Condensed Interim Financial Statements

For the three months ended March 31, 2022 and 2021

(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 30, 2022

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, 2022 have not been reviewed by the Company's auditor.

Condensed Interim Statements of Financial Position
As at
(Unaudited)

(Expressed in Canadian Dollars)			**March 31, 2022**		December 31, 2021
Assets					
Current assets					
Cash		**$**	**634,413**	$	821,717
HST receivable			**13,602**		22,663
Prepaid expenses			**63,461**		34,578
Investments	Note 5		**363,750**		327,500
			1,075,226		1,206,458
Non-current assets					
Mineral properties	Note 7		**932,750**		932,750
Equipment	Note 8		**490**		896
Total Assets		**$**	**2,008,466**	$	2,140,104
Liabilities and Equity					
Current liabilities					
Accounts payable and accrued liabilities	Note 10	**$**	**27,262**	$	35,407
Flow-through share premium liability	Notes 9(b),11		**43,472**		43,750
			70,734		79,157
Shareholders' Equity					
Share capital	Note 9(b)		**14,946,412**		14,946,412
Warrant reserve	Note 9(d)		**1,006,229**		1,006,229
Deficit			**(14,014,909)**		(13,891,694)
			1,937,732		2,060,947
Total Liabilities and Shareholders' Equity		**$**	**2,008,466**	$	2,140,104

Nature of operations and going concern (Note 1)
Commitments and contingencies (Note 11)

Approved by the Board of Directors and authorized on May 30, 2022:

"*Judy Baker*"
Judy Baker
Director

"*Reinhard Schu*"
Reinhard Schu
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, **2022**	2021
Expenses			
Exploration and evaluation	Note 7	$ **39,499**	$ 77,440
Management fees	Note 10	**36,000**	42,000
Consulting fees		**1,215**	13,000
Professional fees		**14,016**	11,728
Business development		**16,020**	40,030
Investor relations		**20,400**	38,851
General and administrative		**22,051**	28,928
Listing, filing and regulatory fees		**9,883**	7,720
Depreciation	Note 8	**406**	923
Total expenses		**159,490**	260,620
Loss before the undernoted		**(159,490)**	(260,620)
Bank charges		**(256)**	(821)
Interest income		**3**	-
Flow-through share premium recovery	Note 11	**278**	30,262
Change in unrealized gain (loss) on value of investments	Note 5	**36,250**	(371,000)
Net loss and comprehensive loss for the period		**$ (123,215)**	$ (602,179)
Net loss per share			
Basic and diluted loss per share		**$ (0.00)**	$ (0.01)
Weighted average number of shares outstanding – basic and diluted		**65,985,581**	63,068,881

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, 2020		**63,068,881**	**$ 14,668,158**	**$ 1,006,229**	**$ -**	**$ (11,715,514)**	**$ 3,958,873**
Net loss for the period		-	-	-	-	(602,179)	(602,179)
Balance at March 31, 2021		**63,068,881**	**14,668,158**	**1,006,229**	**-**	**(12,317,693)**	**3,356,694**
Flow-through shares issued for cash	9(b)(i)	2,916,700	350,004	-	-	-	350,004
Flow-through share premium	9(b)(i)	-	(43,750)	-	-	-	(43,750)
Share issue costs on flow-through financing	9(b)(i)	-	(28,000)	-	-	-	(28,000)
Net loss for the period		-	-	-	-	(1,574,001)	(1,574,001)
Balance at December 31, 2021		**65,985,581**	**14,946,412**	**1,006,229**	**-**	**(13,891,694)**	**2,060,947**
Net loss for the period		-	-	-	-	(123,215)	(123,215)
Balance at March 31, 2022		**65,985,581**	**$ 14,946,412**	**$ 1,006,229**	**$ -**	**$(14,014,909)**	**$ 1,937,732**

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, 2022	2021
Cash flows from operating activities			
Net loss for the period		**$ (123,215)**	$ (602,179)
Adjustments not affecting cash:			
Depreciation	8	**406**	923
Flow-through share premium recovery	11	**(278)**	(30,262)
Change in unrealized (gain) loss on value of investments	5	**(36,250)**	371,000
Operating cash flows before changes in non-cash working capital:		**(159,337)**	(260,518)
Changes in non-cash working capital:			
HST receivable		**9,061**	12,352
Prepaid expenses		**(28,883)**	(106,313)
Accounts payable and accrued liabilities		**(8,145)**	(51,089)
Cash used in operating activities		**(187,304)**	(405,568)
Cash flows from investing activities			
Purchase of equipment	8	**-**	(1,549)
Cash used in investing activities		**-**	-
Decrease in cash during the period		**(187,304)**	(407,117)
Cash, beginning of period		**821,717**	1,807,018
Cash, end of period		**$ 634,413**	$ 1,399,901

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 and on the OTCQB under the symbol ARBTF. 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 $14,014,909 as at March 31, 2022 (December 31, 2021 - $13,891,694). 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, 2022, the Company had current assets of $1,075,226 (December 31, 2021 - $1,206,458) to cover current liabilities of $27,262 (December 31, 2021 - $35,407), 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, 2021. 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, 2021.

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, 2021. 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, 2022 and 2021 were approved and authorized for issue by the Board of Directors on May 30, 2022.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENT

Use of Estimates and Judgment

The preparation of financial statements in conformity with IFRS requires that management make judgments, 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, 2021.

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.

Commodity Risk

The Company is exposed to price risk with respect to commodity prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company monitors commodity prices as they relate to gold and the stock market to determine the appropriate course of action to be taken.

(Expressed in Canadian Dollars)

4. FINANCIAL INSTRUMENTS (Continued)

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 2022 budget is planned to be primarily funded from the financing completed on December 30, 2021 (see Note 9(b)(i)) and the sale of shares in Angus Gold Inc. (see Note 5). There is no certainty of the Company's ability to complete additional financings.

As at March 31, 2022 the Company held cash of $634,413 (December 31, 2021 - $821,717) to settle current liabilities of $27,262 (December 31, 2021 - $35,407), exclusive of non-cash flow-through share premium liability. As at March 31, 2022, the Company is committed to spending $347,779 of its cash on eligible Canadian Exploration Expenditures ("CEE") (December 31, 2021 - $350,004).

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, 2022 and December 31, 2021 were as follows:

	Amortized Cost	FVPL	Total
December 31, 2021			
Financial assets			
Cash	$ 821,717	$ -	$ 821,717
Investments	$ -	$ 327,500	$ 327,500
Financial liabilities			
Accounts payable and accrued liabilities	$ 35,407	$ -	$ 35,407
March 31, 2022			
Financial assets			
Cash	$ 634,413	$ -	$ 634,413
Investments	$ -	$ 363,750	$ 363,750
Financial liabilities			
Accounts payable and accrued liabilities	$ 27,262	$ -	$ 27,262

(Expressed in Canadian Dollars)

4. FINANCIAL INSTRUMENTS (Continued)

At March 31, 2022 and December 31, 2021, 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.

5. INVESTMENTS

	March 31, 2022			December 31, 2021		
	Shares	Share Price	Fair Value	Shares	Share Price	Fair Value
Cross River Ventures Corp.	2,500,000	$0.140	$ 350,000	2,500,000	$0.125	$ 312,500
Manitou Gold Inc.	250,000	$0.055	13,750	250,000	$0.060	15,000
Total Fair Value of Investments			$ 363,750			$ 327,500

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") (TSX-V: MTU) for consideration which included $200,000 in cash and 4.0 shares of Manitou.

On November 12, 2020, the Company announced the sale of a 100% interest in the McVicar Lake Gold Project in the Patricia Mining Division in northwestern Ontario to Cross River Ventures Corp. ("Cross River") (CSE: CRVC) for the following consideration:

i) $200,000 cash - received November 18, 2020;
ii) 2,500,000 common shares of Cross River, 625,000 of which were released to Argo Gold quarterly on each of March 14, June 12, September 10 and December 9, 2021, respectively; and
iii) 2.0% NSR royalty on commercial production, of which 1.0% can be repurchased at any time for a cash payment of $1,000,000.

On November 16, 2020, the Company announced the sale of a 100% interest in the Wawa Area Gold Projects comprised of the Macassa Lake, Mishi Lake and Abbie Lake properties to Angus Gold Inc. ("Angus Gold") (TSX-V: GUS) for consideration of $100,000 in cash and 800,000 common shares of Angus Gold. On December 6, 2021, the Company sold the 800,000 shares of Angus Gold for net proceeds of $675,230 and realized a gain of $35,230 on the sale.

The Company did not sell any investments during the periods ended March 31, 2022 and 2021.

(Expressed in Canadian Dollars)

6. CAPITAL MANAGEMENT

The Company defines capital management as the manner in which it manages its share capital. As at March 31, 2022, the Company's share capital was $14,946,412 (December 31, 2021 - $14,946,412).

There were no changes in the Company's approach to capital management during the period ended March 31, 2022 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.

7. MINERAL PROPERTIES

Acquisition Costs	**March 31, 2022**	December 31, 2021
Uchi Gold Project	**$ 285,000**	$ 285,000
Talbot Lake Gold Project	**357,750**	357,750
Hurdman Silver-Zinc Project	**290,000**	290,000
Total exploration and evaluation assets	**$ 932,750**	$ 932,750

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.

7. MINERAL PROPERTIES (Continued)

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.

Talbot Lake Gold Project

On June 10, 2020, the Company acquired a 100% interest in 38 mineral claims near Talbot Lake, in the Pickle Lake area of the Patricia Mining District, from Denison Mines Inc. ("Denison") in exchange for $135,000 in cash, 1,350,000 common shares of Argo Gold and a 2.0% NSR royalty on the claims, 1.0% of which can be purchased back for $1.0 million. The fair value of the 1,350,000 shares was estimated at $222,750 based on their market price of $0.165 per share.

In addition, if Argo Gold establishes an aggregate mineral resource estimate across all categories, of greater than one million ounces of gold or gold equivalent in accordance with National Instrument 43-101, the Company will make a one-time payment to Denison of $1.5 million either in cash or in common shares of Argo Gold, at the option of the Company.

The mineral claims are also subject to a pre-existing royalty, which is 3.0% of exploration expenses to a maximum of $245,180 and an additional $100,000 owing on a production decision.

During May 2020, Argo Gold staked an additional 399 mineral claims covering the geological strike length of the Talbot Lake Gold Project. During June 2020, Argo Gold staked an additional 141 mineral claims adjacent to the Talbot Lake Gold Project. The $27,000 in 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. All the claims comprising the Hurdman Property are 100% owned by Argo Gold.

Cobalt and Zinc Projects

In the Spring of 2018, Argo Gold staked the Keelow Lake cobalt property and the Percy Lake zinc property in the Sault Ste. Marie Mining Division in Northern Ontario.

Angela Lake

In the spring of 2018, Argo Gold staked claims at Angela Lake in the Red Lake Mining Division.

Marshall Lake Copper Claims

In January 2022, Argo Gold staked 243 copper focused mineral claims in the Marshall Lake area of the Thunder Bay Mining District in Ontario. The $12,150 in staking costs were expensed.

(Expressed in Canadian Dollars)

7. MINERAL PROPERTY INTERESTS (Continued)

Exploration and Evaluation Expenditures

For the three months ended

March 31, 2022	**Uchi**	**Talbot Lake**	**Hurdman**	**Other**	**Total**
Consulting fees	$ 3,750	$ 3,750	$ 3,750	$ 6,620	$ 17,870
Land management	-	-	5,280	1,510	6,790
Staking costs	-	-	-	12,150	12,150
Other costs	2,225	-	-	-	2,225
Property taxes	464	-	-	-	464
	$ 6,439	$ 3,750	$ 9,030	$ 20,280	$ 39,499

For the three months ended

March 31, 2021	**Uchi**	**Talbot Lake**	**Hurdman**	**Other**	**Total**
Drilling program	$ 13,800	$ -	$ -	$ -	$ 13,800
Consulting fees	28,698	30,008	250	1,787	60,743
Land management	-	-	-	275	275
Other costs	2,158	-	-	-	2,158
Property taxes	464	-	-	-	464
	$ 45,120	$ 30,008	$ 250	$ 2,062	$ 77,440

8. EQUIPMENT

Cost	**Computer Hardware**	**Total**
Balance, March 31, 2022 and December 31, 2021	$ 7,989	$ 7,989
Accumulated depreciation		
Balance, December 31, 2021	7,093	7,093
Depreciation for the period	406	406
Balance, March 31, 2022	7,499	7,499
Net book value – March 31, 2022	**$ 490**	**$ 490**

Cost	**Computer Hardware**	**Total**
Balance, December 31, 2020	$ 6,440	$ 6,440
Additions	1,549	1,549
Balance, December 31, 2021	7,989	7,989
Accumulated depreciation		
Balance, December 31, 2020	4,952	4,952
Depreciation for the year	2,141	2,141
Balance, December 31, 2021	7,093	7,093
Net book value – December 31, 2021	**$ 896**	**$ 896**

(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, 2020		**63,068,881**	**$ 14,668,158**
Private placement – $0.12 flow-through common shares	(i)	2,916,700	350,004
Less: premium on flow-through common shares	(i)	-	(43,750)
Share issue costs – cash	(i)	-	(28,000)
Balance at December 31, 2021 and March 31, 2022		**65,985,581**	**$ 14,946,412**

(i) On December 30, 2021, the Company completed a non-brokered private placement offering through the issuance of 2,916,700 flow-through common shares at a price of $0.12 per flow-through common share, for aggregate gross proceeds of $350,004. In connection with the issuance of the flow-through common shares, the Company paid a finder's fee of $28,000. The Company recognized a flow-through share premium of $43,750 as a result of the issuance of the flow-through shares.

(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.

No stocks options were granted, exercised, cancelled or expired during the year ended December 31, 2021 or during the three months ended March 31, 2022. There were no stock options outstanding as at March 31, 2022.

(Expressed in Canadian Dollars)

9. SHARE CAPITAL (Continued)

(d) Warrants

No warrants were issued, exercised or expired during the year ended December 31, 2021 or during the three months ended March 31, 2022.

The fair value of the warrants issued, are estimated on the dates of issue using the Black-Scholes pricing model with the following assumptions:

Issue Date	Stock Price	Exercise Price	Risk-free Interest Rate	Expected Stock Price Volatility	Expected Life (in years)	Expected Dividend Rate
February 5, 2020	$0.05	$0.12	1.48%	163%	3	0%
December 23, 2020	$0.105	$0.24	0.23%	157%	2	0%

As at March 31, 2022, 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	Issue Date Fair Value
11,200,000	$0.12	0.85	February 5, 2023	$ 438,100
8,261,232	$0.24	0.73	December 22, 2022	533,676
533,333	$0.24	0.73	December 22, 2022	34,453
19,994,565	$0.17	0.80		$ 1,006,229

The weighted average remaining contractual life of warrants outstanding as at March 31, 2022 is 0.80 years (December 31, 2021 - 1.04 years) at a weighted average exercise price of $0.17 (December 31, 2021 - $0.17).

10. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

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 and the Chief Financial Officer.

	Three months ended March 31, 2022	Three months ended March 31, 2021
Management fees – paid to CEO	**$ 15,000**	$ 15,000
Exploration and evaluation fees – paid to CEO (1)	**15,000**	15,000
Management fees – paid for CFO services	**21,000**	27,000
Consulting fees – paid to an independent director	**-**	3,000
Total fees paid to management	**$ 51,000**	$ 60,000

(1) Amount included in "Consulting fees" in exploration and evaluation expenditures.

10. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION (Continued)

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.

There were no related party transactions during the three months ended March 31, 2022 and during the year ended December 31, 2021.

As at March 31, 2022, $1,269 (December 31, 2021 - $nil) 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.

11. COMMITMENTS AND CONTINGENCIES

As at March 31, 2022, the Company has a remaining commitment to spend $347,779 (December 31, 2021 - $350,004) from amounts raised from flow-through financing on eligible CEE, by December 31, 2022.

Flow-through common shares require the Company to incur an amount equivalent to the proceeds of the issued flow-through common shares on eligible CEE. 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. No amounts have been recorded in these financial statements for potential liabilities relating to these indemnities as a triggering event has not taken place. Upon issuance of the flow-through shares in December 2021 in the amount of $350,004 (December 2020 - $431,266), the Company recorded a flow-through share premium liability of $43,750 (December 2020 - $224,650). As expenditures are incurred, the liability will be drawn down as income through the statement of loss. Through March 31, 2022, the Company has incurred $2,225 on eligible CEE related to the 2021 flow-through issuance. During the three months ended March 31, 2022 and 2021, the Company recorded a flow-share premium recovery of $278 and $30,262, 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.

The Company and its operations have been largely unaffected by the impact of the COVID-19 global pandemic. The Company continues to follow all related government measures and mandates and recommendations from health officials. The Company continues to believe that it will remain largely unaffected, however the future impact on the Company, if any, is uncertain at this time.