

SPEARMINT RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

April 30, 2021

NOTICE OF NO AUDITOR REVIEW

The unaudited condensed consolidated interim financial statements, and accompanying notes thereto, for the periods ended April 30, 2021 and 2020 have not been reviewed by the Company's external auditor.

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

<u>ASSETS</u>	April 30, <u>2021</u>	January 31, <u>2021</u>
Current assets		
Cash and cash equivalents – Note 3	\$ 2,337,576	\$ 1,962,170
Receivables	8,267	3,961
Prepaid expenses	11,473	4,849
Total current assets	2,357,316	1,970,980
Non-current assets		
Security deposits – Note 4	12,667	12,667
Exploration and evaluation assets – Note 4	2,038,996	1,998,127
Total assets	\$ 4,408,979	\$ 3,981,774
<u>LIABILITIES</u>		
Current liabilities		
Accounts payable and accrued liabilities – Notes 5 and 9	\$ 190,526	\$ 270,309
Flow-through share premium liability – Note 6	7,462	9,204
Total current liabilities	197,988	279,513
<u>SHAREHOLDERS' EQUITY</u>		
Share capital – Note 7	8,524,429	7,669,335
Reserves – Note 7	855,789	942,496
Accumulated deficit	(5,169,227)	(4,909,570)
Total shareholders' equity	4,210,991	3,702,261
Total liabilities and shareholders' equity	\$ 4,408,979	\$ 3,981,774

Nature and Continuance of Operations – Note 1
Subsequent Events – Note 12

APPROVED BY THE DIRECTORS:

“James Nelson” Director
James Nelson

“Dennis Aalderink” Director
Dennis Aalderink

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS & COMPREHENSIVE LOSS
(Expressed in Canadian Dollars)

	Three months ended April 30,	
	<u>2021</u>	<u>2020</u>
Operating expenses		
Consulting fees	\$ 16,500	\$ 9,000
Corporate branding	182,218	-
Management fees – Note 9	15,000	-
Office and miscellaneous	18,102	13,498
Professional fees – Note 9	15,990	7,898
Shareholder information	3,405	1,685
Transfer agent and filing fees	8,246	4,759
Travel and miscellaneous	3,598	-
	<u>(263,059)</u>	<u>(36,840)</u>
Interest income	1,660	-
Other income on settlement of flow-through share premium – Note 6	1,742	-
	<u>3,402</u>	<u>-</u>
Net loss and comprehensive loss for the period	<u>\$ (259,657)</u>	<u>\$ (36,840)</u>
Loss per share - basic and diluted - Note 8	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average number of shares outstanding - basic and diluted - Note 8	<u>238,120,805</u>	<u>162,295,847</u>

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

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)

	Three months ended April 30,	
	<u>2021</u>	<u>2020</u>
Operating Activities		
Loss for the period	\$ (259,657)	\$ (36,840)
Adjustments for non-cash items:		
Other income on settlement of flow-through share premium liability	(1,742)	-
Changes in non-cash working capital items:		
Receivables	(4,306)	(1,384)
Prepaid expenses	(6,624)	-
Accounts payable and accrued liabilities	(88,646)	20,339
Cash used in operating activities	<u>(360,975)</u>	<u>(17,885)</u>
Investing Activities		
Exploration and evaluation assets	(32,006)	(4,080)
Cash used in investing activities	<u>(32,006)</u>	<u>(4,080)</u>
Financing Activities		
Proceeds from issuance of share capital	768,387	-
Cash provided by financing activities	<u>768,387</u>	<u>-</u>
Change in cash and cash equivalents during the period	375,406	(21,965)
Cash and cash equivalents, beginning of the period	1,962,170	151,553
Cash and cash equivalents, end of the period	<u>\$ 2,337,576</u>	<u>\$ 129,588</u>

Supplemental Disclosure with Respect to Cash Flows (Note 11)

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

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian Dollars)

	No. of shares	Amounts	Reserves	Accumulated deficit	Total
Balance, January 31, 2020	162,295,847	\$ 4,490,214	\$ 851,814	\$ (4,130,282)	\$ 1,211,746
Loss for the period	-	-	-	(36,840)	(36,840)
Balance, April 30, 2020	162,295,847	4,490,214	851,814	(4,167,122)	1,174,906
Shares issued for private placement	22,733,474	699,790	-	-	699,790
Share issue costs	-	(37,127)	-	-	(37,127)
Broker warrants issued for private placement	-	(70,972)	70,972	-	-
Share purchase warrants exercised	31,421,531	2,029,054	(7,977)	-	2,021,077
Stock options exercised	6,500,000	325,000	-	-	325,000
Transfer of reserve on options exercised	-	121,162	(121,162)	-	-
For exploration and evaluation assets	2,000,000	130,000	-	-	130,000
Stock options issued	-	-	148,849	-	148,849
Flow-through share premium liability	-	(17,786)	-	-	(17,786)
Loss for the period	-	-	-	(742,448)	(742,448)
Balance, January 31, 2021	224,950,852	7,669,335	942,496	(4,909,570)	3,702,261
Share purchase warrants exercised	13,587,531	714,539	(35,152)	-	679,387
Stock options exercised	1,780,000	89,000	-	-	89,000
Transfer of reserve on options exercised	-	51,555	(51,555)	-	-
Loss for the period	-	-	-	(259,657)	(259,657)
Balance, April 30, 2021	240,318,583	\$ 8,524,429	\$ 855,789	\$ (5,169,227)	\$ 4,210,991

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

SPEARMINT RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
April 30, 2021

1. NATURE AND CONTINUANCE OF OPERATIONS

Spearmint Resources Inc. (the “Company”) was incorporated under the Business Corporations Act of British Columbia, Canada on September 23, 2009. The Company is an exploration stage public company and is listed on the Canadian Securities Exchange (the “CSE”) under the symbol “SPMT”. The Company’s principal business activities include acquiring and exploring exploration and evaluation assets. At April 30, 2021, the Company had exploration and evaluation assets located in Canada and the United States.

The Company’s head office and principal business address is located at 2905 – 700 West Georgia Street, Vancouver, British Columbia, V7Y 1K8. The Company’s registered and records office is located at 900 – 885 West Georgia Street, Vancouver, British Columbia, V6C 3H1.

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business. At April 30, 2021, the Company had not yet achieved profitable operations, incurred a net loss of \$259,657 during the three months ended April 30, 2021 and has an accumulated deficit of \$5,169,227 since its inception. The Company expects to incur further losses in the development of its business. The Company estimates it has sufficient capital for the next 12 months or longer.

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. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company’s business or ability to raise funds. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to do so in the future. Accordingly, these condensed consolidated interim financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used, then the adjustments required to report the Company’s assets and liabilities on a liquidation basis could be material to these condensed consolidated interim financial statements.

2. BASIS OF PREPARATION

a) Statement of Compliance

These condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS34”) as issued by the International Accounting Standards Board (“IASB”). Therefore, these condensed interim consolidated financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the Company’s most recently issued audited financial statements for the year ended January 31, 2021, which includes information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies, use of judgements and estimates were

2. BASIS OF PREPARATION (continued)

a) Statement of Compliance (continued)

presented in Note 2 and Note 3 of these audited financial statements, and have been consistently applied in the preparation of these condensed interim consolidated financial statement..

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on June 17, 2021.

b) Basis of Consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries. All inter-company balances, transactions, income and expenses have been eliminated upon consolidation.

c) Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company has power over an investee, when the Company is exposed, or has rights, to variable returns from the investee and when the Company has the ability to affect those returns through its power over the investee. Subsidiaries are included in the condensed consolidated interim financial results of the Company from the effective date of acquisition up to the effective date of disposition or loss of control. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

The principal subsidiaries of the Company as of April 30, 2021 are as follows:

<u>Name of subsidiary</u>	<u>Place of Incorporation</u>	<u>Ownership Interest April 30, 2021</u>	<u>Ownership Interest January 31, 2021</u>
1177905 B.C. Ltd.	Canada	100%	100%
Mathers Lithium Corp.	U.S.A.	100%	100%

3. CASH AND CASH EQUIVALENTS

The Company's cash and cash equivalents are denominated in Canadian Dollars and include the following components:

	<u>April 30, 2021</u>	<u>January 31, 2021</u>
Cash at bank	\$ 2,303,076	\$ 1,927,670
Short-term deposits	34,500	34,500
	<u>\$ 2,337,576</u>	<u>\$ 1,962,170</u>

SPEARMINT RESOURCES INC.
Notes to the Condensed Consolidated Interim Financial Statements
(Expressed in Canadian Dollars)
April 30, 2021 – Page 3

4. EXPLORATION AND EVALUATION ASSETS

	BC EL N. Nickel- Copper Prospects	BC NEBA Copper Gold Prospects	BC Safari Copper Gold Property	BC Hammernose Gold Property	BC Gold Triangle Prospects	NL Goose Gold Property	On Carscallen W Gold Project	ON Case Lake South Cesium Prospect	ON Escape Lake North PGM Prospect	ON River Valley E. Platinum Palladium Prospect	QC Chibougamau Vanadium Prospects	QC Perron E.Gold Prospect	Nevada Elon and McGee Lithium Properties	Total
Balance, January 31, 2020	\$ 3,547	\$ 227,073	\$ 30,751	\$ 14,120	\$ 234,050	\$ -	\$ -	\$ -	\$ -	\$ 4,850	\$ 96,651	\$ 1,372	\$ 934,994	\$1,547,408
Acquisition costs														
Staking costs	-	-	-	1,966	-	-	2,450	7,050	3,950	-	-	4,543	-	19,959
Share issuance	-	-	-	-	-	130,000	-	-	-	-	-	-	-	130,000
Proceeds from sale	-	(25,000)	-	-	-	-	-	-	-	-	-	-	-	(25,000)
Deferred exploration expenditures														
Assay	-	-	-	2,932	-	-	-	-	-	-	-	-	17,246	20,178
Claim maintenance fees	-	-	-	-	-	-	-	-	-	-	-	-	13,618	13,618
Drilling	-	-	-	-	-	-	-	-	-	-	-	-	236,490	236,490
Geological consulting	-	-	-	2,250	-	9,100	-	-	-	-	-	-	40,444	51,794
Reclamation	-	-	-	-	-	-	-	-	-	-	-	-	6,551	6,551
Sampling	-	-	-	10,944	-	7,728	-	-	-	-	-	-	-	18,672
Survey	-	-	-	-	-	-	-	-	-	-	-	107,023	-	107,023
Travel	-	-	-	8,035	-	3,150	-	-	-	-	-	12,890	17,483	41,558
Loss on sale of exploration and evaluation assets	-	(170,124)	-	-	-	-	-	-	-	-	-	-	-	(170,124)
Balance, January 31, 2021	3,547	31,949	30,751	40,247	234,050	149,978	2,450	7,050	3,950	4,850	96,651	125,828	1,266,826	1,998,127
Assay	-	-	-	-	-	-	-	-	-	-	-	4,219	996	5,215
Geological consulting	-	-	-	-	-	-	-	-	-	-	-	6,105	-	6,105
Geological report	-	-	-	-	-	-	-	-	-	-	-	-	16,849	16,849
Survey	-	-	-	-	-	-	-	-	-	-	-	-	6,385	6,385
Travel	-	-	-	-	-	-	-	-	-	-	-	1,868	4,447	6,315
Balance, April 30, 2021	\$ 3,547	\$ 31,949	\$ 30,751	\$ 40,247	\$ 234,050	\$ 149,978	\$ 2,450	\$ 7,050	\$ 3,950	\$ 4,850	\$ 96,651	\$ 138,020	\$ 1,295,503	\$2,038,996

4. EXPLORATION AND EVALUATION ASSETS (continued)

BC EL North Nickel-Copper Prospects - Staking

In September 2017, the Company acquired a 100% interest in certain mineral claims (the “EL North and EL North 2 Nickel-Copper Prospects”) located in the Golden Triangle of British Columbia for staking costs of \$2,892. During the year ended January 31, 2020, the Company decided to drop these claims. Accordingly, previous acquisition costs of \$2,892 and exploration costs of \$14,563 were written off.

In March and September 2019, the Company acquired a 100% interest in certain mineral claims (the “EL North 3 Nickel-Copper Prospects” and the “EL North 1 Nickel-Copper Prospects”) located in the Golden Triangle Gold District of British Columbia for staking costs of \$280 and \$466, respectively.

As at April 30, 2021, the Company had incurred a total of \$2,801 in exploration costs on this property.

BC NEBA Copper-Gold Prospects - Staking and Purchase Agreement

In September 2017, the Company acquired a 100% interest in certain mineral claims (the "NEBA Copper-Gold Prospect") located in the Golden Triangle Gold District of British Columbia for staking costs of \$2,162.

In August 2018, the Company acquired a 100% interest in certain mineral claims located in the Golden Triangle Gold District in British Columbia for staking costs of \$651. During the year ended January 31, 2020, the Company decided to drop these claims. Accordingly, previous staking costs of \$651 were written off.

On October 5, 2018, the Company entered into a share purchase agreement (the “SPA”) with two arm’s length vendors (the “Vendors”) to purchase 100% of the issued and outstanding shares of 1177905 B.C. Ltd., which holds a 100% interest in certain mineral claims in B.C. (the "NEBA Copper-Gold Prospects", the "Nickle N. Property", and the "Gold Triangle Prospects"). The acquisition has been accounted for as an asset acquisition. In consideration, the Company issued 18,000,000 shares (issued at a value of \$540,000) to the Vendors pursuant to the SPA. 1177905 B.C. Ltd. became a wholly owned subsidiary of the Company. The acquisition costs had been split evenly between these properties.

On September 14, 2020, the Company entered into a letter agreement with Enduro Metals Corporation, an arm’s length party, to sell certain mineral claims of its NEBA Prospects to Enduro Metals for \$25,000. The Company recognized a realized loss of \$170,124 during the year ended January 31, 2021.

As at April 30, 2021, the Company had incurred a total of \$30,249 in exploration costs on the remaining claims of this property.

4. EXPLORATION AND EVALUATION ASSETS (continued)

BC Safari Copper-Gold Property - Staking

In October 2018, the Company acquired a 100% interest in certain mineral claims located in the northern Quesnel Trough in north-central British Columbia for staking costs of \$6,381.

As at April 30, 2021, the Company had incurred a total of \$24,370 in exploration costs on this property.

BC Hammernose Gold Property - Staking

In October 2018, the Company acquired a 100% interest in certain mineral claims in the Spences Bridge gold belt located in southern British Columbia for staking costs of \$3,640.

In July 2019, the Company acquired a 100% interest in certain mineral claims to increase the size of the Hammernose Gold Property for staking costs of \$546.

In July 2020, the Company acquired a 100% interest in certain mineral claims to increase the size of the Hammernose Gold Property for staking costs of \$1,966.

As at April 30, 2021, the Company had incurred a total of \$34,095 in exploration costs on this property.

BC Gold Triangle Prospects - Staking and Purchase Agreement

In July 2017, the Company acquired a 100% interest in certain mineral claims (the “Gold Triangle Prospects”) located in the Golden Triangle Gold District in British Columbia for staking costs of \$2,900.

Under the SPA, the Company indirectly acquired a 100% interest in certain mineral claims in British Columbia.

In July 2019, the Company acquired a 100% interest in certain mineral claims (the “Prickle Claims”) located in the Golden Triangle Gold District of British Columbia for staking costs of \$3,527.

During the year ended January 31, 2020, the Company decided to drop certain mineral claims. Accordingly, previous acquisition costs of \$632 and exploration costs of \$4,488 associated with these claims were written off.

As at April 30, 2021, the Company had incurred a total of \$48,255 in exploration costs on this property.

ON Carscallen West Gold Project - Staking

In May 2020, the Company acquired a 100% interest in certain mineral claims (the “Carscallen West Gold Project”) located in the Abitibi Greenstone belt in Ontario for staking costs of \$2,450

4. EXPLORATION AND EVALUATION ASSETS (continued)

ON Case Lake South Cesium Prospect - Staking

During the year ended January 31, 2021, the Company acquired a 100% interest in certain mineral claims (the “Case Lake South Cesium Prospect”) located in the Larder Lake Mining Division in Northeast Ontario for staking costs of \$7,050.

ON Escape Lake North PGM Project - Staking

In May 2020, the Company acquired a 100% interest in certain mineral claims (the “Escape Lake North PGM Project”) located north of Thunder Bay, Ontario, for staking costs of \$3,950.

ON River Valley East Platinum-Palladium Prospect - Staking

In January 2020, the Company acquired a 100% interest in certain mineral claims (the “River Valley E. Platinum-Palladium Prospect”), all located in northern Ontario for staking costs of \$4,850.

NL Goose Gold Property - Purchase Agreement

On August 10, 2020, the Company entered into a purchase agreement with arm’s length vendors to acquire a 100% interest in certain mineral claims (the “Goose Gold Project”) located in Newfoundland, Canada. In consideration, the Company issued 2,000,000 shares (issued at a value of \$130,000) to the vendors. The vendors will retain a 2.5% NSR Royalty on this property. The Company will have the right to purchase 0.25% of the royalty for \$250,000 any time prior to the commencement of commercial production.

As at April 30, 2021, the Company had incurred a total of \$19,978 in exploration costs on this property.

QC Chibougamau Vanadium Prospects - Staking

In June 2017, the Company acquired a 100% interest in certain mineral claims (the “Chibougamau Vanadium Prospects”), all located in the direct vicinity of Lac Chibougamau, Quebec for staking costs of \$4,550. In December 2018 and January 2019, the Company acquired a 100% interest in certain mineral claims to increase the holdings in its Chibougamau Vanadium Prospects for aggregate staking costs of \$3,031. In February 2019, the Company acquired a 100% interest in certain mineral claims to increase the acreage in the Chibougamau Vanadium district in Quebec for staking costs of \$457.

During the year ended January 31, 2020, the Company decided not to continue with certain mineral claims and allowed them to lapse when they became due. Accordingly, prior acquisition costs of \$769 and exploration costs of \$14,710 associated with these claims had been written off during the period.

As at April 30, 2021, the Company had incurred a total of \$89,382 in exploration costs on this property.

4. EXPLORATION AND EVALUATION ASSETS (continued)

QC Perron-East Gold Prospects - Staking

In September 2019, the Company acquired a 100% interest in certain mineral claims (the “Perron-East Gold Prospects”), all located in the Abitibi greenstone belt of northwestern Quebec for staking costs of \$1,372.

In February and June 2020, the Company acquired a 100% interest in certain mineral claims in Quebec to increase the holdings in its Perron East Gold Prospects for staking costs of \$4,543.

As at April 30, 2021, the Company had incurred a total of \$132,105 in exploration costs on this property.

Nevada Elon and McGee Properties - Purchase Agreement

On July 12, 2016, the Company entered into a share purchase agreement (the “Agreement”) with five arm’s length vendors (the “Vendors”) to purchase 100% of the issued and outstanding common shares of 1074942 B.C. Ltd., which through its wholly-owned subsidiary Mathers Lithium Corp. (a Nevada corporation) holds a 100% interest in certain lithium mineral claims (the “Elon claims” and the “McGee claims”) in Nevada. The acquisition has been accounted for as an asset acquisition. In consideration for the net assets acquired, the Company issued 12,700,000 common shares at a value of \$444,500 to the Vendors pursuant to the Agreement. The Company issued 912,000 common shares at a value of \$31,920 as a finder’s fee and paid \$20,000 for land acquisition and \$3,903 in filing fees in connection with this transaction. The above acquisition costs were allocated to the Elon Property and the McGee Property proportionately, being \$175,113 and \$325,210, respectively.

On June 14, 2017, the Company assumed an additional US\$30,000 payment owed to the vendors for the McGee claims as follows: US\$10,000 by September 1, 2017 (paid) and US\$20,000 by December 31, 2017 (paid). The vendors retain an NSR of 3.75% on the McGee claims.

During the years ended January 31, 2018 and 2020, the Company provided a security deposit of \$11,098 and \$631, respectively, in relation to its McGee Properties. During the year ended January 31, 2021, the Company provided additional security deposit of \$938 in relation to its McGee Properties.

As at April 30, 2021, the Company had incurred a total of \$16,952 in claim maintenance fees on the Elon Property and \$739,290 in exploration costs on the McGee Property, respectively.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities recognized in the statements of financial position consist of the following:

	April 31, <u>2021</u>	January 31, <u>2021</u>
Trade payables	\$ 171,026	\$ 250,809
Accrued liabilities	19,500	19,500
Total payables	<u>\$ 190,526</u>	<u>\$ 270,309</u>

All amounts are short-term. The carrying value of trade payables and accrued liabilities is considered a reasonable approximation of fair value due to the short-term nature of these instruments.

6. FLOW-THROUGH SHARE PREMIUM LIABILITY

Balance at January 31, 2020	\$ -
Liability incurred on flow-through shares issued	17,786
Liability derecognized due to exploration expenditures renounced to shareholders	<u>(8,582)</u>
Balance at January 31, 2021	9,204
Liability derecognized due to exploration expenditures renounced to shareholders	<u>(1,742)</u>
Balance at April 30, 2021	<u>\$ 7,462</u>

In July 2020, the Company issued 3,557,142 flow-through units (the "FT Units") at \$0.035 per unit for gross proceeds of \$124,500. Each FT Unit consisted of one flow-through common share and one share purchase warrant. The premium received on the flow-through shares issued was determined to be \$17,786 and was recorded as a share capital reduction. An equivalent premium liability was also recorded.

During the year ended January 31, 2021, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of \$8,582 and recognized it as other income.

During the three months ended April 30, 2021, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of \$1,742 and recognized it as other income.

7. SHARE CAPITAL AND RESERVES

Authorized: Unlimited common shares, without par value

Issued and outstanding as at April 30, 2021 – 240,318,583 (January 31, 2021: 224,950,852)

Private placement

During the three months ended April 30, 2021 and 2020, the Company did not close any private placements.

Share purchase warrants

The following is a summary of changes in share purchase warrants from January 31, 2020 to April 30, 2021:

	Number of Warrants	Weighted Average Exercise Price
Balance, January 31, 2020	31,900,000	\$0.06
Issued	23,651,580	\$0.05
Exercised	(31,421,531)	\$0.06
Balance, January 31, 2021	24,130,049	\$0.05
Exercised	(13,587,731)	\$0.05
Balance, April 30, 2021	<u>10,542,318</u>	<u>\$0.05</u>

As of April 30, 2021, the Company had 10,542,318 share purchase warrants outstanding. Each warrant entitles the holder the right to purchase one common share as follows:

<u>Number</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
2,200,000	\$0.05	September 21, 2021
<u>8,342,318</u>	\$0.05	July 29, 2025
<u>10,542,318</u>		

Share-based payments

The Company has a stock option plan whereby the maximum number of shares reserved for issue under the plan shall not exceed 10% of the outstanding common shares of the Company, as at the date of grant. The exercise price of each option granted under the plan may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount, subject to a minimum exercise price of \$0.05. Options may be granted for a maximum term of five years and vesting periods are determined by the Board of Directors. Pursuant to the regulations of the CSE, stock options may be granted outside of the stock option plan.

7. SHARE CAPITAL AND RESERVES (continued)

Share-based payments (continued)

The following is a summary of changes in share purchase options from January 31, 2020 to April 30, 2021:

	Number of Options	Weighted Average Exercise Price
Balance, January 31, 2020	13,050,000	\$0.05
Granted	5,000,000	\$0.06
Exercised	(6,500,000)	\$0.05
Expired	(4,500,000)	\$0.05
Balance, January 31, 2021	7,050,000	\$0.06
Exercised	(1,780,000)	\$0.05
Balance, April 30, 2021	<u>5,270,000</u>	<u>\$0.06</u>

As of April 30, 2021, 5,270,000 share purchase options were outstanding entitling the holders thereof the right to purchase one common share of the Company for each option held as follows:

Number Outstanding and Exercisable	Exercise Price	Expiry Date	
1,980,000	\$0.05	May 15, 2021	(Note 16)
840,000	\$0.05	May 24, 2021	(Note 16)
200,000	\$0.05	May 30, 2021	(Note 16)
2,000,000	\$0.085	September 4, 2021	
<u>250,000</u>	\$0.05	March 13, 2022	
<u>5,270,000</u>			

During the three months ended April 30, 2021, 1,780,000 stock options were exercised at a price of \$0.05 per share for total proceeds of \$89,000. The previously recognized share-based payment expense relating to these stock options were reclassified from share-based payment reserve to share capital in the amount of \$51,555. During the three months ended April 30, 2020, Nil stock options had been exercised.

During the three months ended April 30, 2021 and 2020, the Company did not grant any stock options.

8. LOSS PER SHARE

The calculation of basic and diluted loss per share was based on the following data:

	Three months ended April 30,	
	<u>2021</u>	<u>2020</u>
Net loss	\$ 259,657	\$ 36,840
Weighted average number of common shares for the purpose of basic and diluted loss per share	238,120,805	162,295,847

Basic loss per share is computed by dividing loss by the weighted average number of common shares outstanding during the period. Diluted loss per share reflects the potential dilution of common share equivalents, such as stock options and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive. All of the stock options and share purchase warrants currently issued (see Note 7) were anti-dilutive for the three months ended April 30, 2021 and 2020.

Basic and diluted loss per share for the three months ended April 30, 2021 was \$(0.00) (three months ended April 30, 2020: \$(0.00)).

9. RELATED PARTY TRANSACTIONS

Key management personnel compensation

Key management of the Company are directors and officers of the Company and their remuneration includes the following:

	Three months ended April 30,	
	<u>2021</u>	<u>2020</u>
Management fees	\$ 15,000	\$ -
Professional fees	15,000	7,500
	<u>\$ 30,000</u>	<u>\$ 7,500</u>

Related party balances

At April 30, 2021, accounts payable and accrued liabilities include \$10,459 (January 31, 2021: \$19,428) payable to three directors and a former director of the Company, and a public company with common directors for unpaid fees. These amounts are unsecured, non-interest bearing and payable on demand.

10. SEGMENTAL REPORTING

The Company operates in one business segment, being the acquisition and exploration of mineral properties. The Company’s exploration and evaluation assets are distributed by geographic locations as below:

	April 30, <u>2021</u>	January 31, <u>2021</u>
Canada	\$ 743,493	\$ 731,301
U.S.A.	1,295,503	1,266,826
	<u>\$ 2,038,996</u>	<u>\$ 1,998,127</u>

11. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Investing and financing activities that do not have a direct impact on cash flows are excluded from the statement of cash flows.

During the three months ended April 30, 2021:

- Included in accounts payable and accrued liabilities was \$36,377 for exploration and evaluation assets.

During the three months ended April 30, 2020:

- Included in accounts payable and accrued liabilities was \$2,450 for exploration and evaluation assets.

12. SUBSEQUENT EVENTS

Subsequent to April 30, 2021, the following occurred:

- 1,210,000 share purchase warrants were exercised at \$0.05 per share; and
- 3,020,000 stock options were exercised at \$0.05 per share.
- The Company closed a non-brokered private placement consisting of 5,000,000 flow-through units (the “FT Units”) at \$0.20 per FT Unit for gross proceeds of \$1,000,000. Each FT Unit consisted of one flow-through common share and one-half of one share purchase warrant (each, a “Warrant”). Each whole Warrant entitles the holder to purchase one additional non flow-through common share of the Company at a price of \$0.30 per share until May 12, 2023. The Company paid legal and filing fees of \$1,430, and finders’ fees of \$60,000 in connection with this private placement.