LIGHTSPEED DISCOVERIES INC.

CONDENSED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

(Unaudited)

Three Month Period Ended

March 31, 2021

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED INTERIM FINANCIAL STATEMENTS

The Company's independent auditor has not performed a review of these condensed interim financial statements. The accompanying condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

Lightspeed Discoveries Inc.

Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	March 31, 2021 ($)	December 31, 2020 ($)
ASSETS		
Current assets		
Cash	2,207	2,225
Amounts receivable	12,100	11,877
	14,307	14,102
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	90,427	70,509
Loans payable (Note 4)	24,000	24,000
	114,427	94,509
Shareholders' equity		
Share capital (Note 5)	20,677,707	20,677,707
Share subscriptions received in advance (Note 5)	16,000	16,000
Share-based payment reserve (Note 5)	404,830	404,830
Deficit	(21,198,657)	(21,178,944)
	(100,120)	(80,407)
	14,307	14,102

Nature of operations and continuance of business (Note 1)

On behalf of the Board of Directors:

"Kenneth Ralfs" Director

"Nick Watters" Director

Lightspeed Discoveries Inc.

Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Month Period Ended March 31, 2021	Three Month Period Ended March 31, 2020
	($)	**($)**
EXPENSES		
Consulting fees	-	25,000
Management fees (Note 8)	15,000	7,500
Office and miscellaneous	18	7,670
Professional fees	2,000	10,760
Transfer agent and filing fees	2,695	2,000
Loss and comprehensive loss for the period	(19,713)	(52,930)
Basic and diluted loss per common share	(0.00)	(0.01)
Weighted average common shares outstanding	10,495,516	10,495,516

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

Lightspeed Discoveries Inc.

Condensed Interim Statements of Changes in Shareholders` Equity (Deficiency)
(Expressed in Canadian Dollars)
(Unaudited)

	Number of Shares	Amount	Share Subscriptions Received	Share-based Payment Reserve	Deficit	Total Shareholders' Equity (Deficiency)
		($)	($)	($)	($)	($)
Balance at December 31, 2019	**10,495,516**	**20,674,176**	**16,000**	**408,361**	**(21,050,618)**	**47,919**
Loss for the period	-	-	-	-	(52,930)	(52,930)
Balance at March 31, 2020	**10,495,516**	**20,674,176**	**16,000**	**408,361**	**(21,103,548)**	**(5,011)**
Loss for the period	-	-	-	-	(75,396)	(75,396)
Balance at December 31, 2020	**10,495,516**	**20,674,176**	**16,000**	**408,361**	**(21,178,944)**	**(80,407)**
Loss for the period	-	-	-	-	(19,713)	(19,713)
Balance at March 31, 2021	**10,495,516**	**20,674,176**	**16,000**	**408,361**	**(21,198,657)**	**(100,120)**

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

Lightspeed Discoveries Inc.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Three Month Period Ended March 31, 2021 ($)	Three Month Period Ended March 31, 2020 ($)
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Loss for the period	(19,713)	(52,930)
Changes in non-cash working capital items:		
Amounts receivable	(223)	(69)
Accounts payable and accrued liabilities	19,918	(16,194)
Cash used in operating activities	(18)	(69,193)
Change in cash during the period	(18)	(69,193)
Cash, beginning of period	2,225	180,689
Cash, end of period	2,207	111,496

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

1. NATURE OF OPERATIONS AND CONTINUANCE OF BUSINESS

Lightspeed Discoveries Inc. (the "Company") was incorporated under the laws of the province of British Columbia. The Company is in the exploration stage and is in the business of exploring and developing mineral properties. The Company's registered address is 10th Floor, 595 Howe Street, Vancouver, BC, V6C 2T5.

On March 11, 2020, the World Health Organization declared COVID-19 a global pandemic. This contagious disease outbreak and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, leading to an economic downturn. The impact on the Company is not currently determinable, but management continues to monitor the situation.

These financial statements have been prepared on the going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. During the period ended March 31, 2021, the Company has not generated any revenues from operations, and incurred negative cash flow from operating activities. As at March 31, 2021, the Company has a working capital deficit of $100,120 and an accumulated deficit of $21,198,657. The Company's ability to continue as a going concern is dependent upon its ability to generate and maintain future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management is of the opinion that sufficient working capital will be obtained from external financing to meet the Company's liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. These financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern.

2. BASIS OF PRESENTATION

Statement of compliance

These condensed interim financial statements, including comparatives, have been prepared in accordance with IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB") and the interpretations of the IFRS Interpretations committee. They do not include all disclosures required by International Financial Reporting Standards ("IFRS") for annual financial statements, and therefore should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2020, prepared in accordance with IFRS as issued by the IASB.

These financial statements were approved by the Board of Directors of the Company on May 31, 2021.

Basis of presentation

These condensed interim financial statements have been prepared on a historical cost basis, using the accrual basis of accounting, except for cash flow information.

Functional and presentation currency

These condensed interim financial statements are presented in Canadian dollars, unless otherwise noted, which is the functional currency of the Company.

2. BASIS OF PRESENTATION (continued)

Use of Estimates and Judgments

The preparation of these financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities as at the date of the financial statements. Estimates and assumptions are continually evaluated and are based on management's experience and other facts and circumstances. Actual results could differ from these estimates.

The significant assumption about the future and other sources of estimation uncertainty that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relates to, but is not limited to, the following:

Deferred income taxes

The determination of income tax is inherently complex and requires making certain estimates and assumptions about future events. Deferred tax assets, including those arising from tax losses, require management to assess the likelihood that the Company will generate taxable earnings in future periods, in order to utilize recognized deferred tax assets. Estimates of future taxable income are based on forecast cash flows from operations and the application of existing tax laws in each jurisdiction. To the extent that future cash flows and taxable income differ significantly from estimates, the ability of the Company to realize the net deferred tax assets recorded at the date of the statement of financial position could be impacted. 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 the Company's provision for deferred income taxes.

There were no significant judgments made by management for the reporting period.

3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim financial statements have been prepared using the same accounting policies as those used in the Company's annual financial statements at December 31, 2020.

4. LOANS PAYABLE

As at March 31, 2021, the amount of $4,000 (December 31, 2020 - $4,000) is owed to an unrelated party which is non-interest bearing unsecured, and due on demand.

As at March 31, 2021, the amount of $20,000 (December 31, 2020 - $20,000) is owed to an unrelated party which is non-interest bearing unsecured, and due on demand.

(Expressed in Canadian Dollars)

5. SHARE CAPITAL

a) Authorized share capital

Unlimited common shares without par value.

b) Issued share capital

Three Month Period Ended March 31, 2021

As at March 31, 2021, the Company has share subscriptions received of $16,000 pursuant to the exercise of 200,000 share purchase warrants by a former director of the Company.

Year ended December 31, 2020

There was no activity during the year ended December 31, 2020.

c) Stock options

On April 30, 2010, the Company implemented a stock option plan pursuant to which stock options may be granted to directors, officers, employees and consultants of the Company. The Company may grant stock options to a maximum of 10% of the issued shares of the Company at the date of granting the stock options. The minimum exercise price of each stock option must not be less than the discounted market price (as permissible by TSX Venture Exchange Policy). Stock options are exercisable over periods up to ten years and vesting periods can be imposed at the discretion by the Board of Directors.

There were no stock options issued or outstanding during the three month period ended March 31, 2021 or the year ended December 31, 2020.

d) Share purchase warrants

Three Month Period Ended March 31, 2020

There was no share purchase warrant activity during the three month period ended March 31, 2021.

Year ended December 31, 2020

The continuity of the Company's share purchase warrants is as follows:

	Number of Warrants	Weighted Average Exercise Price ($)
Balance, December 31, 2019	7,340,000	0.11
Issued	(7,340,000)	0.11
Balance, March 31, 2021 and December 31, 2020	-	-

6. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial risk management

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – Inputs that are not based on observable market data.

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's financial instruments consist of cash, amounts receivable, accounts payable and accrued liabilities, and loans payable.

The fair value of cash is measured using level one of the fair value hierarchy. The fair value of amounts receivable, accounts payable and accrued liabilities, and loans payable and due to related party approximate their book values because of the short-term nature of these instruments.

Financial instrument risk exposure

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

Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its payment obligations. The Company has no material counterparties to its financial instruments. The Company manages credit risk for cash by ensuring that these financial assets are placed with a major financial institution with strong investment grade ratings by a primary ratings agency. The Company's receivables consist of goods and services tax due from the Canada Revenue Agency. The Company does not believe it has a material exposure to credit risk.

Liquidity risk

The Company seeks to ensure that there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash. The Company's cash is invested in business accounts which are available on demand. As at the balance sheet date, the Company had sufficient cash to meet its current obligations and was not exposed to significant liquidity risk.

Interest rate risk

The Company's exposure to interest rate risk relates to its ability to earn short-term interest on cash balances at variable rates. The Company does not have any variable interest rate liabilities.

6. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Currency risk

The Company is not exposed to significant foreign currency risk.

7. MANAGEMENT OF CAPITAL

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of cash and equity comprised of issued share capital and share-based payment reserve.

The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issuances or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements. There have been no changes to the Company's approach to capital management during the period ended March 31, 2021.

8. RELATED PARTY TRANSACTIONS

Key management personnel include the Chief Executive Officer ("CEO"), Chief Financial Officer ("CFO"), and certain directors and officers and companies controlled or significantly influenced by them.

During the three month period ended March 31, 2021, the Company incurred management fees of $15,000 (2020 - $7,500) to the CEO of the Company.

As at March 31, 2021 there was $45,000 (December 31, 2020 - $30,000) owing to the CEO.