
GREENHAWK RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2022
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

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 March 31, 2022	As at December 31, 2021
ASSETS		
Current assets		
Cash	\$ 5,395,000	\$ 5,692,396
Accounts receivable	12,051	-
Sales tax receivable	96	488
Prepaid expenses and deposits (note 3)	15,140	43,040
Total current assets	5,422,287	5,735,924
Non-current assets		
Equipment (note 4)	1,860	1,962
Total assets	\$ 5,424,147	\$ 5,737,886
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 10)	\$ 121,551	\$ 65,906
Lease obligations (note 5)	-	14,565
Total liabilities	121,551	80,471
Shareholders' equity		
Share capital (note 6)	100,846,709	100,846,709
Contributed surplus (note 7)	15,328,016	15,328,016
Deficit	(110,872,129)	(110,517,310)
Total shareholders' equity	5,302,596	5,657,415
Total liabilities and shareholders' equity	\$ 5,424,147	\$ 5,737,886

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

Nature of Operations (note 1)

Approved on behalf of the Board:

"Greg McKenzie" _____ Director (Signed)

"Tom English" _____ Director (Signed)

Greenhawk Resources Inc.**Condensed Consolidated Interim Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****(Unaudited)**

	Three Months Ended	
	March 31,	
	2022	2021
Expenses		
General and administrative (note 9)	\$ 347,843	\$ 354,517
Stock-based compensation (notes 7 & 10)	-	190,949
Acquisition related costs	-	115,956
Loss before other items	347,843	661,422
Interest (expense) income, net	(6,971)	2,152
Loss on disposal of equipment	-	(4,299)
Foreign exchange loss	(5)	-
Net loss and comprehensive loss for the period	\$ (354,819)	\$ (663,569)
Loss per share - basic and diluted (note 8)	\$ (0.00)	\$ (0.01)
Weighted average number of shares outstanding		
- basic and diluted (note 8)	86,199,162	48,599,162

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)**

	Three Months Ended	
	March 31,	
	2022	2021
Operating activities		
Net loss for the period	\$ (354,819)	\$ (663,569)
Adjustments for:		
Depreciation	102	21,271
Loss on disposal of equipment	-	4,299
Stock-based compensation	-	190,949
Interest expense	6,971	3,881
Changes in non-cash working capital items:		
Accounts receivable	(12,051)	-
Sales tax receivable	392	(61,190)
Prepaid expenses and deposits	27,900	19,055
Accounts payable and accrued liabilities	55,645	72,226
Net cash used in operating activities	(275,860)	(413,078)
Financing activities		
Lease liability payments	(21,536)	(32,982)
Net cash used in financing activities	(21,536)	(32,982)
Net change in cash	(297,396)	(446,060)
Cash, beginning of period	5,692,396	7,677,172
Cash, end of period	\$ 5,395,000	\$ 7,231,112

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		Contributed Surplus	Deficit	Total
	Number of Shares	Amount			
Balance, December 31, 2020	48,599,162	\$ 88,438,709	\$ 14,312,982	\$ (94,943,804)	\$ 7,807,887
Stock-based compensation	-	-	190,949	-	190,949
Net loss for the period	-	-	-	(663,569)	(663,569)
Balance, March 31, 2021	48,599,162	\$ 88,438,709	\$ 14,503,931	\$ (95,607,373)	\$ 7,335,267
Balance, December 31, 2021	86,199,162	\$100,846,709	\$ 15,328,016	\$ (110,517,310)	\$ 5,657,415
Net loss for the period	-	-	-	(354,819)	(354,819)
Balance, March 31, 2022	86,199,162	\$100,846,709	\$ 15,328,016	\$ (110,872,129)	\$ 5,302,596

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

Greenhawk Resources Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three Months Ended March 31, 2022

(Expressed in Canadian Dollars)

(Unaudited)

1. NATURE OF OPERATIONS

Greenhawk Resources Inc. (the "Company" or "Greenhawk"), is a mineral exploration mining company who has activities in Greenland. The common shares trade on the Canadian Stock Exchange ("CSE") under the symbol "GRHK".

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

On May 28, 2021, the Company acquired 100% of the outstanding shares of the wholly-owned subsidiary, Copenhagen Minerals Inc. ("Copenhagen"), which owns a 100% legal and beneficial interest in two mineral exploration licenses and one prospecting license in Greenland known as the Storø Gold Project. Consideration for the transaction was satisfied through the payment of \$250,000 cash and the issuance of 37,600,000 common shares of the Company.

The 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.

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 May 26, 2022, 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, 2021. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2022 could result in restatement of these unaudited condensed consolidated interim financial statements.

Greenhawk Resources Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three Months Ended March 31, 2022

(Expressed in Canadian Dollars)

(Unaudited)

3. PREPAID EXPENSES AND DEPOSITS

	As at March 31, 2022	As at December 31, 2021
Prepaid expenses	\$ 15,140	\$ 27,044
Vendor deposits	-	15,996
	\$ 15,140	\$ 43,040

4. EQUIPMENT

Cost	Office Equipment
Balance, December 31, 2021 and March 31, 2022	\$ 2,050

Accumulated Amortization	Office Equipment
Balance, December 31, 2021	\$ 88
Amortization	102
Balance, March 31, 2022	\$ 190

Net Book Value	Office Equipment
Balance, December 31, 2021	\$ 1,962
Balance, March 31, 2022	\$ 1,860

5. LEASE OBLIGATIONS

The following table details the movement in the Company's lease liability:

Balance, December 31, 2021	\$ 14,565
Interest expense	6,971
Lease payments	(21,536)
Balance, March 31, 2022	\$ -

Greenhawk Resources Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three Months Ended March 31, 2022

(Expressed in Canadian Dollars)

(Unaudited)

6. SHARE CAPITAL

(a) Authorized share capital

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

(b) Common shares issued

There were no changes in issued share capital for the period ended March 31, 2022 and 2021.

7. 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
Balance, December 31, 2020 and March 31, 2021	4,600,000	\$ 0.27
Balance, December 31, 2021 and March 31, 2022	8,600,000	\$ 0.24

The Company had the following stock options outstanding as of March 31, 2022:

Number of Options Outstanding	Number of Options Vested (exercisable)	Exercise Price (\$)	Weighted Average Remaining Contractual Life (years)	Expiry Date
4,600,000	4,600,000	0.27	3.56	October 20, 2025
4,000,000	4,000,000	0.20	4.24	June 24, 2026
8,600,000	8,600,000	0.24	3.87	

During the three months ended March 31, 2022, the Company recorded stock-based compensation expense of \$nil (three months ended March 31, 2021 - \$190,949) with an offsetting increase to contributed surplus in respect of the stock options granted.

8. NET LOSS PER COMMON SHARE

The calculation of basic and diluted loss per share for the three months ended March 31, 2022 was based on the loss attributable to common shareholders of \$354,819 (three months ended March 31, 2021 - \$663,569) and the weighted average number of common shares outstanding of 86,199,162 (three months ended March 31, 2021 - 48,599,162). Diluted loss per share for the three months ended March 31, 2022 did not include the effect of 8,600,000 (three months ended March 31, 2021 - 4,600,000) stock options as they are anti-dilutive.

Greenhawk Resources Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three Months Ended March 31, 2022

(Expressed in Canadian Dollars)

(Unaudited)

9. EXPENSES CLASSIFIED BY NATURE

Expenses are classified by function on the statement of loss and comprehensive loss and are comprised of general and administrative. Below is a breakdown of general and administrative expenses:

	Three Months Ended March 31,	
	2022	2021
General and administrative		
Office and administrative	\$ 49,496	\$ 52,300
Legal and professional fees	48,289	65,430
Consulting fees (note 10)	128,590	200,789
Depreciation (note 4)	102	21,271
Salaries (note 10)	113,985	14,727
Sales tax expense	7,381	-
	\$ 347,843	\$ 354,517

10. 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 months ended March 31, 2022 and 2021 included the following:

	Three Months Ended March 31,	
	2022	2021
Salaries, consulting and director remuneration	\$ 99,972	\$ 215,238
Stock-based compensation expense - directors and officers	-	190,949
	\$ 99,972	\$ 406,187

As at March 31, 2022, included in accounts payable and accrued liabilities was \$77,611 (December 31, 2021 - \$61,996) of payments owed to key management personnel.