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**GREENHAWK RESOURCES INC.**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL**  
**STATEMENTS**  
**THREE AND NINE MONTHS ENDED**  
**SEPTEMBER 30, 2021**  
**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**

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**Notice To Reader**

The accompanying unaudited condensed consolidated interim financial statements of Greenhawk Resources Inc. (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.

# Greenhawk Resources Inc.

## Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at September 30, 2021	As at December 31, 2020
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 5,533,773	\$ 7,677,172
Prepaid expenses and deposits (note 3)	43,599	54,582
Sales tax receivable	268,766	127,941
<b>Total current assets</b>	<b>5,846,138</b>	<b>7,859,695</b>
<b>Non-current assets</b>		
Prepaid expenses and deposits (note 3)	15,996	15,996
Right-of-use asset (note 5)	190,682	191,862
Equipment (note 6)	-	39,291
<b>Total non-current assets</b>	<b>206,678</b>	<b>247,149</b>
<b>Total assets</b>	<b>\$ 6,052,816</b>	<b>\$ 8,106,844</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (note 14)	\$ 23,175	\$ 162,772
Lease obligation (note 8)	100,125	115,172
<b>Total current liabilities</b>	<b>123,300</b>	<b>277,944</b>
<b>Non-current liabilities</b>		
Lease obligation (note 8)	-	21,013
<b>Total non-current liabilities</b>	<b>-</b>	<b>21,013</b>
<b>Total liabilities</b>	<b>123,300</b>	<b>298,957</b>
<b>Shareholders' equity</b>		
Share capital (note 9)	97,462,709	88,438,709
Contributed surplus	15,647,193	14,312,982
Deficit	(107,180,386)	(94,943,804)
<b>Total shareholders' equity</b>	<b>5,929,516</b>	<b>7,807,887</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 6,052,816</b>	<b>\$ 8,106,844</b>

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

**Nature of Operations** (note 1)

**Contingencies** (note 15)

**Approved on behalf of the Board:**

"Greg McKenzie" \_\_\_\_\_ Director (Signed)

"Tom English" \_\_\_\_\_ Director (Signed)

## Greenhawk Resources Inc.

### Condensed Consolidated Interim Statements of Income (Loss) and Comprehensive Income (Loss)

(Expressed in Canadian Dollars)

Unaudited

	Three months ended September 30, 2021	Three months ended September 30, 2020	Nine months ended September 30, 2021	Nine months ended September 30, 2020
<b>Expenses</b>				
Exploration and evaluation expenditures (note 12)	\$ -	\$ -	\$ 9,274,000	\$ -
General and administrative (note 13)	563,778	1,414,415	1,470,619	2,741,916
Stock-based compensation	190,949	22,999	1,334,211	68,996
Acquisition related costs	-	-	115,956	292,402
	<b>754,727</b>	<b>1,437,414</b>	<b>12,194,786</b>	<b>3,103,314</b>
<b>Other income (loss)</b>				
Interest expense, net	(5,037)	(4,904)	(5,325)	(1,580,379)
Gain on sale of subsidiary (note 4)	-	3,339,249	-	2,947,449
Gain on extinguishment of convertible debenture	-	-	-	24,775,610
Loss on disposal of equipment	-	-	(36,007)	-
Foreign exchange loss	(2)	(20)	(464)	(212)
<b>Net (loss) income and comprehensive (loss) income before income tax and continuing operations</b>	<b>(759,766)</b>	<b>1,896,911</b>	<b>(12,236,582)</b>	<b>23,039,154</b>
Loss from discontinued operations (note 4)	-	(1,788,459)	-	(1,169,312)
<b>Net (loss) income and comprehensive (loss) income for the period</b>	<b>\$ (759,766)</b>	<b>\$ 108,452</b>	<b>\$ (12,236,582)</b>	<b>\$ 21,869,842</b>
<b>Income (loss) per share from continuing operations</b>				
- basic and diluted (note 11)	\$ (0.01)	\$ 0.04	\$ (0.19)	\$ 0.93
<b>Income (loss) per share</b>				
- basic and diluted (note 11)	\$ (0.01)	\$ 0.00	\$ (0.19)	\$ 0.88
<b>Weighted average number of shares outstanding</b>				
- basic and diluted (note 11)	<b>86,199,162</b>	<b>48,599,162</b>	<b>65,815,279</b>	<b>24,766,647</b>

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

## Greenhawk Resources Inc.

### Condensed Consolidated Interim Statements of Cash Flows

(Expressed in Canadian Dollars)

Unaudited

	Nine months ended September 30, 2021	Nine months ended September 30, 2020
<b>Operating activities</b>		
Net loss for the period	\$ (12,236,582)	\$ 21,869,842
Adjustments for:		
Acquisition of Copenhagen Minerals Inc. (note 8)	9,024,000	-
Mining revenue	-	(3,102,562)
Depreciation	87,405	29,069
Fair gain on re-measurement of digital assets	-	(79,916)
Gain on extinguishment of convertible debenture	-	(24,775,610)
Loss on disposal of equipment	36,007	1,706,948
Gain on sale of subsidiary	-	(2,947,449)
Foreign exchange loss	-	211
Stock-based compensation	1,334,211	68,996
Interest expense	11,946	754,237
Interest accretion	-	1,010,141
Changes in non-cash working capital items:		
Prepays	10,983	388,776
Sales tax receivable	(140,825)	1,460,667
Digital assets	-	3,308,798
Accounts payable and accrued liabilities	(139,597)	(510,027)
Security deposit	-	(318,050)
<b>Net cash used in operating activities</b>	<b>(2,012,452)</b>	<b>(1,135,929)</b>
<b>Investing activities</b>		
Proceeds from sale of subsidiary	-	1,734,315
Proceeds from sale of marketable securities	-	5,559,349
Interest earned on cash equivalents	-	606
Return of proceeds from sale of equipment	-	(79,686)
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>7,214,584</b>
<b>Financing activities</b>		
Lease liability payments	(130,947)	(637,375)
<b>Net cash used in financing activities</b>	<b>(130,947)</b>	<b>(637,375)</b>
<b>Net change in cash</b>	<b>(2,143,399)</b>	<b>5,441,280</b>
<b>Cash, beginning of period</b>	<b>7,677,172</b>	<b>878,387</b>
<b>Cash, end of period</b>	<b>\$ 5,533,773</b>	<b>\$ 6,319,667</b>

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

## Greenhawk Resources Inc.

### Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(Expressed in Canadian Dollars)

Unaudited

	Share Capital	Warrants	Contributed Surplus	Deficit	Total
<b>Balance, December 31, 2019</b>	<b>\$ 79,675,709</b>	<b>\$ 1,606,933</b>	<b>\$ 12,397,790</b>	<b>\$ (116,946,158)</b>	<b>\$ (23,265,726)</b>
Expiry of warrants	-	(1,606,933)	1,606,933	-	-
Issuance of common shares in connection with conversion of Convertible Debenture	8,763,000	-	-	-	8,763,000
Stock-based compensation	-	-	68,997	-	68,997
Net income and comprehensive income for the period	-	-	-	21,869,842	21,869,842
<b>Balance, September 30, 2020</b>	<b>\$ 88,438,709</b>	<b>\$ -</b>	<b>\$ 14,073,720</b>	<b>\$ (95,076,316)</b>	<b>\$ 7,436,113</b>
<b>Balance, December 31, 2020</b>	<b>\$ 88,438,709</b>	<b>\$ -</b>	<b>\$ 14,312,982</b>	<b>\$ (94,943,804)</b>	<b>\$ 7,807,887</b>
Acquisition of Copenhagen Minerals Inc. (note 8)	9,024,000	-	-	-	9,024,000
Stock-based compensation	-	-	1,334,211	-	1,334,211
Net loss and comprehensive loss for the period	-	-	-	(12,236,582)	(12,236,582)
<b>Balance, September 30, 2021</b>	<b>\$ 97,462,709</b>	<b>\$ -</b>	<b>\$ 15,647,193</b>	<b>\$ (107,180,386)</b>	<b>\$ 5,929,516</b>

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

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# Greenhawk Resources Inc.

## Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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### 1. Nature of Operations

Greenhawk Resources Inc (formerly Cryptologic Corp.) (the "Company" or "Greenhawk"), is a mineral exploration mining company who has activities in Greenland.

The head office and registered record office is located at 22 Adelaide Street West, Suite 2020, Toronto, Ontario, M5H 4E3.

On April 8, 2020, the Company sold all of the shares of its wholly-owned subsidiary 9376-9974 Quebec Inc., ("9376"), which was engaged in cryptocurrency mining operations located in Lachute, Quebec. See note 4.

On June 30, 2020, convertible debentures with a principal balance of \$34,500,000 and accrued interest of \$1,380,000 were converted into 35,879,991 shares of the Company.

On August 7, 2020, the Company (i) terminated the lease of its wholly-owned subsidiary, Crypto 205 Inc., at its cryptocurrency mining facility in Pointe-Claire, Quebec, effective July 31, 2020, and (ii) terminated the employment contracts of all of its employees.

On May 28, 2021, the Company closed the share purchase agreement with Greenland Resources Inc. acquiring 100% of the outstanding shares of the wholly-owned subsidiary, Copenhagen Minerals Inc. ("Copenhagen"), which owns a 100% interest in a mineral exploration license known as the Storø Gold Project, located in Greenland. Consideration for the transaction was satisfied through the payment of \$250,000 cash and the issuance 37,600,000 common shares of the Company at a deemed issue price of \$0.24 per share.

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 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 effects that these events will have are highly uncertain and as such, the Company cannot determine the corresponding financial impact at this time.

The common shares trade on the Canadian Stock Exchange ("CSE") under the symbol "GRHK".

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## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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## 2. Significant Accounting Policies

### Statement of Compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB.

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRSs issued and outstanding as of November 11, 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.

#### *Exploration and evaluation expenditures*

The Company expenses exploration and evaluation expenditures as incurred. Exploration and evaluation expenditures include acquisition costs of mineral properties, property option payments and evaluation activities. Once a project has been established as commercially viable and technically feasible, related development expenditures are capitalized. Development costs include costs incurred in preparing the site for mining operations. Capitalization ceases when the mine is capable of commercial production.

## 3. Prepaid expenses and deposits

The Company's prepaid expense comprise the following:

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	As at September 30, 2021	As at December 31, 2020
Prepaid expenses	\$ 43,599	\$ 54,582
Vendor deposits	15,996	15,996
	<b>\$ 59,595</b>	<b>\$ 70,578</b>
Current	\$ 43,599	\$ 54,582
Long-term	15,996	15,996
	<b>\$ 59,595</b>	<b>\$ 70,578</b>

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Included in the long-term portion of prepaid expenses and deposits as at September 30, 2021, are security deposits for rent of \$15,996 (2020 – \$15,996) that have been classified as long-term.

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## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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#### 4. Assets and liabilities classified as held for sale and discontinued operations

The Company evaluated the cryptocurrency mining business and decided to divest of its crypto assets. The decision led to the classification of the crypto-mining related assets and liabilities as held for sale.

The following is a summary of the financial performance and cash flow information for the nine months ended September 30, 2021 and 2020:

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	Nine months ended September 30, 2021	Nine months ended September 30, 2020
<b>Revenue</b>		
Digital assets mined	\$ -	\$ 3,102,562
Colocation revenue	-	1,717,114
<b>Cost of revenue</b>		
Site operating costs	-	(4,205,614)
<b>Net mining income</b>	-	614,062
<b>Expenses</b>		
Fair value gain on re-measurement of digital assets	-	(79,916)
	-	(79,916)
<b>Other income (loss)</b>		
Loss on sale of equipment	-	(1,706,948)
Sales tax recovered	-	27,657
Interest expense	-	(183,999)
<b>Net income from discontinued operations</b>	<b>\$ -</b>	<b>\$ (1,169,312)</b>

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	Nine months ended September 30, 2021	Nine months ended September 30, 2020
Net cash provided by operating activities	\$ -	\$ 2,210,651
Net cash used in financing activities	-	(2,766,493)
Net cash used in divesting activities	-	(79,686)

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## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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#### 4. Assets and liabilities classified as held for sale and discontinued operations (Continued)

On April 8, 2020, the Company sold the shares of its wholly-owned subsidiary 9376-9974 Quebec Inc. to Hive. As consideration, Hive issued 15,000,000 of its common shares ("Hive Shares") at \$0.20 per share for \$3,000,000 of consideration and paid \$1,956,231 in cash. Thirty days after closing of the transaction, the Company settled \$221,916 in working capital adjustment to Hive for net cash proceeds of \$1,734,315.

The following table shows the gain on sale of the subsidiary:

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	As at April 8, 2020
<b>Consideration received:</b>	
Cash	\$ 1,734,315
Marketable securities	3,000,000
<b>Total disposal consideration</b>	4,734,315
Carrying amount of net assets sold	(5,126,115)
Gain on sale of marketable securities	3,339,249
<b>Gain on sale of subsidiary</b>	<b>\$ 2,947,449</b>

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#### 5. Right-of-use assets

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<b>Balance, December 31, 2020</b>	<b>\$ 191,862</b>
Addition	82,941
Depreciation	(84,121)
<b>Balance, September 30, 2021</b>	<b>\$ 190,682</b>

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#### 6. Equipment

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<b>Cost</b>	<b>Office Equipment</b>
<b>Balance, December 31, 2020</b>	<b>\$ 73,883</b>
Disposal	(8,202)
Write-off	(65,681)
<b>Balance, September 30, 2021</b>	<b>\$ -</b>

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<b>Accumulated Amortization</b>	<b>Office Equipment</b>
<b>Balance, December 31, 2020</b>	<b>\$ 34,592</b>
Amortization	3,284
Disposal	(3,903)
Write-off	(33,973)
<b>Balance, September 30, 2021</b>	<b>\$ -</b>

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#### Carrying amounts

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<b>Balance, December 31, 2020</b>	<b>\$ 39,291</b>
<b>Balance, September 30, 2021</b>	<b>\$ -</b>

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## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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#### 7. Lease obligations

The following table details the movement in the Company's lease liability for the nine months ended September 30, 2021:

<b>Balance, December 31, 2020</b>	<b>\$ 136,185</b>
Addition	82,941
Interest expense	11,946
Lease payments	(130,947)
<b>Balance, September 30, 2021</b>	<b>\$ 100,125</b>
Less: current portion	(100,125)
<b>Non-current portion</b>	<b>\$ -</b>

#### Maturity analysis – contractual undercounted cash flows

##### Balance, September 30, 2021

Less than one year	\$ 100,125
<b>Total discounted lease obligation</b>	<b>\$ 100,125</b>

#### 8. Acquisition of Copenhagen Minerals Inc.

On December 10, 2020, the Company and Greenland Resources Inc. entered into a non-binding letter of intent, which also provided for exclusivity. The exclusivity period was extended twice while the parties negotiated the Share Purchase Agreement. After having the opportunity to negotiate and review the definitive Share Purchase Agreement, the board of directors of the Company unanimously approved a resolution authorizing the Company to enter into the Share Purchase Agreement, the final version of which was executed late on January 27, 2021. On May 21, 2021, the parties to the Share Purchase Agreement, as well as RSG Mining Corp. and certain other parties entered into the Amended and Restated Share Purchase Agreement. The Amended and Restated Share Purchase Agreement provided for the acquisition by the Company of the Storø Gold Project through the acquisition of all of the issued and outstanding shares of Copenhagen Minerals Inc., from Greenland Resources Inc. in exchange for the issuance of 37,600,000 Common Shares of the Company at a deemed issue price of \$0.24 per share. Upon closing of the Acquisition, the Company made a cash payment to Greenland Resources Inc. in the amount of \$250,000.

The acquisition has been measured using the fair value of the consideration transferred.

The total consideration is set out as follows:

##### Consideration

Issuance of 37,600,000 common shares	\$ 9,024,000
Cash	250,000
<b>Total Consideration</b>	<b>\$ 9,274,000</b>

The allocation of total consideration has been recorded as an acquisition cost for the Storø Gold Project in the condensed consolidated interim Statements of Loss and Comprehensive Loss.

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## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

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#### 9. Share Capital

(a) Authorized share capital

The authorized share capital consists of an unlimited number of common shares.

(b) Common shares issued

The change in issued share capital for the periods presented were as follows:

	Number of Shares	Amount
<b>Balance, December 31, 2019</b>	<b>12,719,171</b>	<b>\$ 79,675,709</b>
Issuance of common shares in connection with conversion of Convertible Debenture (i)	35,879,991	8,763,000
<b>Balance, September 30, 2020</b>	<b>48,599,162</b>	<b>\$ 88,438,709</b>

(i) On June 30, 2020, the Company elected to force conversion of the Convertible Debentures into 35,879,991 common shares of the Company. On conversion the equity value of 8,763,000 was transferred from contributed surplus to share capital. No fractional common shares were issued and any fractions of a Common Share were rounded down to the nearest whole number of common shares.

	Number of Shares	Amount
<b>Balance, December 31, 2020</b>	<b>48,599,162</b>	<b>\$ 88,438,709</b>
Acquisition of Copenhagen Minerals Inc. (note 8)	37,600,000	9,024,000
<b>Balance, September 30, 2021</b>	<b>86,199,162</b>	<b>\$ 97,462,709</b>

#### 10. Stock Options

The Company has a stock option plan ("the Plan") under which the Board of Directors may grant to directors, officers, employees and technical consultants to the Company non-transferable options to purchase common shares, exercisable for a period of up to 5 years from the date of grant.

The following table reflects the continuity of stock options for the periods presented:

	Number of Options	Weighted Average Exercise Price
<b>Balance, December 31, 2019 and September 30, 2020</b>	<b>216,667</b>	<b>\$ 1.95</b>
<b>Balance, December 31, 2020</b>	<b>4,600,000</b>	<b>\$ 0.27</b>
Granted (i)	4,000,000	0.20
<b>Balance, September 30, 2021</b>	<b>8,600,000</b>	<b>\$ 0.24</b>

## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

#### 10. Stock Options (Continued)

The Company had the following stock options outstanding as of September 30, 2021:

Number of Options	Exercisable	Exercise Price	Weighted Average Remaining Contractual Life (years)	Expiry Date
4,600,000	3,066,667	\$0.27	4.06	October 20, 2025
4,000,000	4,000,000	\$0.20	4.73	June 24, 2026
<b>8,600,000</b>	<b>7,066,667</b>		<b>4.62</b>	

(i) The weighted average fair value of the 4,000,000 options granted in the period ended September 30, 2021 was estimated at \$0.19 (December 31, 2020 - \$0.17) by using the Black-Scholes option pricing model with the following weighted average assumptions:

	2021	2020
Share price	\$0.20	\$0.27
Risk-free interest rate	0.97%	0.25%
Dividend yield	0%	0%
Volatility	175.70%	100.00%
Expected life	5 years	3 years

#### 11. Net loss per Common Share

The calculation of basic and diluted loss per share for the three and nine months ended September 30, 2021 was based on the loss attributable to common shareholders of \$759,766 and \$12,236,582, respectively (three and nine months ended September 30, 2020 - income of \$108,452 and \$21,869,842, respectively) and the weighted average number of common shares outstanding of 86,199,162 and 65,815,279, respectively (three and nine months ended September 30, 2020 - 48,599,162 and 24,766,647, respectively) for basic and diluted (loss) income per share. Diluted (loss) income did not include the effect of options for the three and nine months ended September 30, 2021 and 2020.

#### 12. Exploration and Evaluation Expenditures

	Three months ended September 30, 2021	Three months ended September 30, 2020	Nine months ended September 30, 2021	Nine months ended September 30, 2020
<b>Storø Gold Project</b>				
Acquisition costs (i)	\$ -	\$ -	\$ 9,274,000	\$ -
	\$ -	\$ -	\$ 9,274,000	\$ -

(i) Greenhawk owns a 100% legal and beneficial interest in two mineral exploration licenses and one prospecting license in Greenland known as the Storø Gold Project.

## Greenhawk Resources Inc.

### Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

Unaudited

#### 13. Expenses classified by nature

Expenses are classified by function on the statement of income (loss) and comprehensive income (loss) and are comprised of general and administrative. Below is a breakdown of what is included within general and administrative expenses:

	Three months ended September 30, 2021	Three months ended September 30, 2020	Nine months ended September 30, 2021	Nine months ended September 30, 2020
<b>General and administrative</b>				
Office and administrative	\$ 21,977	\$ 182,017	\$ 172,905	\$ 354,027
Legal and professional fees	23,458	48,502	225,792	370,595
Consulting fees	220,886	103,600	675,433	103,600
Travel and entertainment	-	-	155	76,727
Depreciation	48,147	3,694	87,405	29,069
Salaries	249,310	1,076,602	308,929	1,807,898
	<b>\$ 563,778</b>	<b>\$ 1,414,415</b>	<b>\$ 1,470,619</b>	<b>\$ 2,741,916</b>

#### 14. Related-Party Balances and Transactions

The key management personnel of the Company are certain members of the Company's executive management team and the Board of Directors.

The compensation of such key management for the three and nine months ended September 30, 2021 and 2020 included the following:

	Three months ended September 30, 2021	Three months ended September 30, 2020	Nine months ended September 30, 2021	Nine months ended September 30, 2020
Salaries, consulting and director remuneration	\$ 244,387	\$ 813,551	\$ 766,496	\$ 1,284,061
Stock-based compensation expense - directors and officers	190,949	22,999	1,334,211	68,997
	<b>\$ 435,336</b>	<b>\$ 836,550</b>	<b>\$ 2,100,707</b>	<b>\$ 1,353,058</b>

As at September 30, 2021, included in accounts payable and accrued liabilities was \$5,391 (2020 – \$29,285) of payments owed to key management personnel.

#### 15. Contingencies

On August 19, 2021, the Company was served with a Statement of Claim and the plaintiffs are seeking \$4,685,194 in damages and \$1,000,000 in punitive damages for breach of trust and unjust enrichment. The Company's counsel sent a letter to the plaintiffs' counsellor explaining the reasons why the action should be discontinued or dismissed as against the Company. In addition, the Company's counsel provided information to the plaintiffs' counsellor in relation to a section 39 request pursuant to the *Construction Act*, R.S.O. 1990.