CONDENSED INTERIM FINANCIAL STATEMENTS OF PROBE GOLD INC. (FORMERLY PROBE METALS INC.) FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2023 (EXPRESSED IN CANADIAN DOLLARS) (UNAUDITED)

NOTICE TO READER

The accompanying unaudited condensed interim financial statements of Probe Gold Inc. (formerly Probe Metals Inc.) (the "Company") have been prepared by, and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

Probe Gold Inc. (formerly Probe Metals Inc.)
Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	As at June 30, 2023	As at December 31, 2022
ASSETS		
Current assets		
Cash and cash equivalents	**$ 25,568,121**	$ 23,557,285
Trade accounts receivable and other receivables (note 3)	**1,211,148**	2,734,635
Marketable securities (note 4)	**3,959,196**	3,280,178
Prepaid expenses	**47,197**	179,130
Total current assets	**30,785,662**	29,751,228
Non-current assets		
Quebec refundable tax credits and mining duties refund receivable	**4,852,680**	2,952,428
Reclamation bonds (note 5)	**413,050**	413,050
Property and equipment (note 6)	**576,194**	596,684
Rights-of-use assets (note 7)	**496,377**	549,948
Total non-current assets	**6,338,301**	4,512,110
Total assets	**$ 37,123,963**	$ 34,263,338
LIABILITIES AND EQUITY		
Current liabilities		
Amounts payable and other liabilities (notes 8 and 18)	**$ 607,624**	$ 2,127,809
Current portion of lease liability (note 9)	**81,896**	65,241
RSU liability (note 14)	**500,944**	637,550
Flow-through share liability (note 10)	**2,630,378**	-
Total current liabilities	**3,820,842**	2,830,600
Non-current liabilities		
Lease liability (note 9)	**466,883**	513,427
Restoration liabilities (note 5)	**1,035,272**	1,018,865
Total non-current liabilities	**1,502,155**	1,532,292
Total liabilities	**5,322,997**	4,362,892
Equity		
Share capital (note 11)	**159,431,390**	145,792,683
Warrants (note 12)	**3,679,449**	3,679,449
Contributed surplus (notes 13 and 14)	**7,280,411**	8,888,468
Accumulated deficit	**(138,590,284)**	(128,460,154)
Total equity	**31,800,966**	29,900,446
Total liabilities and equity	**$ 37,123,963**	$ 34,263,338

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

Nature of operations (note 1)
Subsequent events (note 21)

Probe Gold Inc. (formerly Probe Metals Inc.)

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

	Three months ended June 30, 2023	Three months ended June 30, 2022	Six months ended June 30, 2023	Six months ended June 30, 2022
Operating expenses				
Exploration and evaluation expenditures (note 16)	**$ 4,157,565**	$ 8,521,540	**$ 9,083,551**	$ 16,060,890
General and administrative expenses (note 17)	**1,488,635**	756,589	**3,260,905**	2,729,503
Operating loss before interest and other income, accretion expense, premium on flow-through shares and unrealized (loss) gain on marketable securities	**(5,646,200)**	(9,278,129)	**(12,344,456)**	(18,790,393)
Interest and other income	**344,357**	131,344	**600,693**	186,246
Accretion expense (notes 5 and 9)	**(27,743)**	(32,054)	**(55,719)**	(66,189)
Premium on flow-through shares (note 10)	**990,330**	1,037,281	**990,330**	1,271,998
Unrealized (loss) gain on marketable securities (note 4)	**(247,849)**	(1,899,860)	**679,018**	(1,074,798)
Loss before income taxes	**(4,587,105)**	(10,041,418)	**(10,130,134)**	(18,473,136)
Income tax recovery	**-**	303,539	**-**	303,539
Loss and comprehensive loss for the period	**$ (4,587,105)**	$ (9,737,879)	**$(10,130,134)**	$(18,169,597)
Basic and diluted loss per share (note 15)	**$ (0.03)**	$ (0.07)	**$ (0.06)**	$ (0.13)
Weighted average number of common shares outstanding - basic and diluted	**160,074,965**	146,761,196	**156,038,545**	143,503,483

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

Probe Gold Inc. (formerly Probe Metals Inc.)
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Six months ended June 30, 2023	Six months ended June 30, 2022
Operating activities:		
Net loss for the period	**$ (10,130,134)**	$ (18,169,597)
Adjustments for:		
Share-based payments (notes 13 and 14)	**1,646,594**	1,454,824
Depreciation (notes 6 and 7)	**95,657**	92,528
Accrued interest receivable	**65,268**	52,637
Unrealized (loss) gain on marketable securities (note 4)	**(679,018)**	1,074,798
Premium on flow-through share (note 10)	**(990,330)**	(1,271,998)
Accretion expense (notes 5 and 9)	**55,719**	66,189
Quebec refundable tax credits and mining duties refund receivable accrued	**(1,900,252)**	-
Changes in non-cash working capital items:		
Trade accounts receivable and other receivables	**1,420,959**	(1,264,043)
Prepaid expenses	**131,933**	(32,235)
Amounts payable and other liabilities	**(1,520,185)**	885,401
Net cash used in operating activities	**(11,803,789)**	(17,111,496)
Investing activities:		
Purchase of property and equipment (note 6)	**(21,596)**	(9,636)
Net cash used in investing activities	**(21,596)**	(9,636)
Financing activities:		
Cash paid for RSUs (note 14)	**(657,984)**	-
Proceeds from private placements (note 11(b))	**15,000,076**	31,270,000
Share issue costs	**(1,109,196)**	(2,008,748)
Exercise of warrants	**-**	8,450
Exercise of stock options	**672,526**	136,000
Lease payments (note 9)	**(69,201)**	(108,260)
Net cash provided by financing activities	**13,836,221**	29,297,442
Net change in cash and cash equivalents	**2,010,836**	12,176,310
Cash and cash equivalents, beginning of period	**23,557,285**	28,866,655
Cash and cash equivalents, end of period	**$ 25,568,121**	$ 41,042,965

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

Probe Gold Inc. (formerly Probe Metals Inc.)
Condensed Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
(Unaudited)

Equity attributable to shareholders

	Share capital	Warrants	Contributed surplus	Accumulated deficit	Total
Balance, December 31, 2021	**$122,578,430**	**$ 1,074,738**	**$ 6,942,813**	**$ (99,615,433)**	**$ 30,980,548**
Private placement (note 11(b)(i)(ii))	31,270,000	-	-	-	31,270,000
Warrants (note 11(b)(i)(ii))	(3,741,790)	3,741,790	-	-	-
Share issue costs	(2,008,748)	-	-	-	(2,008,748)
Flow-through share premium	(2,622,451)	-	-	-	(2,622,451)
Exercise of warrants	8,450	-	-	-	8,450
Exercise of stock options	246,451	-	(110,451)	-	136,000
Share-based payments (notes 13 and 14)	-	-	1,187,298	-	1,187,298
Loss and comprehensive loss	-	-	-	(18,169,597)	(18,169,597)
Balance, June 30, 2022	**$145,730,342**	**$ 4,816,528**	**$ 8,019,660**	**$(117,785,030)**	**$ 40,781,500**
Balance, December 31, 2022	**$145,792,683**	**$ 3,679,449**	**$ 8,888,468**	**$(128,460,154)**	**$ 29,900,446**
Private placements (note 11(b)(iii))	15,000,076	-	-	-	15,000,076
Shares issue costs	(1,109,196)	-	-	-	(1,109,196)
Flow-through share premium (note 10(i))	(3,620,708)	-	-	-	(3,620,708)
RSUs vested (note 14)	755,034	-	(988,652)	-	(233,618)
Exercise of stock options	2,613,501	-	(1,940,975)	-	672,526
Stock options expired	-	-	(4)	4	-
Share-based payments (notes 13 and 14)	-	-	1,321,574	-	1,321,574
Loss and comprehensive loss	-	-	-	(10,130,134)	(10,130,134)
Balance, June 30, 2023	**$159,431,390**	**$ 3,679,449**	**$ 7,280,411**	**$(138,590,284)**	**$ 31,800,966**

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

1. Nature of Operations

Probe Gold Inc. (formerly Probe Metals Inc.) (the "Company" or "Probe") was incorporated pursuant to the *Business Corporations Act* (Ontario) under the name "2450260 Ontario Inc." on January 16, 2015. Articles of amendment were subsequently filed on February 3, 2015 to change the name of the Company to "Probe Metals Inc." and on January 9, 2023 to change the name of the Company to "Probe Gold Inc.". The Company's head office is located at 56 Temperance Street, Suite 1000, Toronto, Ontario, Canada, M5H 3V5. The Company's common shares started trading on the TSX Venture Exchange ("TSXV") on March 17, 2015 under the trading ticker symbol "PRB". On January 27, 2023, the Company's common shares started trading on the Toronto Stock Exchange ("TSX") and ceased trading on the TSXV. The Company's symbol remained "PRB'. The Company, a Canadian precious metal exploration company, was formed following the acquisition of Probe Mines Limited by Goldcorp Inc. pursuant to the arrangement announced on January 19, 2015.

Probe is a leading Canadian gold exploration company focused on the acquisition, exploration and development of highly prospective gold properties. The Company is committed to discovering and developing high-quality gold projects, including its key asset the multimillion-ounce Novador (formerly Val-d'Or East Gold Project), Québec. The Company is well-funded and controls a strategic land package of approximately 1,500-square-kilometres of exploration ground within some of the most prolific gold belts in Québec.

The financial year end of the Company is December 31st.

The Company continues to actively monitor the impact of the COVID-19 pandemic, including the impact on economic activity and financial reporting. During the six months ended June 30, 2023, the Company has taken a number of measures to safeguard the health of its employees and their local communities while continuing to operate safely and responsibly. To date, our operations have remained stable as the pandemic continues to progress and evolve but it is difficult to predict the full extent and duration of resulting operational and economic impacts for the Company, which are expected to impact a number of reporting periods. This uncertainty impacts judgements made by the Company, including those relating to determining the recoverable values of the Company's non-current assets.

2. Significant Accounting Policies

Statement of Compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and the interpretations issued by the IFRS Interpretations Committee. These unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB.

The policies applied in these unaudited condensed interim financial statements are based on IFRSs issued and outstanding as of August 14, 2023, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2022. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2023 could result in restatement of these unaudited condensed interim financial statements.

(Expressed in Canadian Dollars)

3. Trade Accounts Receivable and Other Receivables

	As at June 30, 2023	As at December 31, 2022
Sales tax receivable - (Canada)	**$ 1,050,252**	$ 2,636,853
Accrued interest receivable	**102,528**	89,545
Receivable from Midland Exploration Inc.	**8,265**	3,373
Other	**50,103**	4,864
	$ 1,211,148	$ 2,734,635

4. Marketable Securities

June 30, 2023	Number of shares	Cost	Unrealized loss	Fair market value
Eldorado Gold Corp. ("Eldorado")	228,450	$ 3,264,551	$ (219,312)	$ 3,045,239
GFG Resources Inc. ("GFG")	7,077,883	3,538,942	(2,724,985)	813,957
Opus One Resources Inc. ("Opus")	4,000,000	444,000	(344,000)	100,000
		$ 7,247,493	**$ (3,288,297)**	**$ 3,959,196**

December 31, 2022	Number of shares	Cost	Unrealized loss	Fair market value
Eldorado	228,450	$ 3,264,551	$ (696,772)	$ 2,567,779
GFG	7,077,883	3,538,942	(2,866,543)	672,399
Opus	4,000,000	444,000	(404,000)	40,000
		$ 7,247,493	**$ (3,967,315)**	**$ 3,280,178**

During the three and six months ended June 30, 2023, the Company recorded an unrealized loss on marketable securities of $247,849 and an unrealized gain of $679,018, respectively (three and six months ended June 30, 2022 - unrealized loss of $1,899,860 and $1,074,798, respectively) in the unaudited condensed interim statements of loss and comprehensive loss.

(Expressed in Canadian Dollars)

5. Reclamation Bonds and Restoration Liabilities

Reclamation Bonds

	As at June 30, 2023	As at December 31, 2022
Insurance bond - Monique Property	**$ 402,757**	$ 402,757
Insurance bond - Pascalis Property	**10,293**	10,293
Total reclamation bonds	**$ 413,050**	$ 413,050

Restoration Liabilities

	June 30, 2023	December 31, 2022
Novador Project (Monique Property) restoration liabilities		
Balance, beginning of period	**$ 1,008,572**	$ 1,620,358
Reduction during the period	**-**	(639,006)
Accretion	**16,407**	27,220
Balance, end of period	**$ 1,024,979**	$ 1,008,572
Novador Project (Pascalis Property) restoration liabilities		
Balance, beginning and end of period	**$ 10,293**	$ 10,293
Total restoration liabilities	**$ 1,035,272**	$ 1,018,865

6. Property and Equipment

Cost	Artwork	Computer equipment	Field equipment	Site building	Building	Total
Balance, December 31, 2022	**$ 121,776**	**$ 106,301**	**$ 417,529**	**$ 15,833**	**$ 456,411**	**$ 1,117,850**
Additions	-	919	20,677	-	-	21,596
Balance, June 30, 2023	**$ 121,776**	**$ 107,220**	**$ 438,206**	**$ 15,833**	**$ 456,411**	**$ 1,139,446**

Accumulated depreciation	Artwork	Computer equipment	Field equipment	Site building	Building	Total
Balance, December 31, 2022	**$ -**	**$ 70,556**	**$ 286,057**	**$ 15,833**	**$ 148,720**	**$ 521,166**
Depreciation during the period	-	5,431	21,271	-	15,384	42,086
Balance, June 30, 2023	**$ -**	**$ 75,987**	**$ 307,328**	**$ 15,833**	**$ 164,104**	**$ 563,252**

Carrying value	Artwork	Computer equipment	Field equipment	Site building	Building	Total
Balance, December 31, 2022	**$ 121,776**	**$ 35,745**	**$ 131,472**	**$ -**	**$ 307,691**	**$ 596,684**
Balance, June 30, 2023	**$ 121,776**	**$ 31,233**	**$ 130,878**	**$ -**	**$ 292,307**	**$ 576,194**

(Expressed in Canadian Dollars)

7. Rights-of-use Assets

		Building
Balance, December 31, 2022	**$**	**549,948**
Depreciation		(53,571)
Balance, June 30, 2023	**$**	**496,377**

8. Amounts Payable and Other Liabilities

		As at June 30, 2023		As at December 31, 2022
Amounts payables	**$**	**487,994**	$	982,192
Accrued liabilities		**119,630**		1,145,617
	$	**607,624**	$	2,127,809

9. Lease Liabilities

		Building
Balance, December 31, 2022	**$**	**578,668**
Accretion expense		39,312
Lease payments		(69,201)
Balance, June 30, 2023	**$**	**548,779**

Lease maturity		Under 1 year		Between 1 - 2 years		Between 3 - 5 years		Total
Building	$	154,200	$	162,099	$	448,207	$	764,506

10. Flow-Through Share Liability

The following is a continuity schedule of the liability of the flow-through shares issuance:

Balance, December 31, 2022	**$**	**-**
Liability incurred on flow-through shares issued (i)		3,620,708
Settlement of flow-through share liability on incurring expenditures (i)		(990,330)
Balance, June 30, 2023	**$**	**2,630,378**

(i) The flow-through common shares issued in the brokered private placement completed on March 27, 2023 were issued at a premium to the market price in recognition of the tax benefits accruing to subscribers. The flow-through premium was calculated to be $3,620,708.

The flow-through premium is derecognized through income as the eligible expenditures are incurred. For the six months ended June 30, 2023, the Company satisfied $990,330 of the commitment by incurring eligible expenditures of approximately $4,103,000 and as a result the flow-through premium has been reduced to $2,630,378.

(Expressed in Canadian Dollars)

11. Share Capital

a) Authorized share capital

The authorized share capital consists of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

As at June 30, 2023 the issued share capital amounted to $159,431,390. Changes in issued share capital are as follows:

	Number of common shares	Amount
Balance, December 31, 2021	**138,606,181**	**$122,578,430**
Private placements (i)(ii)	12,699,999	31,270,000
Warrants (i)(ii)	-	(3,741,790)
Flow-through share premium (note 10(i))	-	(2,622,451)
Share issue costs	-	(2,008,748)
Exercise of warrants	6,500	8,450
Exercise of stock options	100,000	246,451
Balance, June 30, 2022	**151,412,680**	**$145,730,342**
Balance, December 31, 2022	**151,412,680**	**$145,792,683**
Private placements (iii)	7,389,200	15,000,076
Flow-through share premium (note 10(i))	-	(3,620,708)
Share issue costs	-	(1,109,196)
Exercise of stock options (note 13(v))	1,136,420	2,613,501
RSUs vested (note 14)	641,200	755,034
Balance, June 30, 2023	**160,579,500**	**$159,431,390**

(i) On March 8, 2022, the Company completed a bought deal private placement consisting of 6,700,000 flow-through units of the Company at a price of $3.10 per flow-through unit for aggregate gross proceeds of $20,770,000. Each flow-through unit consists of one flow-through common share of the Company and one-half of one common share purchase warrant. Each whole warrant will entitle the holder to acquire one common share of the Company for 2 years from the closing of the offering at a price of $2.40.

The fair value of the 3,350,000 warrants was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $2.31; expected dividend yield of 0%; risk-free interest rate of 1.46%; volatility of 64% and an expected life of 2 years. The fair value assigned to these warrants was $2,670,549.

The offering was completed through a syndicate of underwriters led by Canaccord Genuity Corp., and including Sprott Private Partners, CIBC Capital Markets, BMO Capital Markets, iA Private Wealth, Research Capital Corporation and Laurentian Bank Securities (collectively, the “Underwriters”). In consideration for their services, the Underwriters received a cash commission equal to 6% of the gross proceeds of the offering. All securities issued and issuable pursuant to the offering are subject to a hold period of four months and one day from closing.

(Expressed in Canadian Dollars)

11. Share Capital (Continued)

b) Common shares issued (continued)

(ii) On June 9, 2022, the Company completed a non-brokered private placement consisting of 5,999,999 units of the Company at a price of $1.75 per unit for aggregate gross proceeds of $10,500,000. Each unit consists of one common share of the Company and one-half of one common share purchase warrant. Each whole warrant will entitle the holder to acquire one common share of the Company for 2 years from the closing of the offering at a price of $2.40.

The fair value of the 3,000,000 warrants was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $1.75; expected dividend yield of 0%; risk-free interest rate of 3.07%; volatility of 52% and an expected life of 2 years. The fair value assigned to these warrants was $1,071,241.

The offering included the participation of the government of Québec, through Investissement Québec via Fonds Capital Ressources Naturelles et Énergie, Caisse de dépôt et placement du Québec, SIDEX, Fonds de solidarité FTQ, Fonds régionaux de solidarité FTQ, the Société de développement de la Baie-James and Desjardins Capital. All securities issued and issuable pursuant to the offering are subject to a hold period of four months and one day from closing.

(iii) On March 27, 2023, the Company completed a bought deal private placement consisting of 7,389,200 flow-through shares of the Company at a price of $2.03 per flow-through share for aggregate gross proceeds of $15,000,076.

The offering was completed through a syndicate of underwriters led by Canaccord Genuity Corp., and including BMO Capital Markets, CIBC Capital Markets, Sprott Private Partners, iA Private Wealth, and Laurentian Bank Securities. All securities issued and issuable pursuant to the offering are subject to a hold period of four months and one day from closing.

12. Warrants

	Number of warrants	Grant date fair value
Balance, December 31, 2021	**2,200,000**	**$ 1,074,738**
Issued (note 11(b)(i)(ii))	6,350,000	3,741,790
Balance, June 30, 2022	**8,550,000**	**$ 4,816,528**
Balance, December 31, 2022 and June 30, 2023	**6,350,000**	**$ 3,679,449**

The following table reflects the warrants issued and outstanding as of June 30, 2023:

Expiry date	Exercise price ($)	Warrants outstanding	Valuation ($)
March 8, 2024	2.40	3,350,000	2,670,549
June 9, 2024	2.40	3,000,000	1,008,900
	2.40	**6,350,000**	**3,679,449**

(Expressed in Canadian Dollars)

13. Stock Options

	Number of stock options		Weighted average exercise price
Balance, December 31, 2021	**8,146,800**	**$**	**1.22**
Stock options granted (i)(ii)	1,650,000		1.88
Exercise of stock options	(100,000)		1.36
Balance, June 30, 2022	**9,696,800**	**$**	**1.33**
Balance, December 31, 2022	**9,696,800**	**$**	**1.33**
Stock options granted (iii)(iv)	1,640,000		1.43
Exercise of stock options (v)	(3,007,494)		1.20
Stock options expired	(6)		1.22
Balance, June 30, 2023	**8,329,300**	**$**	**1.39**

(i) On March 22, 2022, 1,575,000 stock options were granted to officers, directors, key employees and consultants at the exercise price of $1.87, expiring March 22, 2027. Vesting of the stock options is as follows: one-third after one year, one-third after two years and one-third after three years. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $1.87; expected dividend yield of 0%; risk-free interest rate of 2.11%; volatility of 58% and an expected life of 5 years. The fair value assigned to these options was $1,495,833.

(ii) On May 2, 2022, 75,000 stock options were granted to a key employee at the exercise price of $2.05, expiring May 2, 2027. Vesting of the stock options is as follows: one-third after one year, one-third after two years and one-third after three years. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $2.05; expected dividend yield of 0%; risk-free interest rate of 2.81%; volatility of 58% and an expected life of 5 years. The fair value assigned to these options was $79,703.

(iii) On February 9, 2023, the Company granted options to acquire a total of 1,440,000 common shares of the Company to officers, directors, key employees and consultants at the exercise price of $1.43 per share for a period of five years, subject to vesting requirements. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $1.50; expected dividend yield of 0%; risk-free interest rate of 3.20%; volatility of 58% and an expected life of 5 years. The fair value assigned to these options was $1,159,672.

(iv) On April 5, 2023, the Company granted options to acquire a total of 200,000 common shares of the Company to a director at the exercise price of $1.47 per share for a period of five years, subject to vesting requirements. The fair value of these options was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: share price of $1.47; expected dividend yield of 0%; risk-free interest rate of 2.87%; volatility of 58% and an expected life of 5 years. The fair value assigned to these options was $153,460.

(v) During the six months ended June 30, 2023, the Company issued 1,136,420 common shares at weighted average trading prices of $1.57. The common shares were issued pursuant to the exercise of 3,007,494 share options, of which 547,608 common shares were issued pursuant to the exercise of 2,418,682 share options on a net exercise basis.

(Expressed in Canadian Dollars)

13. Stock Options (Continued)

(vi) The total share-based compensation for options granted in current and prior years and vested during the three and six months ended June 30, 2023, amounted to $351,129 and $747,670, respectively (three and six months ended June 30, 2022 - $356,307 and $600,755, respectively).

The following table reflects the actual stock options issued and outstanding as of June 30, 2023:

Expiry date	Exercise price ($)	Options outstanding	Weighted average remaining contractual life (years)	Options exercisable
February 14, 2024	0.49	173,550	0.63	173,550
February 20, 2025	1.17	2,950,000	1.65	2,950,000
March 19, 2025	0.26	165,750	1.72	165,750
February 24, 2026	1.42	1,475,000	2.66	983,333
June 7, 2026	1.72	200,000	2.94	133,333
September 14, 2026	1.96	75,000	3.21	25,000
March 22, 2027	1.87	1,575,000	3.73	525,000
May 2, 2027	2.05	75,000	3.84	25,000
February 9, 2028	1.43	1,440,000	4.62	-
April 5, 2028	1.47	200,000	4.77	-
		8,329,300	**2.85**	**4,980,966**

14. Restricted Stock Unit ("RSU") Plan

During the year ended December 31, 2018, the Company adopted a RSU plan. The RSU plan provides for a fixed maximum limit of 7,000,000 RSUs.

During the three and six months ended June 30, 2023, the Company granted 40,000 and 912,000 RSUs, respectively (three and six months ended June 30, 2022 - 75,000 and 957,000 RSUs, respectively) to officers, directors and key employees of the Company under the terms of the Company RSU Plan. The RSUs will vest in full three years from the date of grant.

During the six months ended June 30, 2023, 1,145,000 RSUs vested. 641,200 of these RSUs converted to common shares with a value of $755,034, 253,800 RSUs were settled in cash for withholding taxes with a value of $312,984 and 250,000 RSUs settled in cash with a value of $345,000.

Compensation for the three and six months ended June 30, 2023 related to the vesting of RSUs was $392,959 and $898,924, respectively (three and six months ended June 30, 2022 - $637,691 and $854,069, respectively) and was recorded as share-based payments in the unaudited condensed interim statement of loss and comprehensive loss.

	RSUs outstanding
Balance, December 31, 2021	**2,145,000**
Granted	957,000
Balance, June 30, 2022	**3,102,000**
Balance, December 31, 2022	**3,102,000**
Granted	912,000
Vested	(1,145,000)
Balance, June 30, 2023	**2,869,000**

(Expressed in Canadian Dollars)

15. Net Loss Per Share

The calculation of basic and diluted loss per share for the three and six months ended June 30, 2023 was based on the loss attributable to common shareholders of $4,587,105 and $10,130,134, respectively (three and six months ended June 30, 2022 - $9,737,879 and $18,169,597, respectively) and the weighted average number of common shares outstanding of 160,074,965 and 156,038,545, respectively (three and six months ended June 30, 2022 - 146,761,196 and 143,503,483, respectively). Diluted loss per share did not include the effect of stock options, warrants and RSUs as they are anti-dilutive.

16. Exploration and Evaluation Expenditures

	Three months ended June 30,		Six months ended June 30,	
	2023	**2022**	**2023**	**2022**
Novador Project	**$ 3,766,307**	$ 7,168,152	**$ 10,224,027**	$ 13,769,487
Detour Project	**371,300**	1,047,934	**724,636**	1,697,676
Casa-Cameron Project	**17,859**	306,274	**32,026**	588,902
Black Creek Property	**754**	1,016	**754**	4,583
Victory Property	**-**	567	**631**	934
Tamarack-McFauld's Lake Property	**-**	(2,403)	**75**	(692)
Project Generation	**1,345**	-	**1,654**	-
Tax credit related to resources	**-**	-	**(1,900,252)**	-
Exploration and evaluation expenditures	**$ 4,157,565**	$ 8,521,540	**$ 9,083,551**	$ 16,060,890

	Three months ended June 30,		Six months ended June 30,	
	2023	**2022**	**2023**	**2022**
Advanced exploration	**$ 180,465**	$ 30,833	**$ 277,142**	$ 56,164
Drilling	**3,286,244**	7,684,404	**8,885,676**	13,878,192
Environment	**4,820**	114,021	**50,377**	175,280
General field expenses	**22,266**	4,004	**51,947**	9,209
Geochemical	**7,570**	16,844	**9,282**	252,968
Geology	**182,977**	111,055	**374,221**	248,188
Geophysics	**155,155**	277,659	**473,218**	1,013,259
Metallurgical testwork	**4,470**	18,667	**32,333**	37,319
Option payment and staking claims	**61,252**	43,505	**145,982**	64,571
Pre-feasibility study	**153,070**	-	**590,117**	-
Preliminary economic assessment	**-**	176,276	**-**	235,794
Social and community	**106,465**	90,616	**190,119**	142,100
Operator of exploration project	**(7,189)**	(46,344)	**(96,611)**	(52,154)
Tax credit related to resources	**-**	-	**(1,900,252)**	-
	$ 4,157,565	$ 8,521,540	**$ 9,083,551**	$ 16,060,890

(Expressed in Canadian Dollars)

17. General and Administrative Expenses

	Three months ended June 30, 2023	Three months ended June 30, 2022	Six months ended June 30, 2023	Six months ended June 30, 2022
Share-based payments (notes 13, 14 and 18)	**$ 744,088**	$ 128,647	**$ 1,646,594**	$ 1,454,824
Salaries and benefits (note 18)	**244,213**	180,154	**527,782**	464,760
Director fees (note 18)	**147,584**	140,398	**246,834**	231,648
Professional fees (note 18)	**71,945**	64,524	**121,369**	141,678
Travel and promotion costs	**90,660**	107,263	**170,798**	138,493
Depreciation (notes 6 and 7)	**47,829**	46,388	**95,657**	92,528
Administrative costs	**41,325**	55,658	**78,152**	80,442
Shareholder information	**75,094**	33,557	**321,924**	125,130
Occupancy costs	**25,897**	-	**51,795**	-
	$ 1,488,635	$ 756,589	**$ 3,260,905**	$ 2,729,503

18. Related Party Balances and Transactions

Related parties include the Board of Directors and management, close family and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

The below noted transactions are approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(a) The Company entered into the following transactions with related parties:

	Notes	Three months ended June 30, 2023	Three months ended June 30, 2022	Six months ended June 30, 2023	Six months ended June 30, 2022
Peterson McVicar LLP ("Peterson")	(i)	**$ 31,290**	$ 48,793	**$ 112,237**	$ 123,312
Marrelli Support Services Inc. ("Marrelli Support")	(ii)	**$ -**	$ -	**$ -**	$ 28,805
DSA Corporate Services Inc. ("DSA Corp")	(ii)	**$ -**	$ -	**$ -**	$ 3,000
DSA Filing Services Limited ("DSA Filing")	(ii)	**$ -**	$ -	**$ -**	$ 2,615

(i) Dennis H. Peterson, a director of the Company, controls Peterson which provided legal services to the Company. The amounts charged by Peterson are based on what Peterson usually charges its clients. The Company expects to continue to use Peterson for an indefinite period. As at June 30, 2023, Peterson was owed $13,249 (December 31, 2022 - $5,443) and this amount was included in amounts payable and other liabilities.

(ii) During the three and six months ended June 30, 2023, the Company paid professional fees and disbursements totaling $nil (three and six months ended June 30, 2022 - $nil and $34,420, respectively) to Marrelli Support Services Inc., and certain of its affiliates, together known as the "Marrelli Group", for: (i) Carmelo Marrelli, beneficial owner of the Marrelli Group, to act as the former Chief Financial Officer of the Company, (ii) bookkeeping and office support, (iii) corporate secretarial, and (iv) press release services. Patrick Langlois replaced Carmelo Marrelli as Chief Financial Officer of the Company on March 23, 2022.

The above-noted transactions are in the normal course of business and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(Expressed in Canadian Dollars)

18. Related Party Balances and Transactions (Continued)

(b) Remuneration of directors and key management personnel, other than consulting fees, of the Company was as follows:

	Three months ended June 30,		Six months ended June 30,	
	2023	**2022**	**2023**	**2022**
Salaries and benefits (i)(ii)	**$ 473,834**	$ 505,250	**$ 899,334**	$ 884,000
Share-based payments	**$ 601,644**	$ 64,337	**$ 1,241,509**	$ 900,324

(i) For the three and six months ended June 30, 2023, $350,084 and $599,334, respectively, of these costs (three and six months ended June 30, 2022 - $337,500 and $584,000, respectively) are included in general and administrative expenses and $123,750 and $300,000, respectively (three and six months ended June 30, 2022 - $167,750 and $300,000, respectively) are included in exploration and evaluation expenditures.

(ii) The directors do not have employment or service contracts with the Company. Directors are entitled to director fees, stock options and RSUs for their services. As at June 30, 2023, officers and directors were owed $20,190 (December 31, 2022 - $676,552) and this amount was included in amounts payable and other liabilities.

19. Commitments

Pursuant to the terms of flow-through share agreement, the Company is in the process of complying with its flow-through contractual obligations to subscribers with respect to the Income Tax Act (Canada) requirements for flow-through shares. As of June 30, 2023, the Company is committed to incurring approximately $11 million in Canadian Exploration Expenditures (as such term is defined in the Income Tax Act (Canada)) by December 31, 2024 arising from the flow-through offerings.

20. Segmented Information

The Company's operations comprise a single reporting operating segment engaged in mineral exploration in Canada. As the operations comprise a single reporting segment, amounts disclosed in the unaudited condensed interim financial statements also represent segment amounts. In order to determine reportable operating segments, the chief operating decision maker reviews various factors including geographical location, quantitative thresholds and managerial structure.

21. Subsequent Events

(i) On July 26, 2023, the Company issued 61,087 common shares valued at $100,000 pursuant to an agreement related to the La Peltrie option agreement (Detour Project) with Midland Exploration Inc.

(ii) On July 28, 2023, the Company acquired a 100% interest in the Croinor property, located adjacent to the Novador project in Val d'Or, Quebec, from Monarch Mining Corp. Pursuant to the purchase agreement, the Company paid a consideration totalling $4.5 million as follows:

- 1,522,533 common shares valued at $2.5 million based on the 10-day volume-weighted average price of the Company's common shares on TSX ending on July 24, 2023; and
- a cash payment of $2 million.

In addition, the Company will assume any reclamation liabilities associated with the past-producing Croinor mine.