SIENNA RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

March 31, 2021

NOTICE OF NO AUDITOR REVIEW

The unaudited condensed consolidated interim financial statements, and accompanying notes thereto, for the periods ended March 31, 2021 and 2020 have not been reviewed by the Company’s external auditor.

SIENNA RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

ASSETS	March 31, 2021	December 31, 2020
Current assets		
Cash and cash equivalents – Note 3	$ 1,826,186	$ 1,237,113
Receivables – Note 4	22,917	36,837
Prepaid expenses – Note 5	9,009	11,484
Total current assets	1,858,112	1,285,434
Non-current assets		
Exploration and evaluation assets – Note 6	439,262	422,462
Total assets	$ 2,297,374	$ 1,707,896
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities – Notes 7 and 12	$ 352,003	$ 363,012
Flow-through share premium liability – Note 8	14,285	14,493
Total current liabilities	366,288	377,505
Non-current liabilities		
Loans payable – Note 9	33,603	32,776
	399,891	410,281
SHAREHOLDERS' EQUITY		
Share capital – Note 10	23,245,813	22,554,056
Share subscriptions received in advance – Note 10	60,000	-
Reserves – Note 10	4,221,054	3,838,903
Accumulated deficit	(25,629,384)	(25,095,344)
Total shareholders' equity	1,897,483	1,297,615
Total liabilities and shareholders' equity	$ 2,297,374	$ 1,707,896

Nature and Continuance of Operations (Note 1)
Subsequent events (Notes 6 and 15)

APPROVED BY THE DIRECTORS:

"John Masters"	Director	*"Jason Gigliotti"*	Director
John Masters		Jason Gigliotti	

SIENNA RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Expressed in Canadian Dollars)

	Three months ended March 31, 2021	2020
Operating expenses		
Corporate branding	$ 32,509	$ 13,100
Directors' fees – Note 12	5,000	5,000
Investor relations	10,000	-
Management fees – Note 12	43,500	30,000
Office and miscellaneous	19,479	18,874
Professional fees – Note 12	11,816	10,212
Resource expenses	6,843	-
Shareholder information	9,385	5,935
Share-based payments – Notes 10 and 12	382,151	-
Transfer agent and filing fees	9,964	3,997
Travel	3,779	12,955
	(534,426)	(100,073)
Interest expense	(827)	-
Interest income	1,005	655
Other income on settlement of flow-through share premium – Note 8	208	-
	386	655
Net loss and comprehensive loss for the period	$ (534,040)	$ (99,418)
Loss per share – basic and diluted – Note 11	$ (0.00)	$ (0.00)
Weighted average number of common shares outstanding – basic and diluted – Note 11	114,309,292	64,329,019

SIENNA RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)

	Three months ended March 31, 2021	2020
Operating Activities		
Loss for the period	$ (534,040)	$ (99,418)
Adjustments for non-cash items:		
Accrued interest on loans payable	827	-
Other income on settlement of flow-through share premium	(208)	-
Share-based payments	382,151	-
Changes in non-cash working capital items:		
Receivables	13,920	11,045
Prepaid expenses	2,475	(9,900)
Accounts payable and accrued liabilities	8,710	2,660
Cash used in operating activities	(126,165)	(95,613)
Investing Activities		
Exploration and evaluation assets	(36,519)	(33,917)
Cash used in investing activities	(36,519)	(33,917)
Financing Activities		
Proceeds from issuance of share capital	691,757	123,500
Share subscriptions received in advance	60,000	-
Cash provided by financing activities	751,757	123,500
Change in cash and cash equivalents during the period	589,073	(6,030)
Cash and cash equivalents, beginning of the period	1,237,113	468,398
Cash and cash equivalents, end of the period	$ 1,826,186	$ 462,368

Supplemental Disclosure with Respect to Cash Flows (Note 14)

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

SIENNA RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in Canadian Dollars)

	Share Capital		Share subscriptions received in advance			
	Number of shares	Amount		Reserves	Accumulated deficit	Total
Balance, December 31, 2019	62,726,382	$ 20,332,586	$ -	$ 3,505,697	$ (22,537,385)	$ 1,300,898
Share purchase warrants exercised	2,340,000	117,000	-	-	-	117,000
Stock options exercised	100,000	6,500	-	-	-	6,500
Transfer of reserves on options exercised	-	2,038	-	(2,038)	-	-
Loss for the period	-	-	-	-	(99,418)	(99,418)
Balance, March 31, 2020	65,166,382	20,458,124	-	3,503,659	(22,636,803)	1, 324,980
Shares issued for private placement	42,222,222	2,200,000	-	-	-	2,200,000
Share issue costs	-	(105,864)	-	-	-	(105,864)
Share purchase warrants exercised	1,200,000	60,000	-	-	-	60,000
Stock options exercised	100,000	6,500	-	-	-	6,500
Transfer of reserves on options exercised	-	2,038	-	(2,038)	-	-
Stock options issued	-	-	-	212,762	-	212,762
Broker warrants issued for private placement	-	(124,520)	-	124,520	-	-
Shares issued for exploration and evaluation assets	1,000,000	80,000	-	-	-	80,000
Flow-through share premium liability	-	(22,222)	-	-	-	(22,222)
Loss for the period	-	-	-	-	(2,458,541)	(2,458,541)
Balance, December 31, 2020	109,688,604	22,554,056	-	3,838,903	(25,095,344)	1, 297,615
Share purchase warrants exercised	9,085,712	691,757	-	-	-	691,757
Share subscriptions received in advance	-	-	60,000	-	-	60,000
Stock options issued	-	-	-	382,151	-	382,151
Loss for the period	-	-	-	-	(534,040)	(534,040)
Balance, March 31, 2021	118,774,316	$ 23,245,813	$ 60,000	$ 4,221,054	$ (25,629,384)	$ 1,897,483

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

1. NATURE AND CONTINUANCE OF OPERATIONS

Sienna Resources Inc. (the "Company") was incorporated on March 11, 1983, under the British Columbia Company Act. The Company is an exploration stage public company and is listed on the TSX Venture Exchange ("Exchange"). The Company's principal business activities include acquiring and exploring exploration and evaluation assets. At March 31, 2021, the Company had exploration and evaluation assets located in Canada, Sweden, Finland, Norway and the U.S.A.

The Company's head office and principal business address is Suite 2905, 700 West Georgia Street, Vancouver, British Columbia, V7Y 1K8. The Company's registered and records office is located at 900 – 885 West Georgia Street, Vancouver, British Columbia, V6C 3H1.

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business. At March 31, 2021, the Company had not yet achieved profitable operations, incurred a loss of $534,040 during the three months ended March 31, 2021 and had an accumulated deficit of $25,629,384 since its inception. The Company expects to incur further losses in the development of its business. The Company estimates it has sufficient capital for the next 12 months or longer.

In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to do so in the future. Accordingly, these condensed consolidated interim financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used, then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these condensed consolidated interim financial statements.

2. BASIS OF PREPARATION

a) Statement of Compliance

These condensed consolidated interim financial statements of the Company have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS34") as issued by the International Accounting Standards Board ("IASB"). Therefore, these condensed consolidated interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the Company's most recently issued audited financial statements for the year ended December 31, 2020, which includes information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies, use of judgements and estimates were presented in Note 2 and

2. BASIS OF PREPARATION (continued)

a) Statement of Compliance (continued)

Note 3 of these audited financial statements, and have been consistently applied in the preparation of these condensed consolidated interim financial statements.

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on May 31, 2021.

b) Basis of Consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries. All inter-company balances, transactions, income and expenses have been eliminated upon consolidation.

c) Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company has power over an investee, when the Company is exposed, or has rights, to variable returns from the investee and when the Company has the ability to affect those returns through its power over the investee. Subsidiaries are included in the condensed consolidated interim financial results of the Company from the effective date of acquisition up to the effective date of disposition or loss of control. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

The principal subsidiaries of the Company as of March 31, 2021 are as follows:

Name of subsidiary	**Principal activity**	**Place of Incorporation**	**Ownership Interest March 31, 2021**	**Ownership Interest December 31, 2020**
Sienna Resources Sweden AB	Holding company	Sweden	100%	100%
Sienna Resources (US) Inc.	Holding company	USA	100%	100%

3. CASH AND CASH EQUIVALENTS

The Company's cash and cash equivalents are denominated in the following currencies and include the following components:

	March 31, 2021	December 31, 2020
Cash at bank in Canadian dollars	$ 1,677,736	$ 1,064,120
Cash at bank in Sweden krona	113,950	138,493
Short-term deposits	34,500	34,500
	$ 1,826,186	$ 1,237,113

(Expressed in Canadian Dollars) – Page 3

4. RECEIVABLES

The Company's receivables comprise of goods and services tax ("GST") and value-added tax ("VAT") receivable due from government taxation authorities.

	March 31, 2021	December 31, 2020
GST recoverable	$ 11,818	$ 7,179
VAT recoverable	11,099	29,658
Total receivables	$ 22,917	$ 36,837

All amounts are short-term and the net carrying value of receivables is considered a reasonable approximation of fair value. The Company anticipates full recovery of these amounts and therefore no impairment has been recorded against receivables. The Company's receivables are all considered current and are not past due or impaired. The Company does not possess any collateral related to these assets.

5. PREPAIDS

The Company's prepaids are comprised of fees prepaid to vendors of the Company and include the following components:

	March 31, 2021	December 31, 2020
Corporate branding	$ 1,373	$ 8,023
Other prepaids	7,636	3,461
Total prepaids	$ 9,009	$ 11,484

6. EXPLORATION AND EVALUATION ASSETS

	YK White Gold	**ON Marathon North Palladium Property**	**Nevada Clayton Valley Deep Basin Lithium Brine Project**	**Finland Kuusamo PGE-Ni-Cu-Co Project**	**Norway Bleka Gold Project**	**Sweden Slättberg Cobalt - Nickel - Copper Project**	**Total**
Balance, December 31 2019	$ 5,080	$ -	$ 78,178	$ -	$ -	$ 1,223,824	$ 1,307,082
Acquisition costs	-	15,700	-	39,868	46,408	-	101,976
Deferred exploration expenditures							
Assay	-	-	-	7,324	11,314	2,474	21,112
Claim maintenance fees	-	-	14,381	-	13,878	7,676	35,935
Drilling	-	-	-	-	-	130,472	130,472
Geological consulting	-	4,091	-	6,673	55,431	24,896	91,901
Sampling	-	51,202	-	2,426	26,962	-	80,590
Travel	-	14,855	-	4,411	24,279	27,229	70,774
Write-down of exploration and evaluation assets	-	-		-	-	(1,416,571)	(1,416,571)
Balance, December 31, 2020	5,080	85,548	92,559	60,702	178,272	-	422,462
Acquisition costs	-	-	-	5,139	-	-	5,139
Deferred exploration expenditures							
Assay	-	-	-	-	21	-	21
Geological consulting	-	-	-	1,602	1,236	-	2,838
Travel and miscellaneous	-	1,876	-	4,915	2,011	-	8,802
Balance, March 31, 2021	$ 5,080	$ 87,724	$ 92,559	$ 72,358	$ 181,541	$ -	$ 439,262

6. EXPLORATION AND EVALUATION ASSETS (continued)

Title to Mineral Property Interests

Title to exploration and evaluation asset interests 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 interests are in good standing. However, this should not be construed as a guarantee of title. The concessions may be subject to prior claims, agreements or transfers, and rights of ownership may be affected by undetected defects.

White Gold, Yukon – Staking

During the year ended December 31, 2009, the Company acquired a 100% interest in certain gold claims in the region of the White and Yukon Rivers for staking costs incurred of $106,896.

During the years ended December 31, 2011, 2013 and 2015, the Company decided not to renew certain claims and allowed them to lapse when they became due. Prior acquisition costs of $106,273 and exploration costs of $114,319 associated with these lapsed claims were written off.

The Company continues to hold a 100% interest in the remaining White Gold claims. As at March 31, 2021, the Company had spent a total of $4,457 in exploration expenditures on the remaining claims of this property.

Marathon North Palladium Property, Ontario – Staking

In January 2020, the Company acquired a 100% interest in certain mineral claims in Northern Ontario for staking costs of $15,700.

As at March 31, 2021, the Company had spent a total of $72,024 in exploration expenditures on this property.

Clayton Valley Deep Basin Lithium Brine Project, Nevada, U.S.A. – Staking

In May 2016, the Company acquired a 100% interest in certain mineral claims of the Clayton Valley Deep Basin Lithium Brine Project in Nevada, U.S.A., for staking costs of $23,609.

As at March 31, 2021, the Company had incurred a total of $68,950 in claim maintenance fees on this property.

Slättberg Cobalt-Nickel-Copper Project, Sweden – Exploration and Option Agreement

In December 2017, the Company entered into an exploration and option agreement (the "Slättberg Option Agreement") with an arm's length party, a company organized under the laws of Sweden (the "Slättberg Vendor"). Pursuant to the Slättberg Option Agreement, the Slättberg Vendor granted an option to the Company to acquire the Slättberg Cobalt-Nickel-Copper Project in Sweden. In consideration, the Company issued 3,000,000 common shares (issued at a value of $735,000) to the Slättberg Vendor within five business days upon Exchange approval

6. EXPLORATION AND EVALUATION ASSETS (continued)

Slättberg Cobalt-Nickel-Copper Project, Sweden (continued)

and spent at least $500,000 in exploration expenditures on or before December 8, 2018, and such exploration expenditures included the drilling of at least 750 metres on the project (which has been satisfied as of the date of the Fifth Amendment).

The Slättberg Option Agreement was subsequently amended a few times to extend the option period and to include additional projects. During the year ended December 31, 2020, the Company decided not to renew one Slättberg mineral license. In April 2021, the Company decided not to exercise the Slättberg Option and fully wrote off the carrying value of the entire Slättberg Project in the amount of $1,416,571 as of December 31, 2020.

Kuusamo Property, Finland

On May 18, 2020, the Company entered into the Fifth Amendment with the Slättberg Vendor to include future additional projects. Pursuant to the Fifth Amendment, the Slättberg Vendor has agreed to grant an option to the Company to acquire the mineral licence comprising the Kuusamo exploration project (the “Additional Project” or the “Kuusamo Property”) located in Finland.

Summary of commercial terms – Kuusamo Property: The Company can earn a 100% interest in the Kuusamo Property in Finland, subject to a 3% NSR royalty to the Slättberg Vendor by:

- Issuing to the Slättberg Vendor 500,000 common shares within five business days upon Exchange approval (issued at a value of $35,000).
- Reimbursing the Slättberg Vendor for the acquisition costs and expenses related to the Kuusamo Property.
- Incurring exploration expenditures of at least $250,000 on or before May 27, 2022.
- To exercise the Option to acquire a 100% interest in the Kuusamo Property, the Company will issue to the Slättberg Vendor an additional 1,500,000 common shares at the end of the two year option period, which is on or before May 27, 2022.

If the Company satisfies the conditions of the option agreement and elects to acquire the Kuusamo Property, the Slättberg Vendor will receive annual advance royalty (“AAR”) payments of US$25,000 commencing on the first anniversary of the option exercise date, with each AAR payment increasing by US$5,000 per year until reaching a cap of US$75,000 per year.

Under certain conditions, the Company may purchase 0.5% of the NSR royalty for a cash payment of $1.5 million subject to Exchange approval, leaving the Slättberg Vendor with a 2.5% NSR royalty.

As of March 31, 2021, the Company had incurred a total exploration expenditures of $27,351 on the Kuusamo Property.

(Expressed in Canadian Dollars) – Page 6

6. EXPLORATION AND EVALUATION ASSETS (continued)

Bleka and Vekselmyr Projects, Norway

On August 24, 2020, the Company entered into the Sixth Amendment with the Slättberg Vendor to include the Bleka and Vekselmyr Projects (the “BLE Projects”) in Norway. Pursuant to the Sixth Amendment, the Slättberg Vendor has agreed to grant an option to the Company to acquire 100% of the interest in the BLE Projects.

Summary of commercial terms – BLE Projects: The Company can earn a 100% interest in the BLE Projects in Norway, subject to a 3% NSR royalty to the Slättberg Vendor by:

- Issuing to the Slättberg Vendor 500,000 common shares within five business days upon Exchange approval (issued at a value of $45,000).
- Reimbursing the Slättberg Vendor for the acquisition costs and expenses related to the BLE Projects.
- Incurring exploration expenditures of $250,000 per year over the next two years.
- To exercise the Option to acquire a 100% interest in the BLE Projects, the Company will issue to the Slättberg Vendor an additional 1,500,000 common shares at the end of the two year option period, which is on or before September 1, 2022.

If the Company satisfies the conditions of the option agreement and elects to acquire the BLE Projects, the Slättberg Vendor will receive annual advance royalty (“AAR”) payments of US$25,000 commencing on the first anniversary of the option exercise date, with each AAR payment increasing by US$5,000 per year until reaching a cap of US$75,000 per year.

Under certain conditions, the Company may purchase 0.5% of the NSR royalty for a cash payment of $1.5 million subject to Exchange approval, leaving the Slättberg Vendor with a 2.5% NSR royalty.

As of March 31, 2021, the Company had incurred a total exploration expenditures of $135,133 on the BLE Projects.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities recognized in the statement of financial position can be analyzed as follows:

	March 31, 2021	December 31, 2020
Trade payables	$ 318,789	$ 329,798
Accrued liabilities	33,214	33,214
Total accounts payable and accrued liabilities	$ 352,003	$ 363,012

All amounts are short-term. The carrying value of trade payables and accrued liabilities is considered a reasonable approximation of fair value due to the short-term nature of these instruments.

(Expressed in Canadian Dollars) – Page 7

8. FLOW-THROUGH SHARE PREMIUM LIABILITY

Balance at December 31, 2019	$	-
Liability incurred on flow-through shares issued		22,222
Liability derecognized due to exploration expenditures renounced to shareholders		(7,729)
Balance at December 31, 2020		14,493
Liability derecognized due to exploration expenditures renounced to shareholders		(208)
Balance at March 31, 2021	$	14,285

In October 2020, the Company issued 2,222,222 flow-through shares at $0.09 per share for gross proceeds of $200,000. The premium received on the flow-through shares issued was determined to be $22,222 and was recorded as a share capital reduction. An equivalent premium liability was also recorded.

During the year ended December 31, 2020, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of $7,729 and recognized it as other income.

During the three months ended March 31, 2021, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of $208 and recognized it as other income.

9. LOANS PAYABLE

On May 6, 2020, the Company received the Canada Emergency Business Account (“CEBA”) loan which is an interest-free loan to cover operating costs. The CEBA loan was launched by the government of Canada to support businesses by providing financing for their expenses that cannot be avoided or deferred, and assisting businesses for successful relaunch when the economy recovers from COVID-19. Repaying the balance of the loan on or before December 31, 2022 will result in a loan forgiveness of $10,000. Pursuant to IAS 20 Accounting for Government Grants and Disclosure of Government Assistance, the benefit of a government loan at below-market rate is treated as a government grant and measured in accordance with IFRS 9 Financial Instruments: the benefit of below-market rate shall be measured as the difference between initial carrying value of the loan (being the present value of a similar loan at market rates) and the proceeds received. The Company has estimated the initial carrying value of the CEBA Loan at $30,671, using a discount rate of 10%, which was the estimated rate for a similar loan without interest-free component. The difference of $9,329 has been accredited to the loan liability of the CEBA Loan and offset to other income on the statement of loss and comprehensive loss.

(Expressed in Canadian Dollars) – Page 8

9. LOANS PAYABLE (continued)

Balance at December 31, 2019	$	-
Loan received		40,000
Interest free benefit		(9,329)
Finance expense		2,105
Balance at December 31, 2020		32,776
Finance expense		827
Balance at March 31, 2021	$	33,603

10. SHARE CAPITAL AND RESERVES

Authorized: An unlimited number of common shares, without par value
100,000,000 Class A preferred shares, par value $10
100,000,000 Class B preferred shares, par value $50

(a) Private placements

During the three months ended March 31, 2021 and 2020, the Company did not close any private placement.

(b) Share purchase warrants

The following is a summary of changes in share purchase warrants from December 31, 2019 to March 31, 2021:

	Number	Weighted Average Exercise Price
Balance, December 31, 2019	25,130,800	$0.18
Issued	41,532,000	$0.08
Exercised	(3,540,000)	$0.05
Expired	(3,150,000)	$0.05
Balance, December 31, 2020	59,972,800	$0.13
Exercised	(9,085,712)	$0.08
Balance, December 31, 2020	50,887,088	$0.13

At March 31, 2021, the Company had 50,887,088 share purchase warrants outstanding. Each warrant entitles the holder the right to purchase one common share as follows:

Number	Exercise Price	Expiry Date
13,110,800	$0.30	January 16, 2023
4,160,000	$0.05	July 2, 2024
33,616,288	$0.08	August 14, 2025
50,887,088		

(Expressed in Canadian Dollars) – Page 9

10. SHARE CAPITAL AND RESERVES (continued)

(c) Share-based payments

The Company has a stock option plan whereby the maximum number of shares reserved for issue under the plan shall not exceed 10% of the outstanding common shares of the Company, as at the date of grant. The maximum number of common shares reserved for issue to any one person under the plan cannot exceed 5% of the issued and outstanding number of common shares at the date of grant and the maximum number of common shares reserved for issue to a consultant or a person engaged in investor relations activities cannot exceed 2% of the issued and outstanding number of common shares at the date of grant. The exercise price of each option granted under the plan may not be less than the Discounted Market Price (as that term is defined in the policies of the TSX-V). Options may be granted for a maximum term of five years from the date of grant.

The following is a summary of changes in share purchase options from December 31, 2019 to March 31, 2021:

	Number	Weighted Average Exercise Price
Outstanding and exercisable, December 31, 2019	5,000,000	$0.07
Granted	6,000,000	$0.10
Exercised	(200,000)	$0.07
Expired	(4,800,000)	$0.07
Outstanding and exercisable, December 31, 2020	6,000,000	$0.10
Granted	5,500,000	$0.14
Outstanding and exercisable, March 31, 2021	11,500,000	$0.11

As of March 31, 2021, 11,500,000 share purchase options were outstanding entitling the holders thereof the right to purchase one common share of the Company for each option held as follows:

Number Outstanding	Exercise Price	Expiry Date
6,000,000	$0.095	October 1, 2021
5,500,000	$0.135	March 19, 2022
11,500,000		

During the three months ended March 31, 2021, Nil stock options were exercised (three months ended March 31, 2020: 100,000 stock options were exercised at a price of $0.065 per share for gross proceeds of $6,500). The previously recognized share-based payment expense relating to these stock options were reclassified from share-based payment reserve to share capital in the amount of $2,038 during the three months ended March 31, 2020.

(Expressed in Canadian Dollars) – Page 10

10. SHARE CAPITAL AND RESERVES (continued)

(c) Share-based payments

During the three months ended March 31, 2021, the Company granted 5,500,000 stock options with an exercise price of $0.135 and an expiry date of March 19, 2022 (three months ended March 31, 2020: Nil stock options were granted). The weighted average fair value of the options issued during the three months ended March 31, 2021 was estimated at $0.07 per option at the grant date using the Black-Scholes option pricing model with the following assumptions:

	Three months ended March 31, 2021	Three months ended March 31, 2020
Weighted average expected dividend yield	0.0%	N/A
Weighted average expected volatility*	139.3%	N/A
Weighted average risk-free interest rate	0.27%	N/A
Weighted average expected term	1 year	N/A

* Expected volatility has been based on historical volatility of the Company's publicly traded shares.

Total expenses arising from share-based payment transactions recognized during the three months ended March 31, 2021 were $382,151 (three months ended March 31, 2020: $Nil).

11. LOSS PER SHARE

The calculation of basic and diluted loss per share was based on the following data:

	Three months ended March 31, 2021	Three months ended March 31, 2020
Net Loss	$ (534,040)	$ (99,418)
Weighted average number of common shares for the purpose of basic and diluted loss per share	114,309,292	64,329,019

Basic loss per share is computed by dividing loss by the weighted average number of common shares outstanding during the period. Diluted loss per share reflects the potential dilution of common share equivalents, such as stock options and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive. All of the stock options and share purchase warrants currently issued (see Note 10) were anti-dilutive for the three months ended March 31, 2021 and 2020.

Basic and diluted loss per share for the three months ended March 31, 2021 was $(0.00) (three months ended March 31, 2020: $(0.00)).

(Expressed in Canadian Dollars) – Page 11

12. RELATED PARTY TRANSACTIONS

Key management personnel compensation

Key management personnel include persons having the authority and responsibility for planning, directing and controlling the actions of the Company and its subsidiaries as a whole. Their remuneration includes the following:

	Three months ended March 31, 2021	2020
Directors' fees	$ 5,000	$ 5,000
Management fees	43,500	30,000
Professional fees	11,433	9,515
Share-based payments *	191,075	-
	$ 251,008	$ 44,515

* Share-based payments are the fair value of options granted to key management personnel as at the grant date.

Related party balances

At December 31, 2020, accounts payable and accrued liabilities include $274,226 (December 31, 2020: $220,248) payable to four directors of the Company, one public company with common directors, and two private companies controlled by two directors of the Swedish subsidiary for unpaid fees. These amounts are unsecured, non-interest bearing and payable on demand.

13. SEGMENTAL REPORTING

The Company operates in one business segment, being the acquisition and exploration of mineral properties. The Company's exploration and evaluation assets are distributed by geographic location as follows:

	March 31, 2021	December 31, 2020
Canada	$ 92,804	$ 90,928
Finland	72,358	60,702
Norway	181,541	178,273
U.S.A.	92,559	92,559
	$ 439,262	$ 422,462

14. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Investing and financing activities that do not have a direct impact on cash flows are excluded from the statement of cash flows. The following transactions were excluded from the statements of cash flows:

Three months ended March 31, 2021:

a) As at March 31, 2021, the Company accrued exploration and evaluation assets of $24,273 in accounts payable and accrued liabilities.

Three months ended March 31, 2020:

a) As at March 31, 2020, the Company accrued exploration and evaluation assets of $17,204 in accounts payable and accrued liabilities.

15. SUBSEQUENT EVENTS

Subsequent to March 31, 2021, 600,000 share purchase warrants were exercised at a price of $0.05 per share and 900,000 share purchase warrants were exercised at a price of $0.08 per share for gross proceeds of $102,000.