Condensed Consolidated Interim Financial Statements of

Magna Terra Minerals Inc.

For the three and nine months ended
May 31, 2020 and May 31, 2019
(Expressed in Canadian Dollars)

RESPONSIBILITY FOR FINANCIAL STATEMENTS

The accompanying unaudited interim financial statements for Magna Terra Minerals Inc. (formerly Brionor Resources Inc.) (the "Company") have been prepared by management in accordance with International Financial Reporting Standards consistently applied (“IFRS”). These financial statements have been prepared on a historical cost basis with the exception of financial instruments classified as fair value through profit and loss. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information. Accordingly, a precise determination of many assets and liabilities is dependent upon future events. Therefore, estimates and approximations have been made using careful judgment. Recognizing that the Company is responsible for both the integrity and objectivity of the financial statements, management is satisfied that these financial statements have been fairly presented.

NOTICE OF NO AUDITOR REVIEW OF REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the unaudited condensed 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 interim financial statements of the Company 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 financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Magna Terra Minerals Inc.

Condensed Consolidated Interim Statements of Financial Position

(In Canadian dollars)

As at	**May 31 2020 $**	August 31 2019 $
ASSETS		
Current		
Cash	**1,395**	932
Other receivables	**10,538**	5,100
Short-term investments (note 3)	**76,000**	35,000
Prepaid expenses	**211,581**	-
	299,514	41,032
Non-current		
Foreign VAT receivable	**38,718**	42,492
Exploration and evaluation assets (note 4)	**3,929,810**	3,767,790
	4,268,042	3,851,314
LIABILITIES		
Current		
Trade and other payables (note 9)	**1,101,749**	724,234
Due to related parties (note 6)	**62,090**	270,100
	1,163,839	994,334
Long term		
Due to related parties (note 6)	**303,210**	-
	1,467,049	994,334
SHAREHOLDERS' EQUITY		
Share capital, warrants, share based compensation (note 5)	**6,930,779**	6,914,558
Deficit	**(4,129,786)**	(4,057,578)
	2,880,993	2,856,980
	4,268,042	3,851,314

The accompanying notes are an integral part of these condensed consolidated interim financial statements.
Nature of operations and going concern (notes 1 and 2)

Approved on behalf of the board:

(signed) "Lew Lawrick"
Director

(signed) "Dennis Logan"
Director

Magna Terra Minerals Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss

(In Canadian dollars)

	For the three months ended		For the nine months ended	
	May 31 2020	May 31 2019	**May 31 2020**	May 31 2019
	$	$	**$**	$
Expenses				
Professional fees	**24,425**	24,026	**74,738**	90,791
General and administrative (note 10)	**14,868**	28,818	**59,398**	175,147
Management fees (note 6)	**-**	30,750	**-**	92,250
Share based compensation	**-**	21,783	**16,221**	21,783
Other income	**(50,000)**	(49,648)	**(50,000)**	(49,648)
Foreign exchange gain	**(13,882)**	(16,268)	**(20,344)**	(9,465)
Gain on settlement of loan from related party and accounts payable	**-**	(225,030)		(225,030)
Loss (gain) on short term investments (note 3)	**7,100**	-	**(7,805)**	-
Comprehensive income (loss) for the period	**17,489**	185,569	**(72,208)**	(95,828)
Loss per share basic and diluted	**0.00**	0.00	**0.00**	0.00
Weighted average number of shares outstanding basic and diluted	**87,454,572**	78,746,910	**87,454,572**	75,082,082

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

Magna Terra Minerals Inc.

Condensed Consolidated Interim Statements of Cash Flows

(In Canadian dollars)

	For the nine months ended	
	May 31	May 31
	2020	2019
	$	$
Operating activities		
Net loss for the period	**(72,208)**	(96,828)
Adjustment for non-cash items:		
Other income	**(38,100)**	(49,648
Gain on settlement of loan from related party and accounts payable		(225,030)
Gain (loss) on short-term investments	**(7,805)**	-
Share based compensation (note 7)	**16,221**	21,783
Net change in non-cash working capital balances related to operating activities:		
Other receivables	**(5,438)**	626
Prepaid expenses	**(211,581)**	3,000
Trade and other payables	**377,515**	279,191
Net cash used in operating activities	**(58,604)**	(65,906)
Investing activities		
Foreign VAT taxes receivable	**3,774**	(19,322)
Proceeds from sale of short-term investment (note 5)	**4,905**	-
Additions to mineral properties	**(162,020)**	(474,775)
Net cash provided from (used in) investing activities	**(153,341)**	(494,097)
Financing activities		
Loan from related party	**95,200**	173,300
Issuance of common shares	**-**	400,000
Share issuance costs	**-**	(9,139)
Net cash provided from (used in) investing activities	**95,200**	564,161
Net increase (decrease) in cash	**463**	4,158
Cash, beginning of the period	**932**	1,000
Cash, end of the period	**1,395**	5,158

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

Magna Terra Minerals Inc.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(In Canadian dollars)

	Share capital		Warrants	Share based compensation	Sub-total	Deficit	Total
	#	$	$	$	$	$	$
Balance, August 31, 2018	**70,453,393**	**5,871,932**	**-**	**367,670**	**6,239,602**	**(3,861,737)**	**2,377,867**
Issuance of common shares (note 7)	8,000,000	300,000	100,000	-	400,000	-	400,000
Issuance of common shares for the settlement of debt	9,001,179	225,029	-	-	225,029	-	225,029
Share issue expenses	-	(9,139)	-	-	(9,139)	-	(9,139)
Share based compensation				21,783	21,783	-	21,783
Net loss for the period	-	-	-	-	-	(96,828)	(96,828)
Balance, May 31, 2019	**87,454,572**	**6,487,822**	**100,000**	**367,670**	**6,633,213**	**(4,143,134)**	**2,490,079**
Share issue expenses	-	(1,120)	1,120	-	-	-	-
Share based compensation	-	-	-	37,283	37,283	-	37,283
Net income for the period	-	-	-	-	-	(99,013)	(99,013)
Balance, August 31, 2019	**87,454,572**	**6,386,702**	**101,120**	**426,736**	**6,914,558**	**(4,057,578)**	**2,856,980**
Share based compensation	-	-	-	16,221	16,221	-	16,221
Net loss for the period	-	-	-	-	-	(72,208)	(72,208)
Balance, May 31, 2020	**87,454,572**	**6,386,702**	**101,120**	**442,957**	**6,930,779**	**(4,129,786)**	**2,800,993**

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

1. Nature of operations

Magna Terra Minerals Inc. ("Magna Terra" or the "Company") is incorporated under the *Canada Business Corporations Act* and is involved in the acquisition and exploration of mining properties in Argentina and Canada (see note 5). Substantially all of the Company's efforts are devoted to financing and developing these properties.

Its stock is listed on the TSX Venture Exchange under the symbol MTT. The address of the Company and its registered office is located at 150 York Street, Suite 410, Toronto, Ontario, M5H 3S5.

2. Going concern

These financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. Accordingly, it does not give effect to adjustments, if any that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities in other than in the normal course of business and at amounts that may differ from those shown in these financial statements.

For the nine months ended May 31, 2020, the Company had a net loss of $72,208 (for the nine months ended May 31, 2019 incurred net loss of $95,828), had a cash deficiency from operations of $58,604 (for the nine months ended May 31, 2019 - used $65,906), and as at May 31 2020, had an accumulated deficit of $4,129,786 (August 31, 2019 - $4,057,578) and a working capital deficit of $1,167,535 (August 31, 2019 – a deficit of $953,302).

To date there has been no determination whether the Company's interests in mineral exploration properties contain mineral reserves, which are economically recoverable. The business of exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration and evaluation assets and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves and the achievement of profitable operations; and the ability of the Company to raise alternative financing; or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values. These material uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

Statement of compliance

The Company's condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with and using accounting policies in full compliance with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including International Accounting Standards ("IAS") 34, Interim Financial Reporting. The condensed interim financial statements do not include all financial risk management information and disclosures as required in the audited annual financial statements. The condensed interim financial statements should be read in conjunction with the audited annual financial statements for the year ended August 31, 2019, which have been prepared in accordance with IFRS as issued by the IASB. The accounting policies and methods of computation remain the same as presented in the audited financial statements for the year ended August 31, 2019.

There are no new IFRS and/or International Financial Reporting Interpretations Committee ("IFRIC") pronouncements that are effective for the first time for this interim period that would be expected to have a material effect on the Company.

(In Canadian dollars)

These financial statements have been prepared on the historical cost basis except for certain non-current assets and financial instruments, which are measured at fair value, as explained in the accounting policies set out in note 3.

3. Short term investments

On April 12, 2019, the Company entered into an Option Agreement (the "Opus Agreement") (see note 6 - Noyell), whereby the Company has received a total of 2,000,000 common shares of Opus One Resources Inc. ("Opus"). As at May 31, 2020, the Company held the 1,900,000 common shares with a market value of $0.04 per share for a total of $76,000.

4. Exploration and evaluation assets

The Company holds interests in the following exploration properties.

	Santa Cruz projects	Quebec projects	Total
Balance, August 31, 2018	**2,660,267**	**35,942**	**2,696,209**
Acquisition costs	1,071,933	-	1,071,933
Disposals	-	(352)	(352)
Balance, August 31, 2019	**3,732,200**	**35,590**	**3,767,790**
Expenditures	162,020	-	162,020
Balance, May 31, 2020	**3,894,220**	**35,590**	**3,929,810**

Proposed Transaction
On October 15, 2019, the Company and Anaconda Mining Inc. ("Anaconda") (together the "Parties") announced that entered into a definitive Share Purchase Agreement (the "SPA") dated October 14, 2019, whereby Magna Terra proposes to acquire all of the issued and outstanding common shares of Anaconda's wholly-owned subsidiary, 2647102 Ontario Inc. ("ExploreCo")(the "Acquisition"). ExploreCo owns a 100% interest in the Great Northern and Viking Projects in Newfoundland and Labrador and the Cape Spencer Project in New Brunswick.

Under the SPA, the Company will acquire ExploreCo by issuing to Anaconda an aggregate number of common shares of the Company equal to 100% of the outstanding Magna Terra common shares on the closing date of the Acquisition, following the completion of a 7 for 1 share consolidation, on an undiluted basis and before Magna Terra financing of $1.5 million or more.

On December 6, 2019 the agreement was modified to extend the closing date to be no later than February 28, 2020. On January 27, 2020, the agreement was further modified to extend the closing date to be no later than March 31, 2020. On March 31, 2020, the agreement was further modified to extend the closing date to no later than August 31, 2020.

In conjunction with the Acquisition the Company is undertaking a private placement (revised July 13, 2020). The Company is undertaking to raise gross proceeds of $4.965 million as follows on a post consolidation basis: (i) flow-through common shares (the "FT Shares") at a price of $0.25 per share for gross proceeds of $155,000 (620,000 FT Shares); (ii) Common Share Units (the "Units") at a price of $0.20 per Unit for gross proceeds of $2.2 million (11 million units). Each Unit is comprised of one common share and one-half of one share purchase warrant (each whole warrant being a "Warrant"), each Warrant entitling the holder thereof to purchase one additional common share of the Company at a price of $0.30

per share for a period of 24 months following the closing; (iii) Charity Flow Through Units (the "Charity FT Units") at a price of $0.29 per unit for gross proceeds of $2.61 million. Each Charity FT Unit is comprised one flow through common share and one-half of one common share purchase warrant (each whole warrant being a "Warrant"), each Warrant entitling the holder thereof to purchase one additional common share of the Company at a price of $0.30 per share for a period of 24 months following the closing. Closing of the Offering is expected to occur on or before July 30, 2020 and is conditional upon (i) the closing of the Acquisition; and (ii) the receipt of all required regulatory approvals.

On February 27, 2020 the Company held a meeting of shareholders, whereby the acquisition and other related matters was approved.

Santa Cruz Projects
The Santa Cruz projects consist of an exploration property portfolio that spans approximately 103,000 hectares in 8 independent areas in the highly prospective Province of Santa Cruz, Argentina.

The Company owns the mining rights to the Boleadora group as well as El Monte, Gertrudis, Katrina Piedra Negra, El Meridiano, Covadonga, and La Rosita projects which were acquired from Renaissance Gold Inc. ("RenGold") by Atala in 2014. In the original acquisition agreement (the "Agreement"), for a period of 10 years from 2014, the Company was obligated to pay to RenGold an amount of $30,000 should it complete an equity financing of minimum proceeds $1 million and an additional amount of $50,000 should it complete an additional financing for additional minimum proceeds of $1 million. On October 26, 2017, the Company closed an amending agreement (the "Amending Agreement") which modifies the Agreement. The Amending Agreement terminates certain rights RenGold retained for future cash payments above, in return for providing RenGold with:

(i) 250,000 common shares of the Company (issued); and
(ii) $25,000 cash (paid).

RenGold is also entitled to a 4% NSR royalty on certain properties, less any royalties payable to the Province of Santa Cruz and any underlying vendor. The royalty can be purchased back in an amount in excess of 1% at a price of US$1 million per 1%. In no case will the RenGold NSR be less than 1%.

The Piedra Negra, El Meridiano, Covadonga, and La Rosita projects are subject to an underlying option agreement with a private Argentine vendor pursuant to which Atala shall make options payments to the vendor commencing on January 1st of every year for the next 5 years (US$35,000 in 2019 and 2020, US$50,000 in 2021, US$125,000 in 2022 and US$300,000 in 2023, for a total of US$545,000. The Vendor is also entitled to receive a 2% NSR royalty. The royalty can be purchased back for US$800,000. The 2019 payment of US$35,000 was subject to the Debt Settlement described in note 7.

On June 9, 2020, completed, through its 100% owned Argentine subsidiary Atala Resources S.A.("Atala") an Agreement to sell its wholly owned Boleadora Group of properties ("Boleadora") to Oroplata S.A.("Oroplata") a subsidiary of Newmont Corporation ("Newmont"). Boleadora is a large greenfields exploration land package (approx. 55,000 hectares) encompassing 12 individual MD's or exploration licenses lying approximately 17 kilometres south-east of Newmont's Cerro Negro mine area in Santa Cruz Province, Argentina. Newmont (Oroplata) will pay the Company US$1 million as follows: $25k on signing (paid) and six installments totalling $975k payable within six years from the date of the Agreement. In addition, Newmont (Oroplata) has granted a 2% NSR. The royalty can be reduced to 1% by payment of US$2.5M by Oroplata at any time, and the gross royalty payable is capped at US$20M.

Quebec Projects
Verneuil
The Company currently holds a 37.52% interest (SOQUEM Inc. 62.48%) in 32 claims located approximately 15 km to the east of the Lebel-sur-Quevillon, district of Abitibi. During the 2018 exploration season the Company did not participate in exploration program expenditures funded by SOQUEM, resulting in the dilution of the Company's the original 50% interest. A 2% net smelter return royalty on future production is attached to the property.

Noyell
The Company holds a 100% interest in 49 claims located approximately 25 km south of Matagami, along the Douay-Cameron Corridor adjacent to the Vezza deposit, district of Abitibi. On April 12, 2019, the Company announced it entered into an option agreement regarding its Noyell Property, with Opus paying a total amount of $500,000 in a combination of cash and/or common shares with the maximum number of common shares not to exceed 7 million. The payment terms are $50,000 10 days after the effective date (received 1,000,000 common shares on May 23, 2019, see note 5), $50,000 on the first (received 1,000,000 common shares and $11,900), second and third anniversaries of the effective date, $100,000 on the fourth anniversary and $200,000 on the fifth anniversary of the effective date.

Matchi-Manitou
The Company holds a 29% interest in 24 claims located in Tavernier and Pershing townships, district of Abitibi. A 1% net smelter return royalty on future production is attached to the property. In accordance with this joint venture agreement on a 29/71% basis, each partner has to contribute its share, failing which; its interest would be diluted.

5. Shareholders' equity

Authorized share capital
The Company is authorized to issue an unlimited number of common shares.

On May 29, 2019, the Company settled $450,059 of debt (the "Debt Settlement") through the issuance of common shares of the Company. Pursuant to the Debt Settlement, the Company issued 9,001,179 common shares to certain creditors of the Company, including certain of its directors and officers.

On December 28, 2018 the Company completed a private placement of 8 million Units at a price of $0.05 each, with each Unit consisting of one common share and one half of one common share purchase warrant (a "Warrant"). Each whole Warrant entitles the holder to purchase one common share at a price of $0.10 until December 28, 2020. The Company paid a finder's fee of $2,800 and 56,000 Broker Warrants, with a value of $1,120. Each Broker Warrant entitling the holder to purchase one common share at a price of $0.10 until December 28, 2020. The Company allocated total proceeds of $400,000 to share capital $300,000 and share purchase warrants of $100,000.

(In Canadian dollars)

Warrants
The composition of the outstanding warrants as at May 31, 2020 consists of the following:

	Warrants #	Exercise price $
Balance, August 31, 2018	**15,720,928**	**0.08**
Issued	4,000,000	0.10
Issued for finder's fee	56,000	0.10
Expired	(15,720,928)	0.08
Balance, August 31, 2019 and May 31, 2020	**4,056,000**	**0.10**
Exercisable at August 31, 2019 and May 31, 2020	**4,056,000**	**0.10**

	Expiry date	Number	Exercise Price $
Warrants	December 28, 2020	4,000,000	0.10
Broker Warrants	December 28, 2020	56,000	0.10
		4,056,000	**0.10**

On May 5, 2019 and June 19, 2019, 13,720,928 and 2,170,000 warrants respectively expired unexercised.

The warrants issued on December 28, 2018 were valued using the Black-Scholes method with a risk-free interest rate of 1.85%, expected volatility of 171%, dividend yield of nil and an expected life of 2 years.

Share based compensation
The Company adopted a fixed stock option plan (the "Plan") whereby the Board of Directors may grant to employees, officers, directors, management consultants and external consultants of the Company or of its subsidiary thereof, options to acquire common shares in such numbers, for such terms and at such exercise prices as may be determined by the Board. The exercise price of each option may not be lower than the market price of the common shares at the time of the grant of the options. The options vest at the date of the grant unless additional restrictions on the vesting of the options are imposed by the Board of Directors except for the consultants working in investor relations, whose options are vested in quarterly installments over a twelve-month period from grant. The option period is a period of time fixed by the Board of Directors but cannot exceed 5 years.

	Options #	Weighted average exercise price $
Balance, August 31, 2018	**5,700,000**	**0.07**
Issued	2,270,000	0.05
Balance, August 31, 2019 and May 31, 2020	**7,970,000**	**0.06**
Exercisable at May 31, 2020	**7,970,000**	**0.06**

(In Canadian dollars)

A summary of the outstanding stock options is presented below:

Date of grant	**Remaining life**	**Number of options**	**Exercise price**
		#	**$**
May 18, 2017	1.97 years	3,400,000	0.065
August 9, 2017	2.20 years	1,900,000	0.070
September 7, 2017	2.28 years	400,000	0.050
December 28, 2018	3.59 years	2,120,000	0.050
June 3, 2019	4.02 years	150,000	0.050
		7,970,000	

On June 3, 2019, the Company granted 150,000 stock options with an exercise price of $0.05 and expiring on June 3, 2024. The fair value of the options of $4,500 was valued using the Black-Scholes method with a risk-free interest rate of 1.88%, expected volatility of 226%, dividend yield of nil and an expected life of 5 years. The options vest in four equal amounts on a quarterly basis over the first year of the option.

On December 28, 2018, the Company granted 2,120,000 stock options with an exercise price of $0.05 and expiring on December 28, 2023. The fair value of the options of $63,600 was valued. The options were valued using the Black-Scholes method with a risk-free interest rate of 1.89%, expected volatility of 219%, dividend yield of nil and an expected life of 5 years. The options vest in four equal amounts on a quarterly basis over the first year of the option.

6. Key management compensation and related party transactions

	For the three months ended May 31		**For the nine months ended May 31**	
	2020	2019	**2020**	2029
	$	$	**$**	$
Management fees	**-**	30,750	**-**	92,250
Share-based compensation	**-**	-	**12,221**	-
	-	30,750	**12,221**	61,500

As at May 31, 2020, in due to related parties, the Company had a loan outstanding from Thorsen in the amount of $302,210 (August 31, 2019 - $208,010). On October 29, 2019, the Company signed a credit agreement with Thorsen for a loan up to $700,000 which bears interest at 12% per annum payable at maturity on December 31, 2020. On December 31, 2019, the Company and Thorsen extended the maturity of the credit agreement until December 31, 2021 and is categorized as a long-term liability.

Also included in due to related parties are outstanding management fees and directors' fees of $34,450 and $27,640 respectively.

On December 28, 2018 the Company closed a private placement of units, of the $400,000 proceeds, $315,000 was subscribed for by officers of the Company.

On May 29, 2019, the Company closed the settlement of debt with the issuance of common shares, $93,400 of the loan from Thorsen was settled with the issuance of 1,868,000 common shares.

7. Financial instrument risk management

a) Fair value of financial instruments

The carrying value of cash, trade and other payables and due to related party approximates fair value due to the short-term nature of these financial instruments.

As of May 31, 2020, except for cash and short-term investments, none of the Company's financial instruments are recorded at fair value in the statements of financial position. Cash and short-term investments are classified as level 1 fair value.

b) Risk management

Credit risk
Credit risk is the risk of loss associated with a counter-party's inability to fulfill its payment obligations. The Company is exposed to credit risk with respect to its cash. To minimize this risk, cash has been placed with major Canadian financial institutions.

Liquidity risk
Liquidity risk is the risk that the Company cannot meet a demand for cash or fund its obligations as they come due. The Company ensures that there is sufficient capital in order to meet annual business requirements, after taking into account administrative, property holding and exploration budgets, against cash and short-term investments. As at May 31, 2020, the Company has $1,395 in cash and current liabilities of $1,163,839. As the Company does not have operating cash flow, the Company has and will continue to rely primarily on equity financing to meet its capital requirements.

Market risk
Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk in trading its short-term investments and unfavourable market conditions could result in dispositions of investments at less than favourable prices. In addition, most of the Company's investments are in the resource sector.

Currency risk
The Company operates in Canada and Argentina, and is therefore exposed to foreign exchange risk arising from transactions denominated in a foreign currency.

The operating results and the financial position of the Company are reported in Canadian dollars. The fluctuations of the operating currencies in relation to the Canadian dollar will consequently have an impact upon the reporting results of the Company and may also affect the value of the Company's assets and liabilities.

The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks at this time.

COVID-19
The Company's operations could be significantly adversely affected by the effects of a widespread global outbreak of a contagious disease, including the recent outbreak of respiratory illness caused by COVID-19. The Company cannot accurately predict the impact COVID-19 will have on its operations and the ability of others to meet their obligations with the Company, including uncertainties relating to the ultimate geographic spread of the virus, the severity of the disease, the

(In Canadian dollars)

duration of the outbreak, and the length of travel and quarantine restrictions imposed by governments of affected countries. In addition, a significant outbreak of contagious diseases in the human population could result in a widespread health crisis that could adversely affect the economies and financial markets of many countries, resulting in an economic downturn that could further affect the Company's operations and ability to finance its operations.

8. Capital risk management

The Company's objective when managing capital is to raise sufficient funds to execute its exploration plan and to meet its ongoing administrative costs. As at May 31, 2020, the Company's capital consists of equity, which is comprised of share capital, share based compensation, and deficit, in the amount of $2,880,993 (August 31, 2019 - $2,856,980).

The properties in which the Company currently has an interest are in the exploration stage; as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

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 does not have any externally imposed capital requirements or covenants.

9. Trade and other payables

As at	**May 31 2020 $**	August 31 2019 $
Trade payables	**768,746**	479,931
Accruals	**333,003**	244,303
	1,101,749	724,234

The standard maturity terms of the Company's trade and other payables are 30 – 60 days.

10. General and administrative

	For the three months ended May 31		**For the nine months ended May 31**	
	2020 $	2019 $	**2020 $**	2019 $
Consulting fees	**-**	**-**	**-**	**33,000**
Geologic consulting	**-**	**878**	**-**	**47,555**
Shareholder services	**80**	**2,279**	**10,697**	**12,252**
Insurance	**2,702**	**2,470**	**7,153**	**7,601**
Listing fees	**-**	**5,200**	**5,785**	**10,383**
Office	**2,365**	**3,724**	**7,694**	**18,060**
Rent	**6,075**	**6,075**	**18,225**	**18,255**
Conferences and promotion	**3,646**	**8,192**	**9,844**	**28,071**
	14,868	**28,818**	**59,398**	**175,147**

(In Canadian dollars)

11. Segment information

The Company operates in a single reportable operating segment, being the acquisition, exploration and retention of mineral property assets. Geographic segment information of the Company's non-current assets as at May 31, 2020 and August 31, 2019 are as follows:

	May 31 2020 $	August 31 2019 $
Canada	**35,591**	35,591
Argentina	**3,932,937**	3,774,691
	3,968,528	3,810,282