Atacama Copper Corporation

(formerly 1246773 BC Ltd.)

Condensed Consolidated Interim Financial Statements

For the Nine Months Ended September 30, 2021

(Unaudited - Expressed in Canadian Dollars)

Notice of No Auditor Review

These unaudited condensed interim financial statements have not been reviewed by the auditors of the Corporation. This notice is being provided in accordance with Section 4.3 (3) (a) of National Instrument 51-102 - Continuous Disclosure Obligations.

Atacama Copper Corporation
(formerly 1246773 BC Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

As at:	Note		September 30, 2021		December 31, 2020
ASSETS					
Current					
Cash		$	3,350,714	$	2,001
Accounts Receivable			36,804		-
Prepaid Expense			13,084		-
			3,400,602		2,001
Exploration and evaluation assets	4		8,752,957		-
Total assets		**$**	**12,153,559**	**$**	**2,001**
LIABILITIES					
Current					
Accounts payable and accrued liabilities		$	250,080	$	1,199
Due to related parties	5		73,588		-
Total liabilities			341,237		1,199
SHAREHOLDERS' EQUITY					
Share capital	6		15,484,443		2,000
Reserves			43,187		1
Deficit			(3,715,308)		(1,199)
Total shareholders' equity			11,812,322		802
Total liabilities and shareholders' equity		**$**	**12,153,559**	**$**	**2,001**

Nature of operations and going concern (Note 1)
Subsequent event (Note 10)

Approved on Behalf of the Board on November 17, 2021.

"Martyn Buttenshaw" Director

"Scott Hicks" Director

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

Atacama Copper Corporation
(formerly 1246773 BC Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian dollars)

		Three months period ended September 30, 2021		Nine months period ended September 30, 2021
Expenses				
Exploration and evaluation expenditures		98,643		99,079
Foreign exchange		4,532		(6,766)
Listing expense		3,492,785		3,492,785
Management fees		33,333		33,333
General and administrative expenses		(31,977)		6,550
Professional fees		8,887		79,219
Shareholder communications		9,909		9,909
Loss and comprehensive loss	$	(3,616,112)	$	(3,714,109)
Loss per common share, basic and diluted	$	(0.14)	$	(0.21)
Weighted average number of shares outstanding – basic and diluted		25,936,738		17,392,600

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

Atacama Copper Corporation
(formerly 1246773 BC Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
(Expressed in Canadian dollars)

		Nine months period ended September 30, 2021
Cash flow from operating activities:		
Net loss for the period	$	(3,714,109)
Items not involving cash:		
Foreign exchange		(6,766)
Listing expense		3,492,785
Changes in non-cash working capital items:		
Accounts payable and accrued liabilities		(837,574)
Accounts receivable		32,929
Prepaid expenses		407,818
Due to related parties		(7,626)
Net cash used in operating activities		(632,543)
Cash flow from investing activities:		
Acquisition of Aconcagua Minerals		1,660
Acquisition of Cobalt Chile		873
Acquisition of 1246773 BC Ltd		28,094
Net cash used in investing activities		30,627
Cash flow from financing activities:		
Net proceeds from private placement		3,950,629
		3,950,629
Change in cash during the period		3,348,713
Cash, beginning of period		2,001
Cash, end of period	$	3,350,714

Cash paid during the period for interest	$	-
Cash paid during the period for income taxes	$	-

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

Atacama Copper Corporation
(formerly 1246773 BC Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian dollars)

	Number of Shares	Share Capital	Reserve	Deficit	Total
Balance, December 23, 2020 (incorporation)	**-**	**$ -**	**$ -**	**$ -**	**$ -**
Shares issued	3,000,000	2,000	-	-	2,000
Warrants issued		-	1	-	1
Loss and comprehensive loss for the period		-	-	(1,199)	(1,199)
Balance, December 31, 2020	**3,000,000**	**$ 2,000**	**$ 1**	**$ (1,199)**	**$ 802**
Shares issued related to the acquisition of Aconcagua Minerals	8,076,180	4,038,090	-	-	4,038,090
Shares issued related to the acquisition of Cobalt Chile	8,923,820	4,461,910	-	-	4,461,910
Shares issued related to the acquisition of 1246773 BC Ltd	6,150,000	3,075,000	-	-	3,075,000
Shares issued related to private placement, net of share issuance costs	8,223,156	3,907,443	43,186	-	3,950,629
Net and comprehensive loss for the period	-	-	-	(3,714,109)	(3,714,109)
Balance, September 30, 2021	**34,373,156**	**$ 15,484,443**	**$ 43,187**	**$ (3,715,308)**	**$ 11,812,322**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Atacama Copper Corporation (formerly 1246773 B.C. Ltd.) ("the Company") was incorporated under the Business Corporations Act of British Columbia on April 8, 2020. The Company's head office is located at 550-800 West Pender Street, Vancouver, BC, V6C 2V6. The principal business of the Company is to identify, explore and evaluate mineral properties in Chile. The Company holds 76 mining concessions through its ownership of the El Cofre and Placeton projects in Chile. The success of the Company will be dependent on obtaining the necessary financing to evaluate these projects.

The common shares of the Company began trading on the TSX Venture Exchange ("TSXV") on September 7th, 2021 under the symbol "ACOP".

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since inception and the ability of the Company to continue as a going-concern depends upon its ability to raise adequate financing through the capital markets.

The Company is experiencing, and has experienced, negative operating cash flows. The Company will continue to search for sources of financing. Ever changing market conditions may impact the ability to source such funds. There can be no assurance that the Company will be able to continue to raise funds, however the Company has sufficient funds to meet its current obligations.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. To date, there have been no adverse effects on the Company's business or ability to raise funds.

The condensed consolidated interim financial statements for the nine months ended September 30, 2021 have been prepared by management, reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on November XX, 2021**.**

2. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS

a) Basis of presentation, principles of consolidation and statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for interim information, specifically International Accounting Standards ("IAS") 34 - Interim Financial Reporting. In addition, these condensed consolidated interim financial statements have been prepared using interpretations issued by the International Financial Reporting Interpretation Committee ("IFRIC") in effect at September 30, 2021 and the same accounting policies and methods of their application as the most recent annual financial statements of the Company. These condensed consolidated interim financial statements do not include all disclosures normally provided in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the period from incorporation on December 23, 2020 to December 31, 2020.

In management's opinion, all adjustments necessary for fair presentation have been included in these condensed consolidated interim financial statements. Interim results are not necessarily indicative of the results expected for the year ending December 31, 2021.

These condensed consolidated interim financial statements include the financial statements of 1246773 BC Ltd. ("773"), 2311548 Alberta Ltd. ("548"), 2311548 Alberta Ltd., Agencia en Chile ("Agencia en Chile"), Aconcagua Minerals SpA ("Aconcagua") and Cobalt Chile SpA ("Cobalt Chile"). All intercompany transactions and balances have been eliminated upon consolidation.

2. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS (continued)

b) Critical accounting judgements and estimates

The preparation of these condensed consolidated interim financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amount of expenses during the reporting period. Actual outcomes could differ from these estimates. These financial statements include estimates that, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences.

Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods.

These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Information about significant areas of estimation uncertainty in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are noted below with further details of the assumptions contained in the relevant note.

The preparation of these condensed consolidated interim financial statements requires management to make judgments regarding the going concern of the Company as discussed in Note 1.

The critical estimates and judgments applied in the preparation of the unaudited condensed interim consolidated financial statements for the nine months ended September 30, 2021 are consistent with those applied and disclosed in Note 3 to the Company's audited financial statements for the for the period from incorporation on December 23, 2020 to December 31, 2020.

Carrying value and recoverability of exploration and evaluation assets

The carrying amount of the Company’s exploration and evaluation assets do not necessarily represent present or future values, and the Company’s exploration and evaluation assets have been accounted for under the assumption that the carrying amount will be recoverable. Recoverability is dependent on various factors, including the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development and upon future profitable production or proceeds from the disposition of the mineral property interests themselves. Additionally, there are numerous geological, economic, environmental and regulatory factors and uncertainties that could impact management’s assessment as to the overall viability of its mineral property interests or to the ability to generate future cash flows necessary to cover or exceed the carrying value of the Company’s exploration and evaluation assets.

Reclamation obligations

Liabilities related to environmental protection and reclamation costs are recognized when the obligation is incurred and the fair value of the related costs can be reasonably estimated. This includes future site restoration and other costs as required due to environmental law or contracts. As at June 30, 2021, there were no reclamation obligations.

c) Foreign currency translation

The functional currency of Atacama Copper Corporation and its subsidiaries is the Canadian dollar. Foreign currency transactions are translated into the functional currency of the Company using the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate in effect at the financial statement date. Exchange gains or losses arising from these translations are recognized in profit or loss for the reporting period.

2. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS (continued)

d) Exploration and evaluation assets

Mineral property acquisition costs and related exploration costs, including option payments, are capitalized on an individual area of interest basis until the properties are brought into production, at which time they will be amortized on a unit-of-production basis, or until the properties are abandoned, sold or management determines that the mineral property is not economically viable, at which time the unrecoverable deferred costs are written off. Option payments arising on the acquisition of mineral property interests exercisable at the discretion of the Company are recognized as paid or payable.

Mineral property acquisition costs include cash consideration and the estimated fair value of common shares on the date of issue as provided under the agreed terms of acquisition for the mineral property interest.

Capitalized exploration and evaluation costs are those directly attributable costs related to the search for, and evaluation of, mineral resources, that are incurred after the Company has obtained the legal rights to explore a specific area and before the technical feasibility and commercial viability of a mineral reserve are demonstrable. Any costs incurred prior to obtaining the right to explore a mineral property are expensed as incurred as property investigation expense in the statement of loss and comprehensive loss.

Management reviews the carrying value of capitalized exploration and evaluation assets each reporting period for indications of impairment. Exploration and evaluation assets are tested for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where information is available, and conditions suggest impairment, the fair value of the mineral property is determined using the estimated net cash flows for the mineral property taking into account proven and probable reserves and resources, estimated future prices and operating, capital and reclamation costs. In the case of undeveloped projects, there may be only inferred or indicated resources to form a basis for the impairment review. In such cases, the impairment review is based on the exploration and evaluation results to-date and a status report regarding the Company’s intentions for development of the mineral property.

Recovery of the resulting carrying value of exploration and evaluation assets depends on the successful development or sale of the undeveloped project. If a project does not prove viable, all non-recoverable costs associated with the project are written off.

The amount presented, if any, for exploration and evaluation assets represents costs incurred to date and does not necessarily reflect present or future values.

e) Reclamation obligations

Liabilities related to environmental protection and reclamation costs are recognized when the obligation is incurred, and the fair value of the related costs can be reasonably estimated. This includes future site restoration and other costs as required due to environmental law or contracts. As at June 30, 2021, there were no reclamation obligations.

(Expressed in Canadian Dollars)

3. ACQUISITIONS

Aconcagua Acquisition – The Placeton Project

In March 2021, the Company issued 1,784,955 common shares in exchange for 50% of the issued and outstanding shares of Aconcagua. The Company issued 6,291,225 common shares in exchange for the assignment of $62,263 (CLP $35,900,000) in amounts due to related parties in Aconcagua. The Company, through Agencia en Chile, made a capital contribution into Aconcagua in for the same amount. Subsequently, Aconcagua repurchased all remaining shares not held by the Company and as a result, the Company now owns 100% of the outstanding shares of Aconcagua.

The aggregate purchase consideration for the Aconcagua acquisition consists of the Company issuing 8,076,180 common shares and assuming a liability of $2,431. The common shares issued were valued at $0.50 per share, which was the same value per share ascribed in the private placement that occurred subsequent to year end, as described in Note 10.

Cobalt Chile Acquisition – The El Cofre Project

The Company issued 8,923,820 common shares in exchange for 100% of the issued and outstanding shares of Cobalt Chile. The common shares issued were valued at $0.50 per share, which was the same value per share ascribed in the private placement that occurred subsequent to year end, as described in Note 10.

The purchase price allocation of Aconcagua and Cobalt Chile was as follows:

		Aconcagua		Cobalt Chile		Total
Shares issued		4,038,090		4,461,910		8,500,000
Amount owing		2,431		-		2,431
Total consideration	$	4,040,521	$	4,461,910	$	8,502,431
Cash	$	1,660	$	873	$	2,533
Accounts payable and accrued liabilities		(85,919)		(88,357)		(174,276)
Due to related parties		(31,176)		(47,607)		(78,783)
Exploration and evaluation assets		4,155,956		4,597,001		8,752,957
Net realizable asset	$	4,040,521	$	4,461,910	$	8,502,431

(Expressed in Canadian Dollars)

4. Amalgamation

On August 23, 2021, the Company completed its amalgamation agreement ("Amalgamation") with 2330281 Alberta Ltd, a wholly owned subsidiary of 773. Pursuant to the Amalgamation, 773 issued 20,000,000 common shares to acquire 100% of the issued and outstanding shares of 548. As a result, the shareholders of 548 obtained control of 773, effecting an arm's length reverse take-over per the policies of the TSXV.

The Company also changed its name to Atacama Copper Corporation upon the completion of the Amalgamation.

The Amalgamation transaction did not constitute a business combination as 773 did not meet the definition of a business under IFRS 3. As a result, this transaction was accounted for as a capital transaction with 548 being identified as the acquirer and the equity consideration being measured at fair value as per IFRS 2, Share-based Payment, which applies to transactions where an entity grants equity instruments and cannot identify specifically some or all of the goods or services received in return.

The consideration received was the fair value of the net assets of 773, which on August 15, 2021 was $3,118. The amount was calculated as follows:

		Amount
Fair value of 6,150,000 shares issued	**$**	3,075,000
Transactions costs		420,903
Total consideration		**3,495,903**
Less: net assets acquired		
Cash		28,094
Amounts receivable		69,733
Deferred listing expenses		420,903
Accounts payable and accrued liabilities		(515,612)
Listing expense	$	3,492,785

5. EXPLORATION AND EVALUATION ASSETS

Aconcagua holds the rights to the Placeton Project which consists of the Placeton, Caballo Muerto and Los Naranjos projects. Altogether, the Placeton Project is comprised of thirty-nine exploitation tenements. The Aconcagua mineral claims are subject to a Net Smelter Royalty ("Placeton NSR") as described in Note 10.

Cobalt Chile holds the rights to the El Cofre Project, which represents 100% interest in thirty-seven exploration claims. The Cobalt Chile mineral claims are subject to a Net Smelter Royalty ("El Cofre NSR") as described in Note 10.

		Aconcagua		**Cobalt Chile**		**Total**
Balance, December 31, 2020	$	-	$	-	$	-
Additions:						
Acquisition costs		4,155,956		4,597,001		8,752,957
Balance, September 30, 2021	$	4,155,956	$	4,597,001	$	8,752,957

The business of exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence are dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

(Expressed in Canadian Dollars)

6. RELATED PARTY TRANSACTIONS

During the nine months ended September 30, 2021, key management compensation totaled $33,333 for senior officers of the Company.

During the nine months ended September 30, 2021, other related party transactions included:

Related party	Relationship	Nature of transaction		Amount
FT Management Ltd.	Company controlled by CFO	General administrative expenses	$	8,500
FT Management Ltd.	Company controlled by CFO	Listing expense		12,000
McLeod Law LLP	Former director is a partner of the firm	Listing expense		86,646
McLeod Law LLP	Former director is a partner of the firm	Share issuance costs		46,363
			$	153,509

During the period ended December 31, 2020, the Company incurred $1,199 in legal fees with McLeod Law LLP, a law firm at which a former director of the Company is a partner.

As at September 30, 2021, the Company had the following balances owed to related parties.

Related party	Nature of transaction		Amount
Gino Zandonai	Exploration and evaluation and general administration expenses	$	70,700
Martyn Buttenshaw	General administration expenses		2,888
		$	73,588

The related party amounts owing are non-interest bearing, unsecured, and have no terms of repayment, but is payable on demand.

7. SHARE CAPITAL

Authorized capital stock: unlimited number of common shares without par value and unlimited number of preferred shares without par value.

During the period from incorporation on December 23, 2020 to December 31, 2020, the Company issued 3,000,000 common shares.

During the nine months period ended September 30, 2021, the Company issued:

- 8,076,180 common shares, valued at $4,038,090, to acquire 100% of Aconcagua.
- 8,923,820 common shares, valued at $4,461,910, to acquire 100% of Cobalt Chile.
- 6,150,000 common shares pursuant to the Amalgamation (Note 4).
- 8,223,156 common shares, at a price of $0.50 per share, for a total gross proceed of $4,111,578 upon the completion of a private placement financing.

(Expressed in Canadian Dollars)

7. SHARE CAPITAL (continued)

Warrants

During the period from incorporation on December 23, 2020 to December 31, 2020, the Company issued 7,000,000 warrants for the consideration of $1. The warrants issued are exercisable at $0.60 for five years.

During the nine-month period ended September 30, 2021, upon completion of a private placement financing, the Company issued 209,024 finder's warrants. Each finder's warrant is exercisable at a price of $0.80 per share for a period of two years from the date of issue. Using the Black-Scholes valuation model, the fair value of the finder's warrants were valued at $43,186. The following assumptions were used to calculate the fair value: share price - $0.50, exercise price - $0.80, expected life – 2 years, volatility – 100%, discount rate – 1.26%.

As at September 30, 2021, the Company has the following warrants outstanding:

Expiry Date	Number of Warrants	WeightedAverage Exercise Price	Weighted Average Remaining Life
September 7, 2026	7,000,000	$ 0.60	4.94
May 10, 2023	209,024	$ 0.80	1.61
	7,209,024	$ 0.61	4.84

8. RISK MANAGEMENT

The fair value of the Company's accounts payable and accrued liabilities and amounts due to related parties approximate their carrying value, which is the amount recorded on the statement of financial position, due to their short terms to maturity. The Company's cash is measured at fair value, under the fair value hierarchy based on level one quoted prices in active markets for identical assets or liabilities.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk
Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The Company considers that cash is exposed to credit risk. Management believes that the credit risk related to its cash is negligible.

Interest rate risk
Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize such a loss is limited because the Company has no interest-bearing financial instruments.

Price risk
The Company is exposed to price risk with respect to equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors the stock market to determine the appropriate course of action to be taken by the Company.

Liquidity risk
The Company manages liquidity risk by maintaining sufficient cash to enable settlement of transactions as they come due. Management monitors the Company's contractual obligations and other expenses to ensure adequate liquidity is maintained. Refer to Note 1 for further discussion.

9. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support any business transaction. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company is largely dependent upon external financings to fund its operations. In order to carry out its exploration operations and to continue to support its general administrative activities, the Company will spend its existing working capital and raise additional funds as needed.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

There were no changes in the Company's approach to capital management during the nine months ended September 30, 2021. The Company is not subject to externally imposed capital requirements.

10. CONTINGENCIES AND COMMITMENTS

Placeton NSR Agreement

On December 17, 2020, Aconcagua agreed to settle an amount due to Durus Copper SPA ("Durus") through the payment of a two-percent (2%) Net Smelter Royalty over all minerals produced from the 39 exploitation tenements held by Aconcagua at the time of the settlement.

Durus will receive an amount of money equivalent to 2% of the total net smelter returns generated by the eventual commercial exploitation of Aconcagua's tenements, the processing of the minerals extracted therefrom and the sale of the products obtained from the Aconcagua's tenements.

No value was attributed to the Placeton NSR as production on the properties cannot reasonably determined. The NSR is still waiting on registration at the Vallenar Mining Register.

El Cofre NSR Agreement

During the year ended December 31, 2020 the Company granted a former shareholder of Cobalt Chile, who is now a shareholder of the Company, a two-percent (2%) NSR over all minerals produced from the thirty-seven mineral exploration concessions held by Cobalt Chile, at the time of the settlement.

The former shareholder of Cobalt Chile will receive an amount of money equivalent to 2% of the total net smelter returns generated by the eventual commercial exploitation of Cobalt Chile's tenements, the processing of the minerals extracted therefrom, and the sale of the products obtained from the Cobalt Chile's tenements.

No value was attributed to the El Cofre NSR as production on the properties cannot reasonably determined.