ADVENTUS MINING CORPORATION

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2022 AND 2021

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ADVENTUS MINING CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(UNAUDITED) AS AT

(Expressed in thousands of United States dollars)	Notes		June 30, 2022		December 31, 2021
ASSETS					
Current assets					
Cash and cash equivalents		$	17,736	$	2,929
Other receivables and prepaid expenses	7		1,033		361
Total current assets		$	18,769	$	3,290
Non-current assets					
Exploration and evaluation assets	6	$	95,738	$	88,549
Property, plant and equipment	5		7,023		6,354
Other investments	8		45		-
Total non-current assets		$	102,806	$	94,903
TOTAL ASSETS		$	121,575	$	98,193
LIABILITIES					
Current liabilities					
Accounts payable and accrued liabilities		$	3,529	$	2,515
Other liabilities	9		92	$	-
Total current liabilities		$	3,621	$	2,515
Non-current liabilities					
Other liabilities	9	$	108	$	-
Total non-current liabilities		$	108	$	-
Total liabilities		$	3,729	$	2,515
Equity					
Shareholders' equity		$	103,700	$	82,337
Non-controlling interest			14,146		13,341
Total equity		$	117,846	$	95,678
TOTAL LIABILITIES AND EQUITY		$	121,575	$	98,193

Commitments (Note 14)
Subsequent events (Note 15)

On behalf of the Board (Approved on August 26, 2022)

/s/ "Christian Kargl-Simard"

Christian Kargl-Simard, Director

/s/ "Paul Sweeney"

Paul Sweeney, Director

ADVENTUS MINING CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF (LOSS) EARNINGS

(UNAUDITED)

(Expressed in thousands of United States dollars, except per share amounts)	Notes	For the three months ended June 30, 2022	2021	For the six months ended June 30, 2022	2021
Expenses and other income					
Employee benefits		$ 444	$ 500	$ 873	$ 764
Professional and consulting fees		546	167	728	276
Other expenses		367	259	618	422
Share-based compensation	10(c)(d)	279	138	523	373
Reversal of impairment loss in investment		-	(1,253)	-	(1,253)
Depreciation	5	4	12	6	24
Foreign exchange loss (gain)		386	(115)	412	(122)
Interest income		(37)	(11)	(53)	(30)
Gain on dilution of investment in associate		-	(18)	-	(18)
Share of loss in associate		-	70	-	118
Fair value gain on other investments	8	(45)	-	(45)	
Fair value gain on derivative liabilities	10(b)	(614)	-	(1,395)	-
		$ 1,330	$ (251)	$ 1,667	$ 554
(Loss) earnings before income tax expense		(1,330)	251	(1,667)	(554)
Income tax expense		-	-	-	-
Net (loss) earnings		$ (1,330)	$ 251	$ (1,667)	$ (554)
Net (loss) earnings attributable to:					
Common shareholders		(1,252)	254	(1,560)	(548)
Non-controlling interest		(78)	(3)	(107)	(6)
		$ (1,330)	$ 251	$ (1,667)	$ (554)
Net loss per common share attributable to common shareholders					
Basic and diluted		$ (0.01)	$ 0.00	$ (0.01)	$ 0.00
Weighted average number of shares outstanding					
Basic	10(e)	166,360,882	131,141,382	161,586,089	131,136,133
Diluted	10(e)	166,360,882	133,216,468	161,586,089	131,136,133

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS (EARNINGS) (UNAUDITED)

	For the three months ended June 30,		For the six months ended June 30,	
(Expressed in thousands of United States dollars)	2022	2021	2022	2021
Net (loss) earnings	$ (1,330)	$ 251	$ (1,667)	$ (554)
Other comprehensive (loss) earnings				
To be reclassified subsequently to profit or loss:				
Foreign currency translation adjustment on foreign operations	7	13	10	31
Total comprehensive (loss) earnings	$ (1,323)	$ 264	$ (1,657)	$ (523)
Total comprehensive (loss) earnings attributable to:				
Common shareholders	(1,245)	267	(1,550)	(517)
Non-controlling interest	(78)	(3)	(107)	(6)
	$ (1,323)	$ 264	$ (1,657)	$ (523)

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

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(UNAUDITED)

(Expressed in thousands of United States dollars)	Notes	For the six months ended June 30, 2022	For the six months ended June 30, 2021
Operating activities			
Net loss		$ (1,667)	$ (554)
Adjustments for non-cash and non-operating activities:			
Depreciation		6	24
Share-based compensation	10(c)(d)	523	373
General exploration		24	22
Reversal of impairment loss in investment		-	(1,253)
Gain on dilution of investment in associate		-	(18)
Share of loss in associate		-	118
Fair value gain on other investments	8	(45)	-
Fair value gain on derivative liabilities	10(b)	(1,395)	-
Unrealized exchange loss (gain)		327	(8)
		$ (2,227)	$ (1,296)
Changes in non-cash operating working capital:			
Other receivables and prepaid expenses		(671)	376
Accounts payable and accrued liabilities		1,045	308
		$ 374	$ 684
Cash used in operating activities		$ (1,853)	$ (612)
Investing activities			
Exploration and evaluation assets		(7,024)	(1,656)
General exploration		(24)	(22)
Acquisition of property, plant and equipment		(779)	(15)
Options to acquire mineral interests		-	(8,756)
Cash used in investing activities		$ (7,827)	$ (10,449)
Financing activities			
Net proceeds from issuance of shares and warrants	10(a)(b)	24,804	-
Issuance of common shares on exercise of stock options	10(c)	-	41
Cash provided by financing activities		$ 24,804	$ 41
Net increase (decrease) in cash and cash equivalents		15,124	(11,020)
Effect of foreign exchange on cash and cash equivalents		(317)	9
Cash and cash equivalents, beginning of period		2,929	21,618
Cash and cash equivalents, end of period		$ 17,736	$ 10,607
Cash and cash equivalents consist of:			
Deposits with banks		7,212	1,667
Short term deposits		10,524	8,940
Cash and cash equivalents, end of period		$ 17,736	$ 10,607

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

(Expressed in United States dollars, except share amounts)	Notes	Common Shares Number	Common Shares Amount	Contributed Surplus	Accumulated Other Comprehensive Loss	Accumulated earnings (loss)	Total Shareholders' Equity	Non-controlling Interest	Total Equity
Balance, January 1, 2021		131,091,382	$ 72,143	$ 2,319	$ 701	$ (12,332)	$ 62,831	$ 1,458	$ 64,289
Exercise of options	10(c)	50,000	68	(27)	-	-	41	-	41
Share-based compensation	10(c)(d)	-	-	373	-	-	373	-	373
Net loss		-	-	-	-	(548)	(548)	(6)	(554)
Other comprehensive earnings		-	-	-	31	-	31	-	31
Balance, June 30, 2021		131,141,382	$ 72,211	$ 2,665	$ 732	$ (12,880)	$ 62,728	$ 1,452	$ 64,180
Exercise of options	10(c)	450,000	141	(52)	-	-	89	-	89
Share-based compensation		-	-	268	-	-	268	-	268
Cash-settled RSUs		-	-	(330)	-	-	(330)	-	(330)
Equity-settled RSUs		200,000	145	(145)	-	-	-	-	-
Non-controlling interest of Salazar Holdings	4	-	-	-	-	-	-	11,895	11,895
Net earnings		-	-	-	-	19,670	19,670	(6)	19,664
Other comprehensive loss		-	-	-	(88)	-	(88)	-	(88)
Balance, December 31, 2021		131,791,382	$ 72,497	$ 2,406	$ 644	$ 6,790	$ 82,337	$ 13,341	$ 95,678
Shares issued under prospectus placement	10(a)	34,569,500	25,229	-	-	-	25,229	-	25,229
Share issuance costs	10(a)	-	(1,759)	-	-	-	(1,759)	-	(1,759)
Share-based compensation	10(c)(d)	-	-	523	-	-	523	-	523
RSU settlement and reclassification to liabilities	10(d)	-	-	(168)	-	-	(168)	-	(168)
Non-controlling interest of Salazar Holdings	4	-	-	-	-	(912)	(912)	912	-
Net loss		-	-	-	-	(1,560)	(1,560)	(107)	(1,667)
Other comprehensive earnings		-	-	-	10	-	10	-	10
Balance, June 30, 2022		166,360,882	$ 95,967	$ 2,761	$ 654	$ 4,318	$ 103,700	$ 14,146	$ 117,846

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

1. NATURE OF OPERATIONS AND CORPORATE INFORMATION

Adventus Mining Corporation ("Adventus" or "the 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. Since 2017, the Corporation had been funding exploration and development expenditures in the Curipamba property ("Curipamba") in Ecuador under an option agreement ("Option Agreement") with Salazar Resources Ltd. ("Salazar Resources"), and in 2021, it has completed all its obligations under the Option Agreement and has acquired 75% of Salazar Holdings Ltd. ("Salazar Holdings") which holds Curimining S.A. ("Curimining"), the project owner of Curipamba. The focus of the Corporation has been on the advancement of the volcanogenic massive sulfide El Domo deposit ("El Domo") in Curipamba to a construction decision as well as in other exploration properties in Ecuador under an exploration alliance agreement ("Alliance Agreement") with Salazar Resources.

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.

The Corporation's condensed consolidated financial statements were authorized for issue by the Board on August 26, 2022.

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. These condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2021, which have been prepared in accordance with International Financial Reporting Standards ("IFRS").

These condensed consolidated financial statements have been prepared on a historical cost basis, except for certain items at fair value. 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 United States dollars, unless otherwise stated. Tabular amounts are presented in thousands of United States dollars with the exception of per share amounts.

Going concern

These condensed consolidated financial statements have been prepared on a going concern basis. In making the assessment that the Corporation is a going concern, management has considered all available information about the future, which is at least, but not limited to, the twelve months from June 30, 2022.

As at June 30, 2022, the Corporation has approximately $17,736,000 in cash and cash equivalents (December 31, 2021: $2,929,000), with $15,148,000 in working capital (December 31, 2021: $775,000). The Corporation reported net loss attributable to common shareholders of $1,560,000 for the six months ended June 30, 2022 (2021: $548,000). 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 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 in the past. In the year ended December 31, 2021, the Corporation disposed of its investment in Canstar Resources Inc. ("Canstar") for gross proceeds of $5,182,000 (C$6,501,000).

In January 2022, following the earn-in of its interest into 75% of Curipamba, a subsidiary of the Corporation entered into a precious metals purchase agreement ("PMPA") with a subsidiary of Wheaton Precious Metals Corp ("Wheaton") with an upfront cash consideration of $175,500,000 and a $5,000,000 equity commitment. As at June 30, 2022, no amounts have been drawn down. Concurrently it signed a commitment letter for an offtake financing arrangement ("OFA") with Trafigura Pte Ltd. ("Trafigura") with a $45,000,000 senior debt facility and a $10,000,000 equity commitment pursuant to which definitive agreements were signed in July 2022. (See Note 6 for more details).

(Tabular amounts in thousands of United States dollars, except per share amounts)

2. BASIS OF PRESENTATION (CONTINUED)

Also in January 2022, the Corporation closed a bought deal prospectus financing ("January 2022 Offering") for 34,569,500 units (the "Units") at a price of C$0.97 per unit, each Unit consisting of one common share ("Common Share") of the Corporation and one-half warrant ("Warrant"). Each Warrant is exercisable for one Common Share in the Corporation at C$1.20 up to July 26, 2023. In addition, a total of 500,000 Warrants at a price of C$0.10 per Warrant were also issued as part of the January 2022 Offering, these closing in two tranches on January 26, 2022 and February 2, 2022. Total aggregate gross proceeds for the January 2022 financing were approximately $26,641,000 (C$33,582,000). (See Notes 10(a) and 10(b)).

With the various financing initiatives in January 2022, the Corporation had secured project and equity financing that will ensure that the Curipamba project is well funded for pre-construction, environmental and social impact assessment, and community development activities, paving the way for a construction decision. The Corporation has been successful in raising equity financing as required and at June 30, 2022 had $17,736,000 in cash and cash equivalents. However, events or circumstances could arise in the future that may limit the ability of the Corporation to raise funds in a timely manner. As such, management believes that uncertainties continue to remain, which may cast doubt upon the Corporation's ability to continue 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.

More than two years since COVID-19 was declared a pandemic, most countries are emerging from the various public health safety measures that were put in place by most of the world's nations. The overall impact of the COVID-19 pandemic on the Corporation to date has not been material, and work in 2022 is relatively uninterrupted. Whether there will be further impact in 2022 is dependent on whether variants, if any, will result in renewed spike of infection and hospitalizations, the continued efficacy of vaccines to the new variants, the re-imposing of mobility restrictions, the recovery of the global economy and the volatility of the commodity markets, all of which are uncertain and may impose significant negative impact on the operations of the Corporation and its cash flow.

On February 24, 2022, Russian troops entered Ukraine and the ensuing military action has led to significant casualties and damage to infrastructure and mass relocation in Ukraine. In response, various jurisdictions across the globe have imposed economic sanctions on Russia and its allies and a large number of companies, both large and small, public and private, have opted to curtail business in Russia, or to cease operations in Russia or to cease providing services and goods to Russia. While the Corporation is not directly affected by these, the ripple effect of the war and its disruption of trade exacerbated the global supply-chain challenges, labour shortages and inflationary pressures that had been brought on by the pandemic disruptions and the war, and the continued uncertainties around the global recovery will linger and may impose significant negative impact on the Corporation and its cash flow.

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 loss and comprehensive 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, 2021 except as noted below.

These condensed consolidated financial statements include all material subsidiaries in the accounts of the Corporation for the periods presented. These subsidiaries are listed as follows:

Subsidiary	Ownership	Incorporated	Nature
Adventus Zinc Ireland Limited	100%	Ireland	Mineral exploration
Curimining S.A.	75%	Ecuador	Mineral exploration
Dos Gemas Company M2G S.A.	80%	Ecuador	Mineral exploration
Guayacán Gold GGC S.A.	80%	Ecuador	Mineral exploration
Llaktawayku S.A.	80%	Ecuador	Mineral exploration

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES (CONTINUED)

a) *Share purchase warrants*

Warrants issued in exchange for goods or services are usually accounted for in accordance with IFRS 2 Share-based Payment: when determined to be an equity-settled award, will be measured at the fair value of the goods or services received, unless the fair value of the services cannot reliably be measured whereby the fair value of the equity instruments granted will be used, and when determined to be a cash-based award, will be measured at the fair value as a liability.

Where warrants issued without services provided, as in the issue of shares and warrants together as a unit to lenders or investors, are usually accounted for under IAS 32 when a fixed amount of cash or liability, denominated in the issuer's functional currency, is exchanged for a fixed number of shares, or IFRS 9 Financial Instruments and classified as a derivative financial liability that is measured at fair value, with changes in value recorded in profit or loss, or as an equity instrument. Where the warrants are denominated in a currency which is different to that of the functional currency, it Is measured at fair value as a financial liability and remeasured at the end of each reporting period with the change in value being recorded in profit or loss.

Where there is a sale of units comprising common shares and share purchase warrants, and where there exists a transaction price for the warrant, that transaction price is used as the fair value of the share purchase warrants and the value of the common shares are measured under the residual method to be the difference between the unit and the value of the share purchase warrants.

b) *New accounting standards*

Amendment to IAS 1 – Presentation of Financial Statements: In January 2020, the IASB issued an amendment that affect the presentation of liabilities in the statement of financial position, clarifying that one of the requirements for the classification of a liability as non-current under the standard is the right of the entity to defer settlement of the liability for at least 12 months after the reporting period and that such right should exist at the end of the reporting period. This amendment is effective for annual periods beginning on or after January 1, 2023, with earlier application allowed. The Corporation is evaluating the amendment and does not expect any material impact to the financial statements upon adoption in the future.

Amendment to IAS 12 – Income Taxes: In May 2021 the IASB issued Deferred Tax related to Assets and Liabilities arising from a Single Transaction. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of IAS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The amendments are effective for annual reporting periods beginning on or after January 1, 2023. Early adoption is permitted.

An entity applies the amendments to transactions that occur on or after the beginning of the earliest comparative period presented. It also, at the beginning of the earliest comparative period presented, recognizes deferred tax for all temporary differences related to leases and decommissioning obligations and recognizes the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date. The Corporation is evaluating the amendment and does not expect any material impact to the financial statements upon adoption in the future.

4. ACQUISITIONS AND OPTIONS TO EARN-IN

Investment in Salazar Holdings

In 2017, the Corporation entered into the Option Agreement with Salazar Resources, pursuant to which the Corporation was to have the option ("Curipamba option") to acquire 75% of the interest in Salazar Holdings, the entity which holds Curimining, which owns the Curipamba concessions, by spending $25,000,000 and completing a feasibility study report.

By December 31, 2021, the Corporation has already incurred $47,127,000 of its expenditure commitment, well over the required $25,000,000. On December 10, 2021, the Corporation filed the feasibility study report titled "NI 43-101 Technical Report Feasibility Study – Curipamba El Domo Report" ("Feasibility Study"). The Corporation, having completed its obligations under the Option Agreement, delivered written notice of its exercise ("Option Exercise Notice") to Salazar Resources on December 10, 2021, and as Salazar Resources did not object to the Option Exercise Notice, it became final and the option exercise date ("Option Exercise Date") was the date of delivery of the Option Exercise Notice.

(Tabular amounts in thousands of United States dollars, except per share amounts)

4. ACQUISITIONS AND OPTIONS TO EARN-IN (CONTINUED)

Pursuant to the Option Agreement, as of the Option Exercise Date,

(a) the aggregate amount of advances from Adventus for the project shall be capitalized in Salazar Holdings. Adventus shall be granted 75 Class A common shares representing 75% of the total issued and outstanding Class A common shares, and 95 Class B preferred shares, representing 100% of the total issued and outstanding Class B preferred shares; and

(b) the Corporation, Salazar Resources, Salazar Holdings and Curimining shall enter into a shareholders' agreement ("Shareholders' Agreement") and reconstitute the board of directors of Curimining ("Curimining Board") with two Adventus nominees and one Salazar nominee.

On December 31, 2021, Salazar Resources indicated that it is prepared to enter into the Shareholders' Agreement with the Corporation and to issue to the Corporation the necessary shares in Salazar Holdings to bring the Corporation to a 75% ownership of Salazar Holdings and control was determined to have passed on that date. These were filed with the British Columbia Registry Services on January 4, 2022.

The Corporation elected to apply the concentration test and determined the acquisition represented an asset acquisition. It assessed that the fair value of the assets being purchased upon exercise of the Option are concentrated in the overall mineral properties being acquired. The Corporation concluded that Salazar Holdings did not constitute as a business as defined under IFRS 3 Business Combinations and the acquisition is therefore accounted for as an asset acquisition. The Corporation has recognized the identifiable assets and liabilities acquired at their estimated acquisition date fair values as follows:

		Amounts
Fair value of Salazar Holdings	$	77,580
Cash and cash equivalents	$	44
Receivables and other assets		116
Curipamba mineral property including land and equipment		78,643
Accounts payable and accrued liabilities		(1,223)
	$	77,580

Pursuant to the Option Agreement and the Shareholders' Agreement, the Corporation has priority repayment of its investment in Curipamba according to an agreed distribution formula between the common shareholders and preferred shareholders. Based on this formula, the percentage of non-controlling interest of the net assets on the date of acquisition was 15.33% or an amount of $11,895,000. In subsequent periods, the percentage share of non-controlling interest will change as a function of advances made by the Corporation and the earnings or loss recorded by Salazar Holdings and its subsidiaries over the period. After the Corporation has received priority repayment of its investment, the non-controlling interest will revert to 25%. As at June 30, 2022, the percentage of non-controlling interest of the net assets was 14.91% or an amount of $12,705,000.

5. PROPERTY, PLANT AND EQUIPMENT

As at June 30, 2022, the Corporation has the following property plant and equipment:

Cost		Office furniture and equipment		Camp Vehicles and Equipment		Leasehold Improvement		Land		Total
Balance, January 1, 2021	$	99	$	320	$	46	$	-	$	465
Additions		9		6		-		-		15
Acquisition of Salazar Holdings		73		393		-		5,623		6,089
Balance, December 31, 2021	$	181	$	719	$	46	$	5,623	$	6,569
Additions		39		-		-		740		779
Write-Offs		(19)		-		-		-		(19)
Balance, June 30, 2022	$	201	$	719	$	46	$	6,363	$	7,329

(Tabular amounts in thousands of United States dollars, except per share amounts)

5. PROPERTY, PLANT AND EQUIPMENT(CONTINUED)

Accumulated depreciation		Office furniture and equipment		Camp Vehicles and Equipment		Leasehold Improvement		Land		Total
Balance, January 1, 2021	$	51	$	55	$	22	$	-	$	128
Additions		17		46		24		-		87
Balance, December 31, 2021	$	68	$	101	$	46	$	-	$	215
Additions		28		82		-		-		110
Write-Offs		(19)		-		-		-		(19)
Balance, June 30, 2022	$	77	$	183	$	46	$	-	$	306

Carrying value		Office furniture and equipment		Camp Vehicles and Equipment		Leasehold Improvement		Land		Total
Balance, December 31, 2021	$	113	$	618	$	-	$	5,623	$	6,354
Balance, June 30, 2022	$	124	$	536	$	-	$	6,363	$	7,023

Depreciation for the six months ended June 30, 2022, included $104,000 (June 30, 2021: $28,000) which is capitalized to the various projects and $6,000 (June 30, 2021: $24,000) which is expensed during the period.

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

The Corporation has the following exploration and evaluation assets and options to acquire mineral interests:

Project		As at Dec 31, 2021		Additions		Effect of foreign currency exchange movements		As at June 30, 2022
Ireland								
Rathkeale Limerick	$	1,472	$	-	$	(117)	$	1,355
Kingscourt		115		-		(9)		106
Fermoy		22		-		(2)		20
Ecuador								
Curipamba		72,554		5,835		-		78,389
Pijilí		10,394		478		-		10,872
Santiago		3,992		1,004		-		4,996
Total mineral properties	$	88,549	$	7,317	$	(128)	$	95,738

(Tabular amounts in thousands of United States dollars, except per share amounts)

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

Project	As at Dec 31, 2020	Additions	Effect of foreign currency exchange movements	Fair value changes	Option Exercise	As at Dec 31, 2021
Ireland						
Rathkeale Limerick	$ 1,590	$ -	$ (118)	$ -	$ -	$ 1,472
Kingscourt	123	-	(8)	-	-	115
Fermoy	25	-	(3)	-	-	22
Ecuador						
Curipamba	-	72,554	-	-	-	72,554
Pijilí	8,453	1,941	-	-	-	10,394
Santiago	2,675	1,317	-	-	-	3,992
Total mineral properties	$ 12,866	$ 75,812	$ (129)	$ -	$ -	88,549
Curipamba	$ 28,844	$ 18,283	$ -	$ 18,559	$ (65,686)	$ -
Option to acquire mineral interests	$ 28,844	$ 18,283	$ -	$ 18,559	$ (65,686)	$ -

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 assets to third parties in exchange for exploration expenditures, royalty interests, cash, and share-based payments.

During the six months ended June 30, 2022, the Corporation incurred $5,835,000 in Curipamba in exploration and evaluation assets. In the same period in 2021, it incurred $10,048,000 in the option to earn into Salazar Holdings, the entity that holds the Curipamba mining interest. Throughout the earn-in period, as the fair value of the option could not reasonably be measured, cost was used as the proxy to fair value. On the release of the Feasibility Study, indicating the existence of reserves and resources, the fair value of the mineral property could be more reliably estimated and a valuation was made. This resulted in a fair value increase of $18,559,000 in the value of the option in the year ended December 31, 2021. The value of the option lies primarily in the value of the mineral property and on exercising the option to acquire Salazar Holdings, an amount of $72,554,000 was recorded as fair value of the Curipamba projects added during the year ended December 31, 2021.

The PMPA with Wheaton provides the Corporation with access to an upfront cash consideration of $175,500,000 and a $5,000,000 equity commitment. Of this, $13,000,000 is available as an early deposit for pre-construction activities, and $500,000 for local community development initiatives prior to production. The remainder will be available in four instalments during construction, subject to certain customary conditions precedent being satisfied. Under the PMPA, Wheaton will purchase 50% of the payable gold production until 150,000 ounces have been delivered, thereafter dropping to 33% for the life of mine; and 75% of the payable silver production until 4,600,000 ounces have been delivered, thereafter dropping to 50% for the life of mine. Wheaton will make ongoing payments for the gold and silver ounces delivered equal to 18% of the spot prices ("Production Payment") until the value of gold and silver delivered less the Production Payment is equal to the upfront consideration of US$175,500,000, at which point the Production Payment will increase to 22% of the spot prices. The PMPA transaction is fully committed, with initial early deposit drawdown available at the Corporation's discretion subject to certain customary conditions precedent being satisfied. As at June 30, 2022, no drawdown has been made from the PMPA.

Definitive agreements for the OFA with Trafigura closed on July 31, 2022 and provided the Corporation with a facility of $45,000,000 and a $10,000,000 equity commitment. $5,000,000 of the facility can be paid on an early deposit basis for pre-construction activities and the remainder in two instalments during construction, subject to certain customary conditions precedent being satisfied. The facility has a 5-year term with an 8% interest margin and a credit adjustment spread of 0.1%, subject to a 0.5% SOFR floor. It includes an offtake agreement which provides certain concentrate offtake rights to Trafigura for future production over the life of mine, based on terms in the Feasibility Study. The OFA is subject to completion of executed inter-creditor agreements. Upon closing, 13,500,000 common share purchase warrants were issued to Trafigura, priced at C$0.513 per common share, on the basis of 25% premium to the 10-day VWAP at the closing date ("Lender's Warrants") subject to approval of the TSX Venture Exchange. The Lender's Warrants have a 3-year term, subject to accelerator provisions based on Adventus' share price. If exercised, the Lender's Warrants will bring approximately C$6,920,000 into the Corporation's treasury. In addition, Trafigura has agreed to invest US$10,000,000 in equity of the Corporation not to exceed 19.99% ownership on a partially diluted basis. Such investment is at the option of the Corporation for a period of thirty months after the closing date and is subject to certain conditions precedent as those for the construction instalments under the OFA.

(Tabular amounts in thousands of United States dollars, except per share amounts)

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

During the six months ended June 30, 2022, the Corporation incurred $478,000 and $1,004,000 (2021: $1,282,000 and $522,000) respectively into Pijilí and Santiago.

On January 13, 2020, the Corporation entered into the South32 Agreement to advance the Rathkeale, Kingscourt and Fermoy projects (the "Irish Projects") in the Limerick Basin in the Republic of Ireland. The Irish Projects are owned by Adventus Ireland. The South32 Agreement grants South32 Ireland the right to acquire a 70% interest in the Irish Projects by funding €3,500,000 in exploration on the Irish Projects over a four-year period. Adventus Ireland will operate the exploration activities during the earn-in period. As at June 30, 2022, South32 has funded $3,104,000 (€2,970,000) (June 2021: €1,730,000) of the South32 Earn-In Projects.

As of June 30, 2022, the Corporation has included in its accounts payable and accrued liabilities an amount of $1,251,000 attributable to exploration and evaluation asset expenditures and $788,000 attributable to South 32.

7. OTHER RECEIVABLES AND PREPAID EXPENSES

Other receivables include interest receivable, sales tax recoverable from government, deposits with suppliers and other prepaid expenses.

		June 30, 2022		December 31, 2021
Sales tax receivables	$	212	$	179
Interest and other receivables		46		6
Deposits with suppliers		492		35
Other prepaid expenses		283		141
Total other receivables and prepaid expenses	$	1,033	$	361

8. OTHER INVESTMENTS

As a result of the divestment of certain properties in Ireland in 2019, the Corporation acquired a minority share in BMEx Limited ("BMEx"), an unlisted company, the investment of which was subject to a full impairment in the quarter ended March 31, 2020 due to adverse market conditions. Subsequently, BMEx completed a transaction with Mine Discovery Fund Pty Ltd. ("MDF"), another unlisted company with copper-gold properties in Alaska, British Columbia, New Mexico and Chile, whereby MDF acquired all the issued and outstanding shares in BMEx in exchange for shares in MDF. At the end of 2020, MDF spun off its Alaskan assets to Felix Gold Limited ("Felix Gold"), a wholly owned subsidiary of MDF and all existing shareholders of MDF were offered pro rata subscription in Felix Gold at a nominal price. In January 2022, Felix Gold completed an initial public offering ("IPO") and commenced trading on the Australian Securities Exchange ("ASX"). With the shares listed on a public exchange and Felix Gold having commenced an active drilling program, the Corporation accounted for its investment in Felix Gold as a financial asset at fair value through profit or loss. The investment will be remeasured at fair value on subsequent reporting date and the change recorded through profit or loss. The carrying value of other investments, as measured at fair value on June 30, 2022, was $45,000 (2021: $Nil) and a fair value gain on other investments of the same amount was recorded for the six months ended June 30, 2022.

9. OTHER LIABILITIES

		June 30, 2022		December 31, 2021
Restricted Share Unit ("RSU")	$	183	$	-
Derivative liability		17		-
Total other liabilities	$	200	$	-
Current	$	92	$	-
Non-current		108		-
Total other liabilities	$	200	$	-

RSUs which are considered cash-settled are accounted for as a financial liability. (See Note 10(d)).

The Warrants issued as part of the January 2022 Offering are denominated in a currency (C$) that is not the same as the functional currency (US$) of the Corporation. As such, the Warrants are classified as a derivative liability and accounted for as a financial liability. (See Note 10(b)).

(Tabular amounts in thousands of United States dollars, except per share amounts)

10. SHARE CAPITAL AND SHARE-BASED COMPENSATION

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*

The following shows the Corporation's issued and outstanding common shares and the prices at which the shares are issued.

	Number of Common Shares		Weighted Average Share Price
Balance as at January 1, 2021	131,091,382		
Share options exercised	500,000	C$	0.33
Equity-settled RSUs	200,000	C$	0.94
Balance as at December 31, 2021	131,791,382		
Shares issued under prospectus offering	34,569,500	C$	0.92
Balance as at June 30, 2022	166,360,882		

On January 26, 2022, the Corporation closed the January 2022 Offering for 34,569,500 Units at a price of C$0.97 per Unit, each Unit consisting of one Common Share of the Corporation and one-half Warrant. Each Warrant is exercisable for one Common Share in the Corporation at C$1.20 up to July 26, 2023. In addition, a total of 500,000 Warrants at a price of C$0.10 per Warrant were also issued as part of the January 2022 Offering), these closing in two tranches on January 26, 2022 and February 2, 2022. Total aggregate gross proceeds for the January 2022 financing were approximately $26,641,000 (C$33,582,000) of which $25,229,000 is attributable to the Common Share and $1,412,000 to the Warrants. The Underwriters received a cash commission equal to 6% of the gross proceeds from the sale of the Units pursuant to the January 2022 Offering, which commission was reduced to 3% in respect of certain president's list purchasers. Each Common Share is valued at C$0.92, being the difference between the price of a Unit (C$0.97) and the price of a half Warrant (C$0.05). An amount of $1,759,000 has been recorded as share issuance costs against the carrying value of the Common Shares. Proceeds of the January 2022 Offering net of issuance costs is $23,470,000.

(b) *Purchase Warrant*

As part of the January 2022 Offering, 17,784,750 Warrants were issued, 17,284,750 as part of the Units being issued, and 500,000 being Warrants issued at C$0.10 per Warrant. As the Warrants are denominated in a currency (C$) that is different from the functional currency (US$) of the Corporation, they represent a derivative financial liability, which is recognized at fair value on inception and remeasured at the end of each reporting period with changes in value being recorded in profit or loss.

The fair value of the Warrants on date of issue was $1,412,000 based on the issue price of C$0.10 per Warrant. On June 30, 2022, the fair value of the Warrants was determined to be $17,000 using the Black-Scholes option pricing model with level 2 fair value inputs that included a risk-free interest rate of 3.09%, a share price of C$0.49, an expected share price volatility of 37% and a dividend yield of 0%. A $1,395,000 fair value gain on derivative liabilities was recorded in the statement of loss during the six months ended June 30, 2022.

The following table summarizes the Corporation's Warrants as of June 30, 2022 and changes during the period:

	Number of Purchase Warrant		Amount
Balance as at January 1, 2022	-	$	-
Fair value allocated in the January 2022 Offering	17,784,750		1,412
Change in fair value	-		(1,395)
Balance as at June 30, 2022	17,784,750	$	17

(Tabular amounts in thousands of United States dollars, except per share amounts)

10. SHARE CAPITAL AND SHARE-BASED COMPENSATION (CONTINUED)

(c) *Stock Options*

The following table summarizes the Corporation's stock option plan as of June 30, 2022 and changes during the periods then ended:

(Expressed in Canadian dollars, except per share amounts)	Number of Options		Weighted Average Exercise Price
Options outstanding, January 1, 2021	6,000,000	C$	0.90
Forfeited	(350,000)		0.97
Exercised	(500,000)		0.33
Options outstanding, December 31, 2021	5,150,000		0.95
Granted	4,475,000		0.88
Forfeited	(175,001)		1.00
Expired, unexercised	(1,300,000)		0.80
Balance as at June 30, 2022	8,149,999	C$	0.94

During the six months ended June 30, 2022, the Corporation recorded share-based compensation expense of $519,000 (June 30, 2021: $180,000) relating to stock options. 4,475,000 options were granted during the six months ended June 30, 2022 (June 30, 2021: NIL) and 175,001 were forfeited (June 20, 2021: 233,334) while 1,300,000 options expired unexercised (June 30, 2021: NIL).

The weighted-average fair value of stock options granted during the six months ended June 30, 2022 was estimated on the dates of grant to be C$0.49 per option granted using the Black-Scholes option pricing model with the following assumptions:

	2022	2021
Expected life (years)	5.0	-
Risk-free interest rate (%)	1.61 – 2.72	-
Expected volatility (%)	71 - 83	-
Expected dividend yield (%)	-	-
Expected forfeitures (%)	-	-

Stock options outstanding and exercisable as June 30, 2022 and December 31, 2021 are as follows:

Range of exercise prices ($/option)	Number, outstanding at June 30, 2022	Number, exercisable at June 30, 2022	Weighted Average Remaining contractual life (years)
$0.51 - $1.00	6,800,000	1,983,334	3.53
$1.01 - $1.50	1,349,999	733,344	2.57
Balance as at June 30, 2022	8,149,999	2,716,678	3.37

Range of exercise prices ($/option)	Number, outstanding at December 31, 2021	Number, exercisable at December 31, 2021	Weighted Average Remaining contractual life (years)
$0.51 - $1.00	3,750,000	3,083,334	1.41
$1.01 - $1.50	1,400,000	733,346	3.08
Balance as at December 31, 2021	5,150,000	3,816,680	1.87

(Tabular amounts in thousands of United States dollars, except per share amounts)

10. SHARE CAPITAL AND SHARE-BASED COMPENSATION (CONTINUED)

(d) RSUs

The following table summarizes the Corporation's RSUs as of June 30, 2022 and December 31, 2022 and changes during the periods then ended:

(Expressed in Canadian dollars, except per share amounts)	Number of RSUs		Weighted Average Value at Date of Grant
RSUs outstanding, January 1, 2021	1,077,500	C$	0.99
Settled	(655,000)		0.92
Forfeited	(25,000)		0.86
RSUs outstanding, December 31, 2021	397,500	C$	0.90
Granted	1,530,000		0.79
Forfeited	(85,000)		0.83
Settled	(122,500)		0.79
Balance as at June 30, 2022	1,720,000	C$	0.81

Under the Corporation's share compensation plan, RSUs are granted to employees, directors and non-employees as approved by the Corporation's Board of Directors. Each RSU represents a unit with the underlying value equal to the value of one common share of the Corporation, vests over a specified period of service in accordance with the plan and can be equity or cash settled at the discretion of the Corporation. RSUs granted to date vest over a period of two years. In February 2022, 122,500 RSUs were settled in cash at C$0.79 per share for an aggregate amount of $77,000 (June 30, 2022: NIL). These RSUs were originally recorded as equity settled instruments as there was no present obligation to settle in cash and no past practice of stated policies of settling in cash. As management has an option to settle in cash or equity and now has history of cash settlement since September 2021, the Corporation now recognize the amounts on cash basis as a liability.

In February 2022, 1,480,000 RSUs were granted. As the Corporation has a history of cash settlement, the cost of the RSUs is recognized as other liability in the statement of financial position and as an expense in the consolidated statements of (loss) earnings. The liability is re-measured to fair value at each reporting date with changes in fair value recognized in the consolidated statement of (loss) earnings. To reflect the settlement history, the Corporation reclassified an amount of $91,000 previously recorded on equity basis from contributed surplus to other liabilities. In May 2022, an additional 50,000 RSUs were granted.

During the six months ended June 30, 2022, 85,000 RSUs were forfeited (June 30, 2021: $25,000) and the Corporation recorded share-based compensation expense of $4,000 (June 30, 2021: $193,000) relating to RSUs before the change to cash-based settlement. During the six months ended June 30, 2022, an amount of $92,000 relating to RSUs after the change was recorded in employee benefits expense.

(e) Net loss per share

Basic and diluted net loss per share were calculated using the weighted average number of common shares for the respective periods. The diluted net loss per share was calculated using the weighted average number of common shares outstanding for the respective periods after giving effect to dilutive stock options and Restricted Stock Units ("RSUs"). For loss periods, the diluted net loss per share was calculated using weighted average number of common shares outstanding for the respective periods without giving effect to dilutive stock options and RSUs since their inclusion would be anti-dilutive.

Weighted average number of shares outstanding	For the three months ended June 30,		For the six months ended June 30,	
	2022	2021	2022	2021
Basic	166,360,882	131,141,382	161,586,089	131,136,133
Effect of dilutive common share equivalents	-	2,075,086	-	-
Diluted weighted average number of shares	166,360,882	133,216,468	161,586,089	131,136,133

11. RELATED PARTY TRANSACTIONS

Compensation for key management personnel and directors for the three and six months ended June 30, 2022 and 2021 is as follows:

(Expressed in thousands of United States dollars)	For the three months ended June 30, 2022	For the three months ended June 30, 2021	For the six months ended June 30, 2022	For the six months ended June 30, 2021
Salaries and benefits	$ 643	$ 612	$ 1,192	$ 938
Share-based compensation	261	206	496	420
	$ 904	$ 818	$ 1,688	$ 1,358

For the six months ended June 30, 2022, an amount of $385,000 (June 30, 2021: $315,000) of salaries and benefits of key management personnel were charged to exploration and evaluation assets including the option to acquire mineral interest in Ecuador for 2021.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial Instruments

Classification

The Corporation has classified its financial instruments as follows:

As at June 30, 2022	FVTPL	Amortised cost	Total
Financial Assets			
Cash and cash equivalents	$ 17,736	$ -	$ 17,736
Other receivables	-	258	258
Other investments	45	-	45
Total Financial Assets	$ 17,781	$ 258	$ 18,039
Financial Liabilities			
Accounts payable and accrued liabilities	-	3,529	3,529
Other liabilities	200	-	200
Total Financial Liabilities	$ 200	$ 3,529	$ 3,729

As at December 31, 2021	FVTPL	Amortised cost	Total
Financial Assets			
Cash and cash equivalents	$ 2,929	$ -	$ 2,929
Other receivables	-	185	185
Total Financial Assets	$ 2,929	$ 185	$ 3,114
Financial Liabilities			
Accounts payable and accrued liabilities	-	2,515	2,515
Total Financial Liabilities	$ -	$ 2,515	$ 2,515

Fair value measurements and hierarchy

Financial instruments recorded at fair value on the condensed consolidated statements of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – valuation based on quoted prices (unadjusted) observed in active markets for identical assets or liabilities;

Level 2 – valuation techniques based on inputs that are quoted prices of similar instruments in active markets; inputs other than quoted prices used in a valuation model that are observable for that instrument; inputs that are derived principally from or corroborated by observable market data by correlation or other means; and estimates of expected volatility, expected life and expected risk-free rate of return, and;

(Tabular amounts in thousands of United States dollars, except per share amounts)

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

Level 3 – valuation techniques with significant unobservable market inputs.

Management assessed that the fair values of cash and cash equivalents, other receivables and prepaid expenses, accounts payables, and accrued liabilities approximate their carrying amounts, largely due to the short-term maturities of these instruments.

Other investments are investments in quoted securities. Other liabilities consist of RSU liabilities and the derivative liabilities of the Warrant. With the availability of quoted prices in an active market, other investments and RSU liabilities are classified as Level 1 in the fair value hierarchy. As the Warrants are unlisted, they are classified as Level 2 in the fair value hierarchy as the inputs to the determination of fair value such as share price of underlying common shares, risk-free discount rates, dividend rates, etc. can be observed in the open market.

The Corporation's financial assets and liabilities measured in accordance with the fair value hierarchy described above are:

As at June 30, 2022	Level 1	Level 2	Level 3	Total
Financial Assets				
Cash and cash equivalents	$ 17,736	$ -	$ -	$ 17,736
Other investments	45			45
Total Financial Assets	$ 17,781	$ -	$ -	$ 17,781
Financial Liabilities				
RSU Liability	$ 183	$ -	$ -	$ 183
Derivative liability	-	17	-	17
Total Financial Liabilities	$ 183	$ 17	$ -	$ 200

As at December 31, 2021	Level 1	Level 2	Level 3	Total
Financial Assets				
Cash and cash equivalents	$ 2,929	$ -	$ -	$ 2,929
Total Financial Assets	$ 2,929	$ -	$ -	$ 2,929

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, 2021.

(Tabular amounts in thousands of United States 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 Canadian dollar relative to the United States dollar. As at June 30, 2022, the Corporation is exposed to currency risk through the following assets and liabilities denominated in the Canadian dollar:

	June 30, 2022	December 31, 2021
Cash and cash equivalents	$ 8,580	$ 1,415
Other receivables & prepaid expenses	195	69
Accounts payable and accrued liabilities	(549)	(802)
Other liabilities	(200)	-
Net asset exposure	$ 8,026	$ 682

The Corporation is exposed to the financial risks related to the fluctuation of foreign exchange rates of the Euro relative to the United States dollar. As at June 30, 2022, the Corporation is exposed to currency risk through the following assets and liabilities denominated in the Euro:

	June 30, 2022	December 31, 2021
Cash and cash equivalents	$ 773	$ 522
Other receivables & prepaid expenses	200	57
Accounts payable and accrued liabilities	(798)	(568)
Net asset exposure	$ 175	$ 11

13. SEGMENTED INFORMATION

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

The geographic distribution of the Corporation's assets in exploration and evaluation assets as well as total assets are as follows:

Exploration and Evaluation assets	June 30, 2022	December 31, 2021
Ecuador	$ 94,257	$ 86,940
Ireland	1,481	1,609
	$ 95,738	$ 88,549

Total Assets	June 30, 2022	December 31, 2021
Ecuador	$ 103,179	$ 93,502
Ireland	2,307	2,182
Canada	16,089	2,509
	$ 121,575	$ 98,193

(Tabular amounts in thousands of United States dollars, except per share amounts)

14. COMMITMENTS AND OBLIGATIONS

As at June 30, 2022, the Corporation has the following obligations for mineral property exploration expenditures and other significant contractual obligations:

	Less than 1 year	1-3 years	Total
Exploration expenditure commitments	$ 3,079	$ 846	$ 3,925
Purchase and other commitments	417	-	417
Advance Payments to Salazar Resources	250	-	250
Balance as at June 30, 2022	$ 3,746	$ 846	$ 4,592

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.

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 or for concessions acquired through the public tender process and have fulfilled the initial investment conditions, the Corporation is required to submit an annual expenditure plan specifying its minimum amount of committed expenditures for the upcoming year. All of the Corporation's concessions fall into the latter category and are subject to annual expenditure plan.

Royalty obligations

The Corporation has the following royalty obligations on its properties:

Projects	Country	Royalty
Rathkeale	Ireland	2% Net Smelter Return ("NSR")
Kingscourt (1)	Ireland	2% NSR
Kingscourt (1)	Ireland	0.5% NSR
Fermoy	Ireland	2% NSR
Curipamba	Ecuador	2% NSR
Santiago (2)	Ecuador	1.5% NSR
Santiago	Ecuador	4% net profits interest

(1): On most of the Kingscourt concessions, there are two separate NSRs, one for 2% and the other for 0.5%.
(2): The NSR royalty on Santiago can be bought out for $1,000,000.

15. SUBSEQUENT EVENT

On July 31, 2022, the Corporation finalized definitive agreements for the previously announced OFA with Trafigura and issued 13,500,000 Lender's Warrants, with a 3-year term, exercisable for 13,500,000 common shares in the Corporation for C$0.513 per common share, subject to share price threshold accelerator provisions based on the Corporation's share price. The OFA provided a senior debt facility of $45,000,000. Trafigura also committed to provide $10,000,000 equity financing to the Corporation. (See Note 6 for more details).