balance at September 30, 2022</b>	<b>\$</b>	<b>25,829,643</b>

### 9. Key management personnel compensation

Key management includes the Chief Executive Officer, Chief Financial Officer, Vice-President Exploration and Board of Directors and Audit Committee members. The remuneration of directors and other members of key management personnel for the three and nine months ended September 30 is as follows:

	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Salaries and fees	\$ 154,250	\$ 116,901	\$ 464,350	\$ 352,613
Share-based compensation	-	-	-	581,310
	\$ 154,250	\$ 116,901	\$ 464,350	\$ 933,923

### 10. Expenses by nature

The following table details the nature of expenses within cost of goods sold for the three and nine months ended September 30:

	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Production costs	\$ 2,242,060	\$ 1,563,412	\$ 5,794,741	\$ 5,033,716
Administration	178,189	177,629	635,045	589,456
Transportation	128,651	106,819	355,966	316,792
Wages and salaries	1,382,944	1,399,840	4,185,796	3,634,448
	\$ 3,931,844	\$ 3,247,700	\$ 10,971,548	\$ 9,574,412

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

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### 11. Equity

#### a) Share capital

Authorised share capital consists of an unlimited number of common shares without par value.

#### b) Stock options

The Company has established a stock option plan whereby the board of directors may, from time to time, grant options to directors, officers, employees or consultants. Under the terms of the Company's fixed stock option plan, the maximum number of shares reserved for issuance is 10% of the issued shares of the Company or 12,936,917 shares. Options granted must be exercised no later than five years from date of grant or extension or such lesser period as determined by the Company's board of directors. The exercise price of an option is not less than the closing price on the TSX Venture Exchange on the last trading day preceding the grant.

On January 18, 2021 the Company granted stock options under its Stock Option Plan to directors, officers, employees and consultants exercisable for 2,110,000 shares of the Company. The options are exercisable on or before January 18, 2026 at a price of \$0.90 per share. Options vested 100% on the date granted.

On October 8 2021, the Company granted stock options under its Stock Option Plan to directors, officers, employees and consultants exercisable for 2,300,000 shares of the Company. The options are exercisable on or before October 8, 2026 at a price of \$0.48 per share. Options vested 100% on the date granted.

The Black Scholes Option Pricing Model was used to estimate the fair value of stock options for calculating stock-based compensation expense. The Company recognized a stock-based compensation expense and an increase to contributed surplus based on a grading vesting schedule using the following assumptions:

Date Granted	January 18, 2021	October 8, 2021
Number of options granted	2,110,000	2,300,000
Risk-free interest rate	0.14%	0.60%
Expected dividend yield	Nil	Nil
Expected share price volatility	84.516%	80.312%
Expected option life in years	2.50	2.50

The expected volatility is based on the historical and implied volatility of the Company's common share price on the TSX Venture Exchange. The risk-free interest rate assumption is based on the Bank of Canada marketable bonds with a remaining term equal to the stock options' expected life. Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options.

The total fair value of share-based payment expense on stock options granted to employees and consultants of the Company for the nine months ended September 30, 2022 is \$nil (September 30, 2021 – \$943,511).

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

### 11. Equity – continued

#### b) Stock options – continued

A summary of the Company's stock options as at September 30, 2022 and the changes for the periods ended on these dates is as follows:

	Number	Weighted Average Exercise Price (\$)
At January 1, 2021	4,610,000	0.57
Granted	4,410,000	0.68
Exercised	(230,000)	0.59
Expired	(1,470,000)	0.98
Forfeited	(100,000)	0.90
At December 31, 2021	7,220,000	0.55
Exercised	(100,000)	0.35
Expired	(1,060,000)	0.35
Forfeited	(50,000)	0.48
<b>At September 30, 2022</b>	<b>6,010,000</b>	<b>0.59</b>

The following table summarizes information about the stock options outstanding at September 30, 2022:

Exercise Price Per Share	Number of Options Outstanding	Weighted Average Remaining Life (Years)	Number of Options Exercisable	Expiry Date
\$0.36	1,750,000	2.07	1,750,000	October 24, 2024
\$0.90	2,010,000	3.30	2,010,000	January 18, 2026
\$0.48	2,250,000	4.02	2,250,000	October 8, 2026
	<b>6,010,000</b>	<b>3.21</b>	<b>6,010,000</b>	

#### c) Warrants

A summary of the Company's warrants as at September 30, 2022 and the changes for the periods ended on these dates is as follows:

	Number	Weighted Average Exercise Price (\$)
At January 1, 2021	22,302,751	0.58
Exercised	(3,741,238)	0.34
At December 31, 2021	18,561,513	0.63
Exercised	(2,706,225)	0.31
Expired	(10,976,954)	0.82
<b>At September 30, 2022</b>	<b>4,878,334</b>	<b>0.39</b>

# IMPACT Silver Corp.

## Notes to the Condensed Consolidated Interim Financial Statements

September 30, 2022

(Canadian dollars)

Unaudited

### 12. Segmented information

The Company has one operating segment and two reportable segments based on geographic area:

- i) Mexico – This part of the business includes the Company’s mining operations and exploration properties
- ii) Canada – This part of the business includes head office and group services

The segments are determined based on the reports reviewed by the Chief Executive Officer (who is considered the Chief Operating Decision Maker) to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

Details are as follows:	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Revenues by geographic area				
Mexico	\$ 3,793,933	\$ 4,081,177	\$ 11,923,923	\$ 13,672,599
Net income (loss) by geographic area				
Mexico	\$ (951,040)	\$ 351,423	\$ (993,897)	\$ 1,923,748
Canada	(291,729)	(316,067)	(1,104,331)	(1,927,294)
	\$ (1,242,769)	\$ 35,356	\$ (2,098,228)	\$ (3,546)
Assets by geographical area			September 30, 2022	December 31, 2021
Mexico			\$ 53,630,657	\$ 47,791,460
Canada			15,626,764	18,752,253
			\$ 69,257,421	\$ 66,543,713
Property, plant and equipment by geographical area				
Mexico			\$ 22,979,331	\$ 19,760,847
Canada			56,376	59,553
			\$ 23,035,707	\$ 19,820,400