ARGOGOLD

Condensed Interim Financial Statements

For the three months ended March 31, 2020 and 2019

(Expressed in Canadian Dollars)
(Unaudited)

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Management's Responsibility for Financial Statements

The accompanying condensed interim financial statements of Argo Gold Inc. (the "Company" or "Argo Gold") are the responsibility of management and the Board of Directors. These condensed interim financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the condensed interim financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the condensed interim financial statements have been prepared within acceptable limits of materiality and are in accordance with International Financial Reporting Standards ("IFRS") appropriate in the circumstances.

Management has established processes, which are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence that (i) the condensed interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the condensed interim financial statements and (ii) the condensed interim financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the condensed interim financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the condensed interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the condensed interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

(signed) "Judy Baker"	*(signed) "Michael Farrant"*
Judy Baker	Michael Farrant
Chief Executive Officer	Chief Financial Officer

Toronto, Canada
May 29, 2020

Notice to Reader

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Stands for the preparation of the condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company's independent auditor has not performed a review of these unaudited condensed interim financial statements in accordance with standards established by the Canadian Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of management. The condensed interim financial statements as at and for the three months ended March 31, 2020 have not been reviewed by the Company's auditor.

ARGOGOLD

Condensed Interim Statements of Financial Position
As at
(Unaudited)

(Expressed in Canadian Dollars)			**March 31, 2020**		December 31, 2019
Assets					
Current assets					
Cash		**$**	**809,905**	$	123,585
Subscription receivable	Note 9(b)(viii)		**-**		10,800
HST receivable			**24,209**		14,447
Prepaid expenses			**57,175**		15,996
Investments	Note 5		**152,750**		152,925
			1,044,039		317,753
Non-current assets					
Mineral properties	Note 7		**808,983**		808,983
Equipment	Note 8		**417**		926
Total Assets		**$**	**1,853,439**	$	1,127,662
Liabilities and Equity					
Current liabilities					
Accounts payable and accrued liabilities	Note 10	**$**	**68,980**	$	268,958
Flow-through share premium liability	Notes 9(b),11		**5,324**		5,951
			74,304		274,909
Shareholders' Equity					
Share capital	Note 9(b)		**13,498,500**		12,791,100
Warrant reserve	Note 9(d)		**438,100**		-
Stock option reserve	Note 9(c)		**444,920**		471,820
Deficit			**(12,602,385)**		(12,410,167)
			1,779,135		852,753
Total Liabilities and Shareholders' Equity		**$**	**1,853,439**	$	1,127,662

Nature of operations and going concern (Note 1)
Commitments (Note 11)
Subsequent events (Note 12)

Approved by the Board of Directors and authorized on May 29, 2020:

"*Judy Baker*"
Judy Baker
Director

"*Bryan Wilson*"
Bryan Wilson
Director

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of Loss and Comprehensive Loss
For the periods ended
(Unaudited)

(Expressed in Canadian Dollars)		**March 31, 2020**	2019
Expenses			
Exploration and evaluation	Note 7	$ **78,490**	$ 538,400
Management fees	Note 10	**33,000**	18,000
Consulting fees		**24,875**	-
Professional fees		**16,503**	18,896
Business development		**22,775**	8,587
Investor relations		**21,500**	12,000
General and administrative		**11,691**	10,984
Listing, filing and regulatory fees		**5,978**	6,961
Depreciation	Note 8	**509**	849
Share-based compensation	Note 9(c)	**139,020**	-
Total expenses		**354,341**	614,677
Loss before the undernoted		**(354,341)**	(614,677)
Bank charges		**(153)**	(135)
Part X11.6 taxes		**(4,106)**	-
Interest income		**10**	-
Flow-through share premium recovery	Note 11	**627**	206,550
Realized loss on sale of investments	Note 5	**-**	(33,015)
Change in unrealized (loss) gain on value of investments	Note 5	**(175)**	54,205
Net loss and comprehensive loss for the period		**$ (358,138)**	$ (387,072)
Net loss per share			
Basic and diluted loss per share		**$ (0.01)**	$ (0.01)
Weighted average number of shares outstanding – basic and diluted		**46,609,437**	36,691,993

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of Changes in Shareholders' Equity
(Unaudited)

		Share Capital		Reserves			
(Expressed in Canadian Dollars)	Note	Number of Shares	Amount	Warrants	Stock Options	Deficit	Total
Balance at December 31, 2018		**36,329,881**	**$ 12,450,329**	**$ 245,576**	**$ 261,073**	**$(11,492,101)**	**$ 1,464,877**
Shares issued for services	9(b)(ii)	80,000	12,000	-	-	-	12,000
Exercise of stock options	9(b)(i,iii,iv,v,vii)	550,000	93,493	-	(38,493)	-	55,000
Net loss for the period		-	-	-	-	(387,072)	(502,802)
Balance at March 31, 2019		**36,959,881**	**12,555,822**	**245,576**	**222,580**	**(11,879,173)**	**1,144,805**
Flow-through shares issued for cash	9(b)(viii)	1,190,100	142,812	-	-	-	142,812
Flow-through premium	9(b)(viii)	-	(5,951)	-	-	-	(5,951)
Share issue costs	9(b)(viii)	-	(8,275)	-	-	-	(8,275)
Shares issued for debt settlement	9(b)(vi)	996,868	99,687	-	-	-	99,687
Expiry of warrants	9(d)	-	-	(245,576)	-	245,576	-
Exercise of stock options	9(c)	50,500	7,005	-	(1,955)	-	5,050
Cancellation of stock options	9(c)	-	-	-	(40,519)	40,519	-
Expiry of stock options	9(c)	-	-	-	(21,277)	21,277	-
Share-based compensation	9(c)	-	-	-	312,991	-	312,991
Net loss for the period		-	-	-	-	(838,366)	(838,366)
Balance at December 31, 2019		**39,197,349**	**12,791,100**	**-**	**471,820**	**(12,410,167)**	**852,753**
Shares issued for cash as part of unit financing	9(b)(ix)	11,200,000	1,008,000	-	-	-	1,008,000
Warrants issued as part of unit financing	9(b)(ix)	-	(438,100)	438,1000	-	-	-
Shares issued for debt settlement	9(b)(x)	400,000	50,000	-	-	-	50,000
Shares issued for services	9(b)(x)	700,000	87,500	-	-	-	87,500
Cancellation of stock options	9(c)	-	-	-	(100,176)	100,176	-
Expiry of stock options	9(c)	-	-	-	(65,744)	65,744	-
Share-based compensation	9(c)	-	-	-	139,020	-	139,020
Net loss for the period		-	-	-	-	(358,138)	(358,138)
Balance at March 31, 2020		**51,497,349**	**$ 13,498,500**	**$ 438,100**	**$ 444,920**	**$(12,602,385)**	**$ 1,779,135**

The accompanying notes form an integral part of these unaudited condensed interim financial statements

Condensed Interim Statements of Cash Flows
For the periods ended
(Unaudited)

(Expressed in Canadian Dollars)	Note	March 31, 2020	2019
Cash flows from operating activities			
Net loss for the period		**$ (358,138)**	$ (387,072)
Adjustments not affecting cash:			
Depreciation	8	**509**	849
Flow-through share premium recovery	11	**(627)**	(206,550)
Share-based compensation	9(c)	**139,020**	-
Shares issued for services	9(b)(x)	**87,500**	12,000
Loss on sale of investments	5	**-**	33,015
Change in unrealized loss (gain) on value of investments	5	**175**	(54,205)
Operating cash flows before changes in non-cash working capital:		**(131,561)**	(601,963)
Changes in non-cash working capital:			
HST receivable		**(9,762)**	(52,240)
Prepaid expenses		**(41,179)**	2,829
Accounts payable and accrued liabilities		**(149,978)**	(76,075)
Cash used in operating activities		**(332,480)**	(727,449)
Cash flows from investing activities			
Sale of investments	5	**-**	15,765
Cash provided by investing activities		**-**	15,765
Cash flows from financing activities			
Issuance of common shares	9(b)(ix)	**1,008,000**	-
Subscriptions receivable	9(b)	**10,800**	802,838
Exercise of stock options	9(c)	**-**	55,000
Cash provided by financing activities		**1,018,800**	857,838
Increase in cash during the period		**686,320**	146,154
Cash, beginning of period		**123,585**	250,713
Cash, end of period		**$ 809,905**	$ 396,867

Supplemental cash flow information:			
Value of common shares issued on debt settlement	Note 9(b)(x)	**$ 50,000**	$ -
Value of common shares issued for services	Note 9(b)(x)	**$ 87,500**	$ 12,000

The accompanying notes form an integral part of these unaudited condensed interim financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

Argo Gold Inc. (the "Company" or "Argo Gold") was incorporated under the laws of Ontario on December 9, 1995. The Company is listed on the Canadian Stock Exchange ("CSE"), having the symbol ARQ. The Company is currently engaged in the acquisition, exploration and development of mineral properties. Effective September 19, 2016, the Company changed its name to Argo Gold Inc. from Arbitrage Exploration Inc. The address of the Company's corporate office and principal place of business is 350 Bay Street, Suite 700 Toronto, Ontario, M5H 2S6, Canada.

These condensed interim financial statements have been prepared on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Accordingly, they do not give effect to adjustments 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 and commitments in other than the normal course of business and at amounts different from those in the accompanying financial statements. Such adjustments could be material. It is not possible to predict whether the Company will be able to raise adequate financing or to ultimately attain profitable levels of operations. Changes in future conditions could require material write downs of the carrying values.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that the exploration programs will result in profitable operations. The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral reserves that are economically recoverable. The recoverability of amounts shown for mineral properties is dependent upon the establishment of a sufficient quantity of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development and upon future profitable production or proceeds from the disposition of these assets.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, indigenous claims, and non-compliance with regulatory, environmental and social licensing requirements. The Company's assets may also be subject to increases in taxes and royalties, renegotiation of contracts, political uncertainty and currency exchange fluctuations and restrictions.

The Company has not realized a profit from operations and has incurred significant expenditures related to property exploration, resulting in a cumulative deficit of $12,602,385 as at March 31, 2020 (December 31, 2019 - $12,410,167). The recoverability of the carrying value of mineral properties and the Company's continued existence is 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 property interests on an advantageous basis. While management has been historically successful in raising the necessary capital, it cannot provide assurance that it will be successful in future financing activities or be able to execute its business strategy. As at March 31, 2020, the Company had current assets of $1,044,039 (December 31, 2019 - $317,753) to cover current liabilities of $68,980 (December 31, 2019 - $268,958), exclusive of non-cash flow-through share premium liability.

2. BASIS OF PRESENTATION AND ACCOUNTING POLICIES

Statement of Compliance

These condensed interim financial statements (the "financial statements") have been prepared in accordance with IAS 34, Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and the IFRS Interpretations Committee.

The preparation of these unaudited condensed interim financial statements requires management to make judgements, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expense. In management's opinion, all adjustments considered necessary for a fair presentation have been included in these unaudited condensed interim financial statements. Interim results are not necessarily indicative of the results expected for the financial year. Actual annual results may differ from interim estimates. The significant judgements made by management applied in the preparation of these unaudited condensed interim financial statements are consistent with those applied and disclosed in the Company's audited financial statements for the year ended December 31, 2019. For a description of the Company's critical accounting estimates and assumptions, please refer to the Company's audited financial statements and related notes for the year ended December 31, 2019.

Basis of Presentation

These financial statements have been prepared on the historical cost basis, except for financial instruments designated at fair value through profit and loss, which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information.

These financial statements do not include all the information required for full annual financial statements and therefore should be read in conjunction with the audited financial statements of the Company as at and for the year ended December 31, 2019. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes to the Company's financial position and performance since the last audited annual financial statements.

These financial statements are presented in Canadian dollars, which is the Company's functional currency.

Certain prior year amounts have been reclassified to conform to current year presentation.

Approval of the Financial Statements

The financial statements of the Company for the periods ended March 31, 2020 and 2019 were approved and authorized for issue by the Board of Directors on May 29, 2020.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENT

Use of Estimates and Judgement

The preparation of financial statements in conformity with IFRS requires that management make judgements, estimates and assumptions about future events that affect the amounts reported in the financial statements and related notes to the financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities, profits and expenses. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only, or in the period of the change and future periods, if the change affects both.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual financial statements as at and for the year ended December 31, 2019.

Information about critical judgments in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities recognized in the condensed interim financial statements are discussed below:

Share-based payment transactions

The Company measures the cost of equity-settled transactions with employees and applicable non-employees by reference to the fair value of the equity instruments at the date at which they are vested. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, risk-free interest rates, volatility and dividend yield and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions are disclosed in Note 9(c).

Capitalization of mineral property acquisition costs

Management has determined that capitalized acquisition costs have future economic benefits and are economically recoverable. In making this judgement, management has assessed various sources of information including, but not limited to, the geologic and metallurgic information, operating management expertise and existing permits. See Note 7 for details of the Company's capitalized acquisition costs in respect of mineral properties.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENT (Continued)

Impairment of mineral properties

While assessing whether any indications of impairment exist for mineral properties, consideration is given to both external and internal sources of information. Information the Company considers includes changes in the market, economic and legal environment in which the Company operates that are not within its control that could affect the recoverable amount of mineral properties. Internal sources of information include the manner in which the mineral properties are being used or are expected to be used and indications of expected economic performance of the properties. Estimates include but are not limited to estimates of the discounted future cash flows expected to be derived from the Company's mining properties, costs to sell the properties and the appropriate discount rate. Reductions in metal price forecasts, increases in estimated future costs of production, increases in estimated future capital costs, reductions in the amount of recoverable mineral reserves and mineral resources and/or adverse current economics can result in a write-down of the carrying amounts of the Company's mineral properties.

4. FINANCIAL INSTRUMENTS

The Company manages its exposure to a number of different financial risks arising from its operations as well as its use of financial instruments including market risks (commodity prices, foreign currency exchange rate and interest rate), credit risk and liquidity risk through its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility.

Financial risks are primarily managed and monitored through operating and financing activities and, if required, through the use of derivative financial instruments. The Company does not use derivative financial instruments for purposes other than risk management. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and up to date market information.

Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The Company may use derivative financial instruments such as foreign exchange contracts and interest rate swaps to manage certain exposures. These market risks are evaluated by monitoring changes in key economic indicators and market information on an ongoing basis.

Liquidity Risk

Liquidity risk encompasses the risk that a company cannot meet its financial obligations in full. The Company's main source of liquidity is derived from its common stock issuances. These funds are primarily used to finance working capital, operating expenses, capital expenditures and acquisitions.

The Company manages its liquidity risk by regularly monitoring its cash flows from operating activities and holding adequate amounts of cash. The 2020 budget is planned to be funded from flow-through funds raised on December 31, 2019 and with funds raised in the financing completed on February 5, 2020 (see Note 9(b)(ix)). There is no certainty of the Company's ability to complete additional financings.

As at March 31, 2020 the Company held cash of $809,905 (December 31, 2019, cash and subscription receivable - $134,385) to settle current liabilities of $68,980 (December 31, 2019 - $268,958), exclusive of non-cash flow-through share premium liability.

(Expressed in Canadian Dollars)

4. FINANCIAL INSTRUMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Cash bears interest at market rates. In the event that the Company held interest bearing debt, the Company could be exposed to interest rate risk. The Company does not have any interest-bearing debt. Other current financial assets and liabilities are not exposed to interest rate risk because of 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. Financial instruments that potentially subject the Company to credit risk consist of cash and subscriptions receivable. The Company has reduced its credit risk by investing its cash with a Canadian chartered bank.

The Company's financial assets and liabilities as at March 31, 2020 and December 31, 2019 were as follows:

	Amortized Cost	FVPL	Total
December 31, 2019			
Financial assets			
Cash	$ 123,585	$ -	$ 123,585
Subscription receivable	$ 10,800	$ -	$ 10,800
Investments	$ -	$ 152,925	$ 152,925
Financial liabilities			
Accounts payable and accrued liabilities	$ 268,958	$ -	$ 268,958
March 31, 2020			
Financial assets			
Cash	$ 809,905	$ -	$ 809,905
Investments	$ -	$ 152,750	$ 152,750
Financial liabilities			
Accounts payable and accrued liabilities	$ 68,980	$ -	$ 68,980

At March 31, 2020 and December 31, 2019, there were no significant concentrations of credit risk for receivables. The carrying amounts reflected above represent the Company's maximum exposure to credit risk for such receivables.

The fair values of these financial instruments approximate their carrying values because of their short-term nature and/or the existence of market related interest rates on the instruments.

(Expressed in Canadian Dollars)

5. INVESTMENTS

	March 31, 2020			December 31, 2019		
	Shares	Share Price	Fair Value	Shares	Share Price	Fair Value
Manitou Gold Inc.	3,375,000	$0.045	$ 151,875	3,375,000	$0.045	$ 151,875
RT Minerals Corp.	35,000	$0.025	875	35,000	$0.030	1,050
Total Fair Value of Investments			$ 152,750			$ 152,925

On February 14, 2018, Argo Gold completed a purchase and sale agreement to sell a 100% interest in the South Wawa Gold Project to RT Minerals Corp. ("RT Minerals") for consideration of 350,000 common shares of RT Minerals. On June 19, 2018, RT Minerals announced a consolidation of its common shares on the basis of one (1) post-consolidated share for every ten (10) pre-consolidated shares.

On April 4, 2018, the Company completed a purchase and sale agreement to sell a 100% interest in its Rockstar Gold Project located in the Sault Ste. Marie Mining Division, to Manitou Gold Inc. ("Manitou") with the following consideration payable to Argo Gold:

i) $200,000 cash payable on closing;
ii) 4.0 million shares of Manitou payable on closing; and
ii) 1.0% net smelter return ("NSR"), of which Manitou has a one-time right to buy back 0.5% of the NSR for $500,000.

During the period ended March 31, 2020 the Company did not sell any of its investments. During the period ended March 31, 2019, the Company sold into the open market, 360,000 shares of Manitou for net proceeds of $15,765.

6. CAPITAL MANAGEMENT

The Company defines capital management as the manner in which it manages its share capital. As at March 31, 2020, the Company's share capital was $13,498,500 (December 31, 2019 - $12,791,100).

There were no changes in the Company's approach to capital management during the period ended March 31, 2020 and the Company is not subject to any externally imposed capital requirements.

The Company's objectives when managing capital are:

a) To safeguard the Company's financial capacity and liquidity for future earnings in order to continue to provide an appropriate return to shareholders and other stakeholders;
b) To maintain a flexible capital structure, that optimizes the cost of capital at an acceptable risk; and
c) To enable the Company to maximize growth by meeting its capital expenditure budget, to expand its budget to accelerate projects, and to take advantage of acquisition opportunities.

The Company regularly monitors and reviews the amount of capital in proportion to risk and future development and exploration opportunities. The Company manages the capital structure and makes adjustments to it in the 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 debt or equity or similar instruments or make adjustments to its capital expenditure program.

(Expressed in Canadian Dollars)

7. MINERAL PROPERTIES

Acquisition Costs		March 31, 2020		December 31, 2019
Uchi Gold Project	**$**	**285,000**	$	285,000
Hurdman Silver-Zinc Project		**290,000**		290,000
Wawa Area Gold Projects		**233,983**		233,983
Total exploration and evaluation assets	**$**	**808,983**	$	808,983

Uchi Gold Project

The Uchi Gold Project is comprised of a number of mineral claims located in Earngey Township, approximately 85 km northeast of Ear Fall, Ontario and 1.5 km south of the past-producing Uchi gold mine. The Uchi Gold Project claims have been assembled through a series of property acquisitions and claims staking by the Company as more fully described below.

On February 15, 2017, the Company acquired a 100% interest in the Woco mineral claims from Dollard Mines Ltd. in exchange for 1.0 million common shares of Argo Gold and a 2.0% NSR royalty on the claims. The fair value of the 1.0 million shares was estimated at $160,000 based on their market price of $0.16 per share.

On August 8, 2017, the Company acquired a 100% interest in the Northgate mineral claims, adjacent to the Woco mineral claims, from Rubicon Minerals Corporation in exchange for 500,000 common shares of the Argo Gold and a 2.0% NSR royalty on the claims (with 1.0% of this 2.0% NSR entitled to a third party per an existing agreement). 0.5% of the NSR can be purchased back by the Company for a price of $500,000. The fair value of the 500,000 shares was estimated at $95,000 based on their market price of $0.19 per share.

On February 22, 2018, the Company acquired the Geisler patented mining claims, adjacent to the northern boundary of the Woco claims, from Premier Gold Mines Limited, in exchange for 200,000 common shares of Argo Gold. The fair value of the shares was estimated at $30,000 based on their market price of $0.15 per share, on the date the acquisition agreement was signed.

In the spring of 2018, the Company staked additional claims adjacent to the west-southwest property boundary and in February 2019, the Company staked additional claims to the northwest and to the northeast property boundaries. The staking costs were expensed.

Hurdman Property

On September 4, 2013, the Company acquired the Hurdman Silver-Zinc Property from Eloro Resources Ltd. ("Eloro") located in Hurdman Township, in exchange for 5,000,000 common shares (1,250,000 post-consolidation) of Argo Gold and $40,000 in cash. The fair value of the 5.0 million shares was estimated at $250,000 based on their pre-consolidation market price of $0.05 per share.

In the spring of 2018, Argo Gold staked additional claims to the southeast. The staking costs were expensed. All the claims comprising the Hurdman Property are 100% owned by Argo Gold.

7. MINERAL PROPERTIES (Continued)

Wawa Area Gold Projects

On November 7, 2016, the Company acquired a 100% interest in mineral claims located in the townships of Jacobson, Riggs, Abbie Lake area and David Lakes area near Wawa, Ontario from Upper Canada Exploration Inc., in exchange for 1,739,833 common shares of Argo Gold and a 2.0% NSR on the mineral claims. The fair value of the 1,739,833 shares was estimated at $173,983 based on their market price of $0.10 per share. The mineral claims include the Rockstar Property in Jacobson and Riggs townships, the Macassa Creek property, consisting of two mineral claims in the David Lakes area and the Abbie Lake property in the Abbie Lake area.

In February 2017, the Company staked claims to the southwest of Wawa in Naveau Township, Sault Ste. Marie Mining Division ("South Wawa Gold Project"). On February 14, 2018, Argo Gold completed a purchase and sale agreement to sell its 100% interest in the South Wawa Gold Project to RT Minerals Corp. for consideration of 350,000 common shares of RT Minerals (see Note 5).

On April 7, 2017, the Company acquired a 100% interest in the Mishi Lake property located in the Mishibishu Lake Area and St. Germain Township of the Sault St. Marie Mining District in exchange for an aggregate of 250,000 common shares of Argo Gold. The fair value of the shares was estimated at $60,000 based on their market price of $0.24 per share. The Mishi Lake Gold Project of comprised of three mineral claims, one in the Mishibishu Lake Area and two in the St. Germain Township covering 656 hectares, located on the eastern central portion of the Mishibishu Deformation Zone in the Mishibishu Lake Greenstone Belt.

In the spring of 2018, the Company staked additional mineral claims adjacent to the west property boundary at Macassa Creek and adjacent to the east boundary at Abbie Lake. The staking costs were expensed.

On April 4, 2018, the Company sold 16 claims comprising the Rockstar Property, to Manitou Gold Inc. for $200,000 in cash and 4,000,000 common shares of Manitou (see Note 5).

McVicar Lake Gold Project

In June 2016, the Company staked claims in the McVicar Lake and Stoughton Lake areas located approximately 90 km west of Pickle Lake. In September 2017, the Company staked additional claims adjacent to the west boundary and in the spring of 2018, staked additional claims adjacent to the south boundary. All staking costs were expensed. All of the claims are 100% owned by Argo Gold.

Cobalt and Zinc Projects

In the Spring of 2018, Argo Gold acquired the Keelow Lake cobalt property and the Percy Lake zinc property in the Sault Ste. Marie Mining Division through staking. The staking costs were expensed. These claims are owned 100% by Argo Gold.

Angela Lake

In the spring of 2018, Argo Gold staked claims at Angela Lake in the Red Lake Mining Division. The staking costs were expensed. These claims are owned 100% by Argo Gold.

(Expressed in Canadian Dollars)

7. MINERAL PROPERTY INTERESTS (Continued)

Exploration and Evaluation Expenditures

For the three months ended

March 31, 2020	Uchi	Hurdman	Wawa Area	Other	Total
Consulting fees	$ 45,415	$ 5,250	$ 6,813	$ 10,162	$ 67,640
Land management	2,560	5,220	867	1,289	9,936
Staking costs	-	-	450	-	450
Property taxes	464	-	-	-	464
	$ 48,439	$ 10,470	$ 8,130	$ 11,451	$ 78,490

For the three months ended

March 31, 2019	Uchi	Hurdman	Wawa Area	Other	Total
Drilling program	$ 492,733	$ -	$ -	$ -	$ 492,733
Consulting fees	-	-	1,350	-	1,350
Social and community	18,352	-	-	-	18,352
Land management	14,688	8,213	1,650	-	24,551
Staking costs	-	-	-	950	950
Property taxes	464	-	-	-	464
	$ 526,237	$ 8,213	$ 3,000	$ 950	$ 538,400

8. EQUIPMENT

Cost	Office Equipment	Computer Hardware	Total
Balance, December 31, 2019 and March 31, 2020	$ -	$ 6,390	$ 6,390
Accumulated depreciation			
Balance, December 31, 2019	-	5,464	5,464
Depreciation for the period	-	509	509
Balance, March 31, 2020	-	5,973	5,973
Net book value – March 31, 2020	**$ -**	**$ 417**	**$ 417**

Cost	Office Equipment	Computer Hardware	Total
Balance, December 31, 2018	$ 4,438	$ 10,896	$ 15,334
Additions	-	-	-
Less: assets no longer in use	(4,438)	(4,506)	(8,944)
Balance, December 31, 2019	-	6,390	6,390
Accumulated depreciation			
Balance, December 31, 2018	4,438	4,718	9,156
Depreciation for the year	-	5,252	5,252
Less: assets no longer in use	(4,438)	(4,506)	(8,944)
Balance, December 31, 2019	-	5,464	5,464
Net book value – December 31, 2019	**$ -**	**$ 926**	**$ 926**

The assets no longer in use, were fully depreciated and are no longer in the Company's possession.

(Expressed in Canadian Dollars)

9. SHARE CAPITAL

(a) Authorized

The Company is authorized to issue an unlimited number of common shares without par value and an unlimited number of special shares, issuable in series.

(b) Issued and outstanding

Share Capital	Note 9(b)	Number of Common Shares	Amount
Balance at December 31, 2018		**36,329,881**	**$ 12,450,329**
Common shares issued for services – January 28, 2019	(ii)	80,000	12,000
Common shares issued to settle debt – July 4, 2019	(vi)	996,868	99,687
Exercise of stock options – cash proceeds	(i, iii, iv, v, vii)	600,500	60,050
Exercise of stock options – fair value	(i, iii, iv, v, vii)	-	40,448
Private placement $0.12 flow-through common shares	(viii)	1,190,100	142,812
Less: premium on flow-through common shares	(viii)	-	(5,951)
Share issue costs - cash	(viii)	-	(8,275)
Balance at December 31, 2019		**39,197,349**	**$ 12,791,100**
Private placement – Units at $0.09 – February 5, 2020	(ix)	11,200,000	1,008,000
Less: warrant valuation	(ix)	-	(438,100)
Common shares issued to settle debt – February 18, 2020	(x)	400,000	50,000
Common shares issued for services – February 18, 2020	(xi)	700,000	87,500
Balance at March 31, 2020		**51,497,349**	**$ 13,498,500**

(i) On January 21, 2019, 100,000 common shares were issued on exercise of options, at an exercise price of $0.10, for gross proceeds of $10,000. Grant date fair value of $6,722 was transferred from stock option reserve to share capital in connection with the exercise.

(ii) On January 28, 2019, the Company settled indebtedness of $12,000 through the issuance of 80,000 common shares at a price of $0.15 per common share.

(iii) On February 5, 2019, 50,000 common shares were issued on exercise of options, at an exercise price of $0.10, for gross proceeds of $5,000. Grant date fair value of $1,936 was transferred from stock option reserve to share capital in connection with the exercise.

(iv) On February 12, 2019, 200,000 common shares were issued on exercise of options, at an exercise price of $0.10, for gross proceeds of $20,000. Grant date fair value of $16,391 was transferred from stock option reserve to share capital in connection with the exercise.

(v) On February 19, 2019, 200,000 common shares were issued on exercise of options, at an exercise price of $0.10, for gross proceeds of $20,000. Grant date fair value of $13,444 was transferred from stock option reserve to share capital in connection with the exercise.

(vi) On July 4, 2019, the Company settled indebtedness of $99,687, with a company in which a former director and officer is a principal, through the issuance of 996,868 common shares at a price of $0.10 per share.

9. SHARE CAPITAL (Continued)

(vii) On July 22, 2019, 50,500 common shares were issued on exercise of options, at an exercise price of $0.10, for gross proceeds of $5,050. Grant date fair value of $1,955 was transferred from stock option reserve to share capital in connection with the exercise.

(viii) On December 31, 2019, the Company completed a non-brokered private placement offering through the issuance of 1,190,100 flow-through common shares at a price of $0.12 per flow-through share, for gross proceeds of $142,812. In connection with financing, the Company paid cash finder's fees of $8,275. The Company recognized a flow-through premium of $5,951 as a result of the issuance of flow-through shares. $10,800 of the proceeds was recorded as subscriptions receivable and received subsequent to December 31, 2019.

(ix) On February 5, 2020, the Company completed a non-brokered private placement offering, with an entity beneficially owned by Mr. Eric Sprott, through the issuance of 11,200,000 units at a price of $0.09 per unit, for gross proceeds of $1,008,000. Each unit consists of one common share and one common share purchase warrant, with each warrant entitling the holder thereof to purchase one common share at an exercise price of $0.12 for a period of thirty-six (36) months from the date of closing. The fair value of the warrants issued was estimated to be $438,100 based on their black-scholes value, using assumptions noted in Note 9(d).

(x) On February 18, 2020, the Company settled aggregate indebtedness of $137,500 with six creditors through the issuance of 1,100,000 common shares at a price of $0.125 per common share. $50,000 of this amount related to services provided in 2019 by an officer of the Company and an independent director of the Company.

(c) Stock Options

The Company has a stock option plan to provide directors, officers, employees and consultants with options to purchase common shares of the Company. The maximum number of common shares reserved for issuance upon the exercise of options, is not to exceed 10% of the total number of common shares outstanding immediately prior to such issuance. The stock options have a maximum term of five years and a vesting period and exercise price determined by the board of directors, however they have generally been granted for a term of three years with vesting occurring immediately. The exercise price of the stock options is fixed by the board of directors and may not be less than the market price of the shares at the time of grant, subject to all applicable regulatory requirements.

(Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

The following table reflects the continuity of stock options for the three months ended March 31, 2020.

	Number of Stock Options	Weighted Average Exercise Price
Outstanding at December 31, 2018	**2,949,000**	**$ 0.13**
Granted	2,900,000	$ 0.15
Exercised	(600,500)	$ 0.10
Cancelled	(949,000)	$ 0.12
Expired	(549,500)	$ 0.10
Outstanding at December 31, 2019	**3,750,000**	**$ 0.15**
Granted	1,400,000	$ 0.15
Cancelled	(800,000)	$ 0.15
Expired	(450,000)	$ 0.17
Outstanding at March 31, 2020	**3,900,000**	**$ 0.15**

Stock Option Grants

On July 25, 2019, the Company granted options to purchase up to 2,200,000 common shares of the Company to directors, officers and consultants at a price of $0.15 per share. The Company recorded $275,484 of share-based compensation expense, being the entire grant date fair value.

On December 2, 2019, the Company granted options to purchase up to 700,000 common shares of the Company to directors, an officer and consultants at a price of $0.15 per share. The Company recorded $60,620 of share-based compensation expense, being the entire grant date fair value.

On February 13, 2020, the Company granted options to purchase up to 1,400,000 common shares of the Company to directors, officers and consultants at a price of $0.15 per share. The options vested immediately and are exercisable for a period of 3 years. Of the options granted, 800,000 were granted to a directors and officers of the Company. The Company recorded $139,020 of share-based compensation expense, being the entire grant date fair value.

All the options granted vested immediately and are exercisable for a period of 3 years.

The fair value of the options granted, are estimated on the dates of grant using the Black-Scholes option pricing model with the following assumptions:

Grant Date	Stock Price	Exercise Price	Risk-free Interest Rate	Expected Stock Price Volatility	Expected Life (in years)	Expected Dividend Rate	Expected Forfeiture Rate
June 29, 2017	$0.20	$0.20	1.16%	230%	3	0%	0%
June 14, 2018	$0.18	$0.10	1.92%	169%	3	0%	0%
July 25, 2019	$0.145	$0.15	1.52%	172%	3	0%	0%
December 2, 2019	$0.105	$0.15	1.59%	166%	3	0%	0%
February 13, 2020	$0.12	$0.15	1.47%	163%	3	0%	0%

(Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

Stock Option Exercises

During the year ended December 31, 2019, options to purchase 600,500 common shares were exercised at a price of $0.10 per share for proceeds of $60,050. Aggregate grant date fair value of $40,448 was transferred from stock option reserve to share capital in connection with the exercise. See Notes 9(b)(i), (iii), (iv), (v) and (vii) for specific details of the exercises.

No stock options were exercised during the three months ended March 31, 2020.

Stock Option Cancellations

During the year ended December 31, 2019, options to purchase up to 949,000 common shares at a weighted average price of $0.12 per share were cancelled. Aggregate grant date fair value of $40,519 was transferred from stock option reserve to deficit.

On February 17, 2020, options to purchase up to 800,000 common shares at a price of $0.15 per share were cancelled. Grant date fair value of $100,176 was transferred from stock option reserve to deficit.

Stock Option Expiries

On August 18, 2019, options to purchase up to 549,500 common shares at a price of $0.10 per share, expired unexercised. Aggregate grant date fair value of $21,277 was transferred from stock option reserve to deficit.

On January 31, 2020, options to purchase up to 200,000 common shares at a price of $0.15 per share, expired unexercised. Grant date fair value of $25,043 was transferred from stock option reserve to deficit.

On March 31, 2020, options to purchase up to 250,000 common shares at a price of $0.18 per share, expired unexercised. Aggregate grant date fair value of $40,701 was transferred from stock option reserve to deficit.

The following table reflects the stock options outstanding and exercisable at March 31, 2020.

Date of Grant	Number of Options Outstanding	Exercise Price	Weighted Average Remaining Life (years)	Date of Expiry	Number of Options Exercisable	Fair Value
June 29, 2017	500,000	$ 0.20	0.25	June 28, 2020	500,000	$ 93,542
June 14, 2018	300,000	$ 0.10	1.21	June 13, 2021	300,000	24,586
July 25, 2019	1,050,000	$ 0.15	2.32	July 24, 2022	1,050,000	131,482
December 2, 2019	650,000	$ 0.15	2.67	December 1, 2022	650,000	56,290
February 13, 2020	1,400,000	$ 0.15	2.87	February 12, 2023	1,400,000	139,020
	3,900,000	**$ 0.15**	**2.23**		**3,900,000**	**$ 444,920**

The weighted average remaining contractual life of options outstanding and exercisable at March 31, 2020 is 2.23 years (December 31, 2019 – 2.11 years) at a weighted average exercise price of $0.15 (December 31, 2019 - $0.15).

(Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

(d) Warrants

The following table reflects the continuity of warrants for the three months ended March 31, 2020:

	Number of Warrants		BlackScholes Value		Weighted Average Exercise Price
Balance at December 31, 2018	**2,571,583**	**$**	**245,576**	**$**	**0.28**
Expired	(2,571,583)		(245,576)	$	0.28
Balance at December 31 2019	**-**		**-**	**$**	**-**
Issued	11,200,000		438,100	$	0.12
Balance, March 31, 2020	**11,200,000**	**$**	**438,100**	**$**	**0.12**

In May 2019, an aggregate total of 1,319,850 warrants exercisable into 1,319,850 common shares at a price of $0.30 per share expired. Issuance date fair value of $157,367 was transferred from warrant reserve to deficit.

In December 2019, an aggregate total of 1,251,733 warrants exercisable into 1,251,733 common shares at a price of $0.25 per share expired. Issuance date fair value of $88,209 was transferred from warrant reserve to deficit.

There were no warrants issued during the year ended December 31, 2019.

On February 5, 2020, the Company issued 11,200,000 warrants in connection with a unit financing (see Note 9(b)(ix)). Each warrant entitles the holder thereof to purchase one common share at an exercise price of $0.12 for a period of thirty-six (36) months from the date of closing. The fair value of warrants issued was estimated using the Black-Scholes pricing model using the following assumptions: share price of $0.05, exercise price of $0.12, risk-free interest rate of 1.48%, expected time to maturity of three years, estimated volatility of the Company's share price of 163%, expected dividend yield and forfeiture rate of nil.

As at March 31, 2020, the following warrants were outstanding. The warrants entitle the holders to purchase the stated number of common shares at the exercise price on or before the expiry date:

Warrants Outstanding	Exercise Price	Weighted Average Remaining Life (years)	Expiry date
11,200,000	$0.12	2.85	February 5, 2023

(Expressed in Canadian Dollars)

10. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

Related Party Transactions

Related parties include the Board of Directors, senior management, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

On February 13, 2020, the Company granted stock options to purchase up to an aggregate of 800,000 common shares of the Company at a price of $0.15 per share to directors and officers of the Company (see Note 9(c)).

On February 17, 2020, the Company cancelled stock options to purchase up to an aggregate of 800,000 common shares of the Company at a price of $0.15 per share, held by a former officer and director (see Note 9(c)).

On February 18, 2020, the Company settled aggregate indebtedness of $50,000, through the issuance of 400,000 common shares at a price of $0.125 per share, to an officer and an independent director of the Company (see Note 9(b)(x)).

As at March 31, 2020, $27,853 (December 31, 2019 - $156,972) included in accounts payable and accrued liabilities was owing to related parties. These amounts are unsecured, non-interest bearing, with no fixed terms of repayment.

Key Management Compensation

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. Key management of Argo Gold includes the Chief Executive Officer, the President, the Chief Financial Officer, the former CEO until his resignation on July 4, 2019 and the former CFO until November 1, 2019.

	For the three months ended March 31, **2020**	2019
Management fees – paid to CEO [1]	**$ 30,000**	$ -
Management fees – paid for CFO services	**18,000**	18,000
Consulting fees – paid to an independent director	**2,000**	-
Total fees paid to management	**50,000**	18,000
Share-based payments	**79,440**	-
	$ 129,440	$ 18,000

(1) $15,000 included in "Consulting fees" in exploration and evaluation expenditures and $15,000 included in Management fees.

	For the three months ended March 31, **2020**	2019
Legal fees charged by a former officer/director for legal and corporate secretarial services	**$ -**	$ 12,896

11. COMMITMENTS

As at March 31, 2020, the Company has a remaining commitment to spend $127,772 (December 31, 2019 - $142,812) from amounts raised by flow-through financing on eligible Canadian exploration expenditures, by December 31, 2020.

Flow-through common shares require the Company to incur an amount equivalent to the proceeds of the issued flow-through common shares on Canadian qualifying exploration expenditures. The Company has indemnified current and previous flow-through subscribers for any tax and other costs payable by them in the event the Company does not incur the required exploration expenditures. Upon issuance of the flow-through shares in December 2019 in the amount of $142,812 (December 2018 - $877,030), the Company recorded a flow-through share premium liability of $5,951 (December 2018 - $299,466). As expenditures are incurred, the liability will be drawn down as income through the statement of loss. Through March 31, 2020, the Company has incurred $15,040 on eligible Canadian exploration expenditures related to the 2019 flow-through issuance. During the three months ended March 31, 2020 and 2019, the Company recorded a flow-share premium recovery of $627 and $206,550, respectively in the statement of loss.

The Company's exploration and evaluation activities are subject to laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its activities are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

12. SUBSEQUENT EVENTS

Stock Option Grants

On April 16, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to consultants at a price of $0.15 per share. The options vested immediately and are exercisable for a period of 3 years. The Company recorded $30,680 of share-based compensation expense, being the entire grant date fair value.

On May 20, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to a director and consultant at a price of $0.15 per share. The options vested immediately and are exercisable for a period of 3 years. The Company recorded $44,760 of share-based compensation expense, being the entire grant date fair value.

Other

Subsequent to March 31, 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has continued to result in governments worldwide, enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods.