



ADVENTUS MINING CORPORATION

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019 AND 2018**

TABLE OF CONTENTS

Condensed Consolidated Statements of Financial Position	1
Condensed Consolidated Statements of Earnings (Loss).....	2
Condensed Consolidated Statements of Comprehensive Earnings (Loss).....	3
Condensed Consolidated Statements of Cash Flows	4
Condensed Consolidated Statements of Changes in Equity.....	5
Notes to the Condensed Consolidated Financial Statements	6-16

ADVENTUS MINING CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(UNAUDITED) AS AT



(expressed in Canadian dollars)	Notes	September 30, 2019	December 31, 2018
ASSETS			
Current assets			
Cash and cash equivalents		\$ 19,950,058	\$ 6,769,641
Advances made on options to acquire mineral interests	8	82,171	55,001
Other receivables and prepaid expenses	8	270,230	225,047
Total current assets		\$ 20,302,459	\$ 7,049,689
Non-current assets			
Exploration and evaluation assets	7	\$ 11,687,849	\$ 2,798,123
Options to acquire mineral interests	7	20,562,334	19,095,404
Property, plant and equipment		250,578	36,487
Investment in associate	5	1,156,438	1,386,907
Investments	6	241,442	-
Total non-current assets		\$ 33,898,641	\$ 23,316,921
TOTAL ASSETS		\$ 54,201,100	\$ 30,366,610
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		\$ 1,680,837	\$ 1,665,108
Total current liabilities		\$ 1,680,837	\$ 1,665,108
Equity			
Shareholders' equity		\$ 50,578,973	\$ 28,724,245
Non-controlling interest		1,941,290	(22,743)
Total equity		\$ 52,520,263	\$ 28,701,502
TOTAL LIABILITIES AND EQUITY		\$ 54,201,100	\$ 30,366,610

Commitments (Note 14)

Subsequent events (Note 15)

On behalf of the Board (Approved on November 22, 2019)

/s/ "Christian Kargl-Simard"

Christian Kargl-Simard, Director

/s/ "Paul Sweeney"

Paul Sweeney, Director

ADVENTUS MINING CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS (LOSS)
(UNAUDITED)



(expressed in Canadian dollars, except per share amounts)	Notes	For the three months ended September 30,		For the nine months ended September 30,	
		2019	2018	2019	2018
Expenses and other income					
General and administrative	9	\$ 805,021	\$ 673,230	\$ 2,223,128	\$ 1,779,454
Share-based compensation	10(b)(c)	187,001	156,824	354,852	503,287
General exploration		364,198	338,083	416,959	463,881
Exploration and evaluation assets abandoned or impaired	6	-	-	373,103	161,072
Depreciation		10,140	8,490	22,407	21,984
Foreign exchange loss (gain)		(295,608)	266,166	794,845	(200,839)
Interest income		(62,054)	(50,813)	(94,145)	(95,393)
Other income		-	(800,000)	-	(800,000)
(Gain) loss on disposal of investments	6	50,676	(3,136,175)	50,676	(3,136,175)
Share of loss in associate	5	16,043	35,647	230,469	35,647
		\$ 1,075,417	\$ (2,508,548)	\$ 4,372,294	\$ (1,267,082)
Earnings (loss) before income Income tax expense		(1,075,417)	2,508,548	(4,372,294)	1,267,082
		-	-	-	-
Net Earnings (loss)		\$ (1,075,417)	\$ 2,508,548	\$ (4,372,294)	\$ 1,267,082
Net earnings (loss) attributable to:					
Common shareholders		(1,078,540)	2,513,234	(4,369,042)	1,278,206
Non-controlling interest		3,123	(4,686)	(3,252)	(11,124)
		\$ (1,075,417)	\$ 2,508,548	\$ (4,372,294)	\$ 1,267,082
Net earnings (loss) per share					
Basic and diluted		\$ (0.01)	\$ 0.04	\$ (0.05)	\$ 0.02
Weighted average number of shares					
Basic and diluted		94,588,337	68,557,747	81,433,986	60,850,929

ADVENTUS MINING CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE EARNINGS
(LOSS)
(UNAUDITED)



(expressed in Canadian dollars)	For the three months ended September 30,		For the nine months ended September 30,	
	2019	2018	2019	2018
Net earnings (loss)	\$ (1,075,417)	\$ 2,508,548	\$ (4,372,294)	\$ 1,267,082
Other comprehensive gain (loss) To be reclassified subsequently to profit or loss:				
Foreign currency translation adjustment on foreign operations	(6,942)	2,902	9,776	7,277
Total comprehensive earnings (loss)	\$ (1,082,359)	\$ 2,511,450	\$ (4,362,518)	\$ 1,274,359
Net earnings (loss) attributable to:				
Common shareholders	(1,085,959)	2,515,950	(4,360,787)	1,285,327
Non-controlling interest	3,600	(4,500)	(1,731)	(10,968)
	\$ (1,082,359)	\$ 2,511,450	\$ (4,362,518)	\$ 1,274,359

ADVENTUS MINING CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)



For the nine months ended
September 30,

(expressed in Canadian dollars)	Notes	2019	2018
Operating activities			
Net earnings (loss)		\$ (4,372,294)	\$ 1,267,082
Adjustments for non-cash and non-operating activities:			
Depreciation		22,407	21,984
Share-based compensation	10(b)(c)	354,852	503,287
General exploration		416,959	463,881
Exploration and evaluation assets abandoned or impaired	7	373,103	161,072
Gain on disposal of investment	6	50,676	(3,162,075)
Share of loss in associate	5	230,469	35,647
Unrealized exchange loss (gain)		800,583	(204,495)
		\$ (2,123,245)	\$ (913,617)
Changes in non-cash operating working capital:			
Other receivables and prepaid expenses		(45,183)	76,703
Accounts payable and accrued liabilities		299,468	(245,637)
		\$ 254,285	\$ (168,934)
Cash used in operating activities		\$ (1,868,960)	\$ (1,082,551)
Investing activities			
General exploration		(416,959)	(463,881)
Exploration and evaluation assets		(156,729)	(194,409)
Acquisition of furniture, leasehold improvements and equipment		(5,498)	(46,636)
Options to acquire mineral interests		(10,112,704)	(6,890,658)
Investment in subsidiaries		-	1,032
Cash used in investing activities		\$ (10,691,890)	\$ (7,594,552)
Financing activities			
Net proceeds from issuance of shares		25,449,144	9,161,518
Issuance of common shares on exercise of options and warrants		411,519	-
Cash provided by financing activities		\$ 25,860,663	\$ 9,161,518
Net increase in cash		13,299,813	484,415
Effect of foreign exchange on cash and cash equivalents		(119,396)	84,323
Cash, beginning of period		6,769,641	10,784,319
Cash and cash equivalents, end of period		\$ 19,950,058	\$ 11,353,057
Cash and cash equivalents consist of:			
Deposits with banks		9,846,574	2,252,006
Short term deposits		10,103,484	9,101,051
Cash and cash equivalents, end of period		\$ 19,950,058	\$ 11,353,057

ADVENTUS MINING CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(UNAUDITED)



(expressed in Canadian dollars, except share amounts)	Notes	Common Shares Number	Common Shares Amount	Contributed Surplus	Warrants	Accumulated Other Comprehensive Loss	Retained Deficit	Total Shareholders' Equity	Non- controlling Interest	Total Equity
Balance, January 1, 2018		56,933,652	\$ 20,643,007	\$ 613,846	\$ 83,665	\$ 11,917	\$ (4,129,089)	\$ 17,223,346	\$ -	\$ 17,223,346
Shares issued under private placement		10,266,925	9,240,233	-	-	-	-	9,240,233	-	9,240,233
Shares issued to acquire options in mineral rights		3,804,348	3,423,913	-	-	-	-	3,423,913	-	3,423,913
Share issuance costs		-	(78,715)	-	-	-	-	(78,715)	-	(78,715)
Share-based compensation	10(b)	-	-	503,287	-	-	-	503,287	-	503,287
Acquisition of Dos Gemas		-	-	-	-	-	-	-	(1,875)	(1,875)
Net gain		-	-	-	-	-	1,278,206	1,278,206	(11,124)	1,267,082
Other comprehensive gain		-	-	-	-	7,121	-	7,121	156	7,277
Balance, September 30, 2018		71,004,925	\$ 33,228,438	\$ 1,117,133	\$ 83,665	\$ 19,038	\$ (2,850,883)	\$ 31,597,391	\$ (12,843)	\$ 31,584,548
Share-based compensation		-	-	123,072	-	-	-	123,072	-	123,072
Net loss		-	-	-	-	-	(2,987,143)	(2,987,143)	(8,913)	(2,996,056)
Other comprehensive loss		-	-	-	-	(9,075)	-	(9,075)	(987)	(10,062)
Balance, December 31, 2018		71,004,925	\$ 33,228,438	\$ 1,240,205	\$ 83,665	\$ 9,963	\$ (5,838,026)	\$ 28,724,245	\$ (22,743)	\$ 28,701,502
Shares issued under private placement	10(a)	28,055,916	26,345,384	-	-	-	-	26,345,384	-	26,345,384
Share issuance costs		-	(896,240)	-	-	-	-	(896,240)	-	(896,240)
Exercise of brokers' warrants	10(d)	213,090	157,745	-	(46,226)	-	-	111,519	-	111,519
Exercise of options	10(b)	1,200,000	489,488	(189,488)	-	-	-	300,000	-	300,000
Share-based compensation	10(b)(c)	-	-	354,852	-	-	-	354,852	-	354,852
Acquisition of GGC and LLAK		-	-	-	-	-	-	-	1,965,764	1,965,764
Net loss		-	-	-	-	-	(4,369,042)	(4,369,042)	(3,252)	(4,372,294)
Other comprehensive gain		-	-	-	-	8,255	-	8,255	1,521	9,776
Balance, September 30, 2019		100,473,931	\$ 59,324,815	\$ 1,405,569	\$ 37,439	\$ 18,218	\$ (10,207,068)	\$ 50,578,973	\$ 1,941,290	\$ 52,520,263

The accompanying notes form an integral part of these consolidated financial statements.

1. NATURE OF OPERATIONS AND CORPORATE INFORMATION

Adventus Mining Corporation (“Adventus” or “the Corporation”), formerly Adventus Zinc Corporation, is a mineral exploration and development company that is focused on the identification and acquisition of mineral properties and the exploration and development of its mineral properties. It is presently funding exploration and development expenditures in the Curipamba property (“Curipamba”) in Ecuador under an option agreement (“Option Agreement”) to earn an interest in Curipamba as well as in other exploration properties in Ecuador under an exploration alliance agreement (“Alliance Agreement”) with Salazar Resources Ltd (“Salazar”).

The Corporation was incorporated on October 24, 2016 pursuant to the Canada Business Corporations Act. Its registered office is at 550-220 Bay Street, Toronto, ON, M5J 2W4. It is listed on the TSX Venture Exchange under the symbol ADZN and trades on the OTCQX under the symbol ADVZF. On June 12, 2019, following approval by the shareholders, the Corporation changed its name to Adventus Mining Corporation, to better reflect its focus on growth in Ecuador.

The Corporation’s condensed financial statements were authorized for issue by the Board on November 22, 2019.

2. BASIS OF PRESENTATION

These condensed consolidated financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34, *Interim Financial Reporting* using the same accounting policies and methods of computation as the Corporation’s most recent annual consolidated financial statements, except as described in Note 3. These condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2018, which have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). These condensed consolidated financial statements have been prepared on a historical cost basis. Additionally, these condensed consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. All amounts are expressed in Canadian dollars, unless otherwise stated.

Going concern

These condensed consolidated financial statements have been prepared on a going concern basis. The Corporation reported net loss attributable to common shareholders of \$4,369,042 for the nine months ended September 30, 2019. (September 30, 2018: net earnings of \$1,278,206). The ability to continue operations in the normal course of business is dependent on several factors, including the Corporation’s ability to secure funding.

The recoverability of the amount capitalized to exploration and evaluation assets and to the options to acquire shares in mineral interests is dependent upon the existence of economically recoverable reserves, the ability of the Corporation to obtain financing on favourable terms to continue to perform exploration activities or complete the development of the properties where necessary, or alternatively, upon the Corporation’s ability to recover its incurred costs through a disposition of its interests, all of which are uncertain. These uncertainties may affect the ability of the Corporation to continue operations and meet its obligations and discharge its liabilities into the foreseeable future as a going concern and, accordingly, the ultimate appropriateness of the use of the accounting principles applicable to going concern.

The Corporation has been able to raise adequate funding for its operations since its incorporation in 2016. On August 7 and August 9, 2019, the Corporation closed a brokered private placement (the “2019 Brokered Placement”) for gross proceeds of \$14,261,300. Note 10(a). On May 22, 2019, the Corporation closed a non-brokered private placement (the “Nobis Placement”) for gross proceeds of \$12,084,084 with Consorcio Nobis (“Nobis”), a private business group in Ecuador, as lead investor. Note 10(a). On July 17, 2018, the Corporation closed a non-brokered private placement for gross proceeds of \$9,240,233 with Wheaton Precious Metals Corp. as lead investor. However, there is no assurance that these can be replicated in a timely manner. As such, management believes that there are material uncertainties that exist that may cast significant doubt upon the Corporation’s ability to operate as a going concern. Management continues to explore all available options to secure funding, including equity financing and strategic partnerships. Should the Corporation not be able to secure financing in a timely manner, the Corporation will curtail exploration spending and defer discretionary expenditures to conserve cash.

These condensed consolidated financial statements do not include any additional adjustments to the recoverability and classification of certain recorded asset amounts, classification of certain liabilities and changes to statement of earnings (loss) and comprehensive earnings (loss) that might be necessary if the Corporation was unable to continue as a going concern.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

The accounting policies, judgments and estimates applied in the Corporation's condensed consolidated financial statements are consistent with those of the annual consolidated financial statements as at and for the year ended December 31, 2018, except as noted below.

These condensed consolidated financial statements include all subsidiaries in the accounts of the Corporation as follows:

Subsidiary	Ownership	Incorporated	Nature
Adventus Zinc Ireland Limited	100%	Ireland	Mineral exploration
Dos Gemas Company M2G S.A.	80%	Ecuador	Mineral exploration
Guayacán Gold GGC S.A.	80%	Ecuador	Mineral exploration
Llaktawayaku S.A.	80%	Ecuador	Mineral exploration

(a) *New accounting standards*

IFRS 16 – Leases: This standard was issued by the IASB on January 13, 2016 and replaced IAS 17 "Leases". The new standard was effective for annual periods beginning on or after January 1, 2019 and brings most leases on-balance sheet for lessees under a single accounting model, eliminating the distinction between operating and financing leases. Lessor accounting remains largely unchanged. For any lease, under IFRS 16, the Corporation would have recognized

- (a) right-of-use assets and lease liabilities, except for short-term leases and leases of low value assets, initially measured at the present value of future lease payments;
- (b) depreciation of right-of-use assets and interest on lease liabilities in the consolidated statement of earnings and losses; and
- (c) separate the total amount of cash paid into a principal portion (presented within the financing activities) and interest (presented with operating activities) in the consolidated statement of cash flows.

For short-term leases with lease term of 12 months or less, and for leases of low-value assets, the Corporation has opted to recognize a lease expense on a straight-line basis.

The Corporation has adopted IFRS 16 effective January 1, 2019 with no material effect on these condensed consolidated financial statements.

4. ACQUISITION AND OPTIONS TO EARN-IN

Investment in Dos Gemas Company M2G S.A., Guayacán Gold GGC S.A. and Llaktawayaku S.A.

On February 19, 2018, the Corporation signed the Alliance Agreement with Salazar, with Dos Gemas M2G S.A. ("Dos Gemas") being the vehicle for any exploration projects that Adventus and Salazar agree to bring into the Alliance. Dos Gemas is owned 80% by Adventus and 20% by Salazar.

In 2018, Adventus and Salazar signed agreements (the "Pijilí Agreement", the "Santiago Agreement" and collectively, the "Pijilí and Santiago Agreements") to add the Pijilí and Santiago projects into Dos Gemas. Pijilí and Santiago projects are exploration projects owned by Salazar, and pursuant to these agreements, Salazar granted the Corporation options for Dos Gemas to acquire the full interest in Pijilí and Santiago through entities that hold the projects, subject to certain conditions, which include issuance of common shares, cash payments and exploration expenditure commitments.

With all the required exploration expenditures under the Pijilí and Santiago Agreements fulfilled, the Santiago Agreement and the Pijilí Agreement were completed respectively on July 29, 2019 and August 19, 2019, (the "Transfer Dates") with the final closing payments of US\$25,000 and US\$50,000 made to Salazar. On the respective Transfer Date, the obligations of Adventus under these agreements were complete and Adventus earned the right for Salazar to transfer the two projects and the entities that hold them to its 80% owned Dos Gemas. As at September 30, 2019, Guayacán Gold GGC S.A. ("GGC") and Llaktawayaku S.A. ("LLAK") had been transferred as wholly owned subsidiaries of Dos Gemas. GGC legally owns the Santiago property and application to legally transfer the Pijilí property to LLAK had been made and is expected to be approved by the end of the year. The Corporation determined that on the Transfer Dates, namely, July 29, 2019 and August 19, 2019 for Santiago and Pijilí respectively, the Corporation had acquired the ability to control GGC and LLAK and hence include these two subsidiaries in its consolidation, converting the options into mineral properties and other assets using the fair value of the options on the respective Transfer Date.

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

5. INVESTMENT IN ASSOCIATE

The Corporation owns approximately 38.96% of common shares in Canstar Resources Inc. (“Canstar”) and accounts for its investment in Canstar using the equity method.

	Canstar	
Balance, January 1, 2018	\$	-
Additions		4,334,085
Share of loss in associate		(51,184)
Impairment loss on investment		(2,895,994)
Balance, December 31, 2018	\$	1,386,907
Share of loss in associate		(230,469)
Balance, September 30, 2019	\$	1,156,438

Ownership percentage (December 31, 2018)	38.96%
Ownership percentage (September 30, 2019)	38.96%

6. INVESTMENTS

Adventus Zinc Ireland Limited (“Adventus Ireland”), a wholly-owned subsidiary of the Corporation, holds various properties in Ireland. In January 2019, the Board approved the plan to sell Lismore Waterford, Fermoy, Charleville and Millstreet (the “SW Irish Properties”).

On February 7, 2019, the Corporation announced that it has entered into a non-binding heads of agreement with BMEx Limited (“BMEx”), a private exploration company in Australia with properties in Australia and Ireland, to divest the SW Irish Properties in exchange for common shares in BMEx (the “BMEx Transaction”). In March 2019, the Corporation and BMEx agreed to exclude Fermoy from the Transaction with no change in other terms.

Following a restructure of Adventus Ireland in July 2019, which saw the SW Irish Properties except Fermoy being transferred to a new wholly owned subsidiary in Ireland (“NewCo”), the BMEx Transaction closed on July 26, 2019 with the signing of an Investment and Cooperation Agreement with BMEx pursuant to which BMEx acquired NewCo from Adventus in return for 2,650,000 common shares in BMEx. This is subject to additional BMEx shares being issued to the Corporation should BMEx not complete its planned initial public offering and listing on the Australian Securities Exchange by December 1, 2019. BMEx is currently contemplating alternative forms of financing and the Corporation is in discussions with them regarding the additional shares to be issued.

In the six months ended June 30, 2019, the assets and liabilities of the SW Irish Properties, excluding those of Fermoy, were presented as held for sale, and the assets were measured at the lower of carrying value and fair value less cost of disposal. The fair value of the BMEx shares to be issued on closing, which was the underlying fair value for the SW Irish Properties, has been measured at A\$0.10 per share, being the price of the last public financing for BMEx. As the carrying costs at June 30, 2019 exceeded the fair value less selling costs, an impairment expense of C\$373,103 was charged against the profit or loss of the Corporation in the quarter ended June 30, 2019. The amount of \$223,189 classified as assets held for sale on June 30, 2019 represented assets less insignificant liabilities. During the three months ended September 30, 2019, further costs to sell were incurred, and an amount of \$50,676 was recorded as loss on disposal of investments. As at September 30, 2019, the carrying cost of the investment in BMEx is C\$241,442.

7. EXPLORATION AND EVALUATION ASSETS AND OPTIONS TO ACQUIRE MINERAL INTERESTS

The Corporation has the following exploration and evaluation assets ("E&E Assets") and options to acquire mineral interests:

Project	As at Dec 31, 2018	Additions	Abandoned or impaired	Effect of foreign currency exchange movements	Disposed / Transferred to mineral properties and other assets	As at Sep 30, 2019
Ireland						
Rathkeale Limerick	\$ 2,002,721	\$ 20,494	\$ -	\$ (150,720)	\$ -	\$ 1,872,495
Kingscourt	143,322	13,177	-	(10,787)	-	145,712
Lismore Waterford	572,804	-	(343,815)	(23,319)	(205,670)	-
Fermoy	30,483	-	-	(2,293)	-	28,190
Charleville	21,182	-	(12,714)	(864)	(7,604)	-
Millstreet	27,611	-	(16,574)	(1,122)	(9,915)	-
Ecuador						
Pijilí	-	6,951,692	-	(21,020)	-	6,930,672
Santiago	-	2,687,051	-	23,729	-	2,710,780
Total E&E Assets	\$ 2,798,123	\$ 9,672,414	\$ (373,103)	\$ (186,396)	\$ (223,189)	\$ 11,687,849
Curipamba	\$ 13,742,967	\$ 7,232,592	\$ -	\$ (413,225)	\$ -	\$ 20,562,334
Pijilí	4,000,582	1,811,095	-	(33,139)	(5,778,538)	-
Santiago	1,351,855	746,887	-	(14,225)	(2,084,517)	-
Total options to acquire mineral interests	\$ 19,095,404	\$ 9,790,574	\$ -	\$ (460,589)	\$ (7,863,055)	\$ 20,562,334

Project	As at Dec 31, 2017	Additions, net of recoveries	Abandoned or impaired	Effect of foreign currency exchange movements	Disposed	As at Dec 31, 2018
Ireland						
Rathkeale Limerick	\$ 1,464,123	\$ 489,738	\$ -	\$ 48,860	\$ -	\$ 2,002,721
Shrulle	132,700	9,378	(146,224)	4,146	-	-
Kingscourt	138,173	-	-	5,149	-	143,322
Lismore Waterford	507,470	46,722	-	18,612	-	572,804
Fermoy	8,814	21,100	-	569	-	30,483
Gaine River	2,820	1,529	(4,411)	62	-	-
Moyvore	7,470	2,779	(10,437)	188	-	-
Charleville	-	20,838	-	344	-	21,182
Millstreet	-	27,163	-	448	-	27,611
Newfoundland & Labrador						
Buchans	964,437	(63,958)	-	-	(900,479)	-
Katie	235,624	2,099	-	-	(237,723)	-
La Poile	11,893	4,069	-	-	(15,962)	-
Security Deposits	17,845	-	-	-	(17,845)	-
Total E&E Assets	\$ 3,491,369	\$ 561,457	\$ (161,072)	\$ 78,378	\$ (1,172,009)	\$ 2,798,123
Curipamba	\$ 3,117,192	\$ 9,814,885	\$ -	\$ 810,890	\$ -	\$ 13,742,967
Pijilí	-	3,952,745	-	47,837	-	4,000,582
Santiago	-	1,342,853	-	9,002	-	1,351,855
Total options to acquire mineral interests	\$ 3,117,192	\$ 15,110,483	\$ -	\$ 867,729	\$ -	\$ 19,095,404

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

7. EXPLORATION AND EVALUATION ASSETS AND OPTIONS TO ACQUIRE MINERAL INTERESTS (CONTINUED)

The Corporation acquires exploration and evaluation assets through staking and from third party vendors. In addition, the Corporation may sell some or a portion of its exploration and evaluation to third parties in exchange for exploration expenditures, royalty interests, cash, and share-based payments.

During the nine months ended September 30, 2019, the Corporation invested \$7,232,592 (September 30, 2018: \$9,947,013) into the option to earn the entity that holds the Curipamba mining interest. As at September 30, 2019, the Corporation had funded a cumulative amount of US\$15,501,667 (September 30, 2018: US\$7,701,126) of the US\$25,000,000 Qualifying Project Expenditures required over five years for the earn-in.

During the three months ended September 30, 2019, the Corporation fully earned into the Pijilí and Santiago Projects and converted the options to earn into the two entities to mineral interests in Pijilí and Santiago at \$5,778,538 and \$2,084,517 respectively, being the closing cash payments and the Corporation's shares issued to Salazar, as well as the net cumulative investments into the two projects. Note 4.

As of September 30, 2019, the Corporation has included in its accounts payable an amount of \$168,197 attributable to exploration and evaluation asset expenditures as well as expenditures for the option to acquire mineral interest. (December 31, 2018: \$322,071).

8. ADVANCES, OTHER RECEIVABLES AND PREPAID EXPENSES

Advances represent amounts in relation to the option to acquire mineral interests that have been advanced to Salazar for project expenditures in Curipamba but have not been spent. No interest is receivable on the advances. Other receivables include, interest receivable, sales tax recoverable from the government and other prepaid expenses.

	September 30, 2019		December 31, 2018	
Advances made for options to acquire mineral interests	\$	82,171	\$	55,001
Total advances	\$	82,171	\$	55,001
Sales tax receivables	\$	102,540	\$	59,981
Other receivables		43,169		58,399
Other prepaid expenses		124,521		106,667
Total other receivables and prepaid expenses	\$	270,230	\$	225,047

9. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three months ended September 30, 2019		For the three months ended September 30, 2018		For the nine months ended September 30, 2019		For the nine months ended September 30, 2018	
Salaries and benefits	\$	543,339	\$	367,765	\$	1,043,969	\$	983,697
Professional and consulting fees		69,147		163,604		610,992		390,485
Office and administrative		192,535		141,861		568,167		405,272
Total general and administrative	\$	805,021	\$	673,230	\$	2,223,128	\$	1,779,454

10. SHAREHOLDERS' EQUITY

The Corporation is authorized to issue an unlimited number of common shares at no par value. The directors are authorized to fix the number of shares and to determine the designation, rights, privileges, restrictions, and conditions attached to the shares.

(a) Common Shares

On May 22, 2019, the Corporation closed the Nobis Placement pursuant to which the Corporation issued 13,794,616 common shares of the Corporation at \$0.876 per share, for aggregate gross proceeds of \$12,084,084. Nobis was the largest participant in the Nobis Placement and owned 9.9% of the Corporation's common shares after the closing. It was granted the right to appoint a director to the Board as well

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

10. SHAREHOLDERS' EQUITY (CONTINUED)

as the right to participate in future equity offerings so that it can maintain its pro rata ownership at the time of such offering. Share issue costs of \$74,641 have been recorded against the carrying value of the common shares.

On August 7 and August 9, 2019, the Corporation closed a brokered private placement (the "2019 Brokered Placement") for gross proceeds of \$14,261,300 pursuant to an underwriting agreement dated August 7, 2019 among the Corporation and a syndicate of various underwriters. Pursuant to the 2019 Brokered Placement, the Corporation issued 14,261,300 common shares of the Corporation at \$1.00 per share. On closing, the Corporation paid the underwriters a fee equal to 1% of the gross proceeds up to \$3,000,000 in respect of purchasers identified on the President's List and 6% of the remaining gross proceeds. A total of \$652,613 in commissions was paid. Other share issue costs of \$168,986 have been recorded against the carrying value of the common shares.

(b) *Stock Options*

On January 31, 2019, the Corporation granted 500,000 options to be exercised at \$0.78 per share to a director and an employee under the Corporation's stock option plan. On July 12, 2019, the Corporation granted 900,000 options to directors, officers, employees and consultants to be exercised at \$1.06. The fair value of the options was estimated on the date of grant to be \$0.49 and \$0.68 respectively using the Black-Scholes option pricing model with the following assumptions:

	2019
Expected life (years)	5.0
Risk-free interest rate (%)	1.54 - 1.9
Expected volatility (%)	78 - 79
Expected dividend yield (%)	-

During the nine months ended September 30, 2019, 1,200,000 options were exercised for \$300,000, and 400,000 options were forfeited.

The following table summarizes the Corporation's stock option plan as of September 30, 2019 and changes during the period:

(expressed in Canadian dollars, except per share amounts)	Number of Options	Weighted Average Exercise Price
Options outstanding, January 1, 2018	4,400,000	\$ 0.54
Granted	100,000	0.96
Options outstanding, December 31, 2018	4,500,000	0.55
Granted	1,400,000	0.96
Exercised	(1,200,000)	0.25
Forfeited	(400,000)	0.78
Balance as at September 30, 2019	4,300,000	\$ 0.75

During the nine months ended September 30, 2019, the Corporation recorded share-based compensation expense of \$324,535 (September 30, 2018: \$503,287) relating to stock options to employees and directors which vested in the period.

(c) *Restricted Share Units ("RSUs")*

During the nine months ended September 30, 2019, the Corporation granted 455,000 RSUs to its directors, officers, employees and consultants. The RSU plan provides for the issuance of common shares from treasury and vests over a period of two years. The fair value of the RSUs was estimated on the date of grant to be \$0.41 per RSU.

	2019
Expected life (years)	2.0
Risk-free interest rate (%)	1.58
Expected volatility (%)	69
Expected dividend yield (%)	-

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

10. SHAREHOLDERS' EQUITY (CONTINUED)

The following table summarizes the Corporation's RSUs as of September 30, 2019 and changes during the period:

	Number of RSUs
Options outstanding, January 1, 2018	-
Granted	-
Options outstanding, December 31, 2018	-
Granted	455,000
Settled	-
Balance as at September 30, 2019	455,000

During the nine months ended September 30, 2019, the Corporation recorded share-based compensation expense of \$30,317 (September 30, 2018: \$NIL) relating to RSUs.

(d) *Brokers' Warrants*

During the nine months ended September 30, 2019, 213,090 common shares were issued as a result of brokers' warrants being exercised with an average exercise price of \$0.52 per share for gross proceeds of \$111,519. Fair value amount of \$46,226 attributable to these brokers' warrants was transferred from the warrant reserve and recorded against share capital.

The following summarizes the number of common shares reserved pursuant to the Corporation's outstanding warrants at September 30, 2019 and the movement during the period:

(expressed in Canadian dollars, except per share amounts)	Number of Warrants	Weighted Average Exercise Price
Warrants outstanding as at January 1, 2018	354,925	\$ 0.67
Granted	-	-
Warrants outstanding as at December 31, 2018	354,925	0.67
Exercise	(213,090)	0.52
Balance as at September 30, 2019	141,835	\$ 0.88

11. RELATED PARTY TRANSACTIONS

Compensation for key management personnel and directors for the three and nine months ended September 30, 2019 and 2018 is as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2019	2018	2019	2018
Salaries and benefits	\$ 551,250	\$ 427,934	\$ 1,182,416	\$ 997,630
Share-based compensation	158,006	156,824	325,857	503,287
	\$ 709,256	\$ 584,758	\$ 1,508,273	\$ 1,500,917

For the nine months ended September 30, 2019, an amount of \$268,962 (September 30, 2018: \$238,140) of salaries and benefits of key management personnel were charged to the options to acquire mineral interest in Ecuador in accordance with the option agreement or to mineral properties.

During the nine months ended September 30, 2019, the Corporation incurred charges of \$NIL (September 30, 2018: \$10,740) from Altius Minerals Corporation ("Altius") and/or its subsidiaries for management fees, technical consulting and exploration related expenses. As at September 30, 2019 the amounts included in accounts payable and accrued liabilities are \$NIL (December 31, 2018: \$8,782)

The Corporation shares its office with Altius and Canstar. During the nine months ended September 30, 2019, the Corporation charged Altius an amount of \$18,196 for its share of office rental (September 30, 2018: \$9,404) and the amounts included in accounts receivable is \$4,542. (December 31, 2018: \$NIL). During the same period, the Corporation charged Canstar an amount of \$12,041 for its share of office rental (September 30, 2018: \$NIL) and the amounts included in accounts receivable is \$9,851. (December 31, 2018: \$NIL).

These transactions are in the normal course of operations and are measured at the fair value amount, which is the amount of consideration established and agreed to by the related parties.

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Corporation has classified its financial instruments as follows:

As at September 30, 2019	FVTPL	Amortised cost	Other liabilities	Total
Financial Assets				
Short-term deposits	\$ -	\$ 10,103,484	\$ -	\$ 10,103,484
Other receivables	-	145,709	-	145,709
Advances made for options to acquire mineral interests	-	82,171	-	82,171
Option to acquire mineral interests ¹	20,562,334	-	-	20,562,334
Total Financial Assets	\$ 20,562,334	\$ 10,331,364	\$ -	\$ 30,893,698
Financial Liabilities				
Accounts payable and accruals	-	-	1,680,837	1,680,837
Total Financial Liabilities	\$ -	\$ -	\$ 1,680,837	\$ 1,680,837

Note 1: Until reliably measurable, this is measured at cost

As at December 31, 2018	FVTPL	Amortised cost	Other liabilities	Total
Financial Assets				
Short-term deposits	\$ -	\$ 6,117,037	\$ -	\$ 6,117,037
Other receivables	-	118,380	-	118,380
Advances made for options to acquire mineral interests	-	55,001	-	55,001
Options to acquire mineral interests ¹	19,095,404	-	-	19,095,404
Total Financial Assets	\$ 19,095,404	\$ 6,290,418	\$ -	\$ 25,385,822
Financial Liabilities				
Accounts payable and accruals	-	-	1,665,108	1,665,108
Total Financial Liabilities	\$ -	\$ -	\$ 1,665,108	\$ 1,665,108

Note 1: Until reliably measurable, this is measured at cost

Risk Management

The Corporation's financial assets and financial liabilities are exposed to various risk factors that may affect the fair value presentation or the amount ultimately received or paid on settlement of its assets and liabilities. The Corporation manages these risks through prudent investment and business decisions and, where the exposure is deemed too high, the Corporation may enter into derivative contracts to reduce this exposure.

A summary of the major financial instrument risks and the Corporation's approach to the management of these risks are included in the annual consolidated financial statements for the year ended December 31, 2018.

For the three and nine months ended September 30, 2019 and 2018

(Tabular amounts in Canadian dollars, except per share amounts)

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)*Foreign currency risk*

The Corporation is exposed to the financial risks related to the fluctuation of foreign exchange rates of the United States dollar relative to the Canadian dollar. As at September 30, 2019, the Corporation is exposed to currency risk through the following assets and liabilities denominated in the United States dollar:

	September 30, 2019	December 31, 2018
Cash	\$ 7,109,973	\$ 501,417
Other receivables & prepaid expenses	48,218	45,038
Advances paid for option to acquire mineral rights	82,171	30,820
Options to acquire mineral rights	20,562,334	15,671,490
Accounts payable and accruals	(705,559)	(928,950)
Net asset exposure	\$ 27,097,137	\$ 15,319,815

The Corporation is exposed to the financial risks related to the fluctuation of foreign exchange rates of the Euro relative to the Canadian dollar. As at September 30, 2019, the Corporation is exposed to currency risk through the following assets and liabilities denominated in the Euro:

	September 30, 2019	December 31, 2018
Cash	\$ 4,897	\$ 6,389
Other receivables & prepaid expenses	38,383	10,820
Accounts payable and accruals	(170,467)	(60,893)
Net asset exposure	\$ (127,187)	\$ (43,684)

13. SEGMENTED INFORMATION

The Corporation operates in one reportable segment, that of exploration and development of mineral properties. It has three geographic locations, namely, Ecuador, Ireland and Canada.

The geographic distribution of the Corporation's assets in exploration and evaluation assets and options to acquire mineral interests as well as total assets are as follows:

Exploration and Evaluation assets and Options to acquire mineral interests (expressed in Canadian dollars)	September 30, 2019	December 31, 2018
Ecuador	\$ 30,203,786	\$ 19,095,404
Ireland	2,046,397	2,798,123
	\$ 32,250,183	\$ 21,893,527
Total Assets (expressed in Canadian dollars)	September 30, 2019	December 31, 2018
Ecuador	\$ 30,674,362	\$ 19,171,791
Ireland	2,089,677	2,815,332
Canada	21,437,061	8,379,487
	\$ 54,201,100	\$ 30,366,610

14. COMMITMENTS

Mineral property expenditures

The Corporation has obtained various mineral rights licenses by staking claims and paying refundable security deposits. Certain expenditures are required on an annual basis, from the date of license issuance, to maintain the licenses in good standing and for refund of security deposits.

Ireland

In Ireland, on or before the anniversary date of license issuance, and if the required expenditures are not met, the Corporation has the option of reducing claims on a property, posting a refundable security bond for the deficient amount or elect to allow title of the license be cancelled. The Corporation is required to spend \$NIL by December 31, 2019 and \$259,884 by December 31, 2020 in Ireland to maintain various licenses in good standing.

Ecuador

In Ecuador, for concessions applied through the public tender process, an investment offer is presented for each concession, the offer of which represents the total amounts required to be spent in order to maintain possession of the concession area at the end of the four-year investment period. For concessions not acquired through the public tender process, the Corporation is required to submit an annual expenditure plan specifying its minimum amount of committed expenditures for the upcoming year.

Year ended December 31,	Acquired through public tender US\$	Not acquired through public tender US\$
2019	\$ 16,230	\$ 128,518
2020	32,460	-
2021	4,415,841	-
	\$ 4,464,531	\$ 128,518

Leases

The Corporation is committed to lease obligations, including common operating costs, on office space for future payments as follows:

	Amount
2019	\$ 36,594
Total commitments	\$ 36,594

Contractual obligations

The Corporation has certain royalty obligations on its properties. This includes a 2% NSR royalty on the Irish Properties pursuant to the Irish Royalty Agreement dated November 29, 2016. The Santiago project is subject to a 1.5% NSR royalty which can be bought out for US\$1,000,000, as well as a 4% net profits interest royalty that is in favour of INV Metals Inc.

Under the option agreement in Curipamba, the Corporation shall pay to Salazar an annual advance payment of US\$250,000 to an aggregate maximum of US\$1,750,000 over the option period of five years. Should the Option Agreement be terminated without the Option having been exercised, any such amounts of advance payment made will not be refundable.

The Corporation has acquired an artisanal mine at Pijilí and is committed to the remaining payments:

Year ended December 31,	Amount US\$
2020	\$ 30,000
2021	30,000
2022	30,000
2023	20,000
Total commitments	\$ 1,100,000

15. SUBSEQUENT EVENTS

(a) *Kingscourt*

Teck Ireland Ltd. (“Teck”) held an option agreement (“Kingscourt Option Agreement”) with Adventus Exploration Limited (“AEL”) whereby Teck was granted options by AEL to acquire up to a 75% interest in the Kingscourt prospecting licences (“Kingscourt”) owned by AEL. Pursuant to the assignment of AEL’s rights and interests under the Kingscourt Option Agreement to Adventus Ireland in November 2016, Adventus Ireland acquired the beneficial interest of AEL in Kingscourt. On October 22, 2019, Adventus Ireland, Teck and AEL signed an acquisition agreement (“Acquisition Agreement”) to terminate the Kingscourt Option Agreement. Pursuant to the Acquisition Agreement, Teck agreed to transfer all of its interests in Kingscourt to Adventus Ireland in return for a 0.5% NSR on the property and a percentage of the gross proceeds from the sale of Kingscourt within thirty-six months after the closing date of the Acquisition Agreement. The Minister for Energy, Communications and Climate Action of Ireland approved the transfer and the transaction closed on November 14, 2019.

(b) *Options exercise and grant of Options/Restricted Share Units (“RSU”)*

On October 23, 2019 and November 1, 2019, a total of 1,250,000 options and 200,000 RSUs were granted to directors and officers, employees and consultants. The options vest over three years and have an exercise price of \$0.97 and expiry dates of October 23, 2024 and November 1, 2024. The RSUs are for a term of two years from October 23, 2019 and vest over 24 months.

(c) *Exercise of brokers’ warrants*

On October 22, 2019, 22,265 brokers warrants were exercised for proceeds of \$19,593.