

WESTKAM GOLD CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

For the Three Months Ended January 31, 2021 and 2020

(Expressed in Canadian Dollars)

(unaudited)

NOTICE TO READER

Pursuant to 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 interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The condensed consolidated interim financial statements for the Company for the first quarter ended January 31, 2021 have been prepared for and are the responsibility of the Company's management.

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

WESTKAM GOLD CORP.
STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars) *(unaudited)*

	Note	Jan. 31, 2021	Oct. 31, 2020
ASSETS			
Current Assets			
Cash		\$ 388,729	\$ 250,615
Receivables	3	13,899	10,426
Prepaid expense	8	7,500	5,000
		410,128	266,041
Deferred financing costs		-	11,831
Equipment	4	3,286	3,464
Exploration and evaluation assets	5	1,000	1,000
Reclamation bonds	5	100,000	100,000
		\$ 514,414	\$ 382,336
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	8	\$ 506,549	\$ 983,860
Notes payable	6	-	-
		506,549	983,860
Reclamation obligation	5	41,000	41,000
		547,549	1,024,860
SHAREHOLDERS' EQUITY (DEFICIENCY)			
Share capital	7	55,002,267	54,068,696
Share subscriptions received in advance		52,000	285,000
Share-based payments reserve	7	295,153	287,895
Deficit		(55,382,555)	(55,284,115)
		(33,135)	(642,524)
		\$ 514,414	\$ 382,336

Nature of Operations and Going Concern (note 1)

On behalf of the Board:

"Matt Wayrynen" Director

"Corey Klassen" Director

The accompanying notes are an integral part of these financial statements.

WESTKAM GOLD CORP.
STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian Dollars) *(unaudited)*
For the three months ended January 31,

	Note	2021	2020
EXPENSES			
Consulting		\$ 42,100	\$ -
Depreciation	4	178	220
Exploration expenses (net of recovery)	5	-	51,600
Investor relations and shareholder information		5,280	7,620
Management fees	8	40,000	45,000
Office		830	9,831
Professional fees		-	-
Regulatory and filing fees		10,052	20,445
Operating loss		(98,440)	(134,716)
Interest expense	6,8	-	(5,803)
Loss and comprehensive loss for the period		\$ (98,440)	\$ (140,519)
Loss per share (Basic and Diluted)	10	\$ (0.01)	\$ (0.02)
Weighted average number of common shares outstanding		15,591,959	7,401,216

The accompanying notes are an integral part of these financial statements.

WESTKAM GOLD CORP.
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)
(Expressed in Canadian Dollars) (unaudited)

	Number of common shares	Share Capital	Share Subscriptions in advance	Share-based payments reserve	Deficit	Total shareholders equity (deficiency)
Balance, Oct. 31, 2019	7,401,216	\$52,935,764	\$ -	\$303,500	\$ (40,022,709)	\$ 13,580,117
Loss and comprehensive loss	-	-	-	-	(140,519)	(140,519)
Balance, Jan. 31, 2020	7,401,216	\$52,935,764	\$ 285,000	\$303,500	(40,163,228)	13,076,036
Balance, Oct. 31, 2020	14,609,776	\$54,068,696	\$ 285,000	\$287,895	\$(55,284,115)	\$ (642,524)
Private placement	8,125,331	975,040	(285,000)	-	-	690,040
Share issuance costs	-	(41,469)	-	7,258	-	(34,211)
Share subscriptions	-	-	52,000	-	-	52,000
Loss and comprehensive loss	-	-	-	-	(98,440)	(98,440)
Balance, Jan. 31, 2021	22,735,107	\$55,002,267	\$ 52,000	\$ 295,153	\$(55,382,555)	\$ (33,135)

The accompanying notes are an integral part of these financial statements.

WESTKAM GOLD CORP.
STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars) (unaudited)
For the three months ended January 31

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss and comprehensive loss for the period	\$ (98,440)	\$ (140,519)
Items not affecting cash:		
Depreciation	178	1,010
Changes in non-cash working capital items:		
Decrease (increase) in receivables	(3,473)	18,340
Decrease (increase) in prepaid expenses	(2,500)	-
Decrease in exploration advances	-	-
Increase (decrease) in accounts payable	(477,311)	101,668
Net cash used in operating activities	(581,546)	(20,291)
CASH FLOWS FROM FINANCING ACTIVITIES		
Shares issued for cash	667,660	-
Subscriptions received in advance	52,000	-
Net cash provided by financing activities	719,660	-
CHANGE IN CASH DURING THE PERIOD	138,114	(20,291)
CASH, beginning of period	250,615	28,006
CASH, end of period	\$ 388,729	\$ 7,715
Supplemental disclosure with respect to cash flows		
Share issuance costs	\$ 22,380	\$ -

The accompanying notes are an integral part of these financial statements.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 1 - NATURE OF OPERATIONS AND GOING CONCERN

WestKam Gold Corp. (the "Company") was incorporated October 2, 1982 under the laws and Company Act of British Columbia, Canada, is domiciled in Canada and is a reporting issuer in the provinces of British Columbia and Alberta, Canada. The Company trades on the TSX Venture Exchange under the symbol "WKG". The Company's head and registered offices are located at Suite 900 – 570 Granville Street, Vancouver, BC, V6C 3P1.

These financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and thus be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements.

The Company has not yet determined whether its exploration and evaluation assets contain economically recoverable reserves. The recovery of amounts comprising the exploration and evaluation assets is dependent upon the confirmation of recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete the exploration and development of these reserves, the potential future profitability of these reserves or alternatively, the disposition, on an advantageous basis, of the Company's interests in the exploration and evaluation assets. The Company has a working capital deficiency, continues to incur losses and will require additional financing for the upcoming year. These material uncertainties may cast significant doubt regarding the Company's ability to continue as a going concern.

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 geographic spread of the disease, the duration of the outbreak, travel restrictions, business disruptions, and the effectiveness of actions taken in Canada to contain and treat the disease. These events are highly uncertain and as such, the Company cannot determine their financial impact at this time.

During December 2019, the Company completed a share consolidation on a thirty-five to one basis. All share and per share amounts have been restated to reflect the consolidation.

The financial statements were approved by the Board of Directors of the Company on April 1, 2021

NOTE 2 – BASIS OF PRESENTATION

These financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB"), on a basis consistent with the accounting policies disclosed in the audited financial statements for the year ended October 31, 2020, except for newly adopted accounting policies as noted.

These unaudited condensed interim financial statements should be read in conjunction with the most recently issued annual audited financial statements of the Company, which include information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies were presented as Note 2 to the financial statements for the year ended October 31, 2020 and have been consistently applied in the preparation of these unaudited condensed interim financial statements.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 3 – RECEIVABLES

Receivables are comprised of the following:

	January 31, 2021	October 31, 2020
GST Receivable	\$ 13,899	\$ 10,426
Total	<u>\$ 13,899</u>	<u>\$ 10,426</u>

NOTE 4 – EQUIPMENT

	Computer equipment	Furniture, fixtures and equipment	Total
Cost			
Balance at October 31, 2019, 2020 and January 31, 2021	\$ 41,035	\$ 68,065	\$ 109,100
Depreciation and impairment			
Balance at October 31, 2019	\$ 40,782	\$ 64,040	\$ 104,822
Depreciation	68	746	814
Balance at October 31, 2020	\$ 40,850	\$ 64,786	\$ 105,636
Depreciation	14	164	178
Balance at January 31, 2021	\$ 40,864	64,950	105,814
Carrying values			
Balance at October 31, 2020	\$ 185	\$ 3,279	\$ 3,464
Balance at January 31, 2021	\$ 171	\$ 3,115	\$ 3,286

NOTE 5 – 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 of its exploration and evaluation assets and, to the best of its knowledge, title to all of its properties are in good standing.

Exploration and evaluation assets costs are set out below:

	Bonaparte
As at October 31, 2019	\$ 14,341,198
Additions	-
Impairment charge	(14,340,198)
As at October 31, 2020 and January 31, 2021	\$ 1,000

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 5 – EXPLORATION AND EVALUATION ASSETS (Continued)

For the year ended December 31, 2020 an impairment charge of \$14,340,198 was recognized in respect of the Bonaparte Property, leaving a nominal property value. Management performed impairment testing on the property and assessed that indicators of impairment were present, primarily due to current market conditions affecting the Company's market capitalization and recoverability of value, and determined the property should be impaired. The Company will continue to maintain its mineral claims in good standing and undertake further exploration on the property.

Bonaparte Gold property - Kamloops, British Columbia

The Company has a 100% interest in the Bonaparte Gold property located in the Kamloops mining district in British Columbia.

The Company entered into an advanced exploration agreement with the Stk'emlupsemc Te Secwepemc Nation requiring the Company to fund a Cultural Heritage Study (the "Study"). To date, the Company funded \$150,000 and is required to fund \$150,000 upon receipt of the final Study.

The table below is a summary of exploration expenditures recognized in profit or loss for the periods ended January 31, 2021 and 2020:

	2021	2020
	Bonaparte	Bonaparte
Exploration Expenses		
Camp supplies, maintenance and miscellaneous	-	-
Drilling and field support	-	-
Geological consulting	-	51,600
Other	-	-
Travel and accommodation	-	-
Water monitoring and testing	-	-
Tax credit recovery	-	-
Net Exploration	\$ -	\$ 51,600

As at January 31, 2021, the Company has issued reclamation bonds of \$100,000 (2020 - \$100,000) for future reclamation work on the Bonaparte Gold property.

As at January 31, 2021, the Company has recognized a reclamation obligation of \$41,000 (2020 - \$41,000). The undiscounted amount of estimated cash flows was estimated at \$41,000. The liability was estimated using an expected life of three years and a net discount rate of 0.64%.

NOTE 6 – NOTES PAYABLE

During fiscal 2018, the Company entered into notes payable with a related party (Note 8) for gross proceeds of \$183,520. An additional \$43,664 in principal was advanced during fiscal 2019. The notes payable bear interest at an annual rate of 8.95%, do not have fixed repayment terms, and are due on demand. During fiscal 2020 the Company recorded interest expense of \$10,129 (2019 - \$17,901) associated with the loans.

During fiscal 2020, the Company paid \$32,044 and issued 2,171,840 common shares valued at \$336,635 to settle \$217,184 of principal and interest resulting in a loss on settlement of debt of \$119,451.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 7 – SHARE CAPITAL

The Company's share capital consists of an unlimited number of common shares without par value.

In December 2019, the Company consolidated its share capital on a 35:1 basis. All share and per share amounts have been restated to reflect the share consolidation.

Fiscal 2021 Transactions

On November 11, 2020, the Company completed a non-brokered private placement, issuing 8,125,331 units at a price of \$0.12 per unit for total proceeds of \$975,040. Each unit consisted of one common share and one common share purchase warrant exercisable at \$0.20 per share for a period of two years. No value was attributed to the warrant portion of the units. The Company paid a total of \$7,913 and issued a total of 65,940 warrants as finder's fees.

Fiscal 2020 Transactions

There were no share issuances during the period ended January 31, 2020

Share-based compensation

The Company has an equity-settled stock option plan under which the Board of Directors may grant options to directors, officers, other employees and key consultants. The number of shares reserved for issuance pursuant to the exercise of all options under the plan may not exceed 10% of the issued and outstanding common shares on a non-diluted basis at any time. The options expire not more than five years from the date of grant, or earlier if the individual ceases to be associated with the Company, and vest over terms determined at the time of grant.

No options were granted during the period ended January 31, 2021 and the Company has no options outstanding.

Warrants

The continuity of warrants for the periods ended January 31, 2021 and 2020 is as follows:

Expiry Date	Exercise Price	Oct. 31, 2020	Granted	Exercised	Expired/ cancelled	Jan. 31, 2021
Dec. 13, 2020	\$1.75	1,302,857	-	-	(1,302,857)	-
Jan. 27, 2021	\$1.75	511,429	-	-	(511,429)	-
Apr. 29, 2021	\$1.75	1,705,643	-	-	-	1,705,643
May 16, 2021	\$1.75	221,782	-	-	-	221,782
Nov. 11, 2025	\$0.20	-	8,191,271	-	-	8,191,271
		3,741,711	8,191,271		(1,814,286)	10,118,696
Weighted average		\$1.75	\$0.20	-	\$1.75	\$0.50

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 7 – SHARE CAPITAL (Continued)

Expiry Date	Exercise Price	Oct. 31, 2019	Granted	Exercised	Expired/ cancelled	Jan. 31, 2020
May 16, 2020	\$1.75	442,857	-	-	-	442,857
June 17, 2020	\$1.75	465,714	-	-	-	465,714
June 17, 2020	\$1.75	16,286	-	-	-	16,286
Dec. 13, 2020	\$1.75	1,302,857	-	-	-	1,302,857
Jan. 27, 2021	\$1.75	511,429	-	-	-	511,429
Apr. 29, 2021	\$1.75	1,705,643	-	-	-	1,705,643
May 16, 2021	\$1.75	221,782	-	-	-	221,782
		4,666,568	-	-	-	4,666,568
Weighted average		\$1.75	-	-	-	\$1.75

NOTE 8 – RELATED PARTY TRANSACTIONS

The Company's related parties which consist of individuals who are executive officers and/or directors of the Company and or are directly related to a director of the Company are as follows:

Name	Nature of transaction
Matt Wayrynen, CEO, Director	Management fees
Pamela Saulnier, CFO	Management fees
Corey Klassen, Director	Director fees

Key management consist of the chief executive officer, chief financial officer, directors and a company controlled by a director.

The Company incurred the following fees and expenses with key management.

	January 31, 2021	January 31, 2020
Management fees	\$ 40,000	\$ 45,000
Directors fees	20,000	-
Interest expense	-	5,064
Total	\$ 60,000	\$ 50,064

Included in accounts payable is \$127,406 (2020 - \$353,961) owing to directors and officers or companies controlled by them. Notes payable of \$nil (2020 - \$250,150) are due to a company controlled by the CEO. Included in prepaid expenses is \$5,000 (2020 - \$5,000) to executive officers of the Company.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 9 – SEGMENTED INFORMATION

The Company operates in one business segment being the acquisition and exploration of exploration and evaluation assets in Canada.

NOTE 10 – BASIC AND DILUTED LOSS PER SHARE

The calculation of basic and diluted loss per share for the three months ended January 31, 2021 is based on the loss attributable to common shareholders of \$98,440 (2020 - \$140,519) and a weighted average number of common shares outstanding of 15,591,959 (2020 – 7,401,216).

NOTE 11 – FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair values

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values. The Company classifies the fair value of the financial instruments according to the following hierarchy based on the amount of observable inputs used to value the instrument:

- Level 1 - inputs to the valuation methodology are quoted prices for identical assets or liabilities in active markets;
- Level 2 - inputs to the valuation methodology included quoted prices for identical assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Level 2 valuations are based on inputs, including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace; and,
- Level 3 - inputs to the valuation methodology are not based on observable market data, and approximate fair value due to their short term nature.

The fair value of cash is measured at Level 1 of the fair value hierarchy. The carrying value of receivables, reclamation bonds, accounts payable and accrued liabilities and notes payable are measured at amortized cost using effective interest rate.

Financial instrument risk exposure and risk management

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company considers the fluctuations of financial markets and seeks to minimize potential adverse effects on financial performance.

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board approves and monitors the risk management process.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 11 – FINANCIAL INSTRUMENTS AND RISK MANAGEMENT – (Continued)

Credit risk

Credit risk is the risk of a financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligation. The Company's exposure to credit risk includes cash and receivables. The Company reduces its credit risk by maintaining its bank accounts at large international financial institutions. The Company's receivables consist primarily of amounts due from federal government agencies. The maximum exposure to credit risk is equal to the fair value or carrying value of the financial assets.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they become due. The Company's ability to continue as a going concern is dependent on management's ability to raise required funding through future equity issuances. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments. The Company is exposed to liquidity risk.

Interest rate risk

The Company has cash balances. The Company's current policy is to invest excess cash in investment grade short-term demand deposit certificates issued by its banking institutions. The company periodically monitors the investments it makes and is satisfied with the credit rating of its banks. The Company is marginally exposed to interest rate risk. The Company's bank account earns interest income at variable rates and its notes payable carry fixed interest rates. The fair value of its portfolio is relatively unaffected by changes in short-term interest rates.

Foreign currency risk

The Company has limited exposure to foreign currency risk on currency fluctuations related to monetary items with a settlement currency other than Canadian dollars.

Commodity 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 earnings 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 earnings and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of gold and other precious and base metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

WESTKAM GOLD CORP.
NOTES TO THE FINANCIAL STATEMENTS
For the three months ended January 31, 2021

NOTE 12 – CAPITAL MANAGEMENT

The Company manages common shares, stock options, and share purchase warrants as capital. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration of its exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets, or adjust the amount of cash on hand.

In order to facilitate the management of its capital requirements, the Company prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions.

In order to maximize ongoing exploration efforts, the Company does not pay out dividends. The Company's investment policy is to keep its cash treasury on deposit in an interest bearing Canadian chartered bank account. Cash consists of cash on hand, balances with banks and investments in highly liquid instruments. There have been no changes to the Company's approach to capital management during the period ended January 31, 2021. The Company is not subject to externally imposed capital requirements.