



Condensed Interim Consolidated Financial Statements (unaudited)
Third quarter ended September 30, 2019

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INTERIM CONSOLIDATED STATEMENTS OF INCOME

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

**Third quarters
ended September 30,****Nine-month periods
ended September 30,**

	2019	2018	2019	2018
	\$	\$	\$	\$
REVENUE - GOLD SALES	25,478,314	19,820,202	64,789,386	59,768,876
COSTS OF OPERATIONS				
Mining operation expenses - note 6	8,170,026	7,665,673	23,918,317	22,560,701
Administrative expenses - note 7	2,631,947	2,943,878	8,782,973	9,246,359
Depreciation of property, plant and equipment and amortization of intangible assets	7,401,890	3,176,164	23,248,210	9,003,204
Stock-based compensation expense	---	51,936	---	51,936
OPERATING INCOME	7,274,451	5,982,551	8,839,886	18,906,676
OTHER EXPENSES (INCOME)				
Financial expenses - note 8	663,912	1,344,836	2,178,045	4,240,631
Foreign exchange loss (gain)	255,474	15,110	218,086	(200,341)
Change in fair value of financial liabilities	---	(48,340)	---	(1,777,995)
Gain on disposal of property, plant and equipment	---	(616,717)	---	(616,717)
Other income	(20,646)	(10,608)	(163,794)	(30,430)
INCOME BEFORE INCOME TAX EXPENSE	6,375,711	5,298,270	6,607,549	17,291,528
Income tax expense (recovery)				
Current	189,785	173,480	529,137	519,244
Deferred	(497,397)	---	(2,193,159)	---
	(307,612)	173,480	(1,664,022)	519,244
NET INCOME FOR THE PERIOD	6,683,323	5,124,790	8,271,571	16,772,284
ATTRIBUTABLE TO				
Common shareholders	6,593,048	4,597,561	8,455,126	15,276,077
Non-controlling interest	90,275	527,229	(183,555)	1,496,207
	6,683,323	5,124,790	8,271,571	16,772,284
EARNINGS PER SHARE - note 18				
Basic	0.011	0.008	0.015	0.026
Diluted	0.011	0.008	0.015	0.026

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

**INTERIM CONSOLIDATED STATEMENTS
OF COMPREHENSIVE INCOME (LOSS)**

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
NET INCOME FOR THE PERIOD	6,683,323	5,124,790	8,271,571	16,772,284
Other comprehensive loss				
Item that may be reclassified subsequently to net loss				
Exchange difference	(1,682,273)	(1,731,233)	(4,949,288)	(817,889)
COMPREHENSIVE INCOME	5,001,050	3,393,557	3,322,283	15,954,395
COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO				
Common shareholders	4,571,965	3,384,472	3,539,581	14,495,257
Non-controlling interest	429,085	9,085	(217,298)	1,459,138
	5,001,050	3,393,557	3,322,283	15,954,395

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

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	Common shareholders				Total	Non-controlling interest	Total equity
	Share capital	Reserve - stock options	Deficit	Accumulated other comprehensive income - note 16			
Balance as at December 31, 2017	66,734,172	3,300,359	(30,311,332)	3,966,503	43,689,702	(221,122)	43,468,580
Net income for the period	---	---	15,276,077	---	15,276,077	1,496,207	16,772,284
Other comprehensive loss	---	---	---	(780,820)	(780,820)	(37,069)	(817,889)
Comprehensive income for the period	---	---	15,276,077	(780,820)	14,495,257	1,459,138	15,954,395
Stock options charged to expense during the period	---	51,936	---	---	51,936	---	51,936
Balance as at September 30, 2018	66,734,172	3,352,295	(15,035,255)	3,185,683	58,236,895	1,238,016	59,474,911
Balance as at December 31, 2018	66,734,172	3,352,295	(19,931,484)	6,066,553	56,221,536	695,217	56,916,753
Net income (loss) for the period	---	---	8,455,126	---	8,455,126	(183,555)	8,271,571
Other comprehensive loss	---	---	---	(4,915,545)	(4,915,545)	(33,743)	(4,949,288)
Comprehensive income (loss) for the period	---	---	8,455,126	(4,915,545)	3,539,581	(217,298)	3,322,283
Balance as at September 30, 2019	66,734,172	3,352,295	(11,476,358)	1,151,008	59,761,117	477,919	60,239,036

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

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	As at September 30, 2019	As at December 31, 2018
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	8,530,913	7,422,458
Inventories - note 9	10,177,833	8,148,634
Accounts receivable - note 10	1,499,198	1,898,859
Prepaid expenses	249,113	156,161
Deposits paid	1,896,006	1,461,893
	22,353,063	19,088,005
MINING PROPERTIES - note 11	8,164,435	6,692,821
PROPERTY, PLANT AND EQUIPMENT - note 12	66,442,759	83,832,524
INTANGIBLE ASSETS	79,272	79,562
	97,039,529	109,692,912
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable - note 13	11,422,573	12,635,531
Current portion of long-term debt - note 14	8,450,783	10,205,387
Line of credit - note 14	---	130,587
Current portion of lease obligations	76,264	---
	19,949,620	22,971,505
LONG-TERM DEBT - note 14	7,270,854	14,084,914
ENVIRONMENTAL LIABILITIES - note 15	425,728	468,854
LEASE OBLIGATIONS	184,918	---
NON-CONVERTIBLE DEBENTURES	7,759,000	11,640,000
DEFERRED INCOME TAX LIABILITIES	1,209,582	3,610,886
	36,799,702	52,776,159
EQUITY		
Share capital	66,734,172	66,734,172
Reserve - stock options	3,352,295	3,352,295
Deficit	(11,476,358)	(19,931,484)
Accumulated other comprehensive income - note 16	1,151,008	6,066,553
	59,761,117	56,221,536
Non-controlling interest	477,919	695,217
	60,239,036	56,916,753
	97,038,738	109,692,912

Going concern (note 1)

Subsequent events (note 22)

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019	2018	2019	2018
	\$	\$	\$	\$
CASH FLOWS FROM THE FOLLOWING ACTIVITIES				
Operating				
Net income for the period	6,683,323	5,124,790	8,271,571	16,772,284
Adjustments for				
Financial expenses	663,912	1,344,836	2,178,045	4,240,631
Depreciation of property, plant and equipment and amortization of intangible assets	7,401,890	3,176,164	23,248,210	9,003,204
Deferred income tax recovery	(497,397)	---	(2,193,159)	---
Change in fair value of financial liabilities	---	(48,340)	---	(1,777,995)
Gain on disposal of property, plant and equipment	---	(616,717)	---	(616,717)
Unrealized foreign exchange	---	(39,811)	---	(3,802)
Stock-based compensation expense	---	51,936	---	51,936
Net changes in non-cash working capital items - note 17	(2,038,954)	(2,608,511)	(3,728,825)	(2,333,259)
Paid interest	(395,645)	(1,211,292)	(1,308,807)	(1,974,561)
	11,817,129	5,173,055	26,467,035	23,361,721
Investing				
Variation in deposits paid	737,198	61,228	(717,142)	43,241
Acquisition of mining properties	(135,240)	(97,364)	(2,026,557)	(357,188)
Acquisition of property, plant and equipment	(3,691,375)	(3,559,562)	(11,678,832)	(13,938,267)
Disposal of property, plant and equipment	---	1,350,997	---	1,350,997
Acquisition of intangible assets	(17,500)	---	(19,318)	(1,731)
	(3,106,917)	(2,244,701)	(14,441,849)	(12,902,948)
Financing				
Long-term debt contracted	---	11,549,531	---	11,549,531
Repayment of long-term debt	(2,404,239)	(1,763,840)	(6,975,614)	(6,549,172)
Repayment of non-convertible debentures	(3,881,000)	---	(3,881,000)	---
Variation in lines of credit	(538,681)	(401,597)	(105,020)	(666,486)
Payments of lease obligations	(18,560)	---	(57,544)	---
	(6,842,480)	9,384,094	(11,019,178)	4,333,873
Effect of exchange rate changes on cash	282,372	94,608	102,447	(130,161)
Increase in cash	2,150,104	12,407,056	1,108,455	14,662,485
Cash at the beginning of the period	6,380,809	4,393,184	7,422,458	2,137,755
Cash at the end of the period	8,530,913	16,800,240	8,530,913	16,800,240
Tax paid	153,645	103,092	583,024	546,224

Additional information (note 17)

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

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

1 - NATURE OF OPERATIONS AND GOING CONCERN

Nature of activities

Robex Resources Inc. (the "Company") is a junior Canadian operations and exploration mining company. The Company has entered into commercial operation on its Nampala deposit, located on the Mininko permit, on January 1st, 2017. In addition to its operational mining activities, the Company currently holds five exploration permits, all located in Mali, West Africa. These permits all demonstrate a favourable geology with a potential for the discovery of gold deposits. The head office's address is 437 Grande Allée Est, Québec (Quebec) G1R 2J5, Canada.

Going concern

These condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards published by the International Accounting Standards Board (IFRS) based on the going concern assumption, which contemplates the realization of assets and the settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. Management is aware in making its assessment of material uncertainties related to events and conditions that lend a significant doubt upon the Company's ability to continue as a going concern, and accordingly, the appropriateness of the use of IFRS applicable to a going concern, as described in the following paragraph. These condensed interim consolidated financial statements do not reflect the adjustment to the carrying values of assets and liabilities, expenses and consolidated statement of financial position classifications that would be necessary were the going concern assumption inappropriate. These adjustments could be material.

As at September 30, 2019, the Company has an accumulated deficit of \$11,476,358 (\$19,931,484 as at December 31, 2018). In addition to ongoing working capital requirements, the Company must secure sufficient funding to meet its obligations and existing commitments for exploration and evaluation programs, for mining operations, and for pay general and administration costs. As at September 30, 2019, the Company had a positive working capital of \$2,403,443 (deficiency of \$3,883,500 as at December 31, 2018), including cash of \$8,530,913 (\$7,422,458 as at December 31, 2018).

Until the Company's mining operations have confirmed an adequate improvement in financial condition, the continuation of its activities will depend on its ability to secure necessary financing by way of borrowing. While management has been successful in securing financing in the past, there can be no assurance it will be able to do so in the future, that such sources of funding or initiatives will be available to the Company or that they will be available on terms acceptable to the Company. If management is unable to renew necessary funding, the Company may be unable to continue its operations, and amounts realized for assets might be less than amounts reflected in these condensed interim consolidated financial statements.

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

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

2 - BASIS OF PRESENTATION

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB").

The accounting policies followed in these condensed interim consolidated financial statements are consistent with those applied in the Company's annual financial statements for the year ended December 31, 2018, except for the adoption of new accounting standards as described in note 3. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2018, which have been prepared in accordance with IFRS as issued by the IASB.

The Board of Directors approved these condensed interim consolidated financial statements on November 27, 2019.

3 - SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies complement those described in our annual audited consolidated financial statements for the period ending December 31, 2018.

Leases

The Company is a party to lease contracts for office space.

Lease terms are negotiated on case-by-case basis and include a wide range of terms and conditions. The lease agreements do not impose any covenants.

Leases are recognized as a right-of-use asset and a corresponding liability to the date when the leased asset is available for use by the Company. Each lease payment is allocated between liability and financial expenses. Financial expenses are charged to net income over term of the lease for a constant periodic interest rate on the remaining balance of the liability for each period. The right-of-use asset is amortized over the lease term on a straight-line basis.

Right-of-use assets

Right-of-use assets are initially measured at cost and include:

- the amount of the initial measurement of the lease liability
- lease payments made on or before the start date, less any lease incentives
- all initial costs incurred directly by the Company
- restoration costs.

After the start date, right-of-use assets are measured at cost, less any accumulated depreciation and any accumulated impairment losses and are adjusted for any revaluation of the lease obligation.

Lease obligations

Lease obligations are initially measured at the present value of the lease payments that have not been paid as of that date. This includes:

- fixed payments, less any lease incentives receivable
- variable lease payments that are based on an index or rate
- amounts expected to be payable by the Company under residual value guarantees
- the exercise price of a purchase option if the Company is reasonably certain to exercise that option
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

3 - SIGNIFICANT ACCOUNTING POLICIES - (continued)

Leases - (continued)

Lease payments are discounted using the Company's incremental borrowing rate unless the implicit rate in the lease contract is readily determinable in which case the latter is used.

Exemptions

The Company elected to apply exemptions for leases with low underlying asset values or for which, the lease term does not exceed 12 months. Payments associated with such leases are recognized on a straight-line basis as an expense in net income.

4 - CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Valuation of lease obligations and right-of-use assets

The application of IFRS 16 requires the Company to make judgments that affect the valuation of the lease obligations and the valuation of right-of-use assets. These include: determining contracts covered by the scope of IFRS 16, determining the contract term and determining the interest rate used for discounting future cash flows.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

5 - SEGMENTED INFORMATION

The Company conducts its operating and exploration activities in Mali. The operational sectors presented reflect the Company's management structure and how the Company's principal operational decision-maker assesses business performance. The Company evaluates the performance of its operating sectors primarily based on operating income (loss), as shown in the following tables.

	Quarter ended September 30, 2019			\$ Total
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate Management	
REVENUE - GOLD SALES	25,478,314	---	---	25,478,314
Mining operation expenses - note 6	7,488,841	---	---	7,488,841
Mining royalties - note 6	681,185	---	---	681,185
Administrative expenses - note 7	1,284,225	1,983	1,345,739	2,631,947
Depreciation of property, plant and equipment and amortization of intangible assets	7,188,508	195,145	18,237	7,401,890
OPERATING INCOME (LOSS)	8,835,555	(197,128)	(1,363,976)	7,274,451

	Quarter ended September 30, 2018			\$ Total
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate Management	
REVENUE - GOLD SALES	19,820,202	---	---	19,820,202
Mining operation expenses - note 6	6,984,150	---	---	6,984,150
Mining royalties - note 6	681,523	---	---	681,523
Administrative expenses - note 7	1,501,817	1,158	1,440,903	2,943,878
Depreciation of property, plant and equipment and amortization of intangible assets	3,174,689	---	1,475	3,176,164
Stock-based compensation expense	---	---	51,936	51,936
OPERATING INCOME (LOSS)	7,478,023	(1,158)	(1,494,314)	5,982,551

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated)

5 - SEGMENTED INFORMATION - (continued)

	Nine-month period ended September 30, 2019			\$ Total
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	
REVENUE - GOLD SALES	64,789,386	---	---	64,789,386
Mining operation expenses - note 6	22,027,072	---	---	22,027,072
Mining royalties - note 6	1,891,245	---	---	1,891,245
Administrative expenses - note 7	4,625,574	7,158	4,150,241	8,782,973
Depreciation of property, plant and equipment and amortization of intangible assets	22,689,536	503,963	54,711	23,248,210
OPERATING INCOME (LOSS)	13,555,959	(511,121)	(4,204,952)	8,839,886
TOTAL ASSETS AS AT SEPTEMBER 30, 2019	80,456,272	13,303,335	3,279,922	97,039,529

	Nine-month period ended September 30, 2018			\$ Total
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	
REVENUE - GOLD SALES	59,768,876	---	---	59,768,876
Mining operation expenses - note 6	20,577,113	---	---	20,577,113
Mining royalties - note 6	1,983,588	---	---	1,983,588
Administrative expenses - note 7	4,224,777	5,109	5,016,473	9,246,359
Depreciation of property, plant and equipment and amortization of intangible assets	8,998,779	---	4,425	9,003,204
Stock-based compensation expense - note 16	---	---	51,936	51,936
OPERATING INCOME (LOSS)	23,984,619	(5,109)	(5,072,834)	18,906,676
TOTAL ASSETS AS AT DECEMBER 31, 2018	92,247,397	10,299,350	7,146,165	109,692,912

The Company's proceeds come from one client. The Company does not economically depend on a limited number of buyers for the sale of gold, as gold can be sold through many commodity traders around the world.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

6 - MINING OPERATION EXPENSES

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
Operating and maintenance supplies and service	4,521,529	3,813,823	13,135,135	12,299,070
Fuel	2,495,568	2,099,034	7,609,560	5,916,044
Reagents	1,532,440	1,434,013	4,436,087	3,919,419
Employee benefit expenses	894,650	808,734	2,673,723	2,508,375
Inventory change	(484,238)	80,813	(1,097,741)	838,714
Less: Production expenses capitalized as stripping cost	(1,660,435)	(1,451,469)	(5,240,564)	(5,486,343)
Delivery costs	189,327	199,202	510,872	581,834
Total production costs	7,488,841	6,984,150	22,027,072	20,577,113
Mining royalties	681,185	681,523	1,891,245	1,983,588
	8,170,026	7,665,673	23,918,317	22,560,701

7 - ADMINISTRATIVE EXPENSES

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
Operations and explorations	1,286,208	1,502,975	4,632,732	4,229,886
Corporation management	1,345,739	1,440,903	4,150,241	5,016,473
	2,631,947	2,943,878	8,782,973	9,246,359

8 - FINANCIAL EXPENSES

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
Interest on non-convertible debentures	259,367	---	836,583	---
Interest on long-term debt	311,226	297,197	1,085,735	639,450
Effective interest on long-term debt	24,987	---	82,144	---
Interest on lines of credit	11,118	6,981	33,734	41,407
Interest on lease obligations	2,254	---	6,291	---
Bank charges	43,464	162,054	141,904	247,594
Change in environmental liabilities	11,496	7,441	(8,346)	22,287
Real interest on debt components at amortized cost of convertible debentures	---	574,621	---	1,705,124
Effective interest on debt components at amortized cost of convertible debentures	---	296,542	---	1,584,769
	663,912	1,344,836	2,178,045	4,240,631

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

9 - INVENTORIES

	As at September 30, 2019	As at December 31, 2018
	\$	\$
Work in progress (<i>doré</i> bars)	3,480,512	2,767,272
Parts and supplies	6,327,008	5,139,607
Ore stockpiles	370,313	233,244
Silver (metals)	---	8,511
	10,177,833	8,148,634

10 - ACCOUNTS RECEIVABLE

	As at September 30, 2019	As at December 31, 2018
	\$	\$
Gold sales receivable	---	675,939
Taxes receivable	1,338,517	1,159,982
Other receivables	160,681	62,938
	1,499,198	1,898,859

11 - MINING PROPERTIES

	Diangounte	Mininko	Kolomba	Sanoula	Kamasso	Total
Undivided interest	100%	100%	100%	100%	100%	
<u>Mining rights and titles</u>						\$
Balance as at December 31, 2018	---	123,557	79,493	217,151	23,952	444,153
Acquisition costs	48,234	22,695	---	22,695	---	93,624
Exchange rate changes	---	(10,196)	(5,982)	(17,240)	(1,802)	(35,220)
Balance as at September 30, 2019	48,234	136,056	73,511	222,606	22,150	502,557
<u>Exploration costs</u>						
Balance as at December 31, 2018	---	3,363,163	1,256,101	1,296,841	332,563	6,248,668
Expenses incurred	---	1,500,485	---	---	442,352	1,942,837
Amortization	---	13,649	---	---	9,097	22,746
Exchange rate changes	---	(317,004)	(94,533)	(97,599)	(43,237)	(552,373)
Balance as at September 30, 2019	---	4,560,293	1,161,568	1,199,242	740,775	7,661,878
Total as at December 31, 2018	---	3,486,720	1,335,594	1,513,992	356,515	6,692,821
Total as at September 30, 2019	48,234	4,696,349	1,235,079	1,421,848	762,925	8,164,435

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

12 - PROPERTY, PLANT AND EQUIPMENT

	Mining development costs	Buildings and office development	Equipment related to mining explorations	Tools, equipment and vehicles	Exploration equipment	Total
Cost						\$
Balance as at December 31, 2018	16,045,061	7,263,337	85,532,394	2,182,396	762,600	111,785,788
Acquisition costs	1,495,823	1,549,510	8,081,173	793,436	---	11,919,942
Exchange rate changes	(1,259,650)	(585,323)	(6,608,413)	(184,602)	(57,391)	(8,695,379)
Balance as at September 30, 2019	16,281,234	8,227,524	87,005,154	2,791,230	705,209	115,010,351
Accumulated depreciation						
Balance as at December 31, 2018	2,801,133	2,501,997	20,668,333	1,325,931	655,870	27,953,264
Depreciation for the period	2,029,236	870,198	20,193,614	155,436	17,596	23,266,080
Exchange rate changes	(257,698)	(208,673)	(2,033,002)	(102,448)	(49,931)	(2,651,752)
Balance as at September 30, 2019	4,572,671	3,163,522	38,828,945	1,378,919	623,535	48,567,592
Net amounts:						
As at December 31, 2018	13,243,928	4,761,340	64,864,061	856,465	106,730	83,832,524
As at September 30, 2019	11,708,563	5,064,002	48,176,209	1,412,311	81,674	66,442,759
Not depreciated						
as at September 30, 2019 ⁽¹⁾	655,206	392,610	3,891,619	---	---	4,939,435

⁽¹⁾ Property, plant and equipment with a book value of \$4,939,435 are not depreciated because they are either under development or construction, or not installed as at September 30, 2019 (\$7,396,180 as at December 31, 2018).

13 - ACCOUNTS PAYABLE

	As at September 30, 2019	As at December 31, 2018
	\$	\$
Suppliers	7,413,761	8,494,439
Accrued interest	1,072,749	290,373
Due to the state	1,682,567	2,119,864
Payables to related parties	541,425	979,634
Other payables	712,071	751,221
	11,422,573	12,635,531

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

14 - LONG-TERM DEBT AND LINE OF CREDIT

	As at September 30, 2019	As at December 31, 2018
	\$	\$
Bank loan in the amount of \$4,515,998 (2,000,000,000 CFA francs), annual interest of 7%, secured by a second mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$112,875 (51,282,051 CFA francs) plus interest, until February 2020 inclusively.	645,649	1,708,852
Bank loan in the amount of \$7,239,033 (3,000,000,000 CFA francs), annual interest of 7.75%, secured by a first mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$162,032 (73,615,402 CFA francs) including capital and interest, until April 2020 inclusively.	1,105,480	2,655,380
Bank loan in the amount of \$4,403,996 (2,000,000,000 CFA francs), annual interest of 7.75%, secured by a first mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$107,694 (48,928,202 CFA francs) including capital and interest, until October 2020 inclusively.	1,338,719	2,381,242
Bank loan in the amount of \$4,603,143 (1,997,000,000 CFA francs), annual interest of 7.75%, secured by a pledge of \$5,762,573 (2,500,000,000 CFA francs) on equipment and material located at the Nampala mine. This loan is repayable in monthly instalments of \$146,078 (66,367,288 CFA francs) including capital and interest, until November 2020 inclusively.	1,979,017	3,185,672
Bank loan in the amount of \$11,549,531 (5,000,000,000 CFA francs), annual interest of 7%, secured by a first mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$263,652 (119,784,353 CFA francs) including capital and interest, until August 2022 inclusively. ⁽¹⁾	8,324,923	11,036,015
Bank loan in the amount of \$3,451,370 (1,500,000,000 CFA francs), annual interest of 7%, secured by a third mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in quarterly instalments of \$275,132 (125,000,000 CFA francs) plus interest, until October 2021 inclusively. ⁽¹⁾	2,476,190	3,570,281
	15,869,978	24,537,442
Less: Capitalized financing fees in the amount of \$291,011 (122,263,500 CFA francs)	(148,341)	(247,141)
	15,721,637	24,290,301
Less: Current portion of long-term debt	(8,450,783)	(10,205,387)
	7,270,854	14,084,914

⁽¹⁾ Under these obligations, the Company is committed to complying annually with certain conditions and financial ratios.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

14 - LONG-TERM DEBT AND LINE OF CREDIT - (continued)

Line of credit

Authorized line of credit from a Malian bank, for a maximum amount of \$701,067 (300,000,000 CFA francs), annual interest of 8%, due on May 31, 2019 and reimbursed on August 9, 2019.

As at September 30, 2019	As at December 31, 2018
\$	\$
---	130,587

15 - ENVIRONMENTAL LIABILITIES

Provision related to the subsequent dismantling of the facilities being built on the Nampala site

As at September 30, 2019	As at December 31, 2018
\$	\$
425,728	468,854

The Company's activities are subject to various laws and regulations regarding environmental restoration and closure provisions, for which the Company estimates future costs. These provisions may be revised on the basis of amendments to such laws and regulations and the availability of new information, such as changes in reserves corresponding to a change in the mine life and discount rates, changes in estimated costs of reclamation activities and acquisition or construction of a new mine. The Company makes a provision based on a best estimate of the future cost of rehabilitating mine sites and related production facilities on a discounted basis.

16 - ACCUMULATED OTHER COMPREHENSIVE INCOME

Exchange difference

Balance at the beginning of the period

Exchange difference changes during the period

Balance at the end of the period

Attributable to

Common shareholders

Non-controlling interest

As at September 30, 2019 (9 months)	As at December 31, 2018 (12 months)
\$	\$
6,041,257	3,933,689
(4,949,288)	2,107,568
1,091,969	6,041,257
1,151,008	6,066,553
(59,039)	(25,296)
1,091,969	6,041,257

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

17 - ADDITIONAL INFORMATION ON THE INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
<i>a) Net changes in non-cash working capital items</i>				
Decrease (increase) in current assets				
Accounts receivable	(897,486)	(88,629)	261,573	34,443
Inventories	146,903	(483,487)	(2,738,846)	(95,028)
Prepaid expenses	167,330	154,100	(114,000)	(247,433)
Deposits paid	(143,131)	287,181	133,144	(410,410)
	(726,384)	(130,835)	(2,458,129)	(718,428)
Decrease in current liabilities				
Accounts payable	(1,312,570)	(2,477,676)	(1,270,696)	(1,614,831)
	(2,038,954)	(2,608,511)	(3,728,825)	(2,333,259)
<i>b) Items not affecting cash related to investing activities</i>				
Change in accounts payable related to property, plant and equipment	14,852	490,574	77,268	2,706,918

18 - EARNINGS PER SHARE

	Third quarters ended September 30,		Nine-month periods ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
Net earnings and diluted attributable to common shareholders	6,593,048	4,597,561	8,455,126	15,276,077
Basic weighted average number of shares outstanding	579,509,566	579,509,566	579,509,566	579,509,566
Stock options ⁽¹⁾	---	2,395,789	---	1,093,091
Diluted weighted average number of shares outstanding ⁽¹⁾	579,509,566	581,905,355	579,509,566	580,602,657
Basic net earnings per share	0.011	0.008	0.015	0.026
Diluted net earnings per share	0.011	0.008	0.015	0.026

⁽¹⁾ The calculation of the hypothetical conversions excludes options whose effect is anti-dilutive. Some stock options and conversion rights are anti-dilutive either because their price is higher than the average price of the Company's common shares for each of the periods presented or because the impact of the conversion of these elements on net income would result in diluted earnings per share exceeding the basic earnings per share for each of these periods. For the quarter ended September 30, 2019, 12,050,000 stock options are not included in the calculation of diluted earnings per share (79,372,283 conversion rights and 1,053,261 stock options for the quarter ended September 30, 2018). For the nine-month period ended September 30, 2019, 12,050,000 stock options are not included in the diluted net earning per share calculation (125,966,667 conversion rights and 1,017,949 stock options for the nine-month period ended September 30, 2018).

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

19 - CONTINGENCY

Environmental protection

The Company's activities are subject to governmental laws concerning the protection of the environment. The environmental consequences are difficult to identify, whether it is at the level of the results, of the term or of its impact. To the best knowledge of management, the Company is operating in compliance with the laws and regulations currently in effect. Costs resulting from the restructuring of sites are recorded in the results or included in the cost of the fixed assets concerned in the period in which it will be possible to make a reasonable estimate.

20 - FINANCIAL INSTRUMENTS

Measurement categories

Financial assets and financial liabilities have been classified into categories that determine their basis of measurement and, for items measured at fair value, whether changes in fair value are recognized in the consolidated statement of income or in the consolidated statement of comprehensive income. These categories are: assets and liabilities at FVTPL and financial assets and liabilities at amortized cost. The following table shows the carrying amounts of assets and liabilities for each of these categories:

	As at September 30, 2019	As at December 31, 2018
	\$	\$
Financial assets at amortized cost		
Cash	8,530,913	7,422,458
Accounts receivable	160,681	738,877
Deposits paid	1,896,006	1,461,893
	10,587,600	9,623,228
Financial liabilities at amortized cost		
Accounts payable	9,740,006	10,515,667
Line of credit	---	130,587
Long-term debt	15,721,637	24,290,301
Lease obligations	261,182	---
Non-convertible debentures	7,759,000	11,640,000
	33,481,825	46,576,555

Financial risk factors

a) Market risk

Fair value

The carrying amounts of financial assets at amortized cost approximate their fair value due to their short-term maturity and the prevailing interest rates of these instruments, which are comparable to those of the market.

The Company considers that the carrying amount of all its financial liabilities at amortized cost in its condensed interim consolidated financial statements approximates their fair value. Current financial assets and financial liabilities are valued at their carrying amounts, which are reasonable estimates of their fair value due to their near-term maturities. The fair value of long-term debt has not been determined due to the related specific conditions negotiated between the Company and the third parties concerned.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

20 - FINANCIAL INSTRUMENTS (continued)

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due.

The following table shows the contractual maturities of financial liabilities as at September 30, 2019:

	Carrying amount	Less than a year	From 1 to 3 years	More than 3 years
Accounts payable	11,422,573	10,474,374	---	---
Long-term debt ⁽¹⁾	15,721,637	9,361,380	9,240,726	527,305
Non-convertible debentures ⁽¹⁾	7,759,000	1,010,887	8,534,900	---
	34,903,210	20,846,641	17,775,626	527,305

The following table shows the contractual maturities of financial liabilities as at December 31, 2018:

	Carrying amount	Less than a year	From 1 to 3 years	More than 3 years
Accounts payable	12,635,531	12,523,915	---	---
Long-term debt ⁽¹⁾	24,290,301	11,720,016	13,238,658	2,280,874
Line of credit	130,587	130,587	---	---
Non-convertible debentures ⁽¹⁾	11,640,000	1,164,000	12,804,000	---
	48,696,419	25,538,518	26,042,658	2,280,874

⁽¹⁾ Future maturities relating to these liabilities exceed their carrying amount because they include both capital and interest payments.

21 - RELATED PARTY TRANSACTIONS

Results for the nine-month period ended September 30, 2019 include expenses of \$3,897,566 that were incurred with the directors and officers of companies controlled by them (\$4,707,528 for the nine-month period ended September 30, 2018), including a total interest amount of \$737,041 on debentures (\$1,343,475 for the nine-month period ended September 30, 2018). These transactions occurred in the normal course of operations and are measured at the exchange amount which is the amount of consideration established by the related parties.

22 - SUBSEQUENT EVENTS

On October 2, 2019, the Company obtained an authorized line of credit from a Malian bank for a maximum amount of \$1,102,512 (500,000,000 CFA francs), bearing interest at an annual rate of 8%, with an expiry date of July 31, 2020.

On November 26, 2019, all non-convertible debentures and accrued interest were repaid in the form of cash by the Company.