

SIERRA GROWTH CORP.
(Formerly Grenville Gold Corp.)

Condensed Consolidated Interim Financial Statements

Three and Six Months Ended June 30, 2020 and 2019

(Unaudited - Expressed in Canadian Dollars)

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 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 interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. The unaudited condensed interim consolidated financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards 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 consolidated 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.

SIERRA GROWTH CORP. (FORMERLY GRENVILLE GOLD CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian dollars)

| | Notes | June 30, 2020 | December 31, 2019 |
|---|-------|------------------|----------------------|
| | | \$ | \$ |
| ASSETS | | | |
| Current Assets | | | |
| Cash | | 205,440 | 347,768 |
| Receivables | | 7,318 | 4,495 |
| | | 212,758 | 352,263 |
| Equipment | | 541 | 1,081 |
| Exploration and evaluation assets | 3 | 1,722,878 | 1,722,878 |
| TOTAL ASSETS | | 1,936,177 | 2,076,222 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Trade payables and accrued liabilities | 4 | 134,855 | 119,878 |
| TOTAL LIABILITIES | | 134,855 | 119,878 |
| SHAREHOLDERS' EQUITY | | | |
| Share capital | 5 | 11,414,732 | 11,414,732 |
| Reserves | 5 | 4,327,153 | 4,327,153 |
| Deficit | | (13,940,563) | (13,785,541) |
| TOTAL EQUITY | | 1,801,322 | 1,956,344 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | | 1,936,177 | 2,076,222 |

Nature and continuance of operations 1

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

On Behalf of the Board

"Sonny Janda"
Sonny Janda, Director

"Shaun Dykes"
Shaun Dykes, Director

SIERRA GROWTH CORP. (FORMERLY GRENVILLE GOLD CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS
(Unaudited - expressed in Canadian dollars)

| | Three months ended June 30, | | Six months ended June 30, | |
|---|-----------------------------|-------------------|---------------------------|-------------------|
| | \$ | \$ | \$ | \$ |
| Operating expenses | | | | |
| Amortization | 270 | 270 | 540 | 541 |
| Filing and transfer fees | 6,335 | 10,629 | 11,260 | 18,737 |
| Foreign exchange expenses (gain) | 742 | (22,137) | (338) | (23,903) |
| Management and consulting | 45,448 | 154,387 | 102,000 | 173,734 |
| Office, occupancy, and general | 16,661 | 31,018 | 27,657 | 47,907 |
| Professional fees | 5,629 | 41,958 | 13,903 | 48,982 |
| Net and comprehensive loss | (75,085) | (216,125) | (155,022) | (265,998) |
| Basic and diluted loss per share | (0.00) | (0.01) | (0.00) | (0.01) |
| Weighted average number of shares outstanding- basic and diluted | 41,107,095 | 41,107,095 | 41,107,095 | 41,107,095 |

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

SIERRA GROWTH CORP. (FORMERLY GRENVILLE GOLD CORP.)**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY***(Unaudited - Expressed in Canadian dollars, except share number)*

| | Share Capital | | Reserves | | | |
|--------------------------------------|---------------|--------------|--------------|---------------|---------------|-------------|
| | Number | Amount \$ | Option \$ | Warrant \$ | Deficit \$ | Total \$ |
| Balance at December 31, 2018 | 40,157,095 | 11,319,732 | 2,872,403 | 1,454,750 | (13,316,458) | 2,330,427 |
| Shares issued for warrants exercised | 950,000 | 95,000 | - | - | - | 95,000 |
| Net loss for the period | - | - | - | - | (265,998) | (265,998) |
| Balance at June 30, 2019 | 41,107,095 | 11,414,732 | 2,872,403 | 1,454,750 | (13,582,456) | 2,159,429 |
| Balance at December 31, 2019 | 41,107,095 | 11,414,732 | 2,872,403 | 1,454,750 | (13,785,541) | 1,956,344 |
| Net loss for the period | - | - | - | - | (155,022) | (155,022) |
| Balance at June 30, 2020 | 41,107,095 | 11,414,732 | 2,872,403 | 1,454,750 | (13,940,563) | 1,801,322 |

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

SIERRA GROWTH CORP. (FORMERLY GRENVILLE GOLD CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian dollars)

| Six months ended June 30, | 2020 | 2019 |
|---|------------------|------------------|
| | \$ | \$ |
| Operating activities | | |
| Net loss for the period | (155,022) | (265,998) |
| Adjustments for non-cash items | | |
| Amortization expense | 540 | 541 |
| Changes in non-cash working capital items | | |
| Receivables | (2,823) | (4,347) |
| Trade payables and accrued liabilities | 14,977 | (44,469) |
| Net cash flows used in operating activities | (142,328) | (314,273) |
| Investing activities | | |
| Exploration and evaluation assets | - | (235,471) |
| Net cash flows used in investing activities | - | (235,471) |
| Financing activities | | |
| Proceeds from issuance of common shares | - | 95,000 |
| Increase (decrease) of advance payable | - | (100,000) |
| Net cash flows from (used in) financing activities | - | (5,000) |
| Change in cash during the period | (142,328) | (554,744) |
| Cash, beginning of period | 347,768 | 1,078,371 |
| Cash, end of period | 205,440 | 523,627 |

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

SIERRA GROWTH CORP.**(FORMERLY GRENVILLE GOLD CORP.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019***(Unaudited - Expressed in Canadian dollars)*

1. NATURE AND CONTINUANCE OF OPERATIONS

Sierra Growth Corp. (formerly Grenville Gold Corp.) (the “Company”) was incorporated under the laws of the province of Ontario on November 17, 1994. On June 19, 2009, the Company completed a continuance of business from Ontario to British Columbia. On February 15, 2019, the Company changed its name from Grenville Gold Corp. to Sierra Growth Corp. The Company is listed on the Canadian Securities Exchange (“CSE”) under the symbol “GVG” as well as on the Berlin and Frankfurt stock exchanges in Germany under the symbol “F91Q”, and a pink sheet listing (“OTCPP”) in the United States under the symbol “GVLGF”.

The head office, principal address and records office of the Company are 4770 – 72nd Street, Delta, British Columbia, Canada, V4K 3N3.

These condensed consolidated interim financial statements have been prepared on the assumption that the Company and its subsidiaries will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations as at June 30, 2020. The Company had not advanced its mining properties to commercial production and has incurred operating losses since inception of its business. The Company’s continuation as a going concern is dependent upon the successful results from its exploration, its ability to attain profitable operations and generate funds from equity, and debt financing to meet its obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with private placements and debt financing from related parties. Should the Company be unable to continue as going concern, the net realizable value of its assets may be materially less than the amounts on its consolidated statement of financial position.

The recent outbreak of the coronavirus, also known as “COVID-19,” has spread across the globe and is impacting worldwide economic activity. Conditions surrounding the coronavirus continue to rapidly evolve and government authorities have implemented emergency measures to mitigate the spread of the virus. The outbreak and the related mitigation measures may have an adverse impact on global economic conditions as well as on the Company’s business activities. The extent to which the coronavirus may impact the Company’s business activities will depend on future developments, such as the ultimate geographic spread of the disease, the duration of the outbreak, travel restrictions, business disruptions, and the effectiveness of actions taken in Canada and other countries to contain and treat the disease. The effect that these events will have on the price of Company’s shares, the ability for the Company to raise

SIERRA GROWTH CORP.**(FORMERLY GRENVILLE GOLD CORP.)**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019*(Unaudited - Expressed in Canadian dollars)*

1. NATURE AND CONTINUANCE OF OPERATIONS (CONTINUED)

capital and operate the mining activities is highly uncertain and as such, the Company cannot determine their financial impact at this time.

These condensed consolidated interim financial statements were approved and authorized for issue by the Board of Directors on August 27, 2020

2. BASIS OF PRESENTATION**Statement of Compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34 *Interim Financial Reporting* and should be read in conjunction with the annual financial statements for the year ended December 31, 2019, which have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

Basis of Measurement

The consolidated financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The consolidated financial statements are presented in Canadian dollars unless otherwise noted.

Basis of Consolidation

The consolidated financial statements include the accounts of the Company and its controlled entities. Details of controlled entities are as follows:

| | Country of Incorporation | Percentage Owned | |
|--|-----------------------------|------------------|----------------------|
| | | June 30, 2020 | December 31, 2019 |
| Grenville Silveria Ltd. | Canada | 100% | 100% |
| Grenville Espanola Holdings Ltd. | Canada | 100% | 100% |
| Minera Grenville S.A.C. (formerly Inversiones Mineras Alexander S.A.C.) | Peru | 100% | 100% |
| Minera Espanola S.A.C. | Peru | 100% | 100% |
| Upper Canyon Minerals Peru S.A.C. | Peru | 100% | 100% |

Inter-company balances and transactions are eliminated on consolidation.

SIERRA GROWTH CORP.**(FORMERLY GRENVILLE GOLD CORP.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019***(Unaudited - Expressed in Canadian dollars)*

2. BASIS OF PRESENTATION (CONTINUED)**Significant Accounting Policies**

The Company has not changed its accounting policies since its prior year ended December 31, 2019 and has applied accounting policies consistently for all periods presented.

3. EXPLORATION AND EVALUATION ASSETS

| | Espanola |
|--|-----------|
| | \$ |
| Balance, December 31, 2018 | 1,496,430 |
| Maintenance of mineral properties | 226,448 |
| Balance, June 30, 2020 and December 31, 2019 | 1,722,878 |

Espanola Property

The Company owns 100% of the Espanola property which consists of 17 claims in the San Mateo Mining District in the province of Canete, Peru.

Letter of Intent

On June 25, 2020, the Company entered into a non-binding letter of intent with Primus Resources LC (“Primus”), a Nevada based privately held corporation, whereby Sierra will acquire all of Primus’ right, title, interest, and obligations in and to 3 projects, inclusive of 5 properties consistent of, but not limited to, 50 unpatented gold mining claims (the “Properties”), (collectively the “LOI”).

The Company has paid a refundable deposit of US\$10,000 in July 2020 to allow the Company to complete a thorough due diligence and evaluation of the Properties in 90 days (September 23, 2020). Should due diligence be satisfactorily achieved and the Definitive Agreement executed, the LOI further contemplates:

- An outright acquisition over a 6-year period, with an aggregate price (all in USD), per project, as follows:
 - Betty East Property \$500,000; Mildred/B&C Springs Property \$500,000; and New Sat/Glitra Property \$675,000.

SIERRA GROWTH CORP.**(FORMERLY GRENVILLE GOLD CORP.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019***(Unaudited - Expressed in Canadian dollars)*

3. EXPLORATION AND EVALUATION ASSETS (CONTINUED)**Letter of Intent (continued)**

The aggregate price is subject to an agreed upon schedule containing payments in cash and stock of the Company, which will be more specifically set out in the Definitive Agreement.

- Grant to Primus a 2.0% Net Smelter Return (“NSR”), with buydown provisions as follows:
 - Betty East for \$1,500,000 for one-half of the NSR;
 - The Mildred/B&C Springs and the New Sat/Glitra Properties for one-half (1%) percent of the NSR can be purchased for the price of \$2,000,000. Both these packages contain 2 properties each

There shall be an area of influence which shall consist of the area within 1.5 miles from the current boundary of the Properties. Any new claims or property acquired within the area of influence shall be subject to the 2% NSR provisions, excepting (1) in case where the acquired claims or property carry an existing 3rd party royalty, in which case, Primus shall only be entitled to any percentage of NSR, if any, that would bring the aggregate total NSR to a maximum of 2%; (2) current active claims of Primus or its principles that are not part of the Agreement which may overlap into the area of influence.

4. TRADE PAYABLES AND ACCRUED LIABILITIES

| | June 30, 2020 | December 31, 2019 |
|---------------------|---------------|-------------------|
| | \$ | \$ |
| Accounts payable | 93,855 | 85,378 |
| Accrued liabilities | 41,000 | 34,500 |
| | 134,855 | 119,878 |

5. SHARE CAPITAL

Authorized share capital: An unlimited number of common shares without par value
An unlimited number of preferred shares without par value

There was no share issuance or redemption during the six months ended June 30, 2020.

SIERRA GROWTH CORP.

(FORMERLY GRENVILLE GOLD CORP.)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Unaudited - Expressed in Canadian dollars)

5. SHARE CAPITAL (CONTINUED)

Stock Options

The Company has established a stock option plan whereby a maximum of 10% of the issued and outstanding common shares of the Company may be reserved for issuance pursuant to the exercise of options. The term of the stock options granted is fixed by the Board of Directors and is not to exceed five years. The exercise prices of the stock options granted may not be less than the minimum then specified by the rules of the CSE. Vesting periods are determined by the Board.

As at June 30, 2020 and December 31, 2019, there were no outstanding options.

Stock Option Reserve

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options are exercised, at which time the corresponding amount is transferred to share capital.

Warrant Reserve

The warrant reserve records the fair value of warrants issued until such time that they are exercised, at which time the corresponding amount is transferred to share capital.

6. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors and corporate officers.

During the six months ended June 30, 2020, the Company was charged consulting fees of \$60,000 (2019 - \$90,000) and \$12,000 (2019 - \$4,000) to a company owned by the CEO and a company owned by the CFO respectively.

As at June 30, 2020, \$14,500 (2019 - \$4,200) is included in trade payables and accrued liabilities from amounts owing to related parties.

SIERRA GROWTH CORP.

(FORMERLY GRENVILLE GOLD CORP.)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Unaudited - Expressed in Canadian dollars)

7. SUBSEQUENT EVENT

On July 20, 2020, the Company granted 1,000,000 stock options to its officers, directors, and consultants. The holders can exercise these options at \$0.15 per share before July 20, 2022.