KING GLOBAL VENTURES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED MARCH 31, 2021

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of management. The unaudited condensed consolidated interim financial statements have not been reviewed by the Company's auditors.

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

		March 31, 2021		December 31, 2020
ASSETS				
Current assets				
Cash	**$**	**662,403**	$	449,916
Amounts receivable		**71,118**		51,042
Prepaid expenses		**3,865**		5,750
Total current assets		**737,386**		506,708
Non-current assets				
Equipment (note)		**8,102**		8,119
Mineral exploration properties (note 5)		**657,925**		642,925
Total non-current assets		**666,027**		651,044
Total assets	**$**	**1,403,413**	$	1,157,752
LIABILITIES AND EQUITY				
Current liabilities				
Accounts payable and accrued liabilities (note 7)	**$**	**104,588**	$	159,006
Loans payable (note 6)		**254,506**		205,618
Due from related party (note 7)		**45,332**		424,462
Total current liabilities		**404,426**		789,086
Non-current liabilities				
Due from related party (note 7)		**407,161**		-
Total liabilities		**811,587**		789,086
Shareholders' equity				
Share capital (note 8)		**20,919,076**		20,919,076
Warrant reserve		**986,778**		986,778
Share-based payment reserve		**14,348,461**		14,348,461
Shares receivable		**-**		(307,706)
Accumulated other comprehensive loss		**(208,058)**		(207,011)
Deficit		**(35,454,431)**		(35,370,932)
Total shareholders' equity		**591,826**		368,666
Total liabilities and shareholders' equity	**$**	**1,403,413**	$	1,157,752

Nature of operations and going concern (note 1)
Subsequent events (note 13)

On behalf of the Board:

(Signed) "*John Cook*"
John Cook, Director

(Signed) *"Nick Watters"*
Nick Watters, Director

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three months ended March 31, 2021	Three months ended March 31, 2020
Administrative expenses		
Amortization	**$ 17**	$ 18
Exploration and expenditures	**3,200**	-
Foreign exchange loss (gain)	**(1,359)**	32,963
Office and miscellaneous	**60,225**	40,910
Professional fees (note 7)	**13,553**	7,906
Shareholder communication	**4,105**	9,894
Net operating loss before other items	**(79,741)**	(91,691)
Other items		
Interest expensed	**(3,758)**	(3,824)
Loss from investment in joint venture (note 4)	**-**	(17,262)
Total other items	**(3,758)**	(21,086)
Net loss before income taxes	**(83,499)**	(112,777)
Net loss for the period	**$ (83,499)**	$ (112,777)
Other comprehensive loss		
Unrealized (loss) gain foreign currency translation	**(1,047)**	217,513
Net comprehensive loss for the period	**$ (84,546)**	$ 104,736
Basic and diluted net loss per share (note 11)	**$ (0.00)**	$ (0.00)
Weighted average number of common shares outstanding - basic and diluted (note 11)	**121,375,781**	68,052,282

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc.
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian Dollars)
(Unaudited)

	Common Shares							
	Number	Amount	Warrant reserve	Share-based payment reserve	Shares subscriptions receivable	Accumulated other comprehensive income/(loss)	Deficit	Total
Balance, December 31, 2019	**66,802,282**	**$ 20,095,225**	**$ 303,863**	**$ 14,348,461**	**$ -**	**$ (225,860)**	**$(32,881,787)**	**$ 1,639,902**
Shares issued for exploration and evaluation asset	1,250,000	50,000	20,800	-		-	-	70,800
Foreign currency translation	-	-	-	-	-	217,513	-	217,513
Net loss for the period	-	-	-	-	-	-	(112,777)	(112,777)
Balance, March 31, 2020	**68,052,282**	**$ 20,145,225**	**$ 324,663**	**$ 14,348,461**	**$ -**	**$ (8,347)**	**$(32,994,564)**	**$ 1,815,438**
Balance, December 31, 2020	**121,375,781**	**$ 20,919,076**	**$ 986,778**	**$ 14,348,461**	**(307,706)**	**$ (207,011)**	**$(35,370,932)**	**$ 368,666**
Share subscriptions received	-	-	-	-	307,706	-	-	307,706
Foreign currency translation	-	-	-	-	-	(1,047)	-	(1,047)
Net loss for the period	-	-	-	-	-	-	(83,499)	(83,499)
Balance, March 31, 2021	**121,375,781**	**$ 20,919,076**	**$ 986,778**	**$ 14,348,461**	**$ -**	**$ (208,058)**	**$(35,454,431)**	**$ 591,826**

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Three months ended March 31, 2021	Three months ended March 31, 2020
Operating activities		
Net loss for the period	**$ (83,499)**	$ (112,777)
Items not affecting cash:		
Amortization	**17**	18
Loss from investment in joint venture	**-**	17,262
Foreign exchange	**(2,460)**	40,216
Non-cash working capital items:		
Amounts receivable	**(20,076)**	(21,350)
Prepaid expenses	**1,885**	(308)
Accounts payable and accrued liabilities	**(54,418)**	32,225
Net cash used in operating activities	**(158,551)**	(44,714)
Investing activities		
Acquisition of and expenditures on mineral exploration properties	**(15,000)**	(12,000)
Net cash used in investing activities	**(15,000)**	(12,000)
Financing activities		
Proceeds from issuance of common shares	**307,706**	-
Advances from related parties	**78,332**	37,500
Net cash provided by financing activities	**386,038**	37,500
Net change in cash	**212,487**	(19,214)
Cash, beginning of period	**449,916**	84,780
Cash, end of period	**$ 662,403**	$ 65,566

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

1. Nature of operations and going concern

King Global Ventures Inc. (the "Company"), is an exploration-stage, publicly-traded company and is trading on the TSX Venture Exchange ("TSXV") under the symbol 'KING'. The Company was incorporated in Ontario, Canada and was continued in the Province of British Columbia on November 14, 2018, and on September 25, 2019, Rosita Mining Corporation changed its name to King Global Ventures. The Company is a junior prospecting and natural-resource company, focused on growing exploration and mineral assets to build shareholder value. The Company's properties are located in Newfoundland and Quebec, Canada and Nicaragua. The Company's head office is at Suite 200, 82 Richmond Street East, Toronto, ON, M5C 1P1.

These unaudited condensed consolidated interim financial statements have been prepared on the going concern basis, which assumes that the Company will be able to continue as a going concern and realize its assets and discharge its liabilities in the normal course of business. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. During the three months ended March 31, 2021, the Company had no revenues and incurred a net loss of $83,499 (three months ended March 31, 2020 - $112,777). As at March 31, 2021, the Company has an accumulated deficit of $35,454,431 (December 31, 2020 - $35,370,932) and a working capital of $332,960 (December 31, 2020 - deficit of $282,378). The continuing operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing.

In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. The impact of COVID-19 has not had a material impact on the Company's business, and management continues to oversee and mitigate the potential impact of COVID-19 on the Company's planned business activities and objectives.

These unaudited condensed consolidated interim financial statements have been prepared on the going concern basis, which assumes that the Company will be able to continue as a going concern and realize its assets and discharge its liabilities in the normal course of business. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. Management is of the opinion that additional funds will be obtained from external financing to meet the Company's liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of a material uncertainty that may cast significant doubt as to the Company's ability to continue as a going concern and accordingly use accounting principles applicable to a going concern.

2. Basis of presentation and principles of consolidation

These unaudited condensed consolidated interim financial statements for the three months ended March 31, 2021, including comparatives, have been prepared in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. These unaudited condensed consolidated interim financial statements may not include all information and note disclosures required by IFRS for annual financial statements and therefore, should be read in conjunction with the annual audited financial statements for the year ended December 31, 2020, which have been prepared in accordance with IFRS.

These unaudited condensed consolidated interim financial statements for the three months ended March 31, 2021 were approved and authorized for issue by the Company's Board of Directors on July 8, 2021.

These unaudited condensed consolidated interim financial statements have been prepared on a going concern basis under the historical cost convention, except for the revaluation of certain financial instruments. In addition, these unaudited condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

3. Significant accounting policies

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRSs issued and outstanding as of July 8, 2021, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed consolidated interim financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2020, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2021 could result in restatement of these unaudited condensed consolidated interim financial statements.

New standards adopted

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2021. Many are not applicable or do not have a significant impact to the Company. There are no relevant IFRS's or IFRS interpretations that are effective that would have a material impact on the Company.

Accounting standards issued but not yet effective

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2022. Many are not applicable or do not have a significant impact to the Company and have been excluded.

4. Investment in joint venture

On October 11, 2018, the Company, through its subsidiary ALR, was a party to a joint venture agreement between the Company and two other non-related companies which resulted in the incorporation of a joint venture company, Santa Rita Mining Company ("Santa Rita"), a Nicaraguan company. As part of the joint venture agreement, the Company would transfer its 70% interest in the Rosita Project into Santa Rita in exchange for a 17.5% interest in Santa Rita, Calibre Mining Corporation ("Calibre") would transfer its 30% interest in the Rosita Project into Santa Rita for 7.5% interest in Santa Rita, and Century Resources ("Century") would contribute US$8,500,000 for a 75% interest in Santa Rita. As part of the arrangement, the Board of Directors for Santa Rita would consist of 5 members, where Century would elect 3 members and ALR and Calibre would each elect one member each to the Santa Rita Board. Significant decisions impacting the operations of Santa Rita would require unanimous consent. On March 11, 2019, the Company transferred its interest in the Rosita Project into Santa Rita.

The investment in Santa Rita has been accounted for as a joint venture arrangement in accordance with IFRS 11, Joint Arrangements. The agreement meets the standard as a joint arrangement as the three parties are bound by a contractual agreement and each party has joint control over the arrangement which requires unanimous consent of the parties sharing control. The parties to the joint venture arrangement have rights to the net assets of Santa Rita.

Subsequent to the three months ended March 31, 2021, the Company decided to focus its limited capital and resources to its Canadian exploration and evaluation assets and entered into purchase and sale agreement with an arms-length party to sell 100% of its wholly-owned subsidiary, Alder Resources Ltd., which includes the Company's investment in Santa Rita. Refer to Note 13(b).

Based on the subsequent sale of Santa Rita, the Company recorded an impairment loss of $2,282,752 as at December 31, 2020 to reflect the net realizable value of Santa Rita based on the proceeds of sale of Alder.

(Expressed in Canadian Dollars)

4. Investment in joint venture (continued)

Proportionate Loss on Investment in Santa Rita

	Three months ended March 31, 2021 (Unaudited)	2020 (Unaudited)
Expenses		
Depreciation	-	$ 3,607
Office and miscellaneous	-	56,686
Rent	-	22,759
Travel	-	15,586
Total Expenses	**-**	**$ 98,638**
Loss before other income	**$ -**	**$ (98,638)**
Net loss and comprehensive loss for the year	**$ -**	**$ (98,638)**
Company's share of net loss for the year	**$ -**	**$ (17,262)**

5. Mineral exploration expenditures

Exploration and acquisition costs for the three months ended March 31, 2021 and March 31, 2020 are as follows:

	Newfoundland Projects	York Gold Project	Marilyn Three Project	Total
Acquisition costs:				
Balance, December 31, 2020	$ 593,200	$ 49,725	$ -	$ 642,925
Acquisition and staking cost	15,000	-	-	15,000
Total acquisition costs	608,200	49,725	-	657,925
Balance, March 31, 2021	**$ 608,200**	**$ 49,725**	**$ -**	**$ 657,925**
Acquisition costs:				
Balance, December 31, 2019	$ -	$ -	$ 110,000	$ 110,000
Acquisition cost	-	82,800	-	82,800
Total acquisition costs	-	82,800	110,000	192,800
Balance, March 31, 2020	**$ -**	**$ 82,800**	**$ 110,000**	**$ 192,800**

Rosita Project

On August 29, 2011, the Company entered into an option agreement with Calibre Mining Corp. to earn a 65% interest in the Rosita project. To exercise the option, the Company must perform the following:

(i) Issue 200,000 common shares as follows:
- 40,000 common shares within 5 business days of the approval of the option agreement (issued);
- 40,000 common shares on or before October 3, 2012 (issued);
- 40,000 common shares on or before October 3, 2013 (issued);
- 40,000 common shares on or before October 3, 2014 (issued); and
- 40,000 common shares on or before October 3, 2015 (issued).

5. Mineral exploration expenditures (continued)

Rosita Project (continued)

(ii) Incur $4,000,000 of exploration expenditures on the property as follows:
- $500,000 on or before October 3, 2012 (incurred);
- An additional $750,000 on or before October 3, 2013 (incurred);
- An additional $1,250,000 on or before October 3, 2014 (incurred); and
- An additional $1,500,000 on or before October 3, 2015 (incurred).

On June 30, 2014, the Company entered into a royalty agreement with Forbes & Manhattan, Inc. ("Forbes") for the settlement of accounts payable totaling $508,500. The royalty is a 0.5% net smelter royalty ("NSR") multiplied by the Company's participating interest in the Rosita Project at the time. The royalty becomes effective upon the Company earning the 65% interest in the Rosita Project (completed in November 2015). The Company may reacquire the NSR by paying $1,508,500 to Forbes.

In November 2015, the Company fulfilled the requirements under the option agreement and it had earned its 65% interest in the Rosita project. Pursuant to the option agreement, upon earn-in, an automatic joint-venture was created between Rosita and Calibre and in November 2016, the Company and Calibre memorialized an agreement (the "JV Agreement") with an effective date of November 23, 2015. For accounting purposes, the Company has determined that the JV Agreement does not meet the criteria set forth in IFRS 11 *Joint Arrangements*.

In 2019, the Company transferred its interest in the Rosita Project to Santa Rita for $2,661,198 resulting in a realized gain on sale of the property of $356,546. Refer to Note 4.

Marilyn Three Properties

On August 11, 2018, the Company acquired a 100% interest in mining claims and patents located near Grand Falls, Newfoundland comprised of 104 claim blocks of approximately 6,448 acres. In exchange for the interest in the claims, the Company will pay $35,000 (paid) and issue 2,500,000 common shares (issued). The seller retains a 2% net smelter royalty (NSR), and the Company has the option to acquire 1% of the NSR for $1,000,000. As at December 31, 2020, the Company had no plans for further exploration of the property and recorded an impairment loss of $110,000. On February 24, 2021, the option agreement lapsed.

York Gold Property

On February 13, 2020 the Company acquired a 100% interest in the York Gold Project, located in northeastern Quebec, and is comprised of 77 claims and exceeds 40 square kilometres in size for the following consideration: cash payment of $12,000 and 1,250,000 units for the acquisition, where each unit is comprised of one common share and one share purchase warrant to acquire one additional share at $0.07 per share for the first six months and $0.10 per share thereafter for a period of one year from the date of acquisition. The vendor retains a 2% NSR, of which 1% can be acquired for $1,000,000.

Newfoundland Projects

During the year ended March 31, 2021, the Company acquired three gold exploration properties with high-grade indications, in the province of Newfoundland and Labrador, the Boulder Gold Property, the Golden Nugget Property and the Miss Pickle Property.

5. Mineral exploration expenditures (continued)

Newfoundland properties (continued)

Boulder Gold
On September 23, 2020, the Company acquired a 100% interest in the Boulder Gold Property for $15,000 (paid) and the issuance of 2,000,000 units of the Company (issued) where each unit is comprised of one common share and one share purchase warrant exercisable at $0.10 per share for a period of one year. The vendors retain a 2% NSR of which 1% can be acquired for $500,000. Upon earning a 100% interest in the property, the Company is committed to annual advance royalty payments of $15,000 commencing on the third anniversary of the agreement.

The fair value of the 2,000,000 share purchase warrants was estimated at $55,200 using the Black-Scholes pricing model with the following assumptions: expected forfeiture rate and dividend yield of 0%, risk free interest of 0.21%, volatility of 221%, and an expected life of one year.

Golden Nugget
On September 23, 2020, the Company acquired a 100% interest in the Golden Nugget Property for $250,000 and the issuance of 11,000,000 common shares of the Company and incur minimum exploration expenditures of $300,000.

The cash payments are due as follows:

- $35,000 upon acceptance of the agreement (paid);
- $45,000 on the first anniversary of the agreement;
- $50,000 on the second anniversary of the agreement; and
- $120,000 on the third anniversary of the agreement.

The common shares are due as follows:

- 2,000,000 units upon acceptance of the agreement, where each unit is comprised of one common share and one share purchase warrant exercisable at $0.10 per share for a period of one year.
- 3,000,000 common shares on the first anniversary of the agreement;
- 3,000,000 common shares on the second anniversary of the agreement; and
- 3,000,000 common shares on the third anniversary of the agreement.

The minimum exploration expenditures to be incurred as follows:

- $100,000 of cumulative expenditures by the first anniversary of the agreement;
- $150,000 of cumulative expenditures by the second anniversary of the agreement;
- $200,000 of cumulative expenditures by the third anniversary of the agreement;
- $250,000 of cumulative expenditures by the fourth anniversary of the agreement; and
- $300,000 of cumulative expenditures by the fifth anniversary of the agreement.

The vendors retain a 2% NSR, of which 1% can be acquired for $1,000,000. Upon earning the 100% interest in the property, the Company is committed to annual advance royalties off $25,000 commencing on the fifth anniversary of the agreement, and the payments will be held against any future NSR payments. Upon achieving an indicated resource of 500,000 ounces of gold, the Company will make an additional payment of $1,000,000 to the vendors.

The fair value of the 2,000,000 share purchase warrants issued on acceptance of the agreement was estimated at $55,200 using the Black-Scholes pricing model with the following assumptions: expected forfeiture rate and dividend yield of 0%, risk free interest of 0.21%, volatility of 221%, and an expected life of one year.

5. Mineral exploration expenditures (continued)

Newfoundland properties (continued)

Miss Pickle
On October 16, 2020, the Company acquired a 100% interest in the Miss Pickle Gold Property for $255.000, issuance of 11,000,000 common shares, and incur minimum exploration expenditures of $300,000.

The cash payments are due as follows:
- $50,000 upon acceptance of the agreement (paid);
- $35,000 on the first anniversary of the agreement;
- $50,000 on the second anniversary of the agreement; and
- $120,000 on the third anniversary of the agreement.

The common shares are due as follows:
- 3,000,000 units upon acceptance of the agreement, where each unit is comprised of one common share and one share purchase warrant exercisable at $0.10 per share for a period of one year.
- 2,000,000 common shares on the first anniversary of the agreement;
- 3,000,000 common shares on the second anniversary of the agreement; and
- 3,000,000 common shares on the third anniversary of the agreement.

The minimum exploration expenditures to be incurred as follows:
- $100,000 of cumulative expenditures by the first anniversary of the agreement;
- $150,000 of cumulative expenditures by the second anniversary of the agreement;
- $200,000 of cumulative expenditures by the third anniversary of the agreement;
- $250,000 of cumulative expenditures by the fourth anniversary of the agreement; and
- $300,000 of cumulative expenditures by the fifth anniversary of the agreement.

The vendors retain a 2% NSR, of which 1% can be acquired for $1,000,000. Upon earning the 100% interest in the property, the Company is committed to annual advance royalties off $25,000 commencing on the fifth anniversary of the agreement, and the payments will be held against any future NSR payments. Upon achieving an indicated resource of 500,000 ounces of gold, the Company will make an additional payment of $1,000,000 to the vendors.

The fair value of the 3,000,000 share purchase warrants issued on acceptance of the agreement was estimated at $82,200 using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 0.21%; volatility 221% and an expected life of one year.

6. Loans payable

(a) As at March 31, 2021, the Company owes $61,535 (December 31, 2020 - $61,535) to a shareholder of the Company, which is unsecured, bears interest at 12% per annum, and is due on demand. In addition, the Company also owed $14,890 (December 31, 2020 - $13,044) of accrued interest, which has been included in accounts payable and accrued liabilities. For the three months ended March 31, 2021 the Company received $nil (three months ended March 31, 2020 - $nil) in advances for the shareholder, and for the three months ended March 31, 2021 interest of $1,846 was recorded (three months ended March 31, 2020 - $1,525), and the amount and were outstanding at March 31, 2021.

6. Loans payable (continued)

(b) As at March 31, 2021, the Company owed $50,301 (December 31, 2020 - $50,301) to a company controlled by the former Chief Financial Officer of the Company, which is unsecured, bears interest at 12% per annum, and is due on demand. In addition, the Company also owed $29,473 (December 31, 2020 - $27,561) of accrued interest, which has been included in accounts payable and accrued liabilities. During the three months ended March 31, 2021, the Company incurred interest expense of $1,912 (three months ended March 31, 2020 - $1,912).

(c) As at March 31, 2021, the Company owes $142,670 (December 31, 2020 - $144,083) to Santa Rita. The amounts are unsecured, non interest bearing, and due on demand.

7. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. The Company entered into the following transactions with related parties:

(a) As at March 31, 2021, the Company owed $447,603 (December 31, 2020 - $447,603) to a company controlled by the Chief Executive Officer of the Company which is unsecured, non-interest bearing, and due on demand. The Company agreed to issue a Note in the amount of $407,161. The Note is due on September 30, 2022, bears an interest of 6% from April 1, 2021 and is included in non-current liabilities. During the three months ended March 31, 2021, the Company incurred management fees of $48,000 (three months ended March 31, 2020 - $36,000) to the company controlled by the Chief Executive Officer of the Company which has been included in office and administrative expenses.

(b) As at March 31, 2021, the Company owed $1,156 (December 31, 2020 - $2,219) to a company that employs the Chief Financial Officer of the Company, which is unsecured, non-interest bearing, and due on demand. During the three months ended March 31, 2021, the Company incurred $5,792 (three months ended March 31, 2020 - $3,906) of professional fees to a company that employs the Chief Financial Officer of the Company.

8. Share capital

a) Authorized share capital

Unlimited common shares without par value

b) Common shares issued

i) On May 11, 2020, the Company issued 1,250,000 units with a fair value of $37,725 for the acquisition of the York Gold Property. Refer to Note 5. Each unit is comprised of one common share and one share purchase warrant exercisable at $0.10 per share until May 11, 2021. The fair value of the share purchase warrant was $12,725 which was calculated using the Black Scholes option pricing model assuming no expected forfeitures or dividends, volatility of 221.4%, expected life of one year, and risk-free rate of 0.31%.

(Expressed in Canadian Dollars)

9. Stock options

The Company has adopted a stock option plan pursuant to which options may be granted to directors, officers, employees, and consultants of the Company to a maximum of 10% of the issued and outstanding common shares, and not exceeding 5% granted to any individual. The stock options have a maximum term of five years and cannot be assigned or transferred.

The following table reflects the actual stock options issued and outstanding as of March 31, 2021:

Exercise price ($)	Remaining contractual life (years)	Number of options outstanding	Number of exercisable options
0.11	0.34	1,000,000	1,000,000
0.06	0.39	2,000,000	2,000,000
0.08	**0.37**	**3,000,000**	**3,000,000**

10. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Weighted average exercise price ($)
Balance, December 31, 2019	**-**	**0.00**
Granted (note 5)	1,250,000	0.07
Balance, March 31, 2020	**1,250,000**	**0.07**
Balance, December 31, 2020	**54,787,516**	**0.07**
Expired	(1,250,000)	0.07
Balance, March 31, 2021	**53,537,516**	**0.08**

The following table reflects the actual warrants issued as of March 31, 2021:

Number of warrants outstanding	Grant date fair value ($)	Exercise price ($)	Expiry date	Remaing contract life (years)
7,000,000	193,200	0.10	December 24, 2021	0.73
214,017	6,300	0.08	December 31, 2021	0.75
40,000,000	324,613	0.05(1)	May 20, 2022	1.14
6,323,499	134,806	0.08	December 31, 2022	1.75
53,537,516	**658,919**	**0.08**		**1.**16

(1) The Company has the option to accelerate the expiry in the event that the Company's share price closes at, or above, $0.07 for 10 consecutive trading days.

(Expressed in Canadian Dollars)

11. Net loss per share

The calculation of basic and diluted loss per share for the three months ended March 31, 2021 was based on the loss attributable to common shareholders of $83,499 (three months ended March 31, 2020 - $112,777) and the weighted average number of common shares outstanding of 121,375,781 (three months ended March 31, 2020 - 68,052,282). Diluted loss per share did not include the effect of 3,000,000 options and 53,537,516 warrants outstanding (three months ended March 31, 2020 - 3,000,000 options and 1,250,000 warrants outstanding) as they are anti-dilutive.

12. Segmented information

The Company operates in one industry segment, namely exploration of mineral resources in two geographic regions, Canada and Nicaragua. Geographical segmentation of the Company's non-current assets is as follows:

March 31, 2021	**Canada**	**Nicaragua**	**Total**
Property and equipment	$ -	$ 8,174	**$ 8,174**
Mineral exploration properties	657,925	-	**657,925**
	$ 657,925	$ 8,174	**$ 666,099**

December 31, 2020	**Canada**	**Nicaragua**	**Total**
Property and equipment	$ -	$ 8,191	**$ 8,191**
Mineral exploration properties	642,925	-	**642,925**
	$ 642,925	$ 8,191	**$ 651,116**

13. Subsequent events

(a) On May 31, 2021, the Company issued 16,384,616 units at $0.065 per unit for proceeds of $1,065,000. Each unit is comprised of one common share and one share purchase warrant which is exercisable into one common share of the Company at $0.085 per share until May 31, 2024. As part of the financing, the Company paid finders fees of $60,000.

(b) On June 18, 2021, the Company entered into a purchase and sale agreement with MarkX Ventures Inc. ("MarkX"), a company incorporated in British Columbia, whereby the Company agreed to sell its 100% interest in Alder Resources Inc., including its wholly-owned subsidiary ALR Nicaragua S.A., in exchange for $30,000 and 400,000 common shares of MarkX. This transaction remains subject to Exchange approval.

(c) On June 25, 2021, the Company entered into an agreement to acquire a 100% interest in 54 mining claims located on Chapel Island, Newfoundland (the "Chapel Island Property") by issuing 2,000,000 shares and 2,000,000 warrants, exercisable at $0.12 per share for 18 months, paying $35,000 cash upon exchange acceptance, and completing $100,000 of work in the first year. On the 14th-month anniversary of exchange acceptance, it will pay $45,000 in cash and issue two million shares. On the second anniversary of exchange acceptance, it will pay $50,0000 in cash and issue three million shares. On the third anniversary of exchange acceptance, it will pay $120,000 in cash and issue three million shares. On achieving an indicated resource exceeding 500,000 ounces of gold in accordance with National Policy 41-101, it will make an additional payment of $1 million. Upon payment of the purchase price, King shall have acquired a 100-per-cent undivided interest in the property, subject to a 2% net smelter return (NSR) royalty, of which 1% can be acquired for $1 million. Advance royalties of $25,000 commence on the fifth anniversary of signing of the agreement. This transaction remains subject to Exchange approval.