Bald Eagle Gold Corp.

Unaudited Interim Condensed Consolidated Financial Statements

For the period ended March 31, 2021 and 2020

Bald Eagle Gold Corp.
Interim Condensed Consolidated Statements of Financial Position – unaudited
(Canadian dollars except share amounts or stated otherwise)

	Note		**March 31, 2021**		December 31, 2020
ASSETS					
Cash		**$**	**2,430,802**	$	691,421
Sales tax recoverable			**68,180**		56,266
Loan receivable			**-**		440,277
Deferred financing charges			**-**		125,444
Prepaid expenses			**288,676**		2,000
		$	**2,787,658**	$	1,315,408
LIABILITIES					
Accounts payable and accrued liabilities		**$**	**749,257**	$	394,492
Due to related parties	11		**49,750**		55,750
		$	**799,007**	$	450,242
SHAREHOLDERS' EQUITY					
Share capital	4	**$**	**10,419,847**	$	3,352,898
Warrant Reserve	5		**278,832**		-
Contributed surplus	6		**230,984**		210,728
Deficit			**(8,941,012)**		(2,698,460)
		$	**1,988,651**	$	865,166
		$	**2,787,658**	$	1,315,408

Note 1: nature and description of business
Note 15: subsequent events

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

Approved on behalf of the Board of Directors:

/s/ Marc-André Lavoie
Signed: Director

/s/ Darren Collins
Signed: Director

Three months ended	Note		March 31, 2021		March 31, 2020
General and administrative	12	$	**413,366**	$	142,295
Professional fees	11		**192,944**		63,696
Listing expense	8(i)		**958,959**		-
Property acquisition expense	8(ii)		**4,677,614**		-
Interest income			**(331)**		(2,149)
Loss and comprehensive loss			**6,242,552**		203,842
Basic and diluted loss per share			**(0.13)**		(0.01)
Weighted avg. shares			**48,675,523**		34,770,001

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

	Number of common shares	Share capital	Warrant Reserve	Contributed Surplus	Deficit	Total
Balance, January 1, 2020	**34,770,001**	**$ 3,352,898**	**$ -**	**$ 193,351**	**$ (1,720,970)**	**$ 1,825,279**
Share-based payments	-	-	-	7,711	-	**7,711**
Comprehensive loss	-	-	-	-	(203,842)	**(203,842)**
Balance, March 31, 2020	**34,770,001**	**$ 3,352,898**	**$ -**	**$ 201,062**	**$ (1,924,812)**	**$ 1,629,148**
Balance, January 1, 2021	**34,770,001**	**$ 3,352,898**	**$ -**	**$ 210,728**	**$ (2,698,460)**	**$ 865,166**
Shares issued from subscription receipts	20,991,058	2,246,043	272,884	-	-	**2,518,927**
Share issuance costs – broker warrants	-	(5,948)	5,948	-	-	**-**
Share issuance costs	-	(158,671)	-	-	-	**(158,671)**
Wolf acquisition (note 8(i))	11,736,001	1,255,752	-	27,479	-	**1,283,231**
Frontera acquisition (note 8(ii))	34,650,003	3,707,550	-	-	-	**3,707,550**
Shares issued from option exercise	180,000	22,223	-	(7,223)	-	**15,000**
Comprehensive loss	-	-	-	-	(6,242,552)	**(6,242,552)**
Balance, March 31, 2021	**102,327,063**	**$ 10,419,847**	**$ 278,832**	**$ 230,984**	**$ (8,941,012)**	**$ 1,988,651**

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

For the three months ended, March 31			**2021**		**2020**
Operating activities	Note				
Net loss for the period		$	(6,242,552)	$	(203,842)
Items not affecting cash					
Share-based compensation			-		7,711
Listing expense	8(i)		954,319		-
Property acquisition expense	8(ii)		4,677,614		-
Change in working capital items					
Sales tax recoverable			(11,914)		(4,619)
Prepaid expenses			(286,676)		3,374
Accounts payable and accrued liabilities			267,170		26,340
Due to related parties	11		(6,000)		72,000
Cash used in operating activities		**$**	**(648,039)**	**$**	**(99,036)**
Financing activities					
Option exercise	6	$	15,000	$	-
Share issuance	4		2,518,927		-
Share issuance costs	4		(33,227)		-
Cash from financing activities		**$**	**2,500,700**	**$**	**-**
Investing activities					
Loan issued to Bloom Botanics		$	-	$	(50,000)
Net cash acquired from Wolf	8(i)		328,912		-
Loan to Frontera	8(ii)		(442,192)		-
Cash used in investing activities		**$**	**(113,280)**	**$**	**(50,000)**
Change in cash		$	1,739,381	$	(149,036)
Cash, opening balance			691,421		1,876,868
Cash, closing balance		**$**	**2,430,802**	**$**	**1,727,832**

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

1. Nature and description of business

Bald Eagle Gold Corp (the "Company" or "Bald Eagle") is incorporated under the *Business Corporations Act (Ontario)* with its registered office located at 100 King Street West, Suite 1600 – 1 First Canadian Place, Toronto, ON, M5X 1G5.

The Company was incorporated on January 25, 2018 as 2617283 Ontario Corp., before changing its change to Wolf Acquisition Corp ("Wolf") on February 23, 2018. On March 19, 2021, the Company completed its Qualifying Transaction as defined by Policy 2.4 of the TSX Venture Exchange, with CX One Inc. ("CX One") and Frontera Gold Inc. ("Frontera") and changed its name from Wolf Acquisition Corp. to Bald Eagle Gold Corp.

On March 5, 2021, the Company filed its filing statement related to the QT identified and on March 19, 2021, Bald Eagle Gold Corp. become the resulting issuer and legal parent of the companies. CX One was determined to be the accounting acquiror and these interim condensed consolidated financial statements reflect the historical accounting of CX One and an issuance of shares to acquire both Wolf and Frontera.

The Company's principal asset is a 50% interest in the Hot Springs Gold Project located between the Battle Mountain and Getchell-Comstock Gold-Trend in north-central Nevada, covering a total area of approximately 11,894 acres.

These financial statements were approved by the Company's Board of Directors and authorized for issue on May 31, 2021.

2. Basis of presentation

2.1. Statement of compliance

These interim condensed consolidated financial statements ("Financial Statements") have been prepared in compliance with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") including the IFRS Interpretations Committee ("IFRIC"). These Financial Statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting, and do not include all of the information required for annual consolidated financial statements. Accordingly, certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS have been omitted or condensed.

2.2. Basis of measurement

These Financial Statements have been prepared under the historical cost convention, except for certain financial instruments which are measured at fair value.

2.3. Basis of consolidation

These Financial Statements reflects the assets, liabilities, and results of operations of the Company and its subsidiaries. All intercompany transactions, balances, income and expenses are eliminated upon consolidated.

3. Significant Accounting Estimates, Judgments, and Assumptions

The preparation of the financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results may differ from these amounts.

3.1. COVID-19

The outbreak of the novel strain of the coronavirus, specifically identified as the COVID-19 pandemic, has caused governments worldwide to enact emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. At this time, it is not possible to reliably estimate the impact this will have on the Company's financial position and operating results. Judgments, estimates and assumptions made by management during the preparation of these interim consolidated financial statements may also change as conditions related to the COVID-19 change. Changes in assumptions including, but not limited to, foreign exchange rates, interest rates and commodity prices could impact the fair value of items including derivative and non-derivative instruments, provisions and employee future benefits.

3.2. Foreign currency translation

Foreign currency transactions are translated into Canadian dollars at exchange rates in effect on the date of the transactions. Monetary assets and liabilities denominated in foreign currencies at the consolidated statement of financial position date are translated to Canadian dollars at the foreign exchange rate applicable at that date. Realized and unrealized exchange gains and losses are recognized through profit or loss. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

3.3. Share-based compensation

The Company has an employee stock option plan. The Company measures equity settled share-based payments based on their fair value at the grant date and recognizes compensation expense over the vesting period based on the Company's estimate of equity instruments that will eventually vest. Forfeitures are adjusted for on an actual basis. The impact of the revision of the original estimate is recognized in profit or loss such that the cumulative expense reflects the revised estimate. For stock options granted to non-employees the compensation expense is measured at the fair value of goods and services received except where the fair value cannot be estimated in which case it is measured at the fair value of the equity instruments granted. Consideration paid by employees or non-employees on the exercise of stock options is recorded as share capital and the related share-based compensation is transferred from share-based payment reserve to share capital. In calculating the share-based compensation expense, key estimates such as the value of the common share, the rate of forfeiture of options granted, the expected life of the option, the volatility of the Company's stock price and the risk-free interest rate are used.

3.4. Loss per share

The Company presents basic and diluted loss per share data for its common shares, calculated by dividing the loss attributable to common shareholders of the Company by the weighted average number of common shares outstanding during the period. Diluted loss per share does not adjust the loss attributable to common shareholders or the weighted average number of common shares outstanding when the effect is anti-dilutive. Diluted loss per common share is calculated by adjusting the weighted average number of common shares outstanding to assume conversion of all dilutive potential common shares.

3.5. Financial instruments

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provision of the respective

instrument. Fair value estimates are made at the consolidated statement of financial position date based upon the relevant market conditions and information about the financial instrument. The Company has made the following classifications:

	Classification
Financial assets	
Cash	FVTPL
Loan receivable	Amortized cost
Financial liabilities	
Accounts payable and accrued liabilities	Amortized cost
Due to related parties	Amortized cost

3.5.1. Fair Value Through Profit or Loss ("FVTPL") Financial Assets

Financial assets classified and measured at FVTPL are those assets that do not meet the criteria to be classified at amortized cost or at FVTOCI. This category includes debt instruments whose cash flow characteristics are not solely payments of principal and interest or are not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell the financial asset.

3.5.2. Amortized Cost Financial Assets

Financial assets at amortized cost are non-derivative financial assets which are held within a business model whose objective is to hold assets to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset is initially measured at fair value, including transaction costs and subsequently at amortized cost.

3.5.3. Impairment of Financial Assets

Financial assets, other than those classified at fair value through profit and loss, are assessed for indicators of impairment at the end of the reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

3.5.4. Financial Liabilities and Other Financial Liabilities

Financial liabilities are classified as either financial liabilities at FVTPL or other financial liabilities. Financial liabilities at FVTPL are stated at fair value, with changes being recognized through the consolidated statements of income. Other financial liabilities are initially measured at fair value, net of transaction costs, and are subsequently measured at amortized cost using the effective interest method.

3.6. Going concern

Management has applied significant judgment in the assessment of the Company's ability to continue as a going concern when preparing these financial statements. Management prepares the financial statements on a going concern basis unless management either intends to liquidate the entity or has no realistic alternative but to do so.

3.7. Mineral exploration

Exploration expenditures relate to acquisition of exploration properties and mineral rights and exploration efforts thereon consisting of geological, geophysical, geochemical, sampling, drilling, trenching, analytical test work, assaying, mineralogical, metallurgical, and other similar efforts that are performed to locate, investigate, and delineate mineral deposits on claims in which the Company has an economic interest.

Exploration and evaluation expenditures are expensed as incurred until technical feasibility and commercial viability of extracting a mineral resource are demonstrable. The demonstration of the technical feasibility and commercial viability is the point at which management determines that it will develop the project. This typically includes, but is not limited to, the completion of an economic feasibility study; the establishment of mineral reserves; and the receipt of the applicable construction and operating permits for the project. Upon demonstrating the technical feasibility and commercial viability of establishing a mineral reserve, in accordance with IFRS 6, Exploration for and Evaluation of Mineral Resources, the Company will capitalize any further expenditures on a prospective basis and perform impairment tests as required under IAS 36, Impairment of Assets.

(unaudited in Canadian dollars except share amounts or stated otherwise)

4. Share capital

4.1. Authorized: Unlimited common shares without par value

4.2. Common shares activity during the three months ended March 31, 2021:

	Number of Common Shares		Share Capital
Balance, December 31, 2020	34,770,001	$	3,352,898
Shares issued from subscription receipts (net of issuance costs)	20,991,058		2,081,424
Wolf acquisition (note 8(i))	11,736,001		1,255,752
Frontera acquisition (note 8(ii))	34,650,003		3,707,550
Shares issued from option exercise	180,000		22,223
Balance, March 31, 2021	**102,327,063**		**10,419,847**

On February 26, 2021, the Company closed a Subscription Receipt financing of 20,991,058 Units with each Unit comprising one common share and one half of one common share purchase warrant. Each whole warrant is exercisable into one common share of the Company at $0.20 for two years.

The fair value of the common share and the one half of one common share purchase warrant within each unit was determined using the Back Scholes model such that the resulting combined values of the share and half warrant totaled the subscription price of $0.12 per unit. The assumptions used in the Black-Scholes model are outlined in note 5. The fair value of one common share was determined to be $0.107.

4.3. Maximum share dilution:

The following is the maximum number of shares that would be outstanding all if convertible securities were exercised as at March 31, 2021

	March 31, 2021
Common shares outstanding	102,327,063
Warrants	10,729,278
Stock options to purchase common shares	2,380,000
	115,436,341

5. Warrants

The following table reflects the warrants outstanding as at March 31, 2021:

Exercise price	Note	Outstanding	Expiry Date	Remaining Life (years)
$0.20	(i)	10,495,525	March 24, 2024	1.98
$0.20	(ii)	233,753	March 24, 2024	1.98
$0.20		**10,729,278**		**1.98**

(i) As part of the issuance of Subscription Receipts (note 4), 10,495,525 Warrants were issued with an estimated fair value of $272,884 based upon the Black-Scholes model with the following assumptions:

Black-Scholes Assumptions	
Exercise price	$0.200
Stock price	$0.107
Expected life of warrants (years)	2.00
Risk-free interest rate	0.28%
Expected volatility	76%
Expected dividend yield	0%

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(ii) As part of the issuance of the Subscription Receipts, 233,753 warrants were issued to brokers with an estimated value of $5,948 based upon the Black-Scholes model with the following assumptions:

Black-Scholes Assumptions	
Exercise price	$0.200
Stock price	$0.107
Expected life of warrants (years)	2.00
Risk-free interest rate	0.28%
Expected volatility	76%
Expected dividend yield	0%

6. Stock-based compensation

The Company has a Stock Option Plan (the "Plan") for employees, officers, directors and consultants performing special technical or other services of the Company ("Optionees"). The Plan provides for the granting of options up to 10% of its issued and outstanding common shares. The designation of Optionees, amount, and vesting provisions of awards under the Plan are determined by the Board of Directors at the time of issuance.

Each option converts into one ordinary share of the Company on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry. Options are forfeited if the Optionee leaves the Company before the options vest.

The following table summarizes the stock options activity during the period ended March 31, 2021:

	Number of Options		Weighted avg. exercise price
Balance, January 1, 2021	**2,200,000**	**$**	**0.37**
Wolf acquisition (note 8(i))	660,000		0.0833
Exercised	(180,000)		0.0833
Forfeitures	(300,000)		0.50
Balance, March 31, 2021	**2,380,000**	**$**	**0.30**

The weighted average remaining life of the options issued is 2.94 years with 2,380,000 vested and exercisable.

During the three months ended March 31, 2021, 180,000 options were exercised for total proceeds of $15,000.

7. Management of capital

The Company considers its capital to include the components of equity attributable to common shareholders which amounts to a surplus of $1,988,651 as at March 31, 2021 and is comprised of issued share capital, contributed surplus and shareholder's equity in the definition of capital.

The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to develop, market and to maintain its ongoing operations. To secure the additional capital necessary to pursue these plans, the Company may attempt to raise additional funds through the issuance of equity.

The Company is not subject to externally imposed capital requirements and there has been no change with respect to the overall capital risk management strategy during the year ended March 31, 2021.

8. Reverse takeover transaction

(i) Acquisition of Wolf

On March 19, 2021, the Company completed it Qualifying Transaction pursuant to the terms of the business combination agreement dated March 5, 2020 (the "**Business Combination Agreement**").

(unaudited in Canadian dollars except share amounts or stated otherwise)

Pursuant to the Business Combination Agreement, the former shareholders of Wolf receive 11,736,001 common shares and 660,000 stock options of the Company. Management has estimated the fair value of each common share to be $0.107 based on the based on the recently completed financing (see note 4). The fair value of the 660,000 stock options was determined using the Black-Scholes pricing model using the following assumptions:

Exercise price	$0.08333
Stock price	$0.107
Expected life of options	1.0
Risk-free interest rate	0.49%
Expected volatility	76%
Expected dividend yield	0%

The following represents management's estimate of fair value of share-based consideration and net cash acquired as a result of the Qualifying Transaction:

Fair value of common shares	$	1,255,752
Fair value of options		27,479
Total consideration fair value	**$**	**1,283,231**
Cash	$	328,912
Net assets acquired	**$**	**328,912**
Listing expense	**$**	**954,319**

(ii) Acquisition of Frontera

On March 19, 2021, the Company acquired 100% of the issued and outstanding shares of Frontera in exchange for 34,650,000 common shares of the Company. Management has estimated the fair value of each common share to be $0.107 based on the recently completed financing (see note 4).

Prior to the acquisition, CX One had an outstanding loan receivable of $882,469 from Frontera.

The following represents the fair value of the common shares retained by the former shareholders of Frontera after the completion of the Business Combination Agreement:

Fair value of common shares	$ 3,707,550
Total consideration fair value	**$ 3,707,550**
Input tax credits	2,987
Accounts payable and accrued liabilities	(90,582)
Loan from CX One Inc.	(882,469)
Mineral properties – expensed*	4,677,614
Net assets acquired	**$ 3,707,550**

*In accordance with the Company's accounting policy for exploration stage activities, the Company has expensed the value attributed to the mineral rights acquired.

9. Hot Springs Property

As part of the acquisition of Frontera by the Company (see note 8.ii), the Company will continue the exploration of the Hot Springs Property. The Company has a 50% interest in the Hot Springs Property with their partner, Osgood, holding the other 50% interest.

(unaudited in Canadian dollars except share amounts or stated otherwise)

10. Financial risk management

The Company is exposed to a variety of financial risks by virtue of its activities: market risk (including currency risk and interest rate risk), fair value risk, credit risk and liquidity risk. The overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on financial performance. Risk management is carried out by management under policies approved by the Board of Directors. Management is charged with the responsibility of establishing controls and procedures to ensure that financial risks are mitigated in accordance with the approved policies.

10.1. Fair value hierarchy

Financial instruments recorded at fair value are classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. Cash held by the Company is classified as level 1. The hierarchy is summarized as follows:

Level 1	Quoted prices (unadjusted) in active markets for identical assets and liabilities.
Level 2	Inputs that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices) from observable market data.
Level 3	Inputs for assets and liabilities not based upon observable market data.

10.2. Market risk

10.2.1. Currency risk: Currency risk is the risk that fluctuations in the rates of exchange on foreign currencies would impact the Company's future cash flows. The Company has cash held in USD and is subject to short-term and long-term exchange rate fluctuations.

10.2.2. Interest rate risk: The Company does not believe it is exposed to any significant risk related to the movements in interest rates.

10.3. Credit risk: The Company does not believe it is exposed to any significant concentration of credit risk.

10.4. Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due.

The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities. Senior management is also actively involved in the review and approval of planned expenditures.

As at March 31, 2021 the Company has current liabilities of $799,007 due within 12 months and cash of $2,430,802. As at March 31, 2021, the Company has a working capital of $1,988,651 and accordingly, the Company is not subject to significant liquidity risk.

11. Related party transactions

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Amounts included in director and officer fees/salaries relate to amounts paid or accrued to directors and officers in the current year. A director of the Company is also a partner at the law firm providing legal services to the Company during the three months ended March 31, 2021 and 2020. As at March 31, 2021, $490,477 is owed to the law firm related to services rendered (December 31, 2020 - $316,285).

As at March 31, 2021, $49,750 is owed to certain officers and directors of the Company.

(unaudited in Canadian dollars except share amounts or stated otherwise)

		2021		2020
Director and officer fees/salaries	**$**	**72,000**	$	58,500
Legal services provided by law firm associated with a director		**211,115**		15,284
Stock-based compensation		**-**		6,835
Total	**$**	**283,115**	$	80,619

12. Expenses by nature for the three months ended March 31, 2021 and 2020:

		March 31, 2021		**March 31, 2020**
Consulting fees	**$**	178,271	$	-
Filing fees		51,382		-
Office and general		10,257		5,557
Rent		6,000		6,315
Stock-based compensation		-		7,711
Salaries and wages		111,755		89,632
Business development		55,701		33,080
Total	**$**	**413,366**	**$**	**142,295**

13. Segmented information

The Company has one operating segment focused on exploration and development of the Hot Springs Property in Nevada, United States.

14. Subsequent events

Issuance of stock options

On April 16, 2021, pursuant to the terms of the Company's stock option plan, the Company granted 650,000 Options to certain arms' length service providers. Each Option is exercisable at $0.15 for a period of up to five years, with vesting terms up to two years.

Letter of intent with 1218530 B.C. Ltd.

On April 26, 2021, the Company entered into a binding letter of intent (the "LOI") with 1218530 B.C. Ltd. (the "Seller") to acquire the right and title to the Hercules Silver Property ("Hercules") located in Washington County, Idaho. Hercules is held directly by Anglo-Bomarc US, INC., ("Anglo-Bomarc"). Anglo-Bomarc is a wholly owned subsidiary of the Seller. Pursuant to the LOI, the Company paid a non-refundable deposit of $25,000 and will acquire all the issued and outstanding shares of the Seller for $150,000 in cash and the issuance of 1,400,000 Common Shares.