MINNOVA CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTHS ENDED

DECEMBER 31, 2019 AND 2018

(Expressed in Canadian Dollars)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Minnova Corp. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three and nine months ended December 31, 2019, have not been reviewed by the Company's auditors.

MINNOVA CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(UNAUDITED)
(Expressed in Canadian Dollars)

	December 31, 2019	March 31, 2019
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 12,839	$ 33,973
Amounts receivable	102,162	127,977
Prepaid expenses	6,004	-
TOTAL CURRENT ASSETS	**121,005**	**161,950**
NON-CURRENT ASSETS		
Restricted cash equivalents (Note 3)	75,000	75,000
Equipment (Note 4)	269,495	287,653
Exploration properties and deferred exploration expenditures (Note 5)	18,542,554	18,688,124
TOTAL NON-CURRENT ASSETS	**18,887,049**	**19,050,777**
TOTAL ASSETS	**$ 19,008,054**	**$ 19,212,727**
LIABILITIES AND EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities (Notes 6 and 11)	$ 1,639,761	$ 1,519,494
Hydro contract accrual	277,533	277,533
TOTAL CURRENT LIABILITIES	**1,917,294**	**1,797,027**
NON-CURRENT LIABILITIES		
Provision for closure and reclamation (Note 7)	3,057,687	3,078,834
TOTAL LIABILITIES	**4,974,981**	**4,875,861**
EQUITY		
Share capital (Note 8(b))	21,312,861	21,008,745
Share-based payment reserves (Note 9)	2,003,264	3,057,400
Shares to be issued (Note 8(c))	-	258,499
Deficit	(9,283,052)	(9,987,778)
TOTAL EQUITY	**14,033,073**	**14,336,866**
TOTAL LIABILITIES AND EQUITY	**$ 19,008,054**	**$ 19,212,727**

NATURE OF OPERATIONS AND GOING CONCERN (Note 1)
COMMITMENTS AND CONTINGENCIES (Notes 3, 5, 7,12 and 13)

APPROVED ON BEHALF OF THE BOARD:

Signed *"James White"* , Director
Signed *"Gorden Glenn"* , Director

See accompanying notes to the unaudited condensed interim consolidated financial statements

MINNOVA CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(UNAUDITED)
(Expressed in Canadian Dollars)

	Three Months Ended December 31, 2019	Three Months Ended December 31, 2018	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2018
EXPENSES				
General and administrative (Note 10)	$ 43,807	$ 34,120	$ 90,101	$ 98,363
Management and directors' compensation (Note 11(b))	31,000	31,000	93,000	97,687
Professional and consulting fees (Note 11(a))	5,980	12,570	40,479	112,934
Amortization (Note 4)	6,053	7,017	18,158	21,053
LOSS BEFORE BELOW ITEMS	**(86,840)**	**(84,707)**	**(241,738)**	**(330,037)**
Foreign exchange loss	161	5,833	(2,499)	5,833
Debt settlement (Notes 8(c) and 11)	195,884		195,884	-
Interest income	-		6,660	-
Write-off of Exploration properties and deferred exploration expenditures	(272,288)		(272,288)	-
Finance cost (Note 7)	(13,443)	(17,273)	(35,429)	(50,963)
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	**(176,526)**	**$ (96,147)**	**$ (349,410)**	**$ (375,167)**
Net loss per common share - basic and diluted	$ (0.01)	$ (0.00)	$ (0.01)	$ (0.01)
Weighted average number of shares outstanding - basic and diluted	32,627,150	31,113,988	32,387,053	30,977,093

MINNOVA CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(UNAUDITED)
(Expressed in Canadian Dollars)

For the Nine Months Ended December 31,	**2019**	**2018**
CASH FLOWS USED IN OPERATING ACTIVITIES		
Net loss for the period	$ (349,410)	$ (375,167)
Items not involving cash:		
Amortization	18,158	21,053
Accretion of provision for closure and reclamation	35,429	50,963
Gain on debt settlement with shares	(195,884)	-
Write-off of exploration properties and deferred exploration expenditures	272,288	-
	(219,419)	(303,151)
Changes in non-cash working capital balances:		
Amounts receivable	25,815	56,390
Prepaid expenses	(6,004)	37,051
Accounts payable and accrued liabilities	331,321	352,640
	351,132	446,081
Cash flows provided by (used in) operating activities	**131,713**	**142,930**
CASH FLOWS USED IN INVESTING ACTIVITIES		
Increase in exploration properties and deferred exploration expenditures	(152,847)	(264,524)
Cash flows used in investing activities	**(152,847)**	**(264,524)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from exercise of warrants and broker warrants	-	89,755
Cash flows from financing activities	**-**	**89,755**
Decrease in cash and cash equivalents	(21,134)	(31,839)
Cash and cash equivalents, beginning of year	33,973	73,353
Cash and cash equivalents, end of period	**$ 12,839**	**$ 41,514**
Supplemental Information:		
Cash, end of period	$ 12,839	$ 41,514
Cash equivalents, end of period	-	-
Cash and cash equivalents, end of period	**$ 12,839**	**$ 41,514**

MINNOVA CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(UNAUDITED)
(Expressed in Canadian Dollars)

				Share-based Payment Reserves				
	Number	Share Capital Amount	Shares to be issued	Stock options	Share purchase warrant reserve	DSU and RSU	Deficit	Total
Balance, March 31, 2018	**30,824,173**	**$ 20,406,831**	**$ -**	**$ 1,133,100**	**$ 1,037,897**	**$ 828,690**	**$ (9,585,722)**	**$ 13,820,796**
Shares issued upon exercise of warrants and broker warrants	122,700	89,755	-	-	-	-	-	89,755
Shares issued for exploration properties and deferred exploration expenditures (note 5)	250,000	118,750	-	-	-	-	-	118,750
Reclassification of fair value of warrants and broker warrants exercised	-	18,978	-	-	(18,978)	-	-	-
Warrants issued upon exercise of broker warrants	-	(1,530)	-	-	1,530	-	-	-
Loss and comprehensive loss for the period	-	-	-	-	-	-	(375,167)	(375,167)
Balance, December 31, 2018	**31,196,873**	**$ 20,632,784**	**$ -**	**$ 1,133,100**	**$ 1,020,449**	**$ 828,690**	**$ (9,960,889)**	**$ 13,654,134**
Balance, March 31, 2019	**31,696,873**	**$ 21,008,745**	**$ 258,499**	**$ 1,208,261**	**$ 1,020,449**	**$ 828,690**	**$ (9,987,778)**	**$ 14,336,866**
Shares issued for settlement of accounts payable and accrued liabilities (note 8(b)(i) and (c))	1,111,111	304,116	(258,499)	-	-	-	-	45,617
Warrants expired	-	-	-	-	(1,017,917)	-	1,017,917	-
Stock options expired	-	-	-	(36,219)	-	-	36,219	-
Loss and comprehensive loss for the period	-	-	-	-	-	-	(349,410)	(349,410)
Balance, December 31, 2019	**32,807,984**	**$ 21,312,861**	**$ -**	**$ 1,172,042**	**$ 2,532**	**$ 828,690**	**$ (9,283,052)**	**$ 14,033,073**

See accompanying notes to the consolidated financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

Minnova Corp. (the "Company") is a public company incorporated on July 19, 1994 pursuant to the laws of the Companies Act of Barbados. Since the Company's management and the principal office of the Company are located in Toronto, Ontario, a continuance (the "Continuance") of the Company from the laws of Barbados to the laws of the Province of Ontario was filed on April 21, 2010. As a result of the Continuance, the corporate legislation that governs the Company ceased to be the Barbados Act and the Company is now governed by the Business Corporations Act (Ontario). The registered office of the Company is located at 217 Queen Street West, Suite 401, Toronto, Ontario, M5V 0R2. On June 26, 2014, the Company changed its name to "Minnova Corp." and commenced trading on the Toronto Stock Venture Exchange ("TSX-V") on June 27, 2014 under the new symbol "MCI".

The Company's exploration operations are subject to government legislation, policies and controls relating to prospecting, development, production, environmental protection, mining taxes and labour standards. In order for the Company to carry out its exploration activities, the Company is required to hold certain permits. There is no assurance that the Company's existing permits will be renewed or that new permits that have been or will be applied for will be granted.

Major expenditures are required to locate and establish ore reserves, to develop metallurgical processes and to construct mining and processing facilities at a particular site. The recoverability of valuations assigned to exploration properties and deferred exploration expenditures is dependent upon discovery of economically recoverable reserves, the ability to obtain necessary financing to complete development and future profitable production or proceeds from disposition.

Although the Company has taken steps to verify title to exploration properties in which it has an interest in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to other licensing requirements or regulations, social licensing requirements unregistered prior agreements, unregistered claims, aboriginal land claims and non-compliance with regulatory requirements.

In order to meet future expenditures and cover administrative costs, the Company will need to raise additional financing. The Company has a working capital deficiency of $1,796,289 (March 31, 2019 - $1,635,077) and a deficit of $9,283,052 (March 31, 2019 - $9,987,778) as at December 31, 2019 and will require additional financing to fund its continuing exploration efforts. These conditions indicate the existence of material uncertainties that cast significant doubt about the Company's ability to continue as a going concern. Although the Company has been successful in raising funds to date, there can be no assurance that adequate funding will be available in the future, or available under terms acceptable to the Company. These unaudited condensed interim consolidated financial statements have been prepared on a going concern basis that assumes the Company will be able to continue to realize its assets and discharge its liabilities in the normal course of business. In the event the Company is not able to obtain adequate funding, there is uncertainty as to whether the Company will be able to maintain its property interests. These unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to obtain adequate financing. Such adjustments could be material. Changes in future conditions could require material write downs of the carrying values of certain assets.

During the year ended March 31, 2019, the Company incorporated two fully-owned subsidiaries, Minnova Peru S.A.C. and Minnova Renewable Energy, incorporated in Peru and Manitoba Canada, respectively.

Continued...

2. BASIS OF PREPARATION

Statement of Compliance:

These unaudited condensed interim consolidated 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 consolidated financial statements required by International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The accounting policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS issued and outstanding as at February 25, 2020, the date the Board of Directors approved these unaudited condensed interim consolidated financial statements for issue. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual financial statements as at and for the year ended March 31, 2018. Any subsequent changes to IFRS that are issued and effective as at March 31, 2020 could result in a restatement of these unaudited condensed interim consolidated financial statements.

Change in Accounting Policies:

IFRS 16 – Leases (“IFRS 16”) was issued in January 2016 and replaces IAS 17 – Leases as well as some lease related interpretations. With certain exceptions for leases under twelve months in length or for assets of low value, IFRS 16 states that upon lease commencement a lessee recognises a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the liability plus any initial direct costs. After lease commencement, the lessee shall measure the right-of-use asset at cost less accumulated depreciation and accumulated impairment. A lessee shall either apply IFRS 16 with full retrospective effect or alternatively not restate comparative information but recognise the cumulative effect of initially applying IFRS 16 as an adjustment to opening equity at the date of initial application. IFRS 16 requires that lessors classify each lease as an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. Otherwise it is an operating lease. The Company adopted IFRS 16 on April 1, 2019 and has determined that the adoption of this new standard does not have a significant impact on its financial statements.

Recent Accounting Pronouncements

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods on or after April 1, 2020 or later periods. Many are not applicable or do not have a significant impact to the Company and have been excluded. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

IFRS 3 – Business Combinations (“IFRS 3”) was amended in October 2018 to clarify the definition of a business. This amended definition states that a business must include inputs and a process and clarified that the process must be substantive and the inputs and process must together significantly contribute to operating outputs. In addition it narrows the definitions of a business by focusing the definition of outputs on goods and services provided to customers and other income from ordinary activities, rather than on providing dividends or other economic benefits directly to investors or lowering costs and added a test that makes it easier to conclude that a company has acquired a group of assets, rather than a business, if the value of the assets acquired is substantially all concentrated in a single asset or group of similar assets. The amendments are effective for annual reporting periods beginning on or after January 1, 2020. Earlier adoption is permitted.

IFRS 3 – Business Combinations (“IFRS 3”) and IFRS 11 – Joint Arrangements (“IFRS 11”) were amended in December 2017. IFRS 3 was amended to clarify that when a party to a joint arrangement obtains control of a business that is a joint operation, it re-measures previously held interests in that business. IFRS 11 was amended to clarify that when a party that participates in, but does not have joint control of, a joint operation obtains joint control of a business that is a joint operation, the entity does not re-measure previously held interests in that business.

Continued...

(Expressed in Canadian Dollars)

3. RESTRICTED CASH EQUIVALENTS

The Company has guaranteed by pledge of a guaranteed investment certificate an irrevocable standby letter of credit for $75,000 to the Government of Manitoba as a financial assurance guarantee in connection with the PL Property closure plan (see Note 7).

4. EQUIPMENT

Cost

	Equipment	Buildings	Total
Balance, March 31, 2019 and December 31, 2019	**$ 105,000**	**$ 305,096**	**$ 410,096**

Accumulated Amortization

	Equipment	Buildings	Total
Balance, March 31, 2019	**$ 39,480**	**$ 82,963**	**$ 122,443**
Amortization for the period	9,828	8,330	18,158
Balance, December 31, 2019	**$ 49,308**	**$ 91,293**	**$ 140,601**

Carrying Amount

	Equipment	Buildings	Total
Balance, March 31, 2019	**$ 65,520**	**$ 222,133**	**$ 287,653**
Balance, December 31, 2019	**$ 55,692**	**$ 213,803**	**$ 269,495**

Continued...

(Expressed in Canadian Dollars)

5. EXPLORATION PROPERTIES AND DEFERRED EXPLORATION EXPENDITURES

As at December 31, 2019

	March 31, 2019	Additions	Changes for closure and reclamation	Write-off	December 31, 2019
Exploration and Evaluation Properties					
Nokomis Property	$ 2,804,272	$ 48,000	$ -	-	$ 2,852,272
PL Property	15,663,531	83,327	(56,576)	-	15,690,282
La Esperanza Gold Property	220,321	51,967	-	(272,288)	-
	$ 18,688,124	**$ 183,294**	**$ (56,576)**	**(272,288)**	**$ 18,542,554**

As at March 31, 2019

	March 31, 2018	Additions	Changes for closure and reclamation	March 31, 2019
Exploration and Evaluation Properties				
Nokomis Property	$ 2,781,772	$ 22,500	$ -	$ 2,804,272
PL Property	15,299,846	287,607	76,078	15,663,531
La Esperanza Gold Property	-	220,321	-	220,321
	$ 18,081,618	**$ 530,428**	**$ 76,078**	**$ 18,688,124**

PL Project (PL Property and Nokomis Property)

The Company owns a 100% interest in the PL Mine and contiguous Nokomis property, located in Manitoba, subject to a 3% net smelter royalty (NSR) that reduces to 2.5% and 2% if gold is below US$1,000/oz and US$750/oz, respectively.

La Esperanza Gold Property

On October 11, 2018, the Company entered into an option agreement to acquire a 100% interest in the Media Quebrada mining concession and adjacent claim, collectively called the La Esperanza Gold Property.

Details with respect to the consideration payable for this acquisition are as follows: on signing (November 7, 2018): cash payments of US$50,000 (paid) and common shares payment of 250,000 (issued); first anniversary (November 7, 2019): cash payment of US$100,000 (agreement in principal to defer for 12 months to November 7, 2020) and common shares payment of 250,000 (to be issued on execution of final agreement) and second anniversary (November 7, 2020): cash payment of US$500,000 (agreement in principal to defer for 12 months to November 7, 2021).

During the three and nine months ended December 31, 2019, the Company determined not to proceeds with the La Esperanza Gold Property and has written off exploration properties and deferred exploration expenditures in the amount of $272,288.

Continued...

(Expressed in Canadian Dollars)

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	December 31, 2019	March 31, 2019
Trade payables	$ 996,134	$ 1,260,835
Accrued and payroll liabilities	643,627	258,659
Total	**$ 1,639,761**	**$ 1,519,494**

The following is an aged analysis of the accounts payable and accrued liabilities:

	December 31, 2019	March 31, 2019
Less than 1 month	$ 719,251	$ 279,753
1 to 3 months	114,054	-
Over 3 months	806,456	1,239,741
Total	**$ 1,639,761**	**$ 1,519,494**

7. PROVISION FOR CLOSURE AND RECLAMATION

The Company has provided a letter of credit in the amount of $75,000 to the Government of Manitoba under the terms of the closure plan on the PL Property (see Note 3). The Company further provided all assets, goods and personal property involved in the operation of the PL Property, as a security of up to $5,000,000 for the performance of the closure plan and the rehabilitation program.

The Company's provision for closure and reclamation costs is based on management's estimates of costs to abandon and reclaim mineral properties and facilities as well as an estimate of the future timing of the costs to be incurred. The Company has estimated its total provision for closure and reclamation to be $3,057,687 at December 31, 2019, based on a total future liability of approximately $3,073,000 (March 31, 2019 - $3,073,000), an inflation rate of 1.18% (March 31, 2019 - 1.65%) and a discount rate of 1.70% (March 31, 2019 -1.62%). Reclamation is expected to occur in approximately 10 years.

The following is an analysis of the provision for closure and reclamation:

Balance, March 31, 2019	**$ 3,078,834**
Effect of changes in the inflation and discount rate	(56,576)
Accretion incurred in the period	35,429
Balance, December 31, 2019	**$ 3,057,687**

During the three and nine months ended December 31, 2019, the Company expensed $13,443 and $35,429, respectively, as accretion which was recorded in finance cost on the consolidated statements of operations (three and nine months ended December 31, 2018 - $17,273 and $50,963 respectively).

Continued...

(Expressed in Canadian Dollars)

8. SHARE CAPITAL

(a) Authorized:

Unlimited number of common shares with no par value.

(b) Common Shares Issued:

	Number of Shares	Amount
Balance, March 31, 2018	**30,824,173**	**$ 20,406,831**
Shares issued upon exercise of warrants and broker warrants	122,700	89,755
Reclassification of fair value of warrants and broker warrants exercised	-	18,978
Shares issued for exploration property and deferred exploration expenditures (note 5)	250,000	118,750
Warrants issued upon exercise of broker warrants	-	(1,530)
Balance, December 31, 2018	**31,196,873**	**$ 20,632,784**

Balance, March 31, 2019	**31,696,873**	**$ 21,008,745**
Shares issued against shares to be issued for settlement of accounts payable and accrued liabilities notes 8(b)(i) and notes 8(c)	1,111,111	304,116
Balance, December 31, 2019	**32,807,984**	**$ 21,312,861**

(i) On October 31, 2019, the Company settled total accounts payable and accrued liabilities of $241,501 with 536,668 common shares of the Company valued at $45,617 based on the price of the Company's common shares on the date of the settlement, resulting a gain on settlement of debt of $195,884.

(c) Shares to be issued

On February 4, 2019, the Company settled total accounts payable and accrued liabilities of $362,416 with 574,443 common shares of the Company to be issued valued at $258,499 based on the price of the Company's common shares on the date of the settlement, resulting a gain on settlement of debt of $103,917. During the six months ended September 30, 2019, the Company issued 574,443 common shares to settle against the shares to be issued.

Continued...

(Expressed in Canadian Dollars)

9. SHARE-BASED PAYMENT RESERVES

(a) Stock Options

The Company has granted options for the purchase of common shares to its directors, officers, employees and certain consultants. The purpose of the plan is to attract, retain and motivate these parties by providing them with the opportunity, through share options, to acquire a proprietary interest in the Company and to benefit from its growth. These options are valid for a maximum of 5 years from the date of issue. Vesting terms and conditions are determined by the Board of Directors at the time of the grant. The maximum number of options to be issued under the plan shall not exceed 10% of the total number of common shares issued and outstanding.

The following table shows the continuity of stock options for the periods ended December 31, 2019 and 2018:

	Number of Stock Options	Weighted Average Exercise Price
Balance, March 31, 2018 and December 31, 2018	**2,275,000**	**$ 0.52**
Exercised	(500,000)	(0.38)
Expired	(100,000)	(0.38)
Granted (i)	1,000,000	0.43
Balance, March 31, 2019	**2,675,000**	**$ 0.52**
Expired	(725,000)	(0.40)
Cancelled	(50,000)	(0.75)
Balance, December 31, 2019	**1,900,000**	**$ 0.56**

(i) On January 31, 2019, the Company granted 1,000,000 stock options to certain directors, officers and consultants to purchase common shares of the Company exercisable at a price of $0.43 per common share for a period of 5 years. These options vested immediately upon grant. The grant date fair value of $298,314 was assigned to the stock options as estimated by using the Black-Scholes option valuation model with the following assumptions: expected dividend yield of 0%, expected volatility of 93% based on historical prices of the Company's stock, risk-free rate of return of 1.78% and an expected life of 5 years.

Continued...

(Expressed in Canadian Dollars)

9. SHARE-BASED PAYMENT RESERVES (Continued)

(a) Stock Options (continued)

The following are the stock options outstanding at December 31, 2019:

Number of Options Issued	Grant Date Fair Value ($)	Number of Options Exercisable	Weighted Average Exercise Price ($)	Weighted Average Remaining Contractual Life (years)	Expiry Date
225,000	80,405	225,000	0.36	1.17	March 1, 2021
250,000	181,097	250,000	0.75	1.57	July 25, 2021
425,000	324,617	425,000	0.85	2.06	January 22, 2022
1,000,000	298,314	1,000,000	0.43	4.09	January 31, 2024
1,900,000	**884,433**	**1,900,000**	**0.56**	**2.96**	

(b) Share Purchase Warrants

The following table shows the continuity of share purchase warrants for the periods ended December 31, 2019 and 2018:

	Number of Warrants	Weighted Average Exercise Price
Balance, March 31, 2018	**3,965,757**	**$ 0.82**
Exercised	(100,000)	0.75
Granted	11,350	0.80
Balance, December 31, 2018	**3,877,107**	**$ 0.83**
Balance, March 31, 2019	**3,877,107**	**0.83**
Expired	(3,877,107)	(0.84)
Balance, December 31, 2019	**-**	**-**

There were no warrants outstanding as at December 31, 2019.

Continued...

(Expressed in Canadian Dollars)

9. SHARE-BASED PAYMENT RESERVES (Continued)

(c) Broker Warrants

The following table shows the continuity of broker warrants for the periods ended December 31, 2019 and 2018:

	Number of Broker Warrants		Weighted Average Exercise Price
Balance, March 31, 2018	**440,070**	**$**	**0.65**
Exercised	(22,700)		(0.65)
Balance, December 31, 2018	**417,370**	**$**	**0.65**
Balance, March 31, 2019	**417,370**	**$**	**0.65**
Expired	(417,370)		(0.65)
Balance, December 31, 2019	**-**	**$**	**-**

No broker warrants were outstanding at December 31, 2019.

Continued...

(Expressed in Canadian Dollars)

10. GENERAL AND ADMINISTRATIVE

	Three Months Ended December 31, 2019	Three Months Ended December 31, 2018	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2018
Office and general	$ 12,578	$ 4,998	$ 38,419	$ 6,957
Salaries and benefits	6,044	6,460	6,044	13,192
Travel	-	-	-	11,350
Business development	20,880	18,846	20,880	40,808
Stock exchange and transfer agent fees	2,817	2,934	21,379	22,224
Shareholder information	1,488	882	3,379	3,832
General and administrative	**$ 43,807**	**$ 34,120**	**$ 90,101**	**$ 98,363**

11. RELATED PARTY TRANSACTIONS

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

(a) The Company entered into the following transactions with related parties recorded as professional and consulting fees and share issue costs:

	Three Months Ended December 31, 2019	Three Months Ended December 31, 2018	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2018
Irwin Lowy LLP (i) - professional and consulting fees	$ 9,837	$ -	$ 13,596	$ 6,861

(i) A director of the Company is a partner at Irwin Lowy LLP, a law firm, and the fees relate to professional services provided by the firm. As at December 31, 2019, the Company owed $17,439 (March 31, 2019 - $8,917) to this firm and this amount is included in accounts payable and accrued liabilities. The amount is unsecured, non-interest bearing with no fixed terms of repayment.

(ii) As at December 31, 2019, the Company owed $408,799 (March 31, 2019 - $400,654) to a corporation controlled by the Chief Executive Officer ("CEO") of the Company and this amount is included in accounts payable and accrued liabilities. During the three and nine months ended December 31, 2019, $45,000 and $135,000, respectively (three and nine months ended December 31, 2018- $45,000 and $135,000, respectively) of these fees were recorded as capitalized exploration and evaluation costs and $15,000 and $45,000 respectively (three and nine months ended December 31, 2018 - $15,000 and $45,000, respectively) were recorded in management and directors' compensation on the statements of operations and comprehensive loss.

Continued...

(Expressed in Canadian Dollars)

11. RELATED PARTY TRANSACTIONS (Continued)

(b) Remuneration of directors and key management personnel of the Company was as follows:

	Three Months Ended December 31, 2019	Three Months Ended December 31, 2018	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2018
Directors fees	$ 16,000	$ 16,000	$ 48,000	$ 48,000
Amounts paid or accrued to CEO for salaries, consulting and benefits	$ 60,000	$ 60,000	$ 180,000	$ 180,000

Director fees - the Board of Directors do not have employment or service contracts with the Company. Directors are entitled to director fees and stock options for their services. As at December 31, 2019, the Company owed $48,000 (March 31, 2019 - $nil) to the directors and $408,799 (March 31, 2019 - $400,654) to the CEO of the Company which was included in the accounts payable and accrued liabilities. These amounts are unsecured, non-interest bearing with no fixed term of repayment.

Salaries and benefits - officers are entitled to stock options, consulting fees or salaries and benefits where employment or service contracts are in place with the Company for their services.

As at December 31, 2019, $633 (March 31, 2019 - $12,718) of cash was held in the Irwin Lowy LLP trust account, a law firm, where the interim CFO is a partner.

12. ENVIRONMENTAL CONTINGENCIES

The Company's exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

13. COMMITMENTS AND CONTINGENCIES

The Company is party to a management contract. This contract contains clauses requiring additional payments of up to $480,000 be made upon the occurrence of certain events such as a change of control. As a triggering event has not occurred, the contingent payments have not been reflected in these financial statements. Additional minimum management contractual commitments remaining under the agreement are approximately $480,000, of which $240,000 is due within one year.

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