



**Golden Predator Mining Corp.**  
(An Exploration Stage Company)

**Condensed Interim Consolidated Financial Statements**  
(Unaudited – Prepared by Management)

**Six months ended June 30, 2021 and 2020**  
(Expressed in Canadian Dollars)

# Golden Predator Mining Corp.

## **Notice of No Auditor 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 condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the condensed interim consolidated financial statements have not been reviewed by an auditor.

The accompanying condensed interim consolidated 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 condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the entity's auditor.

## Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Financial Position

June 30, 2021 and December 31, 2020

(Unaudited – Expressed in Canadian Dollars)

	Notes	June 30, 2021	December 31, 2020
<b>Assets</b>			
Current assets			
Cash and cash equivalents		\$ 468,675	\$ 367,613
Restricted cash	3	11,500	11,500
Accounts receivable		52,281	108,132
Marketable securities	4	6,028,380	7,766,547
Due from associates	13	-	71,162
Prepaid expenses and deposits		183,272	179,856
Inventories	5	79,998	429,256
		<u>6,824,106</u>	<u>8,934,066</u>
Non-Current assets			
Investment in associates	6	2,001,204	1,887,284
Right-of-use assets		67,698	104,624
Equipment		957,501	1,167,801
Mineral properties	7	1,664,676	1,664,676
		<u>\$ 11,515,185</u>	<u>\$ 13,758,451</u>
<b>Liabilities and shareholders' equity</b>			
Current liabilities			
Accounts payable and accrued liabilities	13	\$ 3,410,067	\$ 2,036,764
Derivative financial instruments	4	33,603	87,368
Lease liabilities – current portion		37,378	75,762
Flow-through share premium liability	8	-	60,775
		<u>3,481,048</u>	<u>2,260,669</u>
Shareholders' equity			
Share capital	9	85,992,530	85,992,530
Contributed surplus	9	8,527,604	8,490,597
Accumulated deficit		(86,485,997)	(82,985,345)
		<u>8,034,137</u>	<u>11,497,782</u>
		<u>\$ 11,515,185</u>	<u>\$ 13,758,451</u>

Nature of operations (Note 1), commitments (Note 15), subsequent events (Note 16)

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

Approved by the board of directors:

“William Harris” Director

“Stefan Spears” Director

## Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

	Notes	Three months ended June 30, 2021	Three months ended June 30, 2020	Six months ended June 30, 2021	Six months ended June 30, 2020
<b>Expenses</b>					
Exploration	10	\$ 839,324	\$ 971,560	\$ 1,643,365	\$ 2,261,006
General and administrative	11	397,742	471,006	919,090	1,111,222
		(1,237,066)	(1,442,566)	(2,562,455)	(3,372,228)
<b>Other items</b>					
Sales of mineral properties	7	-	2,348,725	-	2,348,725
Sales of office furniture		-	7,500	-	7,500
Gain (loss) on marketable securities	4	394,312	842,518	(1,381,512)	853,504
Settlement of flow-through share premium liability	8	-	96,400	60,775	250,640
Change in fair value of derivative financial instruments	4	42,794	-	276,403	-
Sales of gold coins and bars		1,595	80,941	131,020	298,898
Gain (loss) on sale of inventory		-	-	(8,442)	26,788
Interest revenue		67	824	213	3,320
Cost of gold sales		816	(83,986)	(144,044)	(296,426)
Share of gain (loss) from investment in associate	6	55,685	(23,390)	113,920	(32,388)
Foreign exchange gain (loss)		13,795	5,753	22,250	(19,992)
Change in inventory value		1,125	-	(3,753)	-
Interest expense on lease liabilities		(3,792)	(2,356)	(5,027)	( 5,076)
<b>Net income (loss) and comprehensive income (loss) for the period</b>		<b>\$ (730,669)</b>	<b>\$ 1,830,363</b>	<b>\$ (3,500,652)</b>	<b>\$ 63,265</b>
<b>Basic and diluted loss per share</b>		<b>\$ (0.00)</b>	<b>\$ 0.01</b>	<b>\$ (0.02)</b>	<b>\$ 0.00</b>
<b>Weighted average number of common shares outstanding</b>		<b>172,333,720</b>	<b>161,929,874</b>	<b>172,333,720</b>	<b>159,406,797</b>

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

## Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Cash Flows

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

	<u>2021</u>	<u>2020</u>
<b>Cash provided by (used in):</b>		
<b>Operating activities:</b>		
Net income (loss) during the period	\$ (3,500,652)	\$ 63,265
Adjustments for items not affecting cash:		
Stock-based compensation	37,007	120,489
Depreciation	265,024	424,773
Share of loss (gain) from investment in associate	(113,920)	32,388
Loss (gain) on marketable securities	1,381,512	(853,504)
Settlement of flow-through share premium liabilities	(60,775)	(250,640)
Sale of mineral properties	-	(2,348,725)
Gain on sale of derivative financial instruments	(276,403)	-
Net change in non-cash working capital	1,837,360	(496,105)
	<u>(430,847)</u>	<u>(3,308,059)</u>
<b>Financing activities:</b>		
Proceeds of financings	-	2,800,000
Share issuance costs	-	(372,865)
Repayment of lease obligations net of interest accrual	(38,384)	(67,886)
	<u>(38,384)</u>	<u>2,359,249</u>
<b>Investing activities:</b>		
Redemption of reclamation bond	-	455,163
Redemption of GIC	-	69,000
Proceeds from sale of derivative financial instruments	222,638	-
Proceeds from sale of marketable securities	356,655	-
Net disposal (acquisition) of capital assets	(9,000)	(8,974)
Acquisition of mineral properties	-	(2,227)
Disposal of mineral properties	-	(34,133)
Advance received	-	218,020
	<u>570,293</u>	<u>696,849</u>
<b>Change in cash</b>	<b>101,062</b>	<b>(251,961)</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>367,613</b>	<b>1,187,461</b>
<b>Cash and cash equivalents, end of period</b>	<b>\$ 468,675</b>	<b>\$ 935,500</b>

Supplemental cash flow information (Note 12)

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

## Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Changes in Equity

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

	Number of Shares	Share Capital	Contributed Surplus	Accumulated deficit	Total
<b>Balance, December 31, 2019</b>	<b>156,883,720</b>	<b>\$ 82,540,942</b>	<b>\$ 8,287,102</b>	<b>\$ (81,095,493)</b>	<b>\$ 9,732,551</b>
Private placements	11,200,000	2,800,000	-	-	2,800,000
Share issuance costs	-	(372,865)	-	-	(372,865)
Stock-based compensation	-	-	120,489	-	120,489
Net loss and comprehensive loss	-	-	-	63,265	63,265
<b>Balance, June 30, 2020</b>	<b>168,083,720</b>	<b>\$ 84,968,077</b>	<b>\$ 8,407,591</b>	<b>\$ (81,032,228)</b>	<b>\$ 12,343,440</b>
<b>Balance, December 31, 2020</b>	<b>172,333,720</b>	<b>\$ 85,992,530</b>	<b>\$ 8,490,597</b>	<b>\$ (82,985,345)</b>	<b>\$ 11,497,782</b>
Stock-based compensation	-	-	37,007	-	37,007
Net loss and comprehensive loss	-	-	-	(3,500,652)	(3,500,652)
<b>Balance, June 30, 2021</b>	<b>172,333,720</b>	<b>\$ 85,992,530</b>	<b>\$ 8,527,604</b>	<b>\$ (86,485,997)</b>	<b>\$ 8,034,137</b>

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

# Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

## 1. NATURE OF OPERATIONS, BASIS OF PREPARATION AND GOING CONCERN

Golden Predator Mining Corp. (“Golden Predator” or the “Company”) was incorporated on April 29, 2008. The Company’s head office is located at Suite 250 – 200 Burrard Street, Vancouver, British Columbia.

Golden Predator is an exploration stage company focused on the acquisition and exploration of gold and base metal properties in Yukon, Canada. The Company is a reporting issuer in British Columbia, Alberta, Ontario and Yukon and trades on the TSX Venture Exchange (“TSXV”) under the symbol “GPY” and on the OTCQX market in the United States under the symbol “NTGSF.”

The Company has no ongoing source of operating cash flow and operations to date have been funded primarily from the issue of share capital. As at June 30, 2021, the Company had an accumulated deficit of \$86,485,997 (December 31, 2020 - \$82,985,345), including a net loss of \$3,500,652 reported for the six months ended June 30, 2021 (2020 - net income of \$63,265). As at June 30, 2021, the Company had a working capital of \$3,343,058 (December 31, 2020 - \$6,673,397).

The Company’s continued operations are dependent on its ability to raise additional funding from loans or equity financings or through other arrangements. There is no assurance that future financing activities will be successful. Future capital requirements will depend on many factors including the Company’s ability to execute its business plan. These conditions give rise to a material uncertainty, which casts significant doubt on the Company’s ability to continue as a going concern and, therefore, its ability to realize its assets and discharge its liabilities in the normal course of business. These condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the related expenses and balance sheet classifications that would be necessary were the going concern assumption not appropriate. Such adjustments could be material.

In March 2020, the World Health Organization declared a global pandemic caused by the outbreak of a novel coronavirus identified as “COVID-19.” In order to combat the spread of COVID-19, governments worldwide have enacted emergency measures including travel bans, legally enforced or self-imposed quarantine periods, social distancing and business and organization closures. These measures have caused material disruptions to businesses, governments and other organizations, resulting in an economic slowdown and increased volatility in national and global equity and commodity markets.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Company, as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the duration of the outbreak, including the duration of travel restrictions, social distancing, government response actions, business closures or disruptions that are currently in place. There can be no assurance that the Company will not be further impacted by adverse consequences of the COVID-19 pandemic, which may affect resource and share prices, financial liquidity, access to supplies and contractors, and the Company’s ability to retain its staff.

## **Golden Predator Mining Corp.**

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### **2. SIGNIFICANT ACCOUNTING POLICIES**

#### **a. Basis of consolidation**

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries Golden Predator Exploration Ltd. and Yukon Mint Corporation.

Subsidiaries are entities that the Company controls, either directly or indirectly. Control is achieved when the Company is exposed to or has the rights to variable returns from its involvement with an entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is obtained and continue to be consolidated until the date that such control ceases. All intra-group balances and transactions, including unrealized profits and losses arising from intra-group transactions, have been eliminated in full.

Where necessary, adjustments are made to the results of the subsidiaries and entities to bring their accounting policies in line with those used by the Company.

#### **b. Basis of presentation and measurement**

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 ("IAS 34"), Interim Financial Reporting. Accordingly, certain information and footnote disclosure normally included in annual financial statements have been omitted or condensed. Therefore, these condensed interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements of the Company for the year ended December 31, 2020.

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments that have been measured at fair value, and are presented in Canadian dollars, which is the Company's functional currency as well as the functional currency of the Company's subsidiaries. These condensed interim consolidated financial statements were authorized for issue by the audit committee of the Company's board of directors on August 27, 2021.

#### **c. Significant accounting policies**

Except as set out below, these condensed interim consolidated financial statements follow the same accounting policies and methods of computation as the most recent audited annual consolidated financial statements of the Company for the year ended December 31, 2020. Accordingly, these condensed interim consolidated financial statements should be read in conjunction with the Company's most recent annual audited consolidated financial statements.

#### **d. Critical accounting estimates and judgments**

The preparation of condensed interim consolidated financial statements in accordance with IFRS requires the use of certain critical accounting estimates and judgments. It also requires management to exercise judgment in applying the Company's accounting policies. These judgments and estimates are based on management's best knowledge of the relevant facts and circumstances taking into account previous experience, but actual results may differ from the amounts included in the condensed interim consolidated financial statements. The following are key sources of estimation uncertainty and judgement.



## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements  
Six months ended June 30, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)

---

### 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### d. Critical accounting estimates and judgments (cont'd)

##### Carrying value of equipment

Judgment is required in assessing whether indicators of impairment exist. The Company considers both internal and external information to determine whether there is an indicator of impairment and whether impairment testing is required. The information we consider in assessing whether there is an indicator of impairment includes market transactions for similar assets, commodity prices, interest rates, inflation rates, mine plans, and operating results.

##### Carrying value of mineral properties

The Company follows the guidance of IFRS 6 to determine when a mineral property asset is impaired. This determination requires significant judgment. In making this judgment, the Company evaluates, among other factors, the results of exploration and evaluation activities to date and the company's future plans to explore and evaluate a mineral property.

##### Deferred income taxes

Deferred tax liabilities are estimated for a tax that may become payable in the future. Future payments could be materially different from our estimated deferred tax liabilities. The Company has deferred tax assets related to non-capital losses and other temporary differences. Deferred tax assets are only recognized to the degree that it shelters tax liabilities or when it is possible that there will be sufficient taxable income in the future to recover them.

##### Investment in associate

Our investments in C2C Gold Corp. (formerly Taku Gold Corp.) and Group 11 Technologies Inc. have been accounted for as investments in associates. Determining the appropriate accounting treatment to apply to interests in other entities requires significant judgment to determine the degree of control or significant influence the Company exercises over the investee.

##### Stock-based compensation

The fair value of stock-based compensation is estimated using valuation techniques at the date of grant. Significant judgement is required to determine the most appropriate valuation model and in determining the inputs into the model, including the expected life of the options, volatility and interest rates.

### 3. RESTRICTED CASH

As at June 30, 2021, restricted cash includes a guaranteed investment certificate in the amount of \$11,500 (December 31, 2020 - \$11,500) held on deposit with a major Canadian financial institution as security for the Company's corporate credit cards.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 4. MARKETABLE SECURITIES AND DERIVATIVE INSTRUMENTS

*Marketable securities* consist of common shares of publicly traded companies.

<b>Balance, December 31, 2019</b>	<b>\$</b>	<b>54,030</b>
Shares of Seabridge Gold Inc. received (Note 7)		6,300,000
Sale of marketable securities		(304,500)
Change in fair value of marketable securities		1,717,017
<b>Balance, December 31, 2020</b>		<b>7,766,547</b>
Sale of marketable securities		(356,655)
Change in fair value of marketable securities		(1,381,512)
<b>Balance, June 30, 2021</b>	<b>\$</b>	<b>6,028,380</b>

During the six months ended June 30, 2021, the Company had a realized gain on sale of marketable securities of \$7,890 (2020 - \$Nil).

*Derivative financial Instruments* consist of covered call and put option contracts that were issued against shares of Seabridge Gold Inc. (“Seabridge”). These instruments are classified as financial liabilities at fair value through profit or loss (“FVTPL”). They are recognized at fair value and any gains or losses in fair value are included in profit or loss.

<b>Balance, December 31, 2019</b>	<b>\$</b>	<b>-</b>
Net premiums received from the derivative contracts		550,274
Gains realized on the exercised call contracts		(42,439)
Gains realized on the closed contracts		(378,059)
Change in fair value of derivative contracts		(42,408)
<b>Balance, December 31, 2020</b>		<b>87,368</b>
Net premiums received from the derivative contracts		222,638
Gains realized on the exercised options		(25,090)
Gains realized on the closed contracts		(258,610)
Change in fair value of derivative contracts		7,297
<b>Balance, June 30, 2021</b>	<b>\$</b>	<b>33,603</b>

### 5. INVENTORIES

As at June 30, 2021, inventories consist of ½ (December 31, 2020 - 82) ounces of gold bullion refined from the bulk samples valued at \$1,050 (December 31, 2020 - \$198,929), 11 (December 31, 2020 - 11) ounces of silver bullion refined from the bulk samples valued at \$346 (December 31, 2020 - \$346), 16 (December 31, 2020 - 71) ounces of gold coins valued at \$35,003 (December 31, 2020 - \$181,388), 935 (December 31, 2020 - 260) ounces of silver coins valued at \$43,599 (December 31, 2020 - \$12,445) and working-in-progress inventory costs of \$Nil (December 31, 2020 - \$36,148) associated with design and production of the 2020 Yukon Mint silver coins.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 6. INVESTMENT IN ASSOCIATES

As at June 30, 2021, the Company has investments in two associated companies: C2C Gold Corp. (“C2C”) (formerly “Taku Gold Corp.”) and Group 11 Technologies Inc. (“Group 11”).

#### C2C Gold Corp.

As at June 30, 2021, the Company held 14,500,000 shares, or 18.42% (December 31, 2020 - 24.28%) of the issued and outstanding shares of C2C. The Company has determined that it exercises significant influence over C2C and accounts for this investment using the equity method of accounting.

C2C is a junior mineral exploration company focused on exploration and resource development in Yukon and Newfoundland, Canada. The fair market value of 14,500,000 shares of C2C at June 30, 2021 was \$6,887,500 (December 31, 2020 - \$2,900,000). The Company is not exposed to any additional losses beyond its initial investment in C2C. No dividends or cash distributions have been received from C2C.

During the six months ended June 30, 2021, the Company recorded its proportionate share of C2C’s net loss of \$92,453 (2020 - \$32,388) net of adjustment in equity position within loss from investment in associate on the consolidated statements of operations and comprehensive income.

The following is a summary of C2C’s financial information on a 100% basis as at June 30, 2021 and December 31, 2020. C2C’s financial statements are prepared in accordance with IFRS and the amounts presented here have been adjusted to reflect fair value adjustments made at the time of the investments and for differences in accounting policies.

	June 30, 2021	December 31, 2020
Cash and cash equivalents	\$ 2,736,161	\$ 768,508
Total current assets	2,976,431	817,388
Total non-current assets	7,650,253	6,451,581
Total current liabilities and total liabilities	(437,862)	(214,357)
Net asset value	10,082,034	7,054,612
Ownership Percentage	18.42%	24.28%
Carrying value of the investment in C2C	\$ 1,857,111	\$ 1,712,861
Net loss and comprehensive loss (six months ended June 30, 2021 and year ended December 31, 2020)	\$ (517,384)	\$ (221,312)
Proportionate share of net loss and comprehensive loss	\$ (85,052)	\$ (60,219)

#### Group 11 Technologies Inc.

During the year ended December 31, 2020, the Company entered into a corporate joint venture and limited license agreement (the “Agreement”) with enCore Energy Corp. (“enCore”) and Enviroleach Technologies Inc. to establish Group 11 Technologies Inc., a US-based technology company focusing on non-invasive extraction technology and environmentally friendly mining solutions to advance in-situ gold recovery. Pursuant to the terms of the Agreement, the Company transferred its Secondary Recovery Unit (the “SRU”) and other mobile processing equipment, in a total value of \$200,000, to Group 11 during the year ended December 31, 2020.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 6. INVESTMENT IN ASSOCIATES (CONT'D)

#### Group 11 Technologies Inc. (cont'd)

As at June 30, 2021, the Company owned 6,000,000 shares, or 20% (December 31, 2020 - 20%) of the issued and outstanding shares of Group 11. The Company has determined that it exercises significant influence over Group 11 and accounts for this investment using the equity method of accounting.

During the six months ended June 30, 2021, the Company recorded its proportionate share of Group 11's net loss of \$30,330 (2020 - \$Nil) net of adjustment in equity position within loss from investment in associate on the consolidated statements of operations and comprehensive income.

The following is a summary of Group 11's financial information on a 100% basis as at June 30, 2021 and December 31, 2020.

	June 30, 2021	December 31, 2020
Cash and cash equivalents	\$ 853,009	\$ 482,877
Total current assets	965,861	525,668
Total non-current assets	1,115,902	1,004,961
Total current liabilities and total liabilities	(32,314)	(16,642)
Net asset value	2,049,450	1,513,987
Ownership Percentage	20.00%	20.00%
Carrying value of the investment in Group 11	144,093	\$ 174,423
Net loss and comprehensive loss (six months ended June 30, 2021 and year ended December 30, 2020)	(151,651)	\$ (127,883)
Proportionate share of net loss and comprehensive loss	(30,330)	\$ (25,577)

The following table is a reconciliation of the carrying value of the investment in associates:

	C2C	Group 11	Total
<b>Balance, December 31, 2019</b>	<b>\$ 1,859,498</b>	<b>\$ -</b>	<b>\$ 1,859,498</b>
Initial investment in associate	-	200,000	200,000
Adjustments to carrying value:			
Proportionate share of net loss (year ended December 31, 2020)	(60,219)	(25,577)	(85,796)
Adjustment for share-based compensation	19,937	-	19,937
Adjustment for change in equity position	(106,355)	-	(106,355)
Loss from investment in associate	(146,637)	(25,577)	(172,214)
<b>Balance, December 31, 2020</b>	<b>1,712,861</b>	<b>174,423</b>	<b>1,887,284</b>
Adjustments to carrying value:			
Proportionate share of net loss (six months ended June 30, 2021)	(85,052)	(30,330)	(115,382)
Adjustment for share-based compensation	36,721	-	36,721
Adjustment for change in equity position	192,581	-	192,581
Gain (loss) from investment in associate	144,250	(30,330)	113,920
<b>Balance, June 30, 2021</b>	<b>\$ 1,857,111</b>	<b>\$ 144,093</b>	<b>\$ 2,001,204</b>

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 7. MINERAL PROPERTIES

	Brewery Creek	Marg	Grew Creek	3 Aces (*)	Sprogge (*)	Reef (*)	Other	Total
<b>Balance, December 31, 2019</b>	<b>\$ 1,462,854</b>	<b>\$ 2,265</b>	<b>\$ 167,500</b>	<b>\$ 1,344,804</b>	<b>\$ 432,500</b>	<b>\$ 1,216,364</b>	<b>\$ 4,830</b>	<b>\$ 4,631,117</b>
Acquisition costs	2,227	-	-	-	-	-	-	2,227
Option payments – cash	-	-	25,000	45,000	-	-	-	70,000
Recovery of option payments	-	-	-	(45,000)	-	-	-	(45,000)
Sale of mineral properties	-	-	-	(1,344,804)	(432,500)	(1,216,364)	-	(2,993,668)
<b>Balance, December 31, 2020 and June 30, 2021</b>	<b>\$ 1,465,081</b>	<b>\$ 2,265</b>	<b>\$ 192,500</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,830</b>	<b>\$ 1,664,676</b>

\* Property was sold during the year ended December 31, 2020.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### 7. MINERAL PROPERTIES (CONT'D)

#### Brewery Creek, Yukon

The Company owns 100% of the Brewery Creek Project, subject to the following royalties:

- 2% NSR royalty to Alexco Resources Corp. on the first 600,000 ounces of gold produced, increasing to 2.75% thereafter. The Company can purchase 0.625% of the increased NSR royalty for \$2,000,000;
- 5% net profits interest (“NPI”) over a portion of the property; and
- 2.5% NPI to the Tr’ondek Hwech’in First Nation (“THFN”) on areas outside the existing mining permits (part of an Amended and Restated Socio and Economic Accord between the Company and THFN).

During the year ended December 31, 2019, the Company eliminated a royalty held by Franco Nevada Corporation by issuing them 600,000 common shares valued at \$117,000 and paid \$5,562 in other acquisition related costs.

During the year ended December 31, 2019, the Company received formal notification from the Yukon Government confirming the validity of its existing Quartz Mining License and Water License, which allows the Company to immediately commence work to restart the Brewery Creek Mine.

An Amended and Restated Socio-Economic Accord for the Brewery Creek Project was entered into with the Tr’ondëk Hwëch’in First Nation (“THFN”) in 2012. As consideration for entering into the agreement, the Company paid \$400,000 worth of common shares to the THFN in prior periods. Upon receipt of all required permits in respect of the portion of the mine site outside the existing permitted area, the Company will pay an additional sum of \$300,000, payable in shares at a price equal to a 5-day volume weighted average price. Key aspects of the Socio-Economic Accord include the Company’s commitment in respect of training and scholarships, and the annual community legacy project grant, amounting to \$60,000 per annum while the mine is operating. The Company has also agreed to pay the THFN a 2.5% NPI on revenue from the mine site, excluding the existing permitted area.

#### Marg, Yukon

The Company owns a 100% interest in the Marg property consisting of 402 quartz claims.

#### Gold Dome, Yukon

The Company owns a 100% interest in the Gold Dome property, consisting of multiple intrusion-related gold targets over 170 km<sup>2</sup> land package.

#### Grew Creek, Yukon

The Company owns 100% of the Grew Creek property, subject to a 4% NSR royalty. An annual \$25,000 advance royalty is payable on the property. In October 2016, the Company entered into a Property Option Agreement with Quantum Cobalt Corp. (“Quantum” – formerly Bravura Ventures Corp.) whereby Quantum could earn up to a 90% interest in the Grew Creek property. Quantum did not make the cash and share payments scheduled for 2018, resulting in the Property Option Agreement being terminated and control of the property returning to the Company during the year ended December 31, 2019.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### 7. MINERAL PROPERTIES (CONT'D)

#### 3 Aces, Yukon

On May 26, 2020, the Company closed the sale of its 100% interest in the 3 Aces gold project (“Property Purchase Agreement”) with Seabridge Gold Inc., which included the 3 Aces, Sprogge and Reef properties, subject to underlying royalties. The sale consideration included 300,000 common shares of Seabridge valued at \$6,300,000 (Note 4) based on the market price of \$21 per share on the transaction closing date, cash reimbursement of \$45,000 in property related payments and cash advance of \$218,020 against the 3 Aces reclamation deposit. The advance was paid back to Seabridge in October 2020 after the 3 Aces reclamation bond was released by the Yukon Government.

Pursuant to the terms of the Property Purchase Agreement, the Company retained a 0.5% net smelter returns (NSR) royalty on the 3 Aces project. The contingent future cash payments to Golden Predator include \$1 million upon confirmation of a mineral resource of 2.5 million ounces of gold on the 3 Aces property, and a further \$1.25 million upon confirmation of an aggregate mineral resource of 5 million ounces of gold for a total of \$2.25 million.

The Company recognized a gain of \$2,382,475 on the disposition of the 3 Aces project after deducting the capitalized acquisition costs of \$2,993,668 related to the properties and net book value of \$889,724 of the camp infrastructure, buildings and equipment transferred to Seabridge. The Company incurred legal and regulatory costs of \$34,133 in connection with the sale.

### 8. FLOW-THROUGH SHARE PREMIUM LIABILITY

Any premium received by the Company on the issuance of flow-through shares is initially recorded as a flow-through premium. Upon renouncement by the Company of the tax benefits associated with the related expenditures, a deferred tax liability is recognized, and the flow-through tax liability will be reversed. To the extent that suitable deferred tax assets are available, the Company will reduce the deferred tax liability and record a deferred tax recovery.

<b>Balance, December 31, 2019</b>	<b>\$</b>	<b>539,840</b>
Liability incurred on flow-through shares issued (Note 10(a))		552,500
Settlement of flow-through share liability on expenditures incurred		(1,031,565)
<b>Balance, December 31, 2020</b>		<b>60,775</b>
Settlement of flow-through share liability on expenditures incurred		(60,775)
<b>Balance, June 30, 2021</b>	<b>\$</b>	<b>-</b>

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### 9. SHARE CAPITAL

The authorized capital of the Company consists of an unlimited number of Class A Common Shares (a “Common Share”) without par value, an unlimited number of Class B Common Shares without par value, an unlimited number of Class C Redeemable Preferred Shares without par value, and an unlimited number of Class D Redeemable Preferred Shares without par value.

As at June 30, 2021, there were 172,333,720 (December 31, 2020 - 172,333,720) Class A Common Shares, no Class B Common Shares, no Class C Redeemable Preferred Shares, and no Class D Redeemable Preferred Shares issued and outstanding.

#### a) Capital stock

There were no share issuances during the six months ended June 30, 2021.

In September 2020, the Company completed a private placement and issued 4,250,000 flow-through common shares at a price of \$0.40 per share for aggregate gross proceeds of \$1,700,000. The Company paid cash commissions of \$108,500 and \$14,547 in other share issue costs. A flow-through premium liability of \$552,500 was recorded in connection with this private placement, which was calculated based on an estimated premium of approximately \$0.13 per flow-through share issued (Note 8).

In May 2020, the Company completed a short-form prospectus offering (“Offering”) and issued a total of 11,200,000 units at a price of \$0.25 per unit for gross proceeds of \$2,800,000. Each unit consists of one Class A common share of the Company and one-half of one common share purchase warrant. Each whole warrant is exercisable at \$0.35 per common share for a period of three years from closing, subject to acceleration. The Offering was completed pursuant to an agency agreement dated May 13, 2020, between Clarus Securities Inc. as agent and the Company. The Company paid a cash commission of \$196,000 to the agent and incurred other share issuance costs of \$176,865 in connection with the Offering.

#### b) Stock options

The Company has a stock option plan under which directors, officers, employees, management and consultants of the Company are eligible to receive stock options. The maximum number of common shares issuable pursuant to the exercise of outstanding options granted under the plan is 10% of the issued shares of the Company at the time of granting the options. The maximum number of stock options granted to any one optionee in a 12-month period may not exceed 5% of the outstanding common shares of the Company. Options granted under the plan may not exceed a term of ten years and vest at terms determined by the directors at the time of grant. The exercise price, expiry date, and vesting term of each option are determined by the directors at the time of grant, provided that the exercise price may not be less than the price permitted by the policy or policies of the stock exchange(s) on which the Company’s common shares are then listed.

During the six-month period ended June 30, 2021, the Company recognized stock-based compensation related to vested stock options of \$37,007 (2020 - \$120,489) in general and administrative expenses. The weighted average fair value of options granted during the six-month period ended June 30, 2021 was \$Nil (2020 - \$0.12) per share.

The fair value of all compensatory options granted is estimated on the grant date using the Black-Scholes option pricing model. No options were granted during the six-month period ended June 30, 2021. The weighted average assumptions used in calculating the fair values for options granted during the year ended December 31, 2020 are as follows:



## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 9. SHARE CAPITAL (CONT'D)

#### b) Stock options (cont'd)

	<u>December 31, 2020</u>
Risk-free interest rate	0.60%
Expected life of option	3 years
Expected dividend yield	0%
Expected stock price volatility	74.82%

Stock option transactions are summarized as follows:

	<u>Outstanding Options</u>	<u>Weighted Average Exercise Price</u>
<b>Balance, December 31, 2019</b>	<b>7,460,000</b>	<b>\$ 0.55</b>
Granted	1,330,000	0.28
Forfeited	(2,755,000)	0.77
<b>Balance, December 31, 2020</b>	<b>6,035,000</b>	<b>\$ 0.39</b>
Forfeited	(796,250)	0.65
Expired	(920,000)	0.43
<b>Balance, June 30, 2021</b>	<b>4,318,750</b>	<b>\$ 0.34</b>
<b>Exercisable, June 30, 2021</b>	<b>3,659,063</b>	<b>\$ 0.37</b>

Stock options outstanding as at June 30, 2021 and December 31, 2020 were as follows:

<u>Expiry Date</u>	<u>June 30, 2021</u>		<u>December 31, 2020</u>	
	<u>Outstanding Options</u>	<u>Exercise Price (\$)</u>	<u>Outstanding Options</u>	<u>Exercise Price (\$)</u>
February 26, 2021	-	-	570,000	0.75
April 21, 2021	-	-	120,000	0.49
June 20, 2021	-	-	800,000	0.42
July 17, 2021*	60,000	0.42	60,000	0.42
September 7, 2021	960,000	0.42	1,095,000	0.42
February 20, 2022	100,000	0.26	100,000	0.26
June 1, 2022	60,000	0.20	60,000	0.20
July 11, 2022	70,000	0.36	70,000	0.36
August 15, 2022	1,110,000	0.37	1,165,000	0.37
September 12, 2022	250,000	0.37	250,000	0.37
December 19, 2022	150,000	0.26	150,000	0.26
January 8, 2023	58,750	0.37	70,000	0.37
April 1, 2023	500,000	0.25	500,000	0.25
May 28, 2023	310,000	0.30	325,000	0.30
October 5, 2023	75,000	0.27	75,000	0.27
December 31, 2023	115,000	0.25	125,000	0.25
February 20, 2024	500,000	0.26	500,000	0.26
	<b>4,318,750</b>	<b>0.35</b>	<b>6,035,000</b>	<b>0.39</b>

\* Stock options expired unexercised subsequent to June 30, 2021

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 9. SHARE CAPITAL (CONT'D)

#### c) Warrants

During the year ended December 31, 2020, the Company issued 5,600,000 share purchase warrants in connection with the Offering (Note 9 (a)). Each whole warrant is exercisable at \$0.35 per common share for a period of three years from closing, subject to acceleration of the expiry date to the 30th calendar day following notice to holders in the event that the volume-weighted average price of the company's shares is equal to or higher than \$0.75 for a period of five consecutive trading days on the TSXV or other Canadian stock exchange on which the Company's shares are principally traded. No warrants were issued during the six-month period ended June 30, 2021.

Share purchase warrant transactions are summarized as follows:

	Outstanding Warrants	Weighted Average Exercise Price (\$)
<b>Balance, December 31, 2019</b>	<b>6,443,947</b>	<b>0.93</b>
Granted	5,600,000	0.35
Expired	(5,466,807)	1.00
<b>Balance, December 31, 2020</b>	<b>6,577,140</b>	<b>0.38</b>
Expired	(100,000)	2.00
<b>Balance, June 30, 2021</b>	<b>6,477,140</b>	<b>0.35</b>

Share purchase warrants outstanding as at June 30, 2021 and December 31, 2020 are as follows:

Expiry Date	June 30, 2021		December 31, 2020	
	Outstanding Warrants	Exercise Price (\$)	Outstanding Warrants	Exercise Price (\$)
February 2, 2021	-	-	100,000	2.00
July 24, 2021*	324,300	0.32	324,300	0.32
July 24, 2021*	102,840	0.38	102,840	0.38
April 1, 2023	450,000	0.40	450,000	0.40
May 20, 2023	5,600,000	0.35	5,600,000	0.35
	<b>6,477,140</b>	<b>0.35</b>	<b>6,577,140</b>	<b>0.38</b>

\* Warrants expired unexercised subsequent to June 30, 2021

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

### 10. EXPLORATION EXPENSES

	Three months ended June 30, 2021	Three months ended June 30, 2020	Six months ended June 30, 2021	Six months ended June 30, 2020
Engineering and tech studies	\$ 287,570	\$ 287,824	\$ 507,332	\$ 731,807
Community and environment	264,237	196,257	451,974	261,615
Amortization	83,686	167,911	227,612	387,150
Geochemistry	29,476	39,104	163,421	173,480
Personnel	128,508	145,466	198,286	463,188
Drilling	-	6,894	-	6,894
Logistics and support	10,955	12,032	41,269	98,322
Field and general	34,892	125,050	53,471	141,034
Helicopter and airplane	-	-	-	6,494
Cost recoveries	-	(8,978)	-	(8,978)
	<b>\$ 839,324</b>	<b>\$ 971,560</b>	<b>\$ 1,643,365</b>	<b>\$ 2,261,006</b>

### 11. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended June 30, 2021	Three months ended June 30, 2020	Six months ended June 30, 2021	Six months ended June 30, 2020
Office and insurance	\$ 115,400	\$ 154,934	\$ 270,664	\$ 491,960
Consulting fees	69,500	130,889	179,885	145,389
Professional fees	144,251	55,699	287,692	121,595
Travel, shareholder relations and promotion	20,139	32,934	79,394	159,551
Stock-based compensation	14,089	56,664	37,007	120,489
Depreciation	18,705	18,811	37,412	37,622
Regulatory & compliance	15,658	21,075	27,036	34,616
	<b>\$ 397,742</b>	<b>\$ 471,006</b>	<b>\$ 919,090</b>	<b>\$ 1,111,222</b>

### 12. SUPPLEMENTAL CASH FLOW INFORMATION

	Six months ended June 30, 2021	Six months ended June 30, 2020
<b>Net change in non-cash working capital</b>		
Accounts receivable	\$ 55,851	\$ 114,521
Prepaid expenses and deposits	(3,416)	4,091
Accounts payable and accrued liabilities	1,364,505	(1,240,779)
Inventories	349,258	670,725
Due from associate	71,162	(44,663)
	<b>\$ 1,837,360</b>	<b>\$ (496,105)</b>
<b>Non-cash financing and investing activities</b>		
Shares received for mineral properties	\$ -	\$ 6,300,000
	<b>\$ -</b>	<b>\$ 6,300,000</b>

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### 13. RELATED PARTY TRANSACTIONS

#### a) Key management compensation

During the six months ended June 30, 2021 and 2020, the compensation paid or payable to key management (Officers and Directors) for management services provided was as follows:

	2021	2020
Salary and management fees	\$ 225,313	\$ 387,897
Stock-based compensation	14,899	77,392
	<b>\$ 240,212</b>	<b>\$ 465,289</b>

#### b) Other transactions

During the six months ended June 30, 2021, the Company recovered \$9,200 (2020 - \$22,650) from C2C, an associated company, for C2C's share of rent and office salaries and \$96,654 (2020 - \$Nil) from enCore, a company that has two common directors and one common officer, for enCore's share of rent and office salaries.

During the six months ended June 30, 2021, the Company sold \$43,513 (2020 - \$106,426) gold bars and coins to directors and officers of the Company.

#### c) Balances outstanding

At June 30, 2021, there was \$22,050 (December 31, 2020 - \$96,365) due to a director and officers of the Company and \$6,930 (2020 - \$Nil) due to C2C in accounts payable and accrued liabilities.

There was \$Nil due from C2C in due from associates at June 30, 2021 (December 31, 2020 - \$61,162), \$Nil due from Group 11 (December 31, 2020 - \$10,000) and \$Nil (December 31, 2020 - \$8,575) due from enCore.

### 14. FINANCIAL INSTRUMENTS

Financial instruments include cash and any contracts that give rise to a financial asset to one party and a financial liability or equity instrument to another party. The Company's cash and cash equivalents, accounts receivable, due from associate, and reclamation bonds are categorized as financial assets measured at amortized cost. Marketable securities are categorized as assets measured at fair value through profit and loss. The accounts payable and accrued liabilities, advance from Seabridge and lease liabilities are categorized as financial liabilities measured at amortized cost. Equity derivative instruments held for trading are categorized as financial liabilities measured at fair value through profit and loss.

Financial assets and liabilities measured at fair value in the statement of financial position are grouped into three levels of fair value hierarchy.

The three levels are defined based on the observability of the significant inputs to the measurement, as follows:  
Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;  
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly;  
Level 3 – Inputs that are not based on observable market data.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### 14. FINANCIAL INSTRUMENTS (CONT'D)

The fair value of the marketable securities and the derivative financial instruments have been estimated by reference to their quoted prices at the reporting date. The marketable securities and the derivative financial instruments measured at fair value in the statement of financial position as at June 30, 2021 and December 31, 2020 are classified in Level 1.

The carrying amounts of cash and cash equivalents, accounts receivable, and accounts payable and accrued liabilities are considered to be reasonable approximations of their fair values due to the short-term nature of these instruments. The carrying amounts of the reclamation bonds and lease liabilities are considered to be reasonable approximations of their fair values due to their contractual interest rates being comparable to current market interest rates.

#### Financial risk management

The Company is exposed to various financial risks in relation to its financial instruments. The main types of risks the Company is exposed to are market risk, credit risk and liquidity risk. The Company's Board of Directors has the overall responsibility for the oversight of these risks and reviews the Company's policies on an ongoing basis to ensure that these risks are appropriately managed.

##### *Market risk*

Market risk is the risk of loss that may arise from changes in market fluctuations such as those listed below. The fluctuations may be significant.

##### *Foreign exchange risk*

The Company operates mainly in Canada, but a portion of the Company's financial assets and liabilities are denominated in US dollars. The Company does not undertake currency hedging activities but continuously monitors its exposure to foreign exchange risk to determine if any mitigation strategies warrant consideration.

##### *Credit risk*

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and cash equivalents, accounts receivables and reclamation bonds. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents consist of cash held in bank accounts with a major Canadian financial institution. Accounts receivable consist primarily of trade receivables from the sale of gold bars and coins and of goods and services tax receivable from the Canadian government. Reclamation bonds consist of guaranteed investment certificates with a major Canadian financial institution. Management believes the risk of credit loss to be minimal.

##### *Interest rate risk*

Interest rate risk mainly arises from the Company's cash and cash equivalents and reclamation bonds, which receive interest based on market interest rates. Fluctuations in interest cash flows due to changes in market interest rates are not significant.

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements  
Six months ended June 30, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)

### 14. FINANCIAL INSTRUMENTS (CONT'D)

#### Financial risk management (cont'd)

##### *Liquidity risk*

Liquidity risk is the risk that the Company will not be able to meet its current obligations as they become due. The Company prepares annual exploration and administrative budgets and monitors expenditures to manage short-term liquidity. Due to the nature of the Company's activities, funding for long-term liquidity needs is dependent on the Company's ability to obtain additional financing through various means, including equity financing. There can be no assurance that the Company will be able to obtain adequate financing or that the terms of such financing will be favorable. As at June 30, 2021, the Company had a working capital of \$3,401,123 (December 31, 2020 - \$6,673,397).

The following tables detail the Company's expected remaining contractual cash flow requirements for its financial liabilities on repayment or maturity periods. There were no long-term liabilities as at June 30, 2021 and December 31, 2020. The amounts presented are based on the contractual undiscounted cash flows and may not agree with the carrying amounts on the Statements of Financial Position.

	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Accounts payable and accrued liabilities	\$ 3,410,067	\$ 2,036,764
Derivative financial instruments	33,603	87,368
Finance lease obligation	37,378	75,762
	<b>\$ 3,481,048</b>	<b>\$ 2,199,894</b>

##### *Price risk*

The Company is exposed to price risk with respect to equity and commodity prices. Equity price risk is the risk of loss associated with movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is the risk of loss associated with commodity price movements.

The Company closely monitors individual equity movements, the stock markets and commodity prices to determine appropriate actions to be taken by the Company. The Company has investments in certain publicly traded companies (marketable securities), and there can be no assurance that the Company can exit these positions if required, so there is a risk that proceeds may not approximate the carrying value of these investments. A 10% fluctuation in the price of the Company's marketable securities would increase or decrease loss and comprehensive loss by \$602,838 at June 30, 2021 (December 31, 2020 - \$776,655). A 10% fluctuation in the price of gold could increase or decrease loss and comprehensive loss by \$8,000 at June 30, 2021 (December 31, 2020 - \$42,926). A 10% fluctuation in the price of the derivative instruments held for trading would increase or decrease loss and comprehensive loss by \$3,360 at June 30, 2021 (December 31, 2020 - \$8,737).

## Golden Predator Mining Corp.

Notes to the Condensed Interim Consolidated Financial Statements  
Six months ended June 30, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)

---

### 14. FINANCIAL INSTRUMENTS (CONT'D)

#### Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration and development of its mineral properties, acquire additional mineral property interests and maintain a flexible capital structure that optimizes the costs of capital at an acceptable level of risk. In the management of capital, the Company includes components of shareholders' equity. The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets or adjust the amount of cash and cash equivalents, short-term investments and marketable securities.

The Company is not currently subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the six months ended June 30, 2021.

### 15. COMMITMENTS

As at June 30, 2021, the Company's non-lease commitments include:

- a) On January 28, 2013, the Company entered into an Exploration Memorandum of Understanding (the "MOU") with Kaska Nation represented by the Ross River Dena Council and Liard First Nation regarding exploration activity in their traditional territory. Under the MOU, the Company will pay an annual Community Development fee of 2% for "on the ground" exploration expenditures incurred at the 3 Aces project. The total community fee owed to the Kaska Nation of \$341,455 from prior years will remain the responsibility of the Company.
- b) An Amended and Restated Socio-Economic Accord for the Brewery Creek Project was entered into with the Tr'ondëk Hwëch'in First Nation in September 2012. Key aspects of the Socio-Economic Accord include the Company's commitment in respect of training and scholarships, and the annual community legacy project grant, amounting to \$60,000 per annum while the mine is operating.

### 16. SUBSEQUENT EVENTS

Subsequent to the period ended June 30, 2021, Arizona Gold Corp. ("Arizona") and Golden Predator announced that shareholders of both Arizona and Golden Predator approved all matters voted on at Arizona's special meeting as well as at Golden Predator's special meeting, including the proposed acquisition by Arizona of all of the outstanding common shares of Golden Predator by way of a proposed plan of arrangement (the "Arrangement"), pursuant to the terms and subject to the conditions of the arrangement agreement between Arizona and Golden Predator dated June 28, 2021. Subject to the satisfaction or waiver of the remaining conditions to the Arrangement, including approval of the Arrangement by the British Columbia Supreme Court, closing of the Arrangement is expected to occur on September 2, 2021.

Under the terms of the Arrangement, all of the issued and outstanding common shares of Golden Predator will be exchanged for common shares of Arizona on the basis of 1.65 common shares of Arizona per common share of Golden Predator (the "Exchange Ratio"). Following completion of the Arrangement, current Arizona shareholders and former Golden Predator shareholders will own approximately 55% and 45% of the combined company common shares, respectively.

## **Golden Predator Mining Corp.**

Notes to the Condensed Interim Consolidated Financial Statements

Six months ended June 30, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

---

### **16. SUBSEQUENT EVENTS (CONT'D)**

Arizona also intends to proceed with a name change to Sabre Gold Mines Corp. (“Sabre Gold”) in connection with the closing of the Arrangement. The common shares of the new Sabre Gold are expected to trade under the ticker symbol ‘SGLD’ on the Toronto Stock Exchange. The company expects to begin trading under its new name on the OTCQB at or about the same time and under a new ticker symbol by the middle of September, 2021, until which time the company will continue to trade under the current OTCQB symbol (AGAUF). A new website for the combined company will also be launched in early September.

Golden Predator shares are expected to be delisted from the TSX Venture Exchange and an application will be made for Golden Predator to cease to be a reporting issuer on the date of closing of the Arrangement.