
GOLDSEEK RESOURCES INC.
CONDENSED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED SEPTEMBER 30, 2020
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Goldseek Resources Inc.

Condensed Interim Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at September 30, 2020	As at June 30, 2020
ASSETS		
Current assets		
Cash	\$ 2,154,292	\$ 1,499,008
Prepaid expenses	29,799	11,160
Amounts receivable	90,788	13,328
Total current assets	2,274,879	1,523,496
Non-current assets		
Property and equipment (note 4)	34,701	-
Exploration and evaluation assets (note 5)	1,196,056	815,425
Total assets	\$ 3,505,636	\$ 2,338,921
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (notes 6 and 8)	\$ 164,110	\$ 160,692
Deferred premium on flow-through shares (note 7)	9,095	10,735
Total liabilities	173,205	171,427
Equity		
Share capital (note 7)	3,456,232	2,158,075
Shares to be issued	-	234,300
Warrants (note 7)	171,212	-
Reserve (note 7)	229,999	19,359
Deficit	(525,012)	(244,240)
Total equity	3,332,431	2,167,494
Total equity and liabilities	\$ 3,505,636	\$ 2,338,921

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

Nature of operations (note 1)

Subsequent events (note 9)

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

	Three Months Ended September 30, 2020	Three Months Ended September 30, 2019
Expenses		
Consulting (note 8)	\$ 37,000	\$ -
General and administrative (note 8)	13,178	709
Professional fees (note 8)	14,007	27,092
Regulatory fees	5,973	-
Share-based payments (notes 7 and 8)	210,640	19,359
Travel	-	143
Depreciation (note 4)	2,814	-
Net loss from operations	(283,612)	(47,303)
Other income		
Reversal of flow-through premium (note 7)	1,640	-
Interest income	1,200	351
	2,840	351
Net and comprehensive loss for the period	\$ (280,772)	\$ (46,952)
Basic and diluted net loss per share	\$ (0.01)	\$ (0.00)
Weighted average number of common shares outstanding	28,610,004	17,305,000

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

Goldseek Resources Inc.

Condensed Interim Statements of Changes in Equity

(Expressed in Canadian Dollars)

Unaudited

	Share capital	Special warrants	Shares to be issued	Warrants	Reserve	Deficit	Total
Balance, June 30, 2019	\$ 752,750	\$ -	\$ -	\$ -	\$ -	\$ 10,673	\$ 763,423
Special warrants issued for cash (note 7)	-	240,500	-	-	-	-	240,500
Subscriptions for special warrants(note 7)	-	3,600	-	-	-	-	3,600
Share-based payments	-	-	-	-	19,359	-	19,359
Net loss and comprehensive loss for the period	-	-	-	-	-	(46,952)	(46,952)
Balance, September 30, 2019	\$ 752,750	\$ 244,100	\$ -	\$ -	\$ 19,359	\$ (36,279)	\$ 979,930
Balance, June 30, 2020	\$ 2,158,075	\$ -	\$ 234,300	\$ -	\$ 19,359	\$ (244,240)	\$ 2,167,494
Units issued for cash, net (note 7)	1,262,457	-	(234,300)	171,212	-	-	1,199,369
Exercise of warrants (note 7)	19,500	-	-	-	-	-	19,500
Shares issued for exploration and evaluation assets (notes 5 and 7)	16,200	-	-	-	-	-	16,200
Share-based payments	-	-	-	-	210,640	-	210,640
Net loss and comprehensive loss for the period	-	-	-	-	-	(280,772)	(280,772)
Balance, September 30, 2020	\$ 3,456,232	\$ -	\$ -	\$ 171,212	\$ 229,999	\$ (525,012)	\$ 3,332,431

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

Goldseek Resources Inc.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
Unaudited

	Three Months Ended September 30, 2020	Three Months Ended September 30, 2019
Operating activities		
Net loss for the period	\$ (280,772)	\$ (46,952)
Adjustments for:		
Depreciation	2,814	-
Share-based payments	210,640	19,359
Reversal of flow-through premium	(1,640)	-
Changes in non-cash working capital items:		
Amounts receivable	(77,460)	(1,085)
Prepaid expenses	(18,639)	-
Accounts payable and accrued liabilities	3,418	22,645
Net cash used in operating activities	(161,639)	(6,033)
Investing activities		
Exploration and evaluation assets	(364,431)	(1,884)
Purchase of property and equipment	(37,515)	-
Net cash used in investing activities	(401,946)	(1,884)
Financing activities		
Issuance of units for cash	1,199,369	-
Issuance of special warrants for cash	-	244,100
Warrants exercised	19,500	-
Net cash provided by financing activities	1,218,869	244,100
Net change in cash	655,284	236,183
Cash, beginning of period	1,499,008	115,196
Cash, end of period	\$ 2,154,292	\$ 351,379
Supplemental cash flow information		
Shares issued pursuant to acquisition of exploration and evaluation assets	\$ 16,200	\$ -

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

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

1. Nature of operations and going concern

Goldseek Resources Inc. (the "Company") was incorporated under the British Columbia Business Corporations Act on September 21, 2018. The Company is in the business of acquiring and exploring mineral properties. On February 14, 2020, the Company filed a non-offering prospectus and became a reporting issuer in the provinces of British Columbia and Ontario. The Company's common shares commenced trading on the Canadian Securities Exchange ("CSE") on March 9, 2020 under the stock symbol "GSK". The address of the Company's corporate office and principal place of business is 1231 Huron Street, London, Ontario, N5Y 4L1, Canada.

These unaudited condensed interim financial statements have been prepared on a going concern basis, which assumes the Company will be able to realize its assets and discharge its liabilities in the normal course of operations in the foreseeable future. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern.

The Company will require additional financing in order to further develop its exploration properties, meet its ongoing levels of corporate overhead and discharge its liabilities as they come due. While the Company has been successful in securing equity financings in the past, there is no assurance that it will be able to do so in the future and on terms acceptable to management. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

In March 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy, capital markets and the Company's financial position cannot be reasonably estimated at this time. The Company is monitoring developments and will adapt its business plans accordingly. The actual and threatened spread of COVID-19 globally could adversely impact the Company's ability to carry out its plans and raise capital.

2. Basis of presentation and statement of compliance

Statement of compliance

These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standards 34, Interim Financial Reporting ("IAS 34") using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim financial statements have been prepared using the same accounting policies and methods of computation as the most recent annual financial statements for the year ending June 30, 2020, except for those noted in note 3. The unaudited condensed interim financial statements for the three months ended ended September 30, 2020 were reviewed and authorized for issue by the Board of Directors on November 27, 2020.

Basis of measurement

The financial statements have been prepared on a historical cost basis, except for certain financial instruments measured at fair value. The financial statements are presented in Canadian dollars, which is the Company's functional and reporting currency.

The preparation of these financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

Goldseek Resources Inc.
Notes to Condensed Interim Financial Statements
Three Months Ended September 30, 2020
(Expressed in Canadian Dollars)
Unaudited

3. Summary of significant accounting policies

New accounting policies

Property and equipment

Equipment is measured at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset. Gains and losses on disposal of an item of property and equipment are determined by comparing the proceeds of disposal with the carrying amount of the property or equipment and the result is recognized in profit or loss.

The costs of the day to day servicing or maintenance of the property and equipment are expensed when incurred.

Depreciation on property and equipment is calculated over the depreciable amount, which is the cost of an asset. Depreciation is recognized using the declining balance method using the following rates:

Equipment	30%
-----------	-----

Depreciation methods, useful lives and residual values are reviewed at the end of each year, and adjusted if appropriate

Accounting standards issued but not yet effective

The Company has reviewed the accounting standards or amendments to existing accounting standards that have been issued but have future effective dates and determined that these are either not applicable or are not expected to have a significant impact on the Company's financial statements.

Accounting estimates and judgments

The preparation of financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

Estimates and assumptions where there are significant risk of material adjustments to assets and liabilities in future accounting periods include:

- recoverability and measurement of deferred tax assets;
- provisions for restoration and environmental obligations and contingent liabilities;
- recoverable amount of its evaluation and exploration assets; and
- fair value of stock-based transactions.

Significant judgments:

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgment in the Company's financial statements is the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty.

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

4. Property and equipment

Cost	Drilling equipment
Balance, June 30, 2019 and June 30, 2020	\$ -
Additions	37,515
Balance, September 30, 2020	\$ 37,515

Accumulated Amortization	Drilling equipment
Balance, June 30, 2019 and June 30, 2020	\$ -
Depreciation for the period	2,814
Balance, September 30, 2020	\$ 2,814

Carrying value	Drilling equipment
Balance, June 30, 2020	\$ -
Balance, September 30, 2020	\$ 34,701

5. Exploration and evaluation assets

During the three months ended September 30, 2020, the Company's exploration and evaluation asset activities were as follows:

	Bonanza Property	Horizon Property	Quevillon West Property	Southern Arm Property	Total
Balance, June 30, 2019	\$ 397,163	\$ 267,784	\$ -	\$ -	\$ 664,947
Acquisition	-	-	16,929	5,500	22,429
Exploration expenditures:					
Permitting and filing expenses	1,392	-	-	398	1,790
Surveying and geophysics	103,108	4,433	18,718	-	126,259
Balance, June 30, 2020	501,663	272,217	35,647	5,898	815,425
Acquisition	-	16,200	1,259	1,325	18,784
Exploration expenditures:					
Camp	12,045	-	-	900	12,945
Consulting	2,500	5,625	-	1,875	10,000
Drilling	-	248,294	1,786	-	250,080
Geochemistry	26,949	-	-	-	26,949
Permitting and filing expenses	-	-	-	2,372	2,372
Surveying and geophysics	40,339	9,581	9,581	-	59,501
Balance, September 30, 2020	\$ 583,496	\$ 551,917	\$ 48,273	\$ 12,370	\$ 1,196,056

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

5. Exploration and evaluation assets (continued)

Bonanza Property

The Bonanza Property is located near the Municipality of Senneterre, Quebec. On October 11, 2018, the Company signed a purchase agreement with Delford Investments Inc., Jonathon Deluce (Chief Executive Officer ("CEO") of the Company) and Bradel Properties Ltd. (a shareholder of the Company) and Delinks Holdings Ltd. (a shareholder of the Company) (collectively, the "Bonanza Sellers") to purchase the property, including surface rights, mineral rights and personal property and permits associated with the Bonanza Property. In terms of the agreement, the Company was required to issue 6,000,000 consideration shares to satisfy payment of the purchase price of \$300,000. In addition to the issuance of the consideration shares, the Company has also granted the Bonanza Sellers an undivided royalty equal to 3.0% of the Net Smelter Return ("NSR") in respect to any production from the Bonanza Property.

Horizon Property

Horizon #1 Property

The Horizon #1 Property is located near the Township of Wabikoba Lake Area, Ontario. On February 22, 2019, the Company signed a purchase agreement with four parties, two of which are related to directors (collectively, the "Horizon #1 Sellers") to purchase the property, including surface rights, mineral rights and personal property and permits associated with the property. In terms of the agreement, the Company was required to issue 3,500,000 consideration shares to satisfy payment of the purchase price of \$175,000. In addition to the issuance of the consideration shares, the Company has also granted the Horizon #1 Sellers an undivided royalty equal to 3.0% of the NSR in respect to any production from the Horizon #1 Property.

Horizon #2 Property

The Horizon #2 Property is located near the Township of Wabikoba Lake Area, Ontario. On February 22, 2019, the Company signed a purchase agreement with North American Exploration Inc. (the "Horizon #2 Seller") to purchase the property, including surface rights, mineral rights and personal property and permits associated with the property. According to the agreement, the Company was required to issue 150,000 consideration shares to satisfy payment of the purchase price of \$7,500. Upon issuance of the consideration shares, the Company has also granted the Horizon #2 Seller an undivided royalty equal to 3.0% of the NSR in respect to any production from the Horizon #2 Property.

Horizon North-West Property

The Company acquired 100% interest in the Horizon North-West property on July 21, 2020. The property is subject to a 3.0% NSR. Pursuant to the definitive agreement, the Company issued 40,000 shares valued at \$16,200 (see note 7). The Company can purchase half of the NSR royalty at any time for \$1,500,000 from the legacy royalty holders.

Collectively, the Horizon #1 Property, the Horizon #2 Property and the Horizon North-West Property are presented as the Horizon property.

Quevillon West Property

On May 28, 2020, the Company acquired the Quevillon West Property, consisting of 257 claims, by direct staking. On June 26, 2020 the Company added an extension to the Quevillon West Property, consisting of 257 claims, by direct staking. With this addition, the total size of the Quevillon West Property is 497 claims with no underlying royalties.

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

5. Exploration and evaluation assets (continued)

Southern Arm Property

On April 22, 2020, the Company acquired the Southern Arm Property, consisting of 62 claims, by direct staking. On May 26, 2020, the Company acquired additional 8 claims from Midland Exploration Inc. ("Midland"). The agreement for the property acquisition is as follows:

- The 8 claims were acquired through an exchange of properties agreement with Midland whereby the Company exchanged its Quevillon North Property (see below). The Company granted to Midland a 2% NSR on the Property with a 1% buyback option for \$1 million. Midland agreed to assume the 2% NSR payable on the Quevillon North property as described below:
- The Quevillon North property was acquired by the Company on May 12, 2020. Pursuant to a definitive agreement, the Company acquired 100% interest, subject to a 2% NSR, in the Quevillon North property from two vendors which owned the property as to 50% each, and one vendor was a company controlled by the CEO of the Company. The terms of the purchase were as follows:
 - Upon CSE acceptance, pay \$1,000 in cash (paid) and issue 15,000 shares of the Company (issued with a fair value of \$4,500, see note 7); and
 - The Company can purchase 1% (or 1/2) of the NSR at any time for \$1 million. The royalty was agreed to be assumed by Midland under the terms of the exchange of properties agreement.

6. Accounts payable and accrued liabilities

Accounts payable and accrued liabilities of the Company are principally comprised of amounts outstanding for purchases relating to general operating activities.

	September 30, 2020	June 30, 2020
Accounts payable	\$ 128,265	\$ 57,869
Accrued liabilities	35,845	102,823
	164,110	160,692

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

7. Share capital

(a) Authorized share capital

Unlimited number of common shares without par value.

(b) Issued

	Number of shares	Share capital
Balance, June 30, 2019 and September 30, 2019	17,305,000	\$ 752,750
Balance, June 30, 2020	24,464,499	\$ 2,158,075
Units issued for cash, net (i)(ii)	5,100,185	1,262,457
Warrants exercised	150,000	19,500
Shares issued for exploration and evaluation assets (note 5)	40,000	16,200
Balance, September 30, 2020	29,754,684	\$ 3,456,232

(i) On July 3, 2020, the Company issued:

- 1,295,000 Quebec flow-through units ("Quebec FT Unit") at a price of \$0.30 per Quebec FT Unit for gross proceeds of \$388,500;
- 1,365,185 flow-through units ("FT Unit") at a price of \$0.27 per FT Unit for gross proceeds of \$368,600; and
- 1,440,000 non-flow-through units ("Unit") at a price of \$0.25 per Unit for gross proceeds of \$360,000.

Each Quebec FT Unit and FT Unit consisted of one common share and one-half warrant exercisable at \$0.50 per share until July 3, 2022. Each Unit is comprised of one common share and one-half warrant exercisable at \$0.50 per share until July 3, 2022. The Company incurred a cash share issuance cost of \$53,431 and issued the following broker warrants:

- 88,200 warrants exercisable at \$0.30 per share until 3 years after closing;
- 13,300 warrants exercisable at \$0.27 per share until 3 years after closing; and
- 91,000 warrants exercisable at \$0.25 per share until 3 years after closing.

The 192,500 broker warrants issued were determined to have a fair value of \$103,384 at the time of grant as estimated using the Black-Scholes option pricing model. The model used the following current market assumptions: expected dividend yield 0%, risk free rate of 0.31%, expected life of 3 years and expected volatility of 245%.

(ii) On September 21, 2020, the Company issued 1,000,000 non flow-through units at a price of \$0.37 per unit for gross proceeds of \$370,000. Each unit is comprised of one common share and one warrant exercisable at \$0.57 per share until 3 years after closing.

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

7. Share capital (continued)

(b) Issued (continued)

Shares in escrow

Pursuant to an escrow agreement dated January 7, 2020, 10,155,000 shares of the Company were deposited into escrow. Under the escrow agreement, the escrowed shares will be released as follows:

- On the date the Company's securities were listed on the CSE ("listing date") 1/10 of the escrowed shares
- 6 months after the listing date 1/6 of the remaining escrowed shares
- 12 months after the listing date 1/5 of the remaining escrowed shares
- 18 months after the listing date 1/4 of the remaining escrowed shares
- 24 months after the listing date 1/3 of the remaining escrowed shares
- 30 months after the listing date 1/2 of the remaining escrowed shares
- 36 months after the listing date the remaining escrowed shares

As at September 30, 2020, there were 7,586,250 shares remaining in escrow.

(c) Stock options

The Company adopted a stock option plan effective May 1, 2019, whereby options may be granted by the Board to officers, employees and consultants to the Company. The maximum number of stock options issuable has been set at 10% of the then outstanding number of common shares.

A summary of changes of the Company's stock options is presented below for the period ended September 30, 2020:

	Number of stock options	Weighted average exercise price
Balance, June 30, 2019	-	\$ -
Granted (i)	400,000	0.10
Balance, September 30, 2019 and June 30, 2020	400,000	\$ 0.10
Granted (ii)	550,000	0.40
Balance, September 30, 2020	950,000	\$ 0.27

(i) On July 30, 2019, the Company granted 400,000 stock options to certain directors of the Company. The stock options grant the holder the option to purchase one common share in the Company at a price of \$0.10 per share for a period of four years from the date of listing the Company's shares on the CSE (March 9, 2020). The stock options were determined to have a fair value of \$19,359 at the time of grant. The fair value of stock options was estimated using the Black-Scholes option pricing model. The model used the following current market assumptions: expected dividend yield 0%, risk free rate of 1.46%, expected life of 4 years and expected volatility of 100%.

(ii) On August 7, 2020, the Company granted 550,000 stock options to certain consultants of the Company. The stock options grant the holder the option to purchase one common share on the Company at a price of \$0.40 per share for a period of 3 years from the grant date, vesting immediately. The stock options were determined to have a fair value of \$210,640 at the time of grant as estimated using the Black-Scholes option pricing model. The model used the following current market assumptions: expected dividend yield 0%, risk free rate of 0.26%, expected life of 3 years and expected volatility of 234%.

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

7. Share capital (continued)

(c) Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of September 30, 2020:

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding
August 7, 2023	0.40	2.85	550,000
March 9, 2024	0.10	3.44	400,000
	0.27	3.10	950,000

Reserve represents the fair value of stock options until such time that the share-based payments are exercised, at which time the corresponding amount will be transferred to share capital.

(d) Warrants

Warrant transactions and the number of warrants outstanding are summarized as follows:

	Number of warrants	Weighted average exercise price
Balance, June 30, 2019 and September 30, 2019	-	\$ -
Balance, June 30, 2020	3,292,500	\$ 0.38
Issued	2,050,092	0.50
Exercised	(150,000)	0.13
Balance, September 30, 2020	5,192,592	\$ 0.43

The following table reflects the warrants outstanding as of September 30, 2020:

Expiry date	Exercise price (\$)	Number of warrants outstanding
February 14, 2022	0.13	952,500
June 11, 2022	0.50	2,190,000
July 3, 2022	0.50	2,050,092
	0.43	5,192,592

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

7. Share capital (continued)

(e) Broker warrants

Broker warrant transactions and the number of broker warrants outstanding are summarized as follows:

	Number of broker warrants	Weighted average exercise price
Balance, June 30, 2019, September 30, 2019 and June 30, 2020	-	\$ -
Issued	428,867	0.28
Balance, September 30, 2020	428,867	\$ 0.28

The following table reflects the broker warrants outstanding as of September 30, 2020:

Expiry date	Exercise price (\$)	Number of broker warrants outstanding
June 11, 2023	0.30	169,167
June 11, 2023	0.25	67,200
July 3, 2023	0.30	88,200
July 3, 2023	0.27	13,300
July 3, 2023	0.25	91,000
	0.28	428,867

8. Related party transactions

The Company entered into the following transactions with related parties:

	Three Months Ended September 30, 2020	Three Months Ended September 30, 2019
Consulting (i)	\$ 5,000	\$ -
Consulting included in exploration and evaluation assets (i)	10,000	-
Professional fees (ii)	8,356	-
General and administrative (iii)	4,771	-
Share-based payments	-	19,359
	\$ 28,127	\$ 19,359

(i) During the three months ended September 30, 2020, the Company incurred consulting fees of \$5,000 (three months ended September 30, 2019 - \$nil) and consulting fees included in exploration and evaluation assets of \$10,000 (three months ended September 30, 2019 - \$nil) to a company controlled by the CEO. As at September 30, 2020, \$5,000 was owed to this company (June 30, 2020 - \$2,260) and this amount was recorded in accounts payable and accrued liabilities.

Goldseek Resources Inc.

Notes to Condensed Interim Financial Statements

Three Months Ended September 30, 2020

(Expressed in Canadian Dollars)

Unaudited

8. Related party transactions (continued)

(ii) During the three months ended September 30, 2020, the Company paid professional fees and general and administrative of \$13,127 (three months ended September 30, 2019 - \$nil) to Marrelli Support Services Inc., DSA Corporate Services Inc. and DSA Filing Services Limited, together known as the "Marrelli Group", for Eric Myung, an employee of Marrelli Group, to act as the Chief Financial Officer of the Company, bookkeeping services, regulatory filing services, and corporate secretarial services.

As at September 30, 2020, \$5,377 was owed to the Marrelli Group (June 30, 2020 - \$4,367) and this amount was recorded in accounts payable and accrued liabilities.

9. Subsequent events

On November 10, 2020, the Company announced that it acquired the Val d'Or North Property through direct staking.

On November 12, 2020, the Company closed a non-brokered private placement and issued 2,453,378 Quebec flow-through units at a price of \$0.37 for gross proceeds of \$907,750. Each Quebec flow-through unit is comprised of one common share, and one-half of one warrant. Each whole warrant is exercisable at \$0.60 per share until 2 years after closing. In connection with the private placement, the Company paid a cash finder's fee of \$62,965 and issued 160,809 warrants exercisable at \$0.47 per share until 3 years after closing.