



**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL  
STATEMENTS  
FOR THE THREE AND NINE MONTHS ENDED  
SEPTEMBER 30, 2022**

**(Stated in Canadian Dollars)**

NOTICE OF NO AUDITOR REVIEW OF

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the unaudited condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these unaudited condensed consolidated interim financial statements in accordance with standards established by CPA Canada for a review of interim consolidated financial statements by an entity's auditor.

**White Gold Corp.**  
**Unaudited Condensed Consolidated Interim Statements of Financial Position**  
**As at September 30, 2022 and December 31, 2021**  
(Stated in Canadian Dollars)

	2022 September 30	2021 December 31
<b>Assets</b>		
Current assets		
Cash & cash equivalents	\$ 2,314,759	\$ 9,645,803
Amounts receivable [Note 4]	284,149	122,953
Prepaid expenses	42,919	162,591
	<b>2,641,827</b>	<b>9,931,347</b>
Non-Current assets		
Property, plant & equipment	11,587	14,951
Exploration and evaluation assets [Note 5]	122,975,735	117,651,219
	<b>122,987,322</b>	<b>117,666,170</b>
<b>Total Assets</b>	<b>\$ 125,629,149</b>	<b>\$ 127,597,517</b>
<b>Liabilities</b>		
Current liabilities		
Accounts payable	\$ 124,528	\$ 239,622
Accrued liabilities	30,947	35,107
Due to related parties [Note 6]	297,210	132,092
Flow-through share premium liability [Note 7]	119,521	910,277
	<b>572,206</b>	<b>1,317,098</b>
Non-Current liabilities		
Contingent liability & advance royalty [Note 8]	9,067,744	7,713,936
Deferred income tax liability [Note 12]	4,927,000	4,927,000
	<b>13,994,744</b>	<b>14,235,647</b>
<b>Total liabilities</b>	<b>14,566,950</b>	<b>13,958,034</b>
<b>Shareholders' equity</b>		
Share capital [Note 7]	134,161,945	134,161,945
Contributed surplus	6,427,296	5,781,939
Accumulated deficit	(29,527,042)	(26,304,401)
<b>Total Shareholders' Equity</b>	<b>111,062,199</b>	<b>113,639,483</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 125,629,149</b>	<b>\$ 127,597,517</b>

Nature of operations [Note 1]

Approved on behalf of the Board: (Signed) "Maruf Raza"  
Maruf Raza, Director

(Signed) "David D'Onofrio"  
David D'Onofrio, Director

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

**White Gold Corp.**  
**Unaudited Condensed Consolidated Interim Statements of Operations and**  
**Comprehensive Loss**  
**For the three and nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

	Three months ended September 30, 2022	Three months ended September 30, 2021	Nine months ended September 30, 2022	Nine months ended September 30, 2021
<b>Expenses</b>				
Interest and bank charges	\$ 1,875	\$ 2,286	\$ 8,148	\$ 5,459
Advance royalty accretion expense [Note 8]	17,454	22,462	54,905	67,795
Contingent liability fair value adjustment [Note 8]	486,128	607,934	1,366,292	1,708,636
Consulting fees	45,700	73,742	218,233	163,742
Depreciation	1,121	1,602	3,364	4,806
Salary and wages	263,320	275,538	876,411	678,879
Marketing, office and administration	134,717	187,207	484,011	554,218
Insurance	1,536	-	72,418	50,200
Travel expenses	33,865	24,634	68,850	59,206
Conferences and events	19,360	9,424	86,850	92,616
Professional fees	23,487	30,256	77,782	56,247
Stock based compensation [Note 7]	85,484	223,048	645,357	836,777
Transfer agent & regulatory	15,480	79,652	109,502	172,762
<b>Loss before undernoted items</b>	<b>1,129,527</b>	<b>1,537,785</b>	<b>4,072,123</b>	<b>4,451,343</b>
Interest income	(38,648)	(1,221)	(58,726)	(34,739)
Other income – Flow through premium	(593,286)	(520,465)	(790,756)	(578,873)
<b>Net loss and comprehensive loss for the year</b>	<b>\$ 497,593</b>	<b>\$ 1,016,099</b>	<b>\$ 3,222,641</b>	<b>\$ 3,837,731</b>
Basic and diluted loss per share [Note 7]	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.03)
Weighted average shares outstanding	149,589,920	135,689,103	149,589,920	133,175,792

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

**White Gold Corp.**  
**Unaudited Condensed Consolidated Interim Statements of Changes in Shareholders' Equity**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

	<b>Number of shares</b>	<b>Amount \$</b>	<b>Contributed surplus \$</b>	<b>Deficit \$</b>	<b>Total equity \$</b>
<b>Balance at January 1, 2022</b>	149,589,920	134,161,945	5,781,939	(26,304,401)	113,639,483
Stock based compensation	-	-	645,357	-	645,357
Net loss for the year	-	-	-	(3,222,641)	(3,222,641)
<b>Balance at September 30, 2022</b>	<b>149,589,920</b>	<b>134,161,945</b>	<b>6,427,296</b>	<b>(29,527,042)</b>	<b>111,062,199</b>
<b>Balance at January 1, 2021</b>	131,898,308	122,169,345	5,159,267	(25,091,697)	102,236,915
Private Placement – July 2021					
Private placement	5,347,862	3,900,433	284,879	-	4,185,312
Share issuance costs	-	(318,815)	35,893	-	(282,922)
Flow-through share premium liabilities	-	(571,983)	-	-	(571,983)
Shares issued – Options exercised	1,250,000	939,019	(439,019)	-	500,000
Stock based compensation	-	-	836,777	-	836,777
Net loss for the year	-	-	-	(3,837,731)	(3,837,731)
<b>Balance at September 30, 2021</b>	<b>138,496,170</b>	<b>126,117,999</b>	<b>5,877,797</b>	<b>(28,929,428)</b>	<b>103,066,368</b>

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

**White Gold Corp.**  
**Unaudited Condensed Consolidated Interim Statements of Cash Flows**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

	Nine months ended September 30, 2022	Nine months ended September 30, 2021
<b>Operating activities</b>		
<b>Net loss for the period</b>	<b>\$ (3,222,641)</b>	<b>\$ (3,837,731)</b>
<b>Items not involving cash</b>		
Depreciation	3,364	4,806
Stock based compensation	645,357	836,777
Fair value adjustment and accretion expense	1,421,197	1,776,431
Other income – Flow through premium	(790,756)	(578,873)
	<b>(1,943,479)</b>	<b>(1,798,590)</b>
<b>Change in non-cash components of working capital</b>		
Amounts receivables	(161,196)	(150,928)
Prepaid expenses	119,672	(176,033)
Accounts payable and accrued liabilities	(119,678)	(72,591)
Due to related parties	97,729	470,319
<b>Cash used in operating activities</b>	<b>(2,006,528)</b>	<b>(1,727,822)</b>
<b>Investing activities</b>		
Exploration and evaluation assets	(5,324,516)	(4,123,110)
<b>Cash used in investing activities</b>	<b>(5,324,516)</b>	<b>(4,123,110)</b>
<b>Financing activities</b>		
Net proceeds from private placements	-	3,902,390
Net proceeds from exercise of options	-	500,000
<b>Cash provided by financing activities</b>	<b>-</b>	<b>4,402,390</b>
Increase (decrease) in cash and cash equivalents	(7,331,044)	(1,448,542)
Cash and cash equivalents – Beginning of the year	9,645,803	4,052,271
<b>Cash and cash equivalents – End of the period</b>	<b>\$ 2,314,759</b>	<b>\$ 2,603,729</b>
Interest paid	-	-
Income tax paid	-	-

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

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## **1. Nature of operations**

The Company was incorporated on March 26, 1987 under the provisions of the Company Act of British Columbia and was transitioned to the Business Corporations Act (British Columbia) on September 30, 2005. The Company changed its name to "G4G Capital Corp." on January 23, 2015 and the common shares (the "Common Shares") were traded on the TSX Venture Exchange (the "TSXV") under its symbol "GGC". The Company is classified as a 'Junior Natural Resource-Mining' company'.

The Company then changed its name to "White Gold Corp." on December 19, 2016 and in connection with its rebranding, the Company registered to continue its corporate existence in the Province of Ontario.

The Company's head office is located at 82 Richmond Street East, Toronto, Ontario, Canada and the common shares of the Company (the "Common Shares") are listed on the TSX Venture Exchange (the "TSXV") under the symbol "WGO".

White Gold Corp. is in the business of acquiring and exploring mineral properties. As of September 30, 2022, the Company owned several properties in the Yukon's White Gold District in Canada (the "White Gold District"). The properties range from grass roots to more advanced exploration projects and the Company is continuing with exploration activities on its properties.

There has been no determination whether properties held contain mineral resources or mineral reserves that are economically recoverable. The recoverability of valuations assigned to mineral properties is dependent upon the discovery of economically recoverable mineral resources and mineral reserves, confirmation of the Company's interest in the properties, the ability to obtain the necessary financing to complete development, and future profitable production or proceeds from disposition.

Due to the global outbreak of the novel coronavirus (COVID-19), there is potential that Company's operations could be adversely affected. The Company cannot accurately predict the impact COVID-19 will have on its business and operations and the ability of others to meet their obligations within the Company, including uncertainties relating to the ultimate geographic spread of the virus, the severity of the disease, the duration of the outbreak, and the length of travel and quarantine restrictions imposed by governments of affected countries. In addition, a significant outbreak of contagious diseases in the human population could result in a widespread health crisis that could adversely affect the economies and financial markets of many countries, resulting in an economic downturn that could further affect the Company's operations. To date, the Company's exploration program on its mineral properties has been executed as planned and the Company's exploration activities continue as planned.

The unaudited condensed consolidated interim financial statements were approved by the Board of Directors on November 25, 2022.

## **2. Basis of Presentation**

### Statement of Compliance

These consolidated financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC").

### Basis of Presentation

These consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

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

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## **2. Basis of Presentation (continued)**

### Principles of Consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries 0814117 BC Ltd. and Selene Holdings Limited Partnership. All inter-company transactions and balances have been eliminated upon consolidation.

### Use of Estimates

The preparation of consolidated financial statements in conformity with IFRS requires management to make estimates and assumptions which affect the reported amount of the Company's assets, liabilities, expenses, and related disclosures. Assumptions and estimates are based on historical experience, expectations, current trends and other factors that management believes to be relevant at the time at which the Company's consolidated financial statements are prepared.

Management reviews, on a regular basis, the Company's accounting policies, assumptions, estimates and judgments in order to ensure that consolidated financial statements are presented fairly and in accordance with IFRS.

Critical accounting estimates are those that have a significant risk of causing material adjustments and are often applied to matters or outcomes that are inherently uncertain and subject to change. As such, management cautions that future events often vary from forecasts and expectations and that estimates routinely require adjustments. Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the useful lives of equipment, the recoverability of the carrying value of exploration and evaluation assets, the recognition of contingent liability and advanced royalty and the recoverability and measurement of deferred tax assets and liabilities. Actual results may differ from those estimates and assumptions.

### Use of Judgments

The preparation of consolidated financial statements in accordance with IFRS requires management to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments applying to the Company's consolidated financial statements include the assumption regarding economic recoverability and probability of future economic benefits of exploration and evaluation expenditures.

## **3. Significant Accounting Policies**

The financial framework and accounting policies applied in the preparation of these unaudited condensed consolidated interim financial statements are consistent with those as disclosed in its most recently completed audited consolidated financial statements for the transitional fiscal year ended December 31, 2021.

## **4. Amounts receivable**

The Company has HST recoverable from the Canadian government through its costs incurred to date. No allowance has been recorded, as the amounts have been historically collected in full.



**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
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**5. Exploration and evaluation assets**

	<b>White Gold Properties</b>
<u>Mineral property cost</u>	
Balance as at December 31, 2019	\$ 108,474,541
Acquisition/Staking/Renewal Cost	95,008
Exploration expenditures [Note 6]	4,564,525
Balance as at December 31, 2021	\$ 117,651,219
Acquisition/Staking/Renewal Cost	196,598
Exploration expenditures [Note 6]	5,127,918
Balance as at September 30, 2022	\$ 122,975,735

White Gold Properties (Yukon)

Ryan Option

On October 27, 2016, the Company entered into an agreement granting it the option (the "Option") to purchase 21 properties (the "Properties"), comprising approximately 12,301 quartz claims (the "Claims") located in the White Gold District from Shawn Ryan and Wildwood Exploration Inc., a corporation wholly owned by Mr. Ryan, a director and officer of the Company ("Wildwood"). The Claims are grouped in six project areas covering various prospective geological terrain in the White Gold District. The Properties represent all of Mr. Ryan's precious metal interests located in the White Gold District that are not in a current joint venture with third parties.

On December 13, 2016 White Gold Corp. completed the exercise of its option and acquired the claims across the 21 properties. Specifically, on October 28, 2016 the Company issued 1,000,000 shares (at fair value of \$0.71 per share) and paid cash of \$500,000 and on December 13, 2016 the Company issued 6,000,000 shares (at fair value of \$1.14 per share) and paid cash of \$3,000,000 and the company reimbursed \$40,000 for staking costs, completing the option payment requirements. An additional legal expenditure of \$10,560 has also been capitalized as acquisition costs directly related to acquisition of these properties.

The Properties are subject to a 2% net smelter royalty ("NSR") which will also be payable on each quartz claim staked by the Company (or any subsidiary or affiliate) in a specified area of influence during the five year period following October 27, 2016, of which 1% will be payable to Mr. Ryan and 1% is payable to a related party.

Kinross acquisition

On June 14, 2017 the Company successfully completed the acquisition of entities holding the White Gold, Black Fox, JP Ross, Yellow, and Battle properties (the "White Gold Properties") from Kinross Gold Corporation ("Kinross") for \$10 million in cash, the issuance to Kinross of 17.5 million common shares of the Company (at the value of \$ 2.10 per share) and up to \$15 million in deferred milestone payments specifically related to the advancement of the White Gold Properties (the "Acquisition").

Total expenditures of \$1,032,756, which includes legal fees, due diligence fee and financial advisory fees, has also been capitalized as acquisition costs directly related to acquisition of these properties.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## **5. Exploration and evaluation assets (continued)**

Key estimates on the valuation of the Kinross “White Gold Properties” (“Former Kinross Properties”) were made using discounted cash flow model of the contingent consideration and advance royalty including a discount rate of 25% for the \$15 million in deferred milestone payments and 25% discount rate for advance royalty payments. The milestone payments are originally estimated to commence in 2020 with production starting in 2025. The amounts included as part of the asset acquisition noted above are \$6,242,582 & \$383,003 for the milestone payments and advance royalty, respectively.

Certain of the Former Kinross Properties, consolidated into The White Gold Properties (Yukon), are subject to two annual advance royalty payments in the amount of \$100,000 and \$30,000, respectively, that are payable to a related party each year until the commencement of commercial production; these advanced royalty payables will be deducted from the pre-existing net smelter return royalties equal to 4%, 2% and 2%, respectively, each relating to different claims and each subject to different reduction options. The 4% net smelter return royalty can be reduced to 1% by making payments as follows: 1% (from 4% to 3%) by paying \$2,000,000; 1% (from 3% to 2%) by paying \$3,000,000; 1% (from 2% to 1%) by paying \$5,000,000. Furthermore, if either mineral reserves, measured mineral resources or indicated mineral resources are located on certain claims comprising the Former Kinross Properties and are disclosed in an NI 43-101 technical report then the Company will be obligated to pay a royalty equal to \$1.00 per gold ounce (using a cut off of 0.5g/t). Each of these royalties is held by an officer and director of the Company.

As of September 30, 2022, the Company has incurred acquisition, additional claims, renewal and staking expenditures of \$196,598 (\$84,453 – September 30, 2021) and exploration expenditures on all Properties of \$5,127,918 (\$4,038,657 – September 30, 2021).

### Property bonds

Property bonds are cash deposits pledged to the Province of B.C. The bonds mature and roll over every year until the Company is released from its property bonds.

### IGO Properties

On October 15, 2018 the Company completed an acquisition from Independence Gold Corp. (“IGO”) of the Flow, Work Creek and Henderson property claims for \$35,000 cash and 160,000 common shares of the Company. Under the terms of the agreements to acquire the Properties, IGO will maintain: (i) a 1.0% NSR royalty over the claims comprising the Henderson property, which can be purchased by the Company at any time for \$2,000,000; and (ii) a 1.0% NSR royalty over the claims comprising the Flow/Work Creek property, which can be purchased by the Company at any time for \$1,000,000.

### QV Property

On March 1, 2019 the Company completed an acquisition from Comstock Metals Ltd. the QV Gold Project (the “QV Property”). The property is comprised of 16,335 hectares (40,000 acres) in the Yukon’s White Gold District, received in exchange for payment of \$375,000 cash and the issuance of 1,500,000 common shares of the Company and 375,000 share purchase warrants. Each Warrant will be exercisable to acquire one additional common share of the Company for a period of three years at an exercise of \$1.50. The property is subject to a 2.0% underlying net smelter return royalty, of which 1.0% may be purchased for \$2,500,000. Annual cash advance payments of \$25,000, deductible against the royalty, are payable to a related party until commencement of commercial production.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## 6. Related Party Transactions

Compensation of key management consists of the Board of Directors, CEO & President and CFO. Key management compensation which included cash & vesting accrual impacts of stock-based compensation, for the nine months ended September 30, 2022 was \$462,712 (\$425,960 – September 30, 2021).

During the nine months ended September 30, 2022, the Company also incurred the following related party transactions:

Ground Truth Exploration Inc., Dawson City, YT (“Ground Truth”), assisted with the design and management of a portion of the exploration work completed by the Company for total billing in the nine months ended September 30, 2022 of \$4,081,315 (\$3,841,126 – September 30, 2021). Ground Truth is controlled by the spouse of a director of the Company. At September 30, 2022, \$152,729 of due to related parties was payable and accrued to Ground Truth (\$820,738 – September 30, 2021). A deposit of \$28,332 is held by Ground Truth for work to be performed in 2022, to be applied against future amounts payable (Nil – September 30, 2021).

\$180,000 in Office, Rent and Administration fees (\$180,000 – September 30, 2021) was paid and accrued to a company of which an officer is an officer and director of the Company.

\$90,000 (\$90,000 – September 30, 2021) was paid as compensation for consulting services rendered by a shareholder, who is also the beneficial owner receiving the royalty on the properties under the original Ryan Option.

The current portion of the advance royalty payments of \$123,220 (\$123,219 – September 30, 2021) on the Former Kinross Properties, and \$21,261 (\$21,261 – September 30, 2021) on the QV Property respectively, are due to an officer and director of the Company.

A total annual advance royalty payment of \$30,000 (\$30,000 – September 30, 2021) on the Former Kinross Properties and a total annual advance royalty payment of \$25,000 (\$25,000 – September 30, 2021) on the QV Property was made to an officer and director of the Company.

All related party transactions are in the normal course of operations and have been measured at the agreed to amounts, which is the amount of consideration established and agreed to by the related parties.

### Summary of Due to Related Parties as below:

Current portion of Advance Royalty payable [Note 8]	\$ 144,481
Accounts payable & Accrued liabilities to Ground Truth	\$ <u>152,729</u>
<b>Total Current Portion</b>	<b>\$ 297,210</b>

**Total Long-Term Portion of Advance Royalty payable [Note 8]                    \$ 179,269**

## 7. Share Capital

### Authorized share capital

At September 30, 2022, the authorized share capital consisted of an unlimited number of common shares without par value.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## **7. Share Capital (continued)**

### Common Shares Issued

[a] On July 29, 2021 the Company completed a brokered private placement consisting of the sale 1,302,000 of units ("July 2021 Units") at a price of \$0.65 per 2021 Unit, 2,538,462 of premium flow-through units ("July 2021 FT Units") at a price of \$0.87 per 2021 FT Unit, and 1,507,400 common shares issued as flow-through shares at a price of \$0.75 per 2021 FT Share ("July 2021 FT Shares", together with the 2021 Units and 2021 FT Units, the "July 2021 Offered Securities"), for aggregate gross proceeds to the Company of \$4,185,312 ("July 2021 Offering"). Each July 2021 Unit was comprised of one common share in the capital of the Company ("Common Share") and one-half of one Common Share purchase warrant (each whole warrant, a "Warrant"). Each Warrant shall entitle the holder thereof to purchase one Common Share at a price of \$0.80 until July 29, 2023. Each July 2021 FT Unit was comprised of one FT Share and one-half of one Warrant. The Company also issued to the Agents non-transferable compensation options (the "Compensation Options") equal to 6.0% of the number of July 2021 Offered Securities sold under the Offering excluding the President's List and 2.0% of the number of July 2021 Offered Securities sold under the Offering to subscribers on the President's List. Each Compensation Option entitles the holder to acquire one Common Share at a price equal to the following: (i) if the security sold is a July 2021 Unit, \$0.65 per Compensation Share; (ii) if the security sold is a July 2021 FT Unit, \$0.87 per Compensation Share; and (iii) if the security sold is a July 2021 FT Share, \$0.75 per Compensation Share, in each case, until July 29, 2023. Financing, legal and other expenses of \$329,305 were paid in relation to the private placement. A flow-through share premium liability of \$571,983 was recorded in connection with this private placement. As of September 30, 2022, the remaining premium liability resulted from un-spent exploration expenditures was \$Nil and a total amount of deferred income tax recovery of \$Nil was recognized as income to operations.

[b] On December 22, 2021, the Company completed a non-brokered private placement for aggregate gross proceeds of \$9,000,000 (the "December 2021 Offering") in which Agnico Eagle increased its partially-diluted ownership in the Company to 19.9%. The December 2021 Offering was comprised of: (i) 3,185,714 common shares in the capital of the Company (the "December 2021 Common Shares") at a price of \$0.70 per Common Share; (ii) 2,464,286 Common Shares issued on a "flow-through basis" (the "Tranche I FT Shares") at a price of \$0.98 per Tranche I FT Share; and (iii) 5,443,750 Common Shares issued on a "flow-through basis" (the "Tranche II FT Shares") at a price of \$0.80 per Tranche II FT Share. Legal fees and expenses of \$27,510 were paid in relation to the private placement. A flow-through share premium liability of \$918,054 was recorded in connection with this private placement. As of September 30, 2022, the remaining premium liability resulted from un-spent exploration expenditures was \$119,521 (\$910,277 – December 31, 2021) and a total amount of deferred income tax recovery of \$790,756 (\$7,777 – December 31, 2021) was recognized as income to operations.

[c] During the year ended December 31, 2021, 1,250,000 common shares were issued from options exercised at an average of \$0.40 per common share, with fair value of \$439,019 being reallocated from contributed surplus to share capital respectively.

### Loss per share

Basic loss per share is computed using the weighted average number of common shares outstanding during the period. The treasury stock method is used for the calculation of diluted loss per share. Stock options and warrants are dilutive when the average market price of the common shares during the period exceeds the exercise price of the options and warrants.

As the Company has recorded a loss in each of the periods presented, basic and diluted loss per share are the same since the exercise of warrants or options is anti-dilutive.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

**7. Share Capital (continued)**

Stock Options

The Company has a stock option plan whereby it may grant options to its directors, officers and employees at exercise prices determined by the Board.

On July 5, 2018, the company issued 3,250,000 options and granted them to directors, officers, employees and consultants at an exercise price of \$0.95 per share, expiring on July 5, 2023. 25% of these options vest one year after the date of grant and 25% of the grant on each of the following one-year anniversaries.

On June 9, 2020, the company issued 3,750,000 options and granted them to directors, officers, employees and consultants at an exercise price of \$0.90 per share, expiring on June 9, 2025. 25% of these options vest one year after the date of grant and 25% of the grant on each of the following one-year anniversaries.

Total share-based compensation of \$85,484 and \$645,357 was accrued for using graded vesting method and was charged to the statement of operations and comprehensive loss for the three and nine months ended September 30, 2022 (\$223,048 and \$836,777 – for the three and nine months ended September 30, 2021). The accrual was measured using the fair value of options calculated as below:

The following table summarizes the continuity of the Company's stock options at September 30, 2022:

	<b>Number of Options</b>	<b>Average Exercise price</b>	<b>Expiry Date</b>
<b>Balance at December 31, 2020</b>	<b>8,070,000</b>	<b>\$ 0.80</b>	
Options exercised	(1,250,000)	\$ 0.40	
Options forfeited	(262,500)	\$ 0.90	
Options expired unexercised	(707,500)	\$ 0.43	
<b>Balance at December 31, 2021</b>	<b>5,850,000</b>	<b>\$ 0.92</b>	
Options exercised	-	-	
Options forfeited	-	-	
Options expired unexercised	-	-	
<b>Balance at September 30, 2022</b>	<b>5,850,000</b>	<b>\$ 0.92</b>	

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

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

**7. Share Capital (continued)**

The following table summarizes the outstanding and exercisable Company's stock options at September 30, 2022:

Outstanding				Exercisable	
Exercise price \$	Number of Shares	Weighted average remaining contractual years	Weighted average exercise price	Number of shares	Weighted average exercise price
\$ 0.95	2,400,000	0.76	\$ 0.95	2,400,000	\$ 0.95
\$ 0.90	3,450,000	2.70	\$ 0.90	1,725,000	\$ 0.90

The fair value of these options was estimated using the Black-Scholes model on the date of measurement. The model requires the use of assumptions, and historical data has been used in setting these assumptions. The options were valued at a total of \$4,532,374 using the following assumptions at the issuance date:

Issue	Number of Options	Exercise price (\$)	Market price at issue (\$)	Expected Volatility (%) <sup>*[1]</sup>	Risk-free interest rate (%)	Expected life (Years)	Expected Forfeiture (%)	Dividend yield (%)	Fair value of Options (\$)
July 5, 2018	3,250,000	0.95	0.79	118	1.90	5.00	-	-	2,064,998
June 9, 2020	3,750,000	0.90	0.85	109	0.28	5.00	-	-	2,467,376

<sup>\*[1]</sup> Based on historical volatility of the Company's publicly traded shares.

Warrants and Agent Warrants

	Number of Warrants	Average Exercise price	Fair Value	Expiry Date
<b>Balance at December 31, 2020</b>	<b>375,000</b>	<b>\$ 1.50</b>	<b>\$ 336,722</b>	
Warrants issued July 29, 2021	2,139,564	\$ 0.79	\$ 320,772	July 29, 2023
<b>Balance at December 31, 2021</b>	<b>2,514,564</b>	<b>\$ 0.90</b>	<b>\$ 657,494</b>	
Warrants expired	(375,000)	\$ 1.50	(336,722)	
<b>Balance at September 30, 2022</b>	<b>2,139,564</b>	<b>\$ 0.79</b>	<b>\$ 320,772</b>	

The weighted average remaining contractual years of outstanding warrants at September 30, 2022 is 0.83 years.

The fair value of the warrants and agent warrants were estimated on the date of measurement. The Black Scholes assumptions are as follows at the measurement date:

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

**7. Share Capital (continued)**

Issue	Number of Warrants	Exercise price (\$)	Market price (\$)	Expected Volatility (%) [1]	Risk-free interest rate (%)	Expected life (years)	Dividend yield (%)	Fair value of warrants
Warrants July 29, 2021 [2]	1,920,231	0.80	0.60	61	0.38	2.00	-	\$ 284,879
Agent Warrants July 29, 2021 [3]	78,120	0.65	0.60	61	0.38	2.00	-	\$ 14,627
Agent Warrants July 29, 2021 [3]	90,444	0.75	0.60	61	0.38	2.00	-	\$ 14,476
Agent Warrants July 29, 2021 [4]	50,769	0.87	0.60	61	0.38	2.00	-	\$ 6,790

[1] Based on historical Volatility.

[2] As the warrants were issued as part of the July 2021 Units and 2021 FT Units offering, the fair value was prorated between shares and warrants, using relative fair values.

[3] The agent warrants were issued as part of the July 2021 financing as compensation equal to 6% of the 2021 Units and FT shares issued.

[4] The agent warrants were issued as part of the July 2021 financing as compensation equal to 2% of the 2021 FT Units issued.

**8. Contingent liability & advance royalty**

Key estimates on the valuation of the Kinross “White Gold Properties” were made using discounted cash flow model of the contingent consideration including a discount rate of 25% for the \$15 million in deferred milestone payments and 25% discount rate for advance royalty payments. In the year ended December 31, 2021 management remeasured the estimated commencement dates of each milestone, to the dates listed in the below table. The terms of the deferred payments are summarized as follows:

- Milestone 1: payable upon announcement of a Preliminary Economic Assessment;
- Milestone 2: payable upon announcement of a Feasibility Study on the requisite properties; and
- Milestone 3: payable upon announcement of a positive construction decision.

**Contingent Liability**

	Estimated commencement	Gross	Fair Value as at September 30, 2022
Milestone 1	Year 2024	\$5,000,000	\$ 3,642,818
Milestone 2	Year 2025	\$5,000,000	\$ 2,914,254
Milestone 3	Year 2026	\$5,000,000	\$ 2,331,403
		<b>Contingent Liability</b>	<b>\$ 8,888,475</b>

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

**8. Contingent liability & advance royalty (continued)**

The following table summarizes the continuity of the Company's contingent liabilities at September 30, 2022:

<b>Contingent Liability</b>	
<b>Balance at December 31, 2020</b>	<b>9,406,970</b>
Fair value adjustment	(1,884,787)
<b>Balance at December 31, 2021</b>	<b>7,522,183</b>
Fair value adjustment	1,366,292
<b>Balance at September 30, 2022</b>	<b>8,888,475</b>

**Advance Royalty**

In June 2017, the Company acquired from Kinross, the White Gold Properties, with certain properties subject to two annual advance royalty payments in the amount of \$100,000 and \$30,000, respectively, that are payable to a related party each year until the commencement of commercial production, with a 25% discount rate used for estimating the value of future advance royalty payments.

In March 2019, the Company acquired from Comstock Metals, the QV Gold Project, subject to annual advance royalty payments of \$25,000, that is payable until commencement of commercial production, with a 25% discount rate used for estimating the value of future advance royalty payments.

The terms of the of the Company's advance royalty payments as at September 30, 2022 are summarized as follows:

	<b>Estimated remaining payment period</b>	<b>Remaining gross payments</b>	<b>Accretion Expense</b>	<b>Carrying Value</b>	<b>Current Portion</b>	<b>Long-term Portion</b>
Advance Royalty - \$30,000	2023-2024	\$ 60,000	\$ 10,140	\$ 45,479	\$ 25,157	\$ 20,322
Advance Royalty - \$100,000	2022-2024	\$ 300,000	\$ 36,516	\$ 239,827	\$ 98,063	\$ 141,764
Advance Royalty - \$25,000	2023-2024	\$ 50,000	\$ 8,248	\$ 38,444	\$ 21,261	\$ 17,183
<b>Total</b>			<b>\$ 54,904</b>	<b>\$ 323,750</b>	<b>\$ 144,481</b>	<b>\$ 179,269</b>

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



**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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**8. Contingent liability & advance royalty (continued)**

The following table summarizes the continuity of the Company's advance royalties at September 30, 2022:

	<b>Advance Royalty</b>
<b>Balance at December 31, 2020</b>	<b>391,768</b>
Accretion expense	87,077
Annual payments	(155,000)
<b>Balance at December 31, 2021</b>	<b>323,845</b>
Accretion expense	54,905
Annual payments	(55,000)
<b>Balance at September 30, 2022</b>	<b>323,750</b>

**Total Long Term Contingent Liability & Advance Royalty** **\$9,067,744**

**9. Segmented information**

The Company conducts all of its operations in Canada in one industry segment being the acquisition, exploration and development of resource properties.

**10. Capital management**

The Company manages its capital structure and adjusts it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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## 10. Capital management (continued)

In connection with the December 2021 Flow-through Private Placement, a flow-through share premium liability of \$918,054 was initially recognized. As of September 30, 2022, the remaining un-spent exploration expenditures was \$881,385 while the remaining related premium liability was \$119,521.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the nine months ended September 30, 2022.

## 11. Financial instruments

The Company's financial assets consist of cash and cash equivalents in the form of GICs. The Company's financial liabilities consist due to related parties, contingent liability and advance royalty, accounts payable and accrued liabilities. Amounts (HST) receivable are not a financial instrument as they are a statutory and not a contractual right.

Due to related parties, accounts payable and accrued liabilities are classified as and measured at amortized cost.

Cash and cash equivalents in the form of GICs, contingent liability and advance royalty are classified as fair value through profit or loss. These instruments are carried at fair value, with the changes in the fair value recognized in the consolidated statement of operations in the period they arise.

The fair values of the Company's due to related parties, accounts payables and accrued liabilities approximate their carrying values due to the short-term maturity of these instruments.

### Fair Value Measurement

The Company classified the fair value of the financial instruments according to the following fair value hierarchy based on the amount of observable inputs used to value the instruments:

Level 1 – quoted prices in active markets for identical assets or liabilities.

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e.: as prices) or indirectly (i.e.: derived from prices).

Level 3 – inputs for the asset or liability that are not based on observable market data.

At September 30, 2022 the levels in the fair value hierarchy into which the Company's financial instruments measured and recognized in the balance sheet at fair value are categorized are as follows:

	<b>Level 1</b>
Cash & cash equivalents	\$ 2,314,759
	<b>Level 3</b>
Contingent and royalty liabilities	\$ 9,212,225

### Financial Instrument Risk Exposure

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework, approving and monitoring the risk management processes.

**White Gold Corp.**  
**Notes to the Unaudited Condensed Consolidated Interim Financial Statements**  
**For the nine months ended September 30, 2022 and 2021**  
(Stated in Canadian Dollars)

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**11. Financial instruments (continued)**

The Company's financial instruments are exposed to certain financial risks, including credit risk, liquidity risk, interest risk and commodity price risk.

**(a) Credit risk**

Credit risk is the risk of an unexpected loss if the other party to a financial instrument fails to meet contractual obligations. The Company manages this risk as cash and cash equivalents are held in a major Canadian financial institution. The Company does not have any asset-backed commercial paper in its cash and cash equivalents.

**(b) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure. Accounts payable and accrued liabilities are due within the current operating period.

**(c) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize a loss a decline in the fair value of the cash and cash equivalents is limited because they are generally held to maturity.

**(d) Commodity price risk**

The ability of the Company to develop its mineral properties and the future profitability of the Company are directly related to the market price of its related commodity. The Company has not hedged any of its future related commodity sales. The Company closely monitors the price of its related commodity and its related cost of production to determine the appropriate course of action to be taken by the Company.