MISTANGO RIVER RESOURCES INC.

Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2022 and 2021

(Unaudited - *Expressed in Canadian Dollars)*

Notice of No Auditor Review of Interim Financial Statements

Under National Instrument 51-102, Part 4, subsubsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor. The accompanying condensed consolidated interim financial statements of the company have been prepared by and are the responsibility of the company's management. The company's independent auditor has not performed an audit or review of these condensed consolidated interim financial statements in accordance with standards established by the Canadian Institute of Chartered Professional Accountants.

Mistango River Resources Inc.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

As at	Notes	**March 31, 2022**	**December 31, 2021**
ASSETS			
Current			
Cash		$7,154,513	$7,091,477
GST/HST receivable		251,081	110,438
Accounts receivable		-	615,550
Prepaid expenses and deposits		3,196	45,474
Due from related parties	6	49,054	81,093
Total current assets		7,457,844	7,944,032
Right-of-use assets		-	1,912
Equipment	5	30,049	31,631
TOTAL ASSETS		$7,487,893	$7,977,575
LIABILITIES			
Current			
Accounts payable and accrued liabilities		$499,281	$855,482
Convertible note	7	65,768	64,668
Flow-through share premium liability	10	513,296	513,296
Lease obligation - current		-	2,223
TOTAL LIABILITIES		1,078,345	1,435,669
SHAREHOLDERS' EQUITY			
Share capital	8	29,454,461	29,454,461
Reserves	8	7,373,735	7,373,735
Deficit		(30,418,630)	(30,286,272)
Accumulated other comprehensive loss		(18)	(18)
TOTAL SHAREHOLDERS' EQUITY		6,409,548	6,541,906
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		$7,487,893	$7,977,575

Nature of operations (Note 1)
Going concern (Note 2)
Commitments and contingencies (Note 10)
Subsequent event (Note 13)

Approved on behalf of the Board

"Stephen Stewart" Director   "*Alexander Stewart"* Director

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

Mistango River Resources Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss

(Unaudited - Expressed in Canadian dollars)

For the three months ended	*Notes*	**March 31, 2022**	**March 31, 2021**
EXPENSES			
Management and consulting	6	$84,485	$69,917
Professional fees		2,580	4,619
Office, general and administrative		22,727	12,636
Transfer agent, filing fees and shareholder communications		10,852	634
Amortization	5	3,494	7,712
Exploration and evaluation expenditures	9	13,981	712,935
Interest expenses, (net of interest income)		(5,759)	(8,105)
TOTAL EXPENSES		$ 132,358	$ 800,348
(Loss) from operations for the period		(132,358)	(800,348)
NET (LOSS) FOR THE PERIOD		$(132,358)	$(800,348)
Weighted average number of shares - basic and diluted		150,391,698	130,467,699
(Loss) per share – basic and diluted		$ (0.00)	$ (0.01)

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

Mistango River Resources Inc.
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity (Deficit)
(Unaudited - Expressed in Canadian dollars)

	Number of shares	Amount	Share-based Reserve	Retained Earnings (Deficit)	Accumulated Other Comprehensive Loss	Total Equity
Balance at December 31, 2020	130,467,699	$26,905,216	$7,294,773	$(28,186,087)	$(18)	$6,013,884
Loss for the period	-	-	-	(800,348)	-	(800,348)
Balance at March 31, 2021	130,467,699	$26,905,216	$7,294,773	$(28,986,435)	$(18)	$5,213,536
Loss for the period	-	-	-	(1,299,837)	-	(1,299,837)
Hard-dollar private placement	14,300,000	2,145,000	-	-	-	2,145,000
Exercise of stock options	1,000,000	108,646	(38,646)	-	-	70,000
Exercise of warrants	4,623,999	295,599	(64,366)	-	-	231,233
Share-based payments	-	-	181,974	-	-	181,974
Balance at December 31, 2021	150,391,698	$29,454,461	$7,373,735	$(30,286,272)	$(18)	$6,541,906
Loss for the period	-	-	-	(132,358)	-	(132,358)
Balance at March 31, 2022	150,391,698	$29,454,461	$7,373,735	$(30,418,630)	$(18)	$6,409,548

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

Mistango River Resources Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

For the three months ended	**March 31, 2022**	**March 31, 2021**
Operating activities		
(Loss) for the period	$(132,358)	$(800,348)
Items not involving cash		
Amortization	3,494	7,712
Accrued interest expenses	1,100	1,841
Share-based payments	-	-
Changes in non-cash working capital items		
Due from related party	32,039	(2,999)
Accounts receivable	615,550	-
Prepaid expenses	42,278	(85,310)
GST/HST receivable	(140,643)	(26,574)
Accounts payable and accrued liabilities	(356,200)	207,442
Net cash provided by (used in) operating activities	$65,260	$(698,236)
Financing activities		
Repayment of lease obligation	(2,223)	(6,661)
Net cash (used in) by financing activities	$(2,223)	$(6,661)
Investing activities		
Net cash used in investing activities	-	-
Net increase (decrease) in cash	63,037	(704,897)
Cash, beginning of period	7,091,477	6,576,593
Cash, end of period	$7,154,514	$5,871,696

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

1. Nature of Operations

Mistango River Resources Inc. (“Mistango” or the “Company”) is a federally incorporated company. The Company’s principal business is the acquisition and exploration of mineral properties. To date, the Company has not earned significant revenue as it is in the exploration stage. The ability of the Company to carry out its business plan rests with its ability to secure equity and other financing. The Company’s head office is located at 55 University Avenue, Suite 1805, Toronto. Ontario M5H 2H7.

2. Going Concern

The Company is in the process of exploring its mineral properties and has not yet determined whether the properties contain reserves that are economically recoverable. The business of mining and exploration involves a high degree of risk and there can be no assurance that the Company’s exploration programs will result in profitable mining operations. The Company’s continued existence is dependent upon the discovery of economically recoverable reserves and resources, securing and maintaining title and beneficial interest in its properties, making the required payments pursuant to mineral property option agreements and/or securing additional financing; all of which are uncertain.

Although the Company has taken steps to verify title to the properties on which it is conducting its exploration activities, these procedures do not guarantee the Company’s title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, social licensing requirements, aboriginal land claims and non-compliance with regulatory and environmental requirements. The Company’s property interests may also be subject to increases in taxes and royalties, renegotiation of contracts, currency exchange fluctuations and restrictions, and political uncertainty.

The Company has raised funds in recent periods and will utilize these funds for its exploration programs and working capital requirements. The ability of the Company to arrange such financing in the future will depend in part upon the prevailing capital market conditions as well as the business performance of the Company. There can be no assurance that the Company will be successful in its efforts to arrange additional financing on terms satisfactory to the Company. If additional financing is raised by the issuance of shares from the treasury of the Company, control of the Company may change and existing shareholders may have their interest diluted. If adequate financing is not available, the Company may be required to relinquish rights to certain of its interests or terminate its operations.

As at March 31, 2022, the Company had working capital of $6,379,499 (December 31, 2021 - $6,508,363) and an accumulated deficit of $30,418,630 (December 31, 2021 - $30,286,272).

The Company has no proven history of performance, earnings or success. However, management believes that the Company has sufficient working capital and investments to continue operating over the next 12 months.

These consolidated interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. Accordingly, it does not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities in other than in the normal course of business and at amounts that may differ from those shown in these consolidated interim financial statements. Such adjustments could be material.

3. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

a) Statement of compliance and basis of measurement

These unaudited condensed consolidated interim financial statements (“interim financial statements”) have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) with interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”) which the Canadian Accounting Standards Board has approved for incorporation into Part I of the CPA Canada Handbook – Accounting, as applicable to the preparation of interim financial statements, including International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”). These interim financial statements should be read in conjunction with the December 31, 2021 consolidated annual financial statements. These interim financial statements were authorized for issuance by the Audit Committee on behalf of the Board of Directors on May 30, 2022.

These interim financial statements follow the same accounting principles and methods of application as disclosed in the consolidated financial statements as at and for the year ended December 31, 2021. The interim consolidated financial statements may condense or omit certain disclosures that otherwise would be present in annual financial statements prepared in accordance with IFRS.

b) Significant accounting judgments and sources of estimation uncertainty

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts and the valuation of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the period reported.

Management uses its best estimates for these purposes, based on assumptions that it believes reflect the most probable set of economic conditions and planned courses of action. However, actual results could differ materially from these estimates.

The significant areas of estimation and uncertainty considered by management in preparing the condensed consolidated interim financial statements for the three-month period ended March 31, 2022 are the same as those described in the Company’s annual financial statements for the year ended December 31, 2021.

c) Significant accounting policies

The Company’s accounting policies applied to all periods presented in these Financial Statements are the same as those applied by the Company in its annual consolidated financial statements as at and for the year ended December 31, 2021, except as detailed in note 4.

4. FUTURE ACCOUNTING PRONOUNCEMENTS

At the date of authorization of these consolidated interim financial statements, the IASB has issued new and revised Standards and Interpretations which are not yet effective for the relevant reporting period. Many are not applicable or do not have a significant impact to the Company. Management is currently evaluating the impact of these pronouncements on the Company’s consolidated interim financial statements.

(Unaudited - Expressed in Canadian dollars)

5. EQUIPMENT

	Automotive equipment	Mining equipment	Total
Cost			
Balance, January 1, 2021	$33,583	$80,710	$114,293
Additions	-	-	-
Balance, December 31, 2021	33,583	80,710	114,293
Additions	-	-	-
Balance, March 31, 2022	**$33,583**	**$80,710**	**$114,293**
Accumulated amortization			
Balance, January 1, 2021	$3,358	$71,396	$74,754
Amortization	6,045	1,863	7,908
Balance, December 31, 2021	9,403	73,259	82,662
Amortization	1,209	373	1,582
Balance, March 31, 2022	**10,612**	**73,632**	**84,244**
Net book value, December 31, 2021	24,180	7,451	31,631
Net book value, March 31, 2022	**$22,971**	**$7,078**	**$30,049**

6. RELATED PARTIES TRANSACTIONS AND BALANCES

Key management includes the Company's directors, officers, and employees with the authority and responsibility for either directly or indirectly planning, directing and controlling the activities of the Company. Compensation awarded to key management during the three months ended March 31, 2022 and 2021 include:

	March 31, 2022	**March 31, 2021**
Management and consulting fees	$61,291	$74,833
	$61,291	$74,833

As at March 31, 2022 and December 31, 2021, the Company had the following related party balances:

	March 31, 2022	**December 31, 2021**
Due from Standard Ore Corporation	$34,427	$34,427
Due from 2287957 Ontario Ltd	-	46,666
Due from Orefinders Resources Inc.	14,627	-
	$49,054	$81,093

Standard Ore Corporation ("Standard Ore") is controlled by a director of the Company. Standard Ore provides corporate, administrative, and premises rental services to the Company. During the three months ended March 31, 2022, the Company incurred $30,000 (2020 - $41,500) in management services and $Nil (2021 - $7,500) in expenses for CFO services during the period. These expenses are included in the compensation table above.

(Unaudited - Expressed in Canadian dollars)

2287957 Ontario Ltd. is a private company incorporated in Ontario and is controlled by a director of the Company.

Orefinders Resources Inc. ("Orefinders") is a junior mineral exploration company listed on the TSX-Venture exchange. Each of the Company's and Orefinders' board of directors are controlled by the same three parties. At March 31, 2022, Orefinders owned approximately 16% of the common shares of the Company (December 31, 2021 – 16%).

Amounts due to and from these related parties are unsecured, non-interest bearing with no fixed terms of repayment.

See notes 7 and 8.

7. CONVERTIBLE DEBENTURES

As at March 31, 2022, the Company was indebted in the amount of $55,000 (December 31, 2021 - $55,000) to 2287957 Ontario Limited (a company controlled by a director) in the form of a secured promissory note. The promissory note was advanced on October 21, 2019, is now due on demand, bears interest at the rate of 8% and is secured by a fixed and floating charge against all of the assets of the Company.

The note bears a conversion option to convert the principal of the loan to shares at a price of $0.03 per share. Interest expense for the three months ended March 31, 2022 totaled $1,100 (2021 - $1,085).

8. SHARE CAPITAL

Mistango's authorized share capital consists of an unlimited number of Class A voting common shares, and an unlimited number of non-voting, redeemable Class B preferred shares, series A. This series is redeemable by the Company, in whole or in part, at the rate of $1,000 per series A share. The holders of the series A shares are not entitled to dividends.

Stock Options

Mistango has a stock option plan (the "Plan") under which the Company may grant options to directors, officers, employees, and consultants of the Company. The maximum number of common share options that may be issued and outstanding under the Plan may not exceed 10% of the issued shares.

Options outstanding to purchase common shares are as follows:

For the three months ended	**March 31, 2022**		
	Number of options	**Weighted average exercise price**	**Weighted average life (years)**
Options outstanding, beginning of period	5,900,000	$ 0.08	3.9
Options granted	-	-	-
Options exercised	-	-	-
Options outstanding, end of period	5,900,000	$ 0.08	3.7
Options exercisable, end of period	5,800,000	$ 0.08	3.7

(Unaudited - Expressed in Canadian dollars)

As at March 31, 2022, the following stock options were outstanding and exercisable.

Number of options outstanding	Number of options exercisable	Exercise Price	Expiry Date
3,300,000	3,300,000	$0.07	February 10, 2025
2,600,000	2,500,000	$0.10	December 20, 2026
5,900,000	5,800,000	$0.08	

Warrants

A summary of the changes in the Company's warrants is set out below:

For the three months ended	**March 31, 2022**		
	Number of warrants	**Weighted average exercise price**	**Weighted average life (years)**
Warrants outstanding, beginning of period	38,470,032	$ 0.15	0.27
Warrants expired	(27,968,762)	(0.08)	-
Warrants outstanding, end of period	10,501,270	$ 0.34	0.34

As at March 31, 2022, the following warrants were outstanding and exercisable.

Number of warrants outstanding	Exercise Price	Expiry Date
4,613,527	$0.35	May 22, 2022
144,182	$0.35	May 22, 2022
1,581,136	$0.30	September 29, 2022
4,162,425	$0.35	September 29, 2022
10,501,270	$0.34	

Broker compensation options

As at March 31, 2022 and December 31, 2021 the following broker compensation options were outstanding:

Number of broker compensation options outstanding	Exercise Price	Expiry Date
766,043	$0.24	September 29, 2022

Each broker compensation option is exercisable into one unit, comprised of one common share and one-half of one common share purchase warrant. Each whole warrant is exercisable until September 29, 2022 at an exercise price of $0.30 for one common share.

(Unaudited - Expressed in Canadian dollars)

9. MINERAL PROPERTIES AND EXPLORATION AND EVALUATION EXPENDITURES

The evaluation and exploration expenditures incurred during the three months ended March 31, 2022 and 2021, and since project inception, for each property is as follows:

	March 31, 2022	March 31, 2021	Accumulated From Property Inception
Kirkland West - Eby/Baldwin, Ontario	$13,981	$705,433	$3,130,411
Goldie, Ontario	-	-	513,053
Omega, Ontario	-	7,502	6,064,403
Sackville, Ontario	-	-	1,191,825
Other	-	-	113,650
Total	$13,981	$712,935	$11,013,342

During the three months ended March 31, 2022, the Company recorded $1,223,800 in exploration expense funding from Agnico Eagle and this has been recorded as a credit against exploration and evaluation expenses.

10. COMMITMENTS AND CONTINGENCIES

(a) As at March 31, 2022, the Company was committed to spending $3,021,574 in eligible exploration expenditures by December 31, 2022.

The Company has indemnified the subscribers of the flow-through share offerings against any tax-related amounts that become payable by the shareholder as a result of the Company not meeting its expenditure commitments.

On July 10, 2020, the Department of Finance Canada announced a proposal to extend the time that issuers of "flow-through shares" have to incur eligible expenditures by 12 months, being December 31, 2022. This extension applies to issuers with operations that have been impacted by COVID-19 and should provide relief to mining companies that have had to change or halt their operations due to the pandemic.

(b)The Company’s exploration activities are subject to various federal and state laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

(c) Since March 31, 2020, the COVID-19 pandemic is causing a widespread health crisis that has affected economies and financial markets around the world resulting in an economic downturn. In response to the outbreak, governmental authorities in Canada and internationally have introduced various recommendations and measures to try to limit the pandemic, including travel restrictions, border closures, non-essential business closures, quarantines, self-isolations, shelters-in-place and social distancing. The COVID-19 outbreak and the response of governmental authorities to try to limit it are having a significant impact on the private sector and individuals, including unprecedented business, employment and economic disruptions. The continued spread of COVID-19 nationally and globally could have an adverse impact on the Company’s business, operations and financial results, as well as a deterioration of general economic conditions including a possible national or global recession. Due to the speed with which the COVID-19 situation is developing and the uncertainty of its magnitude, outcome and duration, it is not possible to estimate its impact on the Company's business, operations or financial results, including the Company's ability to secure financing; however, the impact could be material. To-date there have been no material adverse effects to the Company's operations.

11. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can provide returns to shareholders and benefits to other stakeholders. The Company considers the items included in equity as capital. The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through equity offerings or return capital to shareholders.

There can be no assurance that the Company will be successful in its efforts to arrange additional financing, if needed, on terms satisfactory to the Company.

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 in the period.

The Company is not subject to externally imposed capital requirements.

12. FINANCIAL INSTRUMENTS

The Company is exposed in varying degrees to a variety of financial instrument related risks. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Fair value of financial instruments
The fair value of financial instruments approximates their carrying value due to the short-term maturity of these instruments. As at March 31, 2022 and December 31, 2021, the Company has no financial instruments to classify in the fair value hierarchy. The fair value of the Company's financial instruments approximate their carrying amount given their short-term nature.

Credit risk
Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. GST/HST receivable is due from the Government of Canada and the Company believes the risk of loss related to these is remote. The Company's exposure to credit risk is on its cash held in bank accounts. Cash is held with major banks in Canada. Management assesses credit risk of cash as remote.

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 strives to ensure that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash. The Company's accounts payable and accrued liabilities generally have contractual maturities of less than 30 days and are subject to normal trade terms. In the long-term, the Company may have to issue additional equity to ensure there is sufficient capital to meet long-term objectives.

Currency and interest rate risk
The Company is not exposed to any significant foreign exchange risk or interest rate risk.

(Unaudited - Expressed in Canadian dollars)

Classification of financial instruments

Financial assets and liabilities included in the statement of financial position are as follows:

	March 31, 2022	December 31, 2021
Financial assets at amortized costs:		
Cash	$7,154,513	$7,091,477
GST/HST receivable	251,081	110,438
Accounts receivable	-	615,550
Due from related party	49,054	81,093
	$7,454,648	$7,201,915

	March 31, 2022	December 31, 2021
Financial liabilities at amortized costs:		
Accounts payable and accrued liabilities	$499,281	$855,482
Convertible note	65,768	64,668
	$565,049	$920,150

12. SUBSEQUENT EVENT

On April 2, 2022, the Company granted 410,000 stock options with an exercise price of $0.08 and a term of five years, with 310,000 of these options vesting immediately, and the remaining 100,000 vesting in 12 months.