

GOLDHAVEN RESOURCES CORP.
(Formerly Altum Resource Corp.)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the three months ended October 31, 2020 and 2019
(Presented in Canadian Dollars)

UNAUDITED

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of condensed consolidated interim financial statements by an entity's auditor.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Condensed Consolidated Interim Statement of Financial Position

As at October 31, 2020 and July 31, 2020

(Presented in Canadian Dollars)

| | October 31, 2020 Unaudited | July 31, 2020 Audited |
|---|---|--------------------------------------|
| ASSETS | | |
| Current | \$ | \$ |
| Cash | 2,194,653 | 394,491 |
| Prepaid expenses | 117,358 | 9,233 |
| GST receivables | 18,656 | 13,895 |
| | <u>2,330,667</u> | <u>417,619</u> |
| Exploration and evaluation assets (Note 4) | <u>3,078,469</u> | <u>832,444</u> |
| | <u>\$ 5,409,136</u> | <u>\$ 1,250,063</u> |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | |
| Current | \$ | \$ |
| Accounts payable and accrued liabilities | 132,133 | 39,250 |
| Due to related parties (Note 5) | 1,500 | 3,697 |
| | <u>133,633</u> | <u>42,947</u> |
| Shareholders' equity | | |
| Common shares (Note 6) | 5,062,096 | 1,494,550 |
| Warrants (Note 6) | 912,519 | 83,097 |
| Reserve | 178,874 | 178,874 |
| Deficit | (877,986) | (549,405) |
| | <u>5,275,503</u> | <u>1,207,116</u> |
| | <u>\$ 5,409,136</u> | <u>\$ 1,250,063</u> |

Nature of operations and going concern (Note 1)

Commitments (Note 4)

Subsequent events (Note 6)

Approved and authorized for issue by the Board of Directors on December 16, 2020

Signed "David C. Smith"

Director

Signed "Gordon L. Ellis"

Director

The accompanying notes are an integral part of these unaudited Condensed Consolidated Interim Financial Statements.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Condensed Consolidated Interim Statement of Loss and Comprehensive Loss

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

| | | | Three months ended October 31 | |
|---|-----------|--|--------------------------------------|--------------------|
| | | | 2020 | 2019 |
| | | | Unaudited | |
| EXPENSES | \$ | | \$ | |
| Investor relations | | | 196,587 | - |
| Consulting | | | 80,987 | 13,214 |
| Office and general administration | | | 20,865 | 6,691 |
| Regulatory fees | | | 17,046 | - |
| Professional fees | | | 13,096 | 25,510 |
| Share-based compensation | | | - | 30,000 |
| Loss for the period | \$ | | (328,581) | \$ (75,415) |
| Loss per common share | | | | |
| Basic and diluted | \$ | | (0.01) | \$ (0.01) |
| Weighted average number of common shares outstanding | | | | |
| Basic and diluted | | | 28,416,106 | 5,188,821 |

The accompanying notes are an integral part of these unaudited Condensed Consolidated Interim Financial Statements.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Condensed Consolidated Interim Statement of Cash Flows

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

| | Three months ended October 31 | |
|---|--------------------------------------|-------------|
| | 2020 | 2019 |
| | Unaudited | |
| | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss for the period | (328,581) | (9,054) |
| Changes in non-cash working capital items: | | |
| Increase in receivables | (4,761) | (450) |
| Increase in prepaid expenses | (108,125) | (2,500) |
| Increase (decrease) in accounts payable and accrued liabilities | 92,881 | (8,378) |
| Decrease in due to related parties | (2,197) | - |
| Net cash used in operating activities | (350,783) | (20,382) |
| CASH FLOWS FROM INVESTING ACTIVITY | | |
| Exploration and evaluation assets | (41,025) | - |
| Net cash used in investing activity | (41,025) | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from the issuance of shares | 2,305,793 | - |
| Share issue costs | (128,323) | - |
| Exercise of warrants | 14,500 | - |
| Net cash provided by financing activities | 2,191,970 | - |
| Change in cash during the period | 1,800,162 | (20,382) |
| Cash, beginning of period | 394,491 | 162,653 |
| Cash, end of period | \$ 2,194,653 | 142,271 |

Supplemental disclosure with respect to cash flows (Note 7)

The accompanying notes are an integral part of these unaudited Condensed Consolidated Interim Financial Statements.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Condensed Consolidated Interim Statement of Changes in Shareholders' Equity

For the periods ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

| | Share Capital | | | | | | Total |
|--|-------------------|---------------------|------------------|-------------------|---------------------|-------------|---------------------|
| | Number of shares | Amount | Warrants | Reserve | Deficit | | |
| Incorporation February 20, 2019 | 1 | \$ 1 | \$ - | \$ - | \$ - | \$ - | 1 |
| Share issuances | 10,200,000 | 276,000 | - | - | - | - | 276,000 |
| Share-based compensation | - | - | - | 30,000 | - | - | 30,000 |
| Loss for the period | - | - | - | - | (75,415) | - | (75,415) |
| Balance, July 31, 2019 | 10,200,001 | 276,001 | - | 30,000 | (75,415) | - | 230,586 |
| IPO | 3,500,000 | 350,000 | - | - | - | - | 350,000 |
| Corporate finance fees | 100,000 | 10,000 | - | - | - | - | 10,000 |
| Share issuances | 5,792,844 | 509,765 | 69,519 | - | - | - | 579,284 |
| Share issue costs | - | (190,363) | - | - | - | - | (190,363) |
| Adam West property acquisition | 100,000 | 10,000 | - | - | - | - | 10,000 |
| Assignment Project Options | 4,000,000 | 400,000 | - | - | - | - | 400,000 |
| Agents' warrants – IPO | - | (18,291) | 18,291 | - | - | - | - |
| Agents' warrants – Private placement | - | (6,000) | 6,000 | - | - | - | - |
| Exercise of stock options | 700,000 | 122,225 | - | (52,225) | - | - | 70,000 |
| Exercise of IPO agents' warrants | 205,000 | 31,213 | (10,713) | - | - | - | 20,500 |
| Share-based compensation | - | - | - | 201,099 | - | - | 201,099 |
| Loss for the year | - | - | - | - | (473,990) | - | (473,990) |
| Balance, July 31, 2020 | 24,597,845 | \$ 1,494,550 | \$ 83,097 | \$ 178,874 | \$ (549,405) | \$ - | \$ 1,207,116 |
| Exercise of IPO agents' warrants | 145,000 | 14,500 | (7,578) | - | - | - | 6,922 |
| Acquisition of 1243461 B.C. Ltd. | 7,000,000 | 2,205,000 | - | - | - | - | 2,205,000 |
| Private placement | 11,307,500 | 2,313,369 | - | - | - | - | 2,313,369 |
| Share issue costs, including finders' fees | - | (128,323) | - | - | - | - | (128,323) |
| Unit warrants | - | (801,000) | 801,000 | - | - | - | - |
| Finders' warrants | - | (36,000) | 36,000 | - | - | - | - |
| Loss for the period | - | - | - | - | (328,581) | - | (328,581) |
| | 18,452,500 | 3,567,546 | 829,422 | - | (328,581) | - | 4,068,387 |
| Balance, October 31, 2020 | 43,050,345 | 5,062,096 | 912,519 | 178,874 | (877,986) | - | 5,275,503 |

The accompanying notes are an integral part of these unaudited Condensed Consolidated Interim Financial Statements.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Goldhaven Resources Corp. (formerly Altum Resource Corp.; “GoldHaven” or the “Company”) was incorporated on February 20, 2019 under the laws of British Columbia. The address of the Company’s corporate office and its principal place of business is Suite 2300 – 1177 West Hastings Street, Vancouver, BC, Canada V6E 2K3.

Pursuant to the Company’s March 2020 Initial Public Offering (“IPO”), the common shares of the Company commenced trading on the Canada Securities Exchange (“CSE”) under the trading symbol ALTM. On June 24, 2020, the Company changed its name to Goldhaven Resources Corp. and on July 3, 2020, the Company’s shares commenced trading on the CSE under the symbol GOH.

On September 9, 2020, the Company’s shares commenced trading on the OTCQB under the symbol ATUMF, which was changed to GHVNF on December 7, 2020.

These unaudited Condensed Consolidated Interim Financial Statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board that are applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due.

If the going concern assumption was not appropriate for these Consolidated Financial Statements then adjustments would be necessary to the carrying value of assets and liabilities, the reported expenses and the statement of financial position classifications used, and such adjustments could be material.

To date, the Company has not earned operating revenue, as the Company is in the process of acquiring and developing exploration and evaluation assets and has not yet determined whether the properties contain reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves, and upon future profitable production.

As at October 31, 2020, the Company has generated negative cash flows from operating activities, had working capital of \$2,197,034, and an accumulated deficit of \$877,986. The Company expects to incur further losses in its future operations and its ability to continue its operations and to realize its assets at their carrying values is dependent upon obtaining additional financing and generating revenues enough to cover its operating costs. These factors indicate the existence of material uncertainties that may cast significant doubt on the Company’s ability to continue as a going concern.

The Company’s ability to continue as a going concern is dependent upon its ability to generate positive cash flow from operating activities or to raise funds primarily through the issuance of shares or obtain alternative financing. There is no certainty that sufficient financing can be obtained in the future.

In 2020, there was a global outbreak of coronavirus (COVID-19) that has resulted in changes in global supply and demand of certain mineral and energy products. These changes, including a potential economic downturn and any potential resulting direct and indirect negative impact to the Company cannot be determined, but they could have a potential material impact to the Company’s activities, cash flows, liquidity and its ability to raise additional capital. Various restrictions on gatherings, work and access to remote communities near the Company’s potential/future projects may also impact the Company’s ability to perform operational activities.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

2. BASIS OF PREPARATION

The principal accounting policies applied in the preparation of these Consolidated Financial Statements are set out below.

2.1 Statement of compliance

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting using accounting policies consistent with IFRS. As such, these interim financial statements do not include all of the information required by IFRS for annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended July 31, 2020, in addition to any new accounting policies applicable for the period ended October 31, 2020.

These unaudited condensed consolidated interim financial statements were approved by the Company's Board of Directors on December 16, 2020.

2.2 Basis of measurement

These unaudited condensed consolidated interim financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities which are measured at fair value. In addition, these unaudited condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

2.3 Basis of consolidation

The results of subsidiaries acquired or disposed of during the year are included in the consolidated statements of loss and comprehensive loss from the effective date of acquisition up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the results of subsidiaries to bring their accounting policies into line with those used by the Company. Inter-company transactions, balances, loss, comprehensive loss and expenses are eliminated on consolidation, where appropriate.

These condensed consolidated interim financial statements include the accounts of GoldHaven and its wholly-owned subsidiaries 1243461 B.C. Ltd. ("3461") and Goldhaven Resources Chile SpA ("GOH Chile").

2.4 Significant accounting judgments and key sources of estimate uncertainty

In preparing these condensed consolidated interim financial statements, the Company is required to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of these condensed consolidated interim financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Estimates and judgments used in developing and applying the accounting policies are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. The estimates and underlying assumptions are reviewed on an ongoing basis.

Significant accounting judgments and estimates

The following are the significant judgments and estimates, that management made in the process of applying the Company's key accounting policies and that have the most significant effect on the amounts recognized in these condensed consolidated interim financial statements.

Going concern assumption – presentation of these condensed consolidated interim financial statements which assumes that the Company will continue in operation for the foreseeable future, will obtain additional financing as required, and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

Recognition of deferred income tax assets - the decision to recognise a deferred tax asset is based on management's judgment of whether it is considered probable that future taxable profits will be available against which unused tax losses, tax credits or deductible temporary differences can be utilized. The determination of income tax is inherently complex and requires making certain estimates and assumptions about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence and any new legislation may result in an increase or decrease in our provision for income taxes.

Economic recoverability and probability of future economic benefits of exploration and evaluation assets - Management has determined that exploration, evaluation, and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessment of economic recoverability and probability of future economic benefits, including geologic and other technical information, a history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, the quality and capacity of existing infrastructure facilities, evaluation of permitting and environmental issues and local support for the project.

Impairment of Exploration and Evaluation Assets - the application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits will flow to the Company. If, after exploration and evaluation expenditures are capitalized, information becomes available suggesting that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount, the Company carries out an impairment test at the cash-generating unit or group of cash-generating unit's level in the year the new information becomes available. Such impairment tests and recoverable value models have a degree of estimation and judgment which may differ in the future

Valuation of share-based compensation - the Company uses the Black-Scholes Option Pricing Model for valuation of share-based compensation and warrants. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate, and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and the Company's earnings and equity reserves.

Mining exploration tax credits and flow-through expenditures - the Company is eligible for refundable tax credits on qualified resource expenditures incurred in the province of British Columbia (the "Province"). Uncertainties exist with respect to the interpretation of tax regulations which could be disallowed by the Province in the calculation of credits. The calculation of the Company's refundable tax credits involves significant estimates and judgment on items whose tax treatment cannot be verified until a notice of assessment and subsequent payments have been received from the Province. Differences between management's estimates and the final assessment could result in adjustments to the mining exploration tax credit and the future income tax expense.

The Company is also required to spend proceeds received from the issuance of flow-through shares on qualifying resources expenditures. Differences in judgment between management and regulatory authorities with respect to qualified expenditures may result in disallowed expenditures by the tax authorities. Any amount disallowed may result in the Company's required expenditures not being fulfilled.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

2.5 Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources, services or obligations between related parties.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Foreign currency translation

(a) Functional and presentation currency

These condensed consolidated interim financial statements are presented in Canadian Dollars, which is GoldHaven and 3461's functional currency. The functional currency of GOH Chile is United States Dollars.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Monetary items are re-valued using the spot rate at the statements of financial position date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of loss. When a gain or loss on a non-monetary item is recognized in other comprehensive loss or income, any foreign exchange component of that gain or loss is recognized in other comprehensive loss or income. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss is recognized in profit or loss.

(c) Subsidiaries

The results and financial position of foreign operations that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (i) Assets and liabilities for each statement of financial position presented are translated at the closing exchange rate at the date of that statement of financial position;
- (ii) Income and expenses for each statement of loss are translated at average exchange rates for the period;
- (iii) Equity items are translated at historical rates; and
- (iv) All resulting exchange differences are recognized in other comprehensive loss until the disposal of the subsidiary.

When the Company disposes or no longer controls a foreign operation, the foreign currency gains or losses accumulated in other comprehensive loss related to the foreign operation are recognized in loss. If an entity disposes of part of an interest in a foreign operation which remains a subsidiary, a proportionate amount of foreign currency gains or losses accumulated in other comprehensive loss or income related to the subsidiary are reallocated between controlling and non-controlling interests.

3.2 Financial Instruments

(i) Classification

The Company classifies its financial instruments in the following categories: at fair value through profit or loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

The classification of debt instruments is driven by the Company's business model for managing financial assets and their contractual cash flow characteristics. Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL or if the Company has opted to measure them at FVTPL

(ii) Measurement

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment. The Company's accounts payable and accrued liabilities and due to related parties are carried at amortized cost.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statements of loss and comprehensive loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the statements of loss and comprehensive loss in the period in which they arise. The Company's cash is classified as FVTPL.

(iii) Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If, at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the statements of loss and comprehensive loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

(iv) De-Recognition of financial assets and liabilities

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on de-recognition are generally recognized in the statements of operations.

3.3 Exploration and evaluation expenditures

All costs related to the acquisition, exploration and development of mineral properties are capitalized. Upon commencement of commercial production, the related accumulated costs are amortized against projected income using the units-of-production method over estimated recoverable reserves. Management annually assesses carrying values of non-producing properties and properties for which events and circumstances may indicate possible impairment. Impairment of a property is generally considered to have occurred if the property has been abandoned, there are unfavourable changes in the property economics, there are restrictions on development, or when there has been an undue delay in development, which exceeds three years. If estimated discounted cash flows expected from its use or eventual disposition is determined by management to be insufficient to recover the carrying value of the property, the carrying value is written down to the estimated recoverable amount.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

The recoverability of mineral properties and exploration and development costs is dependent on the existence of economically recoverable reserves, the ability to obtain the necessary financing to complete the development of the reserves, and the profitability of future operations. The Company has not yet determined whether any of its future mineral properties contain economically recoverable reserves. Amounts capitalized to mineral properties as exploration and development costs do not necessarily reflect present or future values.

When options are granted on mineral properties or properties are sold, proceeds are credited to the cost of the property. If no future capital expenditure is required and proceeds exceed costs, the excess proceeds are reported as a gain.

3.4 Share-based compensation

The Company has a share-based compensation plan under which the entity receives services from employees, directors and non-employees as consideration for equity instruments (share options) of the Company.

The fair value of share options granted to eligible optionees is measured on the grant date and share options granted to non-employees are measured on the date that the goods or services are received.

The fair value of the services received in exchange for the grant of the options is recognized as an expense, with a corresponding increase in reserve. The total amount to be expensed is determined by reference to the fair value of the options granted and the related vesting periods. The fair value is determined by using the Black-Scholes option pricing model where the fair value of services cannot be estimated reliably. Non-market vesting conditions are included in the estimate of the number of options expected to vest. At each financial reporting date, the amount recognized as an expense is adjusted to reflect the actual number of options expected to vest, where applicable. Any change from estimate is recognized with a corresponding adjustment to equity. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied.

When share options are exercised, the proceeds received and the initial fair value of the share options in reserve are credited to common shares.

3.5 Share purchase warrants

Share purchase warrants (“warrants”) are measured at their fair value on the date of grant and are recorded as a separate component of equity. When a warrant is exercised, the initial fair value of the warrant, as determined on the grant date, is transferred to share capital. The initial fair values of warrants that expire unexercised are transferred to contributed surplus.

3.6 Valuation of equity units issued in private placements

The Company’s applies relative fair value method in estimating the fair value of the common shares and warrants in an unit offering. The fair value of the common shares is determined by the closing quoted bid price on the announcement date and the fair value attributable to the warrants that was calculated using the Black-Scholes pricing model. Warrants that are issued as payment for an agency fee or other transaction costs are accounted for as share-based payments.

4. EXPLORATION AND EVALUATION ASSETS

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many exploration and evaluation assets. The Company has investigated title to all its exploration and evaluation assets and, to the best of its knowledge, title to all its properties are in good standing.

Following is a summary of exploration expenditures to October 31, 2020:

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

| | Adam West Canada | Coya Chile | Rio Loa Chile | Apolo Chile | Total |
|-----------------------------------|---------------------|-------------------|-------------------|---------------------|---------------------|
| Balance, August 1, 2019 | \$ 97,524 | \$ - | \$ - | \$ - | \$ 97,524 |
| Acquisition costs: | | | | | |
| Cash | 10,000 | 87,144 | 146,881 | - | 244,025 |
| Shares | 10,000 | 200,000 | 200,000 | - | 410,000 |
| Acquisition costs for the year | 20,000 | 287,144 | 346,881 | - | 654,025 |
| Deferred exploration costs: | | | | | |
| Consulting | 25,319 | 11,894 | 11,894 | - | 49,107 |
| Report preparation | 8,930 | - | - | - | 8,930 |
| Assay | 12,302 | - | - | - | 12,302 |
| Field | 10,556 | - | - | - | 10,556 |
| Exploration costs for the year | 57,107 | 11,894 | 11,894 | - | 80,895 |
| Total expenditures for the year | 77,107 | 299,038 | 358,775 | - | 734,920 |
| Balance, July 31, 2020 | 174,631 | 299,038 | 358,775 | - | 832,444 |
| Acquisition costs: | | | | | |
| Cash | - | 20,025 | - | - | 20,025 |
| Shares | - | - | - | 2,205,000 | 2,205,000 |
| Acquisition costs for the year | - | 20,025 | - | 2,205,000 | 2,225,025 |
| Deferred exploration costs: | | | | | |
| Consulting | - | 10,500 | 10,500 | - | 21,000 |
| Exploration costs for the period | - | 10,500 | 10,500 | - | 21,000 |
| Total expenditures for the period | - | 30,525 | 10,500 | 2,205,000 | 2,246,025 |
| Balance October 31, 2020 | \$ 174,631 | \$ 329,563 | \$ 369,275 | \$ 2,205,000 | \$ 3,078,469 |

Adam West Project - Canada

Pursuant to an option agreement dated April 2, 2019, the Company was granted an option to acquire a 100% undivided interest in the Adam West Project in the Nanaimo Mining Division, British Columbia. To exercise the option, the Company must pay \$105,000 and issue 2,000,000 common shares as follows:

| | Cash | Shares |
|--|-------------------|------------------|
| Upon signing of the Property Option Agreement April 2 (paid) | \$ 5,000 | - |
| On or before March 26, 2020 (the Listing Date; paid) | 10,000 | - |
| Within 15 days of the Listing Date (issued) | - | 100,000 |
| On or before March 26, 2021 | 10,000 | 300,000 |
| On or before March 26, 2022 | 20,000 | 400,000 |
| On or before March 26, 2023 | 30,000 | 600,000 |
| On or before March 26, 2024 | 30,000 | 600,000 |
| Total | \$ 105,000 | 2,000,000 |

Upon commencement of commercial production, the optionors will receive a 1.8% Gross Smelter Returns Royalty.

The Company has issued flow-through common shares for which the Company is committed to spend in Qualifying Canadian Exploration Expenditures ("CEE"; see Note 6 (a)). As at October 31, 2020 the Company had incurred \$111,338 (2019 - \$66,533) in CEE.

Rio Loa and Coya Projects – Chile

On April 8, 2020, the Company entered into an assignment and assumption agreement with 3461, whereby 3461 assigned to the Company all of its rights under two letters of intent with third party vendors. Pursuant to the letters of intent, the Company is expected to enter into definitive agreements with the third party vendors whereby it will be assigned or granted an option to acquire a 100% interest in and to: (i) certain mining concessions comprising approximately 1,000 hectares located in the Diego

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

de Almagro province of the Atacama region, Chile (the "**Rio Loa Project**"); and (ii) certain mining concessions comprising approximately 1,600 hectares located in the Diego de Almagro and Copiapo provinces of the Atacama region, Chile (the "**Coya Project**"). In consideration for the assignment and at the closing of the assignment, the Company issued an aggregate of 4,000,000 common shares in its capital to 3461 and its nominees on June 1, 2020.

On September 15, 2020, the Company acquired all of the ownership shares of 3461 – see Note 6.

Rio Loa Project – Chile

Pursuant to the letter of intent with respect to the Rio Loa Project, the Company will enter into and execute a formal assignment and assumption agreement, whereby a third party vendor will assign to the Company all of its rights, title, benefit and interest under the option agreement to acquire a 100% interest in the Rio Loa Project, subject to a 2% net smelter returns royalty, of which the Company can purchase 1% by paying USD \$3,000,000.

As consideration for the assignment of the option agreement and to exercise the option (the "**Rio Loa Option**") for the Rio Loa Project in full, the Company must do the following:

- (a) make aggregate payments of USD \$1,145,000 and complete an expenditure program as follows:

| Date | Payment (USD) | Expenditure Commitments |
|---|--------------------|----------------------------------|
| Upon execution of the Letter of Intent (paid) | \$30,000 | -- |
| On or before April 12, 2020 (paid) | \$100,000 | -- |
| On or before May 8, 2020 (paid) | \$25,000 | -- |
| On or before June 8, 2020 (paid) | \$25,000 | -- |
| On or before November 15, 2020 (paid) | \$35,000 | -- |
| On or before March 31, 2021 | -- | 2,000 meter drill program |
| On or before April 12, 2021 | \$320,000 | -- |
| On or before August 12, 2021 | \$250,000 | -- |
| On or before December 12, 2021 | \$250,000 | -- |
| On or before April 12, 2022 | \$50,000 | -- |
| On or before April 12, 2023 | \$60,000 | -- |
| TOTAL: | \$1,145,000 | 2,000 meter drill program |

- (b) pay discovery bonus payments (up to a maximum of USD \$5 million) contemplated under the Option Agreement (the "**Vendors Discovery Bonus**") to the vendors in amounts ranging from USD \$2/oz to USD \$5/oz on National Instrument 43-101 *Standards of Disclosure for Mineral Projects* ("**NI 43 101**") compliant measured and indicated mineral resources of gold discovered on the Rio Loa Project;
- (c) pay a discovery bonus equal to USD \$5/oz (on a mineral resource with a 0.3 g/t gold cut-off grade) on the first mineral resource contained in an NI 43-101 compliant technical report, less one-half of the Vendors Discovery Bonus (the "**Additional Discovery Bonus**"); provided that the payment of same will commence upon a production decision having been made on the Project;

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

- (d) make cash payments in the aggregate amount of USD \$10,000 per annum on April 12th of each year until the first payment is made in respect of the Additional Discovery Bonus; and
- (e) during the term of the Rio Loa Option, the Company will be responsible for maintaining the concessions in good standing and paying all fees and assessments in connection with the Project.

Coya Project - Chile

Pursuant to the April 8, 2020 letter of intent (as amended) with respect to the Coya Project, the Company will enter into and execute with a third party vendor (i) an assignment and assumption agreement, whereby the Company will be assigned all of the vendors' rights, title, benefit and interest under the option agreement to acquire a 100% interest in a 400 hectare portion of the Coya Project (the "**First Coya Option Agreement**"); and (ii) an option to purchase agreement (the "**Second Coya Option Agreement**"), whereby the Company will be granted an option to acquire a 100% interest in a 1,200 hectare portion of the Coya Project, subject to a 2% net smelter returns royalty on production, of which the Company can purchase 1% by paying USD \$6,000,000. In consideration for: (i) the assignment of the First Coya Option Agreement and to exercise the option thereunder; and (ii) the grant of the Second Coya Option Agreement and the exercise of the option thereunder, the Company must do the following:

- (a) make aggregate payments of USD \$3,935,000, as follows:

| Date | Payment (USD) |
|----------------------------------|--------------------|
| On or before May 8, 2020 (paid) | \$20,000 |
| On or before June 8, 2020 (paid) | \$15,000 |
| On or before September 8, 2021 | \$100,000 |
| On or before March 8, 2022 | \$200,000 |
| On or before March 8, 2023 | \$300,000 |
| On or before March 8, 2024 | \$3,300,000 |
| TOTAL: | \$3,935,000 |

- (b) make payment in the amount of USD \$75,000 within 90 days of the removal of all travel movements and other restrictions intended to combat the spread of the coronavirus disease imposed by Chilean governmental federal, state and local authorities; and
- (c) during the term of the option for the Coya Project, the Company will be responsible for maintaining the concessions in good standing and paying all fees and assessments in connection with the Project.

Apolo Project - Chile

On September 15, 2020, the Company issued 7,000,000 common shares for the acquisition of all of the common shares of 3461, a private, B.C. incorporated company. 3461 owns an unilateral option to purchase certain mining concessions in Chile (the "Apolo Project").

On September 11, 2020, the Company incorporated GOH Chile, a wholly-owned subsidiary of the Company, to hold 3461's Apolo Project option.

On October 28, 2020, GOH Chile executed an option agreement (the "Apolo Option") with Apolo

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

Exploraciones SpA (“Apolo Explor”) and IMT Exploraciones SpA (“IMT”), the owners of the Apolo Project mining concessions (known as Alicia, Roma, Condor, Jacqueline and Valle).

Pursuant to the Apolo Option, the Company must do the following:

- (a) make fixed payments of USD \$8,510,000 and meet certain minimum drilling commitments, as follows:

| Date | Payment (USD) | Expenditure Commitments |
|--|--------------------|---|
| Prior to the signing of the Apolo Option (paid) | \$25,000 | |
| On or before December 28, 2020 (paid) | \$20,000 | |
| 4 monthly installments of \$10,000, beginning on or before December 28, 2020 | \$40,000 | |
| On or before October 28, 2021 | \$75,000 | 3,000 meters |
| On or before October 28, 2022 | \$100,000 | an additional 5,000 meters |
| On or before October 28, 2023 | \$250,000 | an additional 5,000 meters |
| On or before October 28, 2024 | \$2,000,000 | |
| On or before October 28, 2025 | \$6,000,000 | an additional 4 th drill program or complete a PEA, either having a minimum cost of \$1,300,000, at GOH Chile’s option |
| TOTAL: | \$8,510,000 | |

- (b) pay a royalty of 2% of the net smelter return (“NSR”) that the Company receives for the sale or disposal of the minerals extracted exclusively from the Apolo Project properties, though GOH Chile is entitled to repurchase from the NSR holder one-half (50%) of the NSR for the amount of USD 5,000,000. Once this right is exercised and payment made therefore, the NSR shall be reduced to 1% NSR; and

- (c) during the term of the Apolo option, the Company will be responsible for maintaining the concessions in good standing and paying all fees and assessments in connection with the Project.

5. RELATED PARTY TRANSACTIONS

Details of transactions between the Company and its related parties are disclosed below:

- (a) Related party expenditures

During the period ended October 31, 2020, the Company:

- Incurred and paid a company owned by the Company President’s spouse \$37,500 (2019 - \$Nil) for the President’s services included in consulting fees;
- Incurred \$4,500 (2019 - \$Nil) for accounting services by a company owned by the Company’s Chief Financial Officer (“CFO”) included in professional fees; and
- Incurred and paid \$21,000 (2019 - \$Nil) to an officer/director for consulting fees capitalized to exploration and evaluation assets.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

(b) Key management compensation

Key management includes directors and executive officers of the Company. The compensation paid or payable to key management for employee services for the three months ended October 31, 2020 and 2019 is shown below:

| | 2020 | 2019 |
|-----------------|---------------|-------------|
| | \$ | \$ |
| Consulting fees | 58,500 | - |
| Accounting fees | 4,500 | - |
| Total | 63,000 | - |

(c) Due to current related parties:

Amounts due to related parties are unsecured and non-interest bearing and measured at the amount of consideration established and agreed to by the related parties.

As at October 31, 2020:

- \$1,500 (2019 - \$Nil) was payable to a company owned by the Company's CFO for accounting services rendered in 2020.

6. SHARE CAPITAL AND RESERVES

(a) **Common shares**

Authorized – Unlimited common shares without par value

On November 4, 2020, the Company issued a total of 940,000 units (the "Units") at a price of \$0.20 per Unit for aggregate total proceeds of \$188,000 (the "Nov 4 Offering"). Each Unit consists of one common share in the capital of the Company and one common share purchase warrant (the "Nov 4 Wts"). Each Nov 4 Wt entitles the holder thereof to purchase one common share in the capital of the Company at an exercise price of \$0.30 per share for a period of 36 months from the closing of the Nov 4 Offering. In connection with the Nov 4 Offering, the Company paid cash finder's fees of \$13,860 and issued 69,300 finders' warrants (the "Nov 4 Finders' Wts"). The Nov 4 Finders' Wts issued have the same terms and conditions as the Nov 4 Wts issued under the Nov 4 Offering, however, they are non-transferable. All securities issued in connection with the Nov 4 Offering have a four-month and one day hold period in Canada, ending on March 5, 2021.

As at October 31, 2020, the Company had 43,050,345 common shares issued and outstanding.

During the period ended October 31, 2020, the Company had the following share capital transactions:

- (1) On October 29, 2020, the Company issued 11,307,500 units (the "Units") at a price of \$0.20 per Unit for aggregate total proceeds of \$2,449,500 (the "Oct 29 Offering"). Each Unit consists of one common share in the capital of the Company and one common share purchase warrant (the "Oct 29 Wts"). Each Oct 29 Wt entitles the holder thereof to purchase one common share in the capital of the Company at an exercise price of \$0.30 per share for a period of 36 months from the closing of the Oct 29 Offering. In connection with the Oct 29 Offering, the Company paid cash finder's fees of \$102,775 and issued an additional 513,275 finders' warrants (the "Oct 29 Finders' Wts"). The Oct 29 Finders' Wts issued have the same terms and conditions as the Oct 29 Wts issued under the Oct 29 Offering, however, they are non-transferable. All securities issued in connection with the Oct 29 Offering have a four-month and one day hold period in Canada, ending on March 2, 2021;

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

- (2) On September 15, 2020, the Company issued 7,000,000 common shares for the acquisition of all of the common shares of 3461; and

During the year ended July 31, 2020, the Company had the following share capital transactions:

- (1) On August 20, 2020 and October 7, 2020, the Company issued 145,000 common shares from the exercise of 145,000 Agents' Warrants for gross proceeds of \$14,500. As a result of the exercise \$7,578 was reclassified from warrant reserves to common shares.;
- (2) On June 4, 2020, the Company completed a non-brokered private placement ("June 2020 NBPP") of 5,792,844 units (the "Units") at a price of \$0.10 per unit for gross proceeds of \$579,284.

Each Unit consisted of one common share in the capital of the Company and two separate ½ (one-half) of one common share purchase warrants (a ½ "A-Warrant" and a ½ "B-Warrant", and, respectively, each whole warrant, an "A-Warrant" and a "B-Warrant", and collectively, the "Warrants"). Each whole A-Warrant will entitle the holder thereof to purchase one common share in the capital of the Company at an exercise price of \$0.35 per share for a period of 18 months from the closing of the June 2020 NBPP. Each whole B-Warrant will entitle the holder thereof to purchase one common share in the capital of the Company at an exercise price of \$0.50 per share for a period of 18 months from the closing of the June 2020 NBPP.

In the event the closing price of the Company's common shares on the CSE is equal to or greater than \$0.45 (for the A-Warrants) or \$0.65 (for the B-Warrant B) per common share, respectively, for a minimum of ten consecutive trading days commencing four months and one day after the closing of the Offering, the Company may accelerate the expiry date of the Warrants by providing notice to the holders thereof and, in such case, the Warrants will expire on the 30th day after the date on which such notice is given by the Company.

As a result of applying the relative fair value method, the proceeds from the private placement were allocated \$509,765 to common shares and \$69,519 to warrants.

In connection with the June 2020 NBPP, the Company issued an aggregate 341,099 finders' warrants ("Finders' Warrants"). The Finders' Warrants issued have the same terms and conditions as the subscriber warrants issued under the June 2020 NBPP. However, they are non-transferable and have an exercise price of \$0.35 for a period of eighteen months expiring on December 3, 2021. Share issue costs were comprised of a cash finders' fee of \$34,110 and 341,099 finders' warrants valued at \$6,000;

- (3) On June 1, 2020, the Company issued 4,000,000 common shares at a fair value of \$400,000 to 3461 as consideration for the assignment and assumption agreement executed with 3461 to acquire a 100% interest in the Rio Loa and Coya Projects in Chile;
- (4) On March 27, 2020, the Company issued 100,000 common shares for the acquisition of the Adam West exploration and evaluation assets at a fair value of \$10,000;
- (5) On March 23, 2020, the Company issued 2,200,001 common shares which are held in escrow pursuant to an escrow agreement made as of December 10, 2019 among the Company, the Company's transfer agent, and the Company's former CEO, former CFO and a former director;
- (6) 700,000 incentive stock options were exercised for proceeds of \$70,000. As a result of the exercise \$52,225 was reclassified from reserve to common shares;
- (7) 205,000 compensation warrants were exercised for proceeds of \$20,500. As a result of the exercise \$10,713 was reclassified from warrant reserves to common shares; and

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

- (8) On March 6, 2020, the British Columbia Securities Commission issued a receipt for the Company's Long Form Prospectus and the Company became a reporting issuer in British Columbia and Alberta. On March 26, 2020, the Company's common shares were listed on the CSE and the Company became a reporting issuer in Ontario. On March 27, 2020, the Company completed its IPO of 3,500,000 common shares at a price of \$0.10 per common share for gross proceeds of \$350,000. The Company paid cash finders' fees of \$35,000 and issued 350,000 agent warrants ("Agents' Warrants") valued at \$18,291. Each Agents' Warrant is exercisable for a period of two years at an exercise price of \$0.10 per Agents' Warrant. Additional share issue costs of \$121,253 were incurred in connection with this IPO and was recorded as an offset to share capital, as share issue costs. The additional share issuance cost includes 100,000 common shares valued at \$10,000 for corporate finance fees.

(b) Share purchase warrants

The Company has the following share purchase warrants outstanding as at October 31, 2020:

| Year of Expiry | Range of exercise prices \$ | Outstanding and Exercisable | | |
|----------------------|--------------------------------------|--------------------------------------|--|---|
| | | Number of warrants outstanding | Weighted average exercise price \$ | Weighted average remaining contractual life (years) |
| 2021 | 0.10 – 0.50 | 6,133,945 | 0.42 | 1.1 |
| 2023 | 0.30 | 11,820,775 | 0.30 | 3.0 |
| | 0.10 – 0.50 | 17,954,720 | 0.34 | 2.3 |

Following is a continuity schedule for the Company's warrants, for the year ended October 31, 2020:

| | 2020 | |
|--|--|--|
| | Number of share purchase warrants | Weighted average exercise price \$ |
| Warrants outstanding – beginning of period | 6,278,945 | 0.41 |
| October 29, 2020 NBPP | | |
| Oct 29 Wts | 11,307,500 | 0.30 |
| Oct 29 Finders' Wts | 513,275 | 0.30 |
| Warrants exercised | (145,000) | 0.10 |
| Warrants outstanding – end of year | 17,954,720 | 0.34 |

Pursuant to the closing of the October 29, 2020 non-brokered private placement, the Company issued the following warrants:

Oct 29 Wts

The 11,307,500 Oct 29 Wts each entitle the holder thereof to purchase one common share in the capital of the Company at an exercise price of \$0.30 per share for a period of 36 months from the closing of the Oct 29 Offering.

The weighted average fair value of the Agents' Warrants was estimated to be \$0.05 per warrant at the grant dates using the Black-Scholes option-pricing model based on the following assumptions:

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

| | |
|-----------------------------|-------|
| Exercise price (\$) | 0.10 |
| Risk free interest rate (%) | 0.63 |
| Expected life (years) | 1.5 |
| Expected volatility (%) | 100.0 |

As at October 31, 2020, there were 11,307,500 Agents' Warrants outstanding.

Oct 29 Finders' Warrants

The 513,275 Oct 29 Finders' Wts issued have the same terms and conditions as the Oct 29 Wts issued under the Oct 29 Offering, however, they are non-transferable.

The weighted average fair value of the B-Warrants was estimated to be \$0.02 per warrant at the grant dates using the Black-Scholes option-pricing model based on the following assumptions:

| | |
|-----------------------------|-------|
| Exercise price (\$) | 0.30 |
| Risk free interest rate (%) | 0.63 |
| Expected life (years) | 1.5 |
| Expected volatility (%) | 100.0 |

As at October 31, 2020, there were 513,275 Oct 29 Finders' Warrants outstanding.

(c) **Stock Options**

The Company has in place an incentive share option plan dated November 16, 2019 (the "Option Plan") for directors, officers, employees and consultants to the Company. The Option Plan provides that the directors of the Company may grant options to purchase common shares on terms that the directors may determine, within the limitations of the Option Plan, including:

- The maximum number of common shares issuable pursuant to options granted under the Option Plan shall not exceed 10% of the outstanding common shares issued at the date of grant,
- The terms of options are a minimum of one year and a maximum of ten years from the date the option is granted, and
- Vesting terms are determined for each grant by the Company's Board of Directors.

As at October 31, 2020, there were 1,220,000 incentive stock options outstanding and fully-exercisable at an average exercise price of \$0.20 (October 31, 2019 – None). No incentive stock options were granted, exercised or terminated during the periods ended October 31, 2020 or 2019.

On November 2, 2020, the Company granted 1,850,000 incentive stock options to directors, officers and advisors of the Company. These stock options vested immediately and are exercisable to purchase one common share in the capital of the Company on or before November 2, 2025, at a price of \$0.42 per share.

7. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

- (a) Significant non-cash transactions during the period ended October 31, 2020:
- Issued 7,000,000 common shares for the acquisition of all of the common shares of 3461 at a recorded value of \$2,205,000;
 - Issued 11,307,500 Oct 29 Wts with a fair value of \$801,000; and
 - Issued 513,275 Oct 29 Finders' Wts with a fair value of \$36,000.
- (b) Significant non-cash transactions during the period ended October 31, 2019: None

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

8. FINANCIAL RISK FACTORS

(a) Financial risk exposure and risk management

The Company's activities expose it to a variety of financial risks, which include credit, liquidity, market, foreign exchange, interest rate, and commodity price risks.

Financial risk management is carried out by the Company's management team with oversight from the Company's Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk

Credit risk is the risk of loss associated with a counter-party's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the credit risk concentration with respect to financial instruments cash in high credit-quality financial institutions is minimal.

Liquidity risk

As of October 31, 2020, the Company had a cash balance of \$394,491 (2019 – \$162,653) to settle current liabilities of \$42,947 (2019 - \$32,078). The Company is not exposed to significant liquidity risk. All of the Company's liabilities are due within 90 days of October 31, 2020.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

Interest rate risk

The Company has cash balances and no interest-bearing debt. The Company's current policy is to invest excess cash in investment-grade demand investments issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. The Company is not exposed to significant interest rate risk.

Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to assets and liabilities that are denominated in foreign currency. The Company's property option payments and exploration expenditures on the Chilean properties are in US Dollars and a change in foreign exchange rates will have an effect on profit and loss. The Company is not exposed to significant interest rate risk.

Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's profit or loss due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on profit or loss and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices, individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company. Fluctuations in value may be significant.

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

(b) Fair value of financial instruments

IFRS establishes a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair values as follows:

- Level 1 – valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – valuation techniques based on inputs that are other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices); and
- Level 3 – valuation techniques with unobservable market inputs (involves assumptions and estimates by management of how market participants would price the assets or liabilities).

In evaluating fair value information, considerable judgment is required to interpret the market data used to develop the estimates. The use of different market assumptions and valuation techniques may have a material effect on the estimated fair value amounts.

The fair values of cash and accounts payable and accrued liabilities approximate carrying value because of their short-term nature.

At October 31, 2020, the Company had no financial instruments that would be categorized as Level 2 in the fair value hierarchy above.

9 SEGMENTED INFORMATION

The Company has two reportable geographical segments. Canada is the Company's principal operating business and includes its Adam West Project, the Canadian corporate office and the Company's management while Chile includes the Rio Loa, Coya and Apolo Projects.

The Company's reportable segments are based on management's property investments and strategic plans for the foreseeable future.

Loss for the periods and total assets by segments are as follows:

| | Three months ended October 31 | |
|--------|-------------------------------|-------------|
| | 2020 | 2019 |
| Loss | \$ | \$ |
| Canada | (328,581) | (75,415) |
| Chile | - | - |
| | \$ (328,581) | \$ (75,415) |

| | As at October 31 | |
|--------------|------------------|------------|
| | 2020 | 2019 |
| Total assets | \$ | \$ |
| Canada | 2,505,299 | 262,664 |
| Chile | 2,903,837 | - |
| | \$ 5,409,136 | \$ 262,664 |

GOLDHAVEN RESOURCES CORP. (formerly Altum Resource Corp.)

Notes to the Unaudited Condensed Consolidated Interim Financial Statements

For the three months ended October 31, 2020 and 2019

(Presented in Canadian Dollars)

10 CAPITAL MANAGEMENT

The Company defines capital that it manages as the aggregate of share capital, reserves and deficit.

The Company manages its capital structure and adjusts it, based on the funds available to the Company, in order to support the acquisition and exploration of exploration and evaluation assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company relies on the equity markets to fund its activities. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is enough economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital restrictions. There were no changes to the Company's approach to capital management during the period.