



Condensed Interim Consolidated Financial Statements (unaudited)  
Second quarter ended June 30, 2021

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## INTERIM CONSOLIDATED STATEMENTS OF INCOME

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

	Second quarters ended June 30,		First halves ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
<b>REVENUE - GOLD SALES</b>	<b>26,051,036</b>	15,713,786	<b>52,291,743</b>	46,577,556
<b>COSTS OF OPERATIONS</b>				
Mining operation expenses - note 6	9,545,044	4,098,286	19,388,791	12,304,169
Administrative expenses - note 7	3,478,840	4,023,951	7,193,246	7,042,544
Depreciation of property, plant and equipment and amortization of intangible assets	3,206,370	6,775,292	5,854,007	14,178,398
Stock-based compensation expense	---	573,791	---	573,791
<b>OPERATING INCOME</b>	<b>9,820,782</b>	242,466	<b>19,855,699</b>	12,478,654
<b>OTHER EXPENSES (INCOME)</b>				
Financial expenses	221,220	279,270	410,250	605,590
Foreign exchange loss (gain)	(114,369)	(313,757)	(220,097)	59,025
Other income	(28,912)	(19,381)	(47,242)	(29,735)
<b>INCOME BEFORE INCOME TAX EXPENSE</b>	<b>9,742,843</b>	296,334	<b>19,712,788</b>	11,843,774
<b>Income tax expense (recovery)</b>				
Current	582,004	209,611	1,122,617	432,706
Deferred	(304,095)	231,373	(697,766)	1,841,384
	<b>277,909</b>	440,984	<b>424,851</b>	2,274,090
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	<b>9,464,934</b>	(144,650)	<b>19,287,937</b>	9,569,684
<b>ATTRIBUTABLE TO</b>				
Common shareholders	9,395,284	337,917	19,104,872	10,004,151
Non-controlling interest	69,650	(482,567)	183,065	(434,467)
	<b>9,464,934</b>	(144,650)	<b>19,287,937</b>	9,569,684
<b>EARNINGS PER SHARE - note 16</b>				
Basic	0.016	0.001	0.032	0.017
Diluted	0.016	0.001	0.032	0.017

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

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

	Second quarters ended June 30,		First halves ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	<b>9,464,934</b>	(144,650)	<b>19,287,937</b>	9,569,684
<b>Other comprehensive income (loss)</b>				
Item that may be reclassified subsequently to net income				
Exchange difference	<b>(617,875)</b>	(1,753,132)	<b>(6,510,294)</b>	4,466,099
<b>COMPREHENSIVE INCOME (LOSS)</b>	<b>8,847,059</b>	(1,897,782)	<b>12,777,643</b>	14,035,783
<b>COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO</b>				
Common shareholders	<b>8,781,712</b>	(1,406,563)	<b>12,631,918</b>	14,439,871
Non-controlling interest	<b>65,347</b>	(491,219)	<b>145,725</b>	(404,088)
	<b>8,847,059</b>	(1,897,782)	<b>12,777,643</b>	14,035,783

## 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	Retained earnings (deficit)	Accumulated other comprehensive income (loss)			
<b>Balance as at December 31, 2019</b>	<b>66,850,704</b>	<b>4,185,214</b>	<b>(859,288)</b>	<b>1,778,494</b>	<b>71,955,124</b>	<b>724,344</b>	<b>72,679,468</b>
Net income (loss) for the period	---	---	10,004,151	---	10,004,151	(434,467)	<b>9,569,684</b>
Other comprehensive income	---	---	---	4,435,720	4,435,720	30,379	<b>4,466,099</b>
Comprehensive income (loss) for the period	---	---	10,004,151	4,435,720	14,439,871	(404,088)	<b>14,035,783</b>
Dividend	---	---	(11,605,191)	---	(11,605,191)	---	<b>(11,605,191)</b>
Stock options exercised during the period	1,865,312	(741,812)	---	---	1,123,500	---	<b>1,123,500</b>
Stock options charged to expense during the period	---	573,791	---	---	573,791	---	<b>573,791</b>
<b>Balance as at June 30, 2020</b>	<b>68,716,016</b>	<b>4,017,193</b>	<b>(2,460,328)</b>	<b>6,214,214</b>	<b>76,487,095</b>	<b>320,256</b>	<b>76,807,351</b>
<b>Balance as at December 31, 2020</b>	<b>71,269,402</b>	<b>3,081,586</b>	<b>8,211,833</b>	<b>7,576,935</b>	<b>90,139,756</b>	<b>1,099,763</b>	<b>91,239,519</b>
Net income for the period	---	---	19,104,872	---	19,104,872	183,065	<b>19,287,937</b>
Other comprehensive loss	---	---	---	(6,472,954)	(6,472,954)	(37,340)	<b>(6,510,294)</b>
Comprehensive income (loss) for the period	---	---	19,104,872	(6,472,954)	12,631,918	145,725	<b>12,777,643</b>
Stock options exercised during the period	137,645	(53,975)	---	---	83,670	---	<b>83,670</b>
<b>Balance as at June 30, 2021</b>	<b>71,407,047</b>	<b>3,027,611</b>	<b>27,316,705</b>	<b>1,103,981</b>	<b>102,855,344</b>	<b>1,245,488</b>	<b>104,100,832</b>

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 June 30, 2021	As at December 31, 2020
	\$	\$
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	10,153,615	8,895,854
Inventories - note 8	13,463,001	13,316,488
Accounts receivable - note 9	4,875,110	3,754,189
Prepaid expenses	652,499	175,943
Deposits paid	1,336,226	2,012,030
	<b>30,480,451</b>	<b>28,154,504</b>
<b>VAT RECEIVABLE</b>	<b>3,924,145</b>	<b>3,346,714</b>
<b>MINING PROPERTIES - note 10</b>	<b>9,072,432</b>	<b>7,935,245</b>
<b>PROPERTY, PLANT AND EQUIPMENT - note 11</b>	<b>85,293,434</b>	<b>77,259,852</b>
<b>INTANGIBLE ASSETS</b>	<b>68,717</b>	<b>77,882</b>
	<b>128,839,179</b>	<b>116,774,197</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Lines of credit - note 13	963,785	1,086,599
Accounts payable - note 12	13,819,266	13,765,622
Current portion of long-term debt - note 13	5,614,197	4,288,403
Current portion of lease obligations	117,389	202,056
	<b>20,514,637</b>	<b>19,342,680</b>
<b>LONG-TERM DEBT - note 13</b>	<b>1,245,521</b>	<b>2,211,700</b>
<b>ENVIRONMENTAL LIABILITIES</b>	<b>365,893</b>	<b>423,702</b>
<b>LEASE OBLIGATIONS</b>	<b>38,028</b>	<b>99,495</b>
<b>DEFERRED INCOME TAX</b>	<b>2,574,268</b>	<b>3,457,101</b>
	<b>24,738,347</b>	<b>25,534,678</b>
<b>EQUITY</b>		
Share capital - note 14	71,407,047	71,269,402
Reserve - stock options	3,027,611	3,081,586
Retained earnings	27,316,705	8,211,833
Accumulated other comprehensive income	1,103,981	7,576,935
	<b>102,855,344</b>	<b>90,139,756</b>
Non-controlling interest	1,245,488	1,099,763
	<b>104,100,832</b>	<b>91,239,519</b>
	<b>128,839,179</b>	<b>116,774,197</b>

## INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

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

	Second quarters ended June 30,		First halves ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
<b>CASH FLOWS FROM THE FOLLOWING ACTIVITIES</b>				
<b>Operating</b>				
Net income (loss) for the period	9,464,934	(144,650)	19,287,937	9,569,684
Adjustments for				
Financial expenses	221,220	279,270	410,250	605,590
Depreciation of property, plant and equipment and amortization of intangible assets	3,206,370	6,775,292	5,854,007	14,178,398
Deferred income tax expense (recovery)	(304,095)	231,373	(697,766)	1,841,384
Stock-based compensation expense	---	573,791	---	573,791
Net changes in non-cash working capital items - note 15	(1,788,031)	(6,037,602)	(1,134,881)	(6,780,283)
Variation in VAT receivable	(4,977)	---	(577,431)	---
Paid interest - note 15	(196,002)	(257,129)	(363,257)	(561,596)
	<b>10,599,419</b>	<b>1,420,345</b>	<b>22,778,859</b>	<b>19,426,968</b>
<b>Investing</b>				
Variation in deposits paid	(138,950)	(426,706)	568,787	(788,372)
Acquisition of mining properties	(809,532)	(194,759)	(1,621,691)	(317,009)
Acquisition of property, plant and equipment	(9,402,172)	(3,988,897)	(20,000,961)	(9,646,228)
Acquisition of intangible assets	(3,700)	---	(3,700)	---
	<b>(10,354,354)</b>	<b>(4,610,362)</b>	<b>(21,057,565)</b>	<b>(10,751,609)</b>
<b>Financing</b>				
Long-term debt contracted	2,240,846	---	2,982,895	---
Repayment of long-term debt	(1,248,065)	(1,926,934)	(2,271,533)	(4,444,861)
Dividends paid	---	(11,605,191)	---	(11,605,191)
Variation in lines of credit	898,714	(41,378)	(128,781)	---
Payments of lease obligations	(38,389)	(84,007)	(77,779)	(146,395)
Issue of common shares	33,670	1,123,500	83,670	1,123,500
	<b>1,886,776</b>	<b>(12,534,010)</b>	<b>588,472</b>	<b>(15,072,947)</b>
<b>Effect of exchange rate changes on cash</b>	<b>(197,385)</b>	<b>(507,819)</b>	<b>(1,052,005)</b>	<b>1,828,542</b>
<b>Increase (decrease) in cash</b>	<b>1,934,456</b>	<b>(16,231,846)</b>	<b>1,257,761</b>	<b>(4,569,046)</b>
<b>Cash at the beginning of the period</b>	<b>8,219,159</b>	<b>25,261,800</b>	<b>8,895,854</b>	<b>13,599,000</b>
<b>Cash at the end of the period</b>	<b>10,153,615</b>	<b>9,029,954</b>	<b>10,153,615</b>	<b>9,029,954</b>
<b>Tax paid</b>	<b>---</b>	<b>805,877</b>	<b>691,194</b>	<b>960,918</b>

Additional information (note 15)

# NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

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## 1 - NATURE OF OPERATIONS

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 1, 2017. In addition to its operational mining activities, the Company holds four 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.

## 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 audited financial statements for the year ended December 31, 2020. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual audited financial statements for the year ended December 31, 2020, which have been prepared in accordance with IFRS as issued by the IASB.

These condensed interim consolidated financial statements were approved by the Board of Directors for issue on August 27, 2021.

## 3 - SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are described in our annual audited consolidated financial statements for the year ended December 31, 2020.

## 4 - CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

A global pandemic related to COVID-19 was declared by the World Health Organization in March 2020, resulting in adjustments to the Company's operating procedures. To date, its operations have not been significantly impacted. The current and expected repercussions on global commerce have been and will continue to be far-reaching. To date, there has been significant volatility in commodity prices and foreign exchange rates around the world. In addition, many restrictions have been implemented, including travel restrictions and supply chain disruptions. As of the date of publication of these condensed interim consolidated financial statements, there is significant ongoing global uncertainty surrounding COVID-19 and the extent and duration of the impact it may have. Thereby, it is not possible to reliably estimate either the length or the severity of these developments and their impact on the Company's financial results, financial situation and 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 June 30, 2021			
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	\$ Total
<b>REVENUE - GOLD SALES</b>	<b>26,051,036</b>	---	---	<b>26,051,036</b>
Mining operation expenses - note 6	8,892,791	---	---	8,892,791
Mining royalties - note 6	652,253	---	---	652,253
Administrative expenses - note 7	2,196,290	3,186	1,279,364	3,478,840
Depreciation of property, plant and equipment and amortization of intangible assets	3,190,578	---	15,792	3,206,370
<b>OPERATING INCOME (LOSS)</b>	<b>11,119,124</b>	<b>(3,186)</b>	<b>(1,295,156)</b>	<b>9,820,782</b>

	Quarter ended June 30, 2020			
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	\$ Total
REVENUE - GOLD SALES	15,713,786	---	---	15,713,786
Mining operation expenses - note 6	3,727,894	---	---	3,727,894
Mining royalties - note 6	370,392	---	---	370,392
Administrative expenses - note 7	2,550,347	363	1,473,241	4,023,951
Depreciation of property, plant and equipment and amortization of intangible assets	6,759,307	---	15,985	6,775,292
Stock-based compensation expense	---	---	573,791	573,791
<b>OPERATING INCOME (LOSS)</b>	<b>2,305,846</b>	<b>(363)</b>	<b>(2,063,017)</b>	<b>242,466</b>

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 5 - SEGMENTED INFORMATION - (continued)

	Half ended June 30, 2021			
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	\$ Total
<b>REVENUE - GOLD SALES</b>	<b>52,291,743</b>	---	---	<b>52,291,743</b>
Mining operation expenses - note 6	18,080,312	---	---	18,080,312
Mining royalties - note 6	1,308,479	---	---	1,308,479
Administrative expenses - note 7	4,440,028	7,550	2,745,668	7,193,246
Depreciation of property, plant and equipment and amortization of intangible assets	5,822,422	---	31,585	5,854,007
<b>OPERATING INCOME (LOSS)</b>	<b>22,640,502</b>	<b>(7,550)</b>	<b>(2,777,253)</b>	<b>19,855,699</b>
<b>TOTAL ASSETS AS AT JUNE 30, 2021</b>	<b>114,680,446</b>	<b>9,686,915</b>	<b>4,471,818</b>	<b>128,839,179</b>

  

	Half ended June 30, 2020			
	Operations (Nampala, Mali)	Explorations (Mali)	Corporate management	\$ Total
REVENUE - GOLD SALES	46,577,556	---	---	46,577,556
Mining operation expenses - note 6	11,163,460	---	---	11,163,460
Mining royalties - note 6	1,140,709	---	---	1,140,709
Administrative expenses - note 7	4,200,241	2,936	2,839,367	7,042,544
Depreciation of property, plant and equipment and amortization of intangible assets	14,146,428	---	31,970	14,178,398
Stock-based compensation expense	---	---	573,791	573,791
<b>OPERATING INCOME (LOSS)</b>	<b>15,926,718</b>	<b>(2,936)</b>	<b>(3,445,128)</b>	<b>12,478,654</b>
<b>TOTAL ASSETS AS AT DECEMBER 31, 2020</b>	<b>103,091,813</b>	<b>8,167,877</b>	<b>5,514,507</b>	<b>116,774,197</b>

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

	Second quarters ended June 30,		First halves ended June 30,	
	2021 \$	2020 \$	2021 \$	2020 \$
Operating and maintenance supplies and service	8,774,882	4,444,340	17,587,493	9,811,938
Fuel	3,512,806	2,398,515	7,465,352	5,473,234
Reagents	1,039,722	1,264,009	2,265,842	2,795,775
Employee benefit expenses	1,354,510	1,385,199	2,676,630	2,524,477
Inventory change	585,359	(3,635,034)	1,085,071	(4,266,600)
Less: Production expenses capitalized as stripping cost	(6,585,709)	(2,293,177)	(13,427,641)	(5,547,641)
Delivery costs	211,221	164,042	427,565	372,277
Total production costs	8,892,791	3,727,894	18,080,312	11,163,460
Mining royalties	652,253	370,392	1,308,479	1,140,709
	9,545,044	4,098,286	19,388,791	12,304,169

### 7 - ADMINISTRATIVE EXPENSES

	Second quarters ended June 30,		First halves ended June 30,	
	2021 \$	2020 \$	2021 \$	2020 \$
Operations and explorations	2,199,476	2,550,710	4,447,578	4,203,177
Corporation management	1,279,364	1,473,241	2,745,668	2,839,367
	3,478,840	4,023,951	7,193,246	7,042,544

Salary related amounts of \$399,074 and \$103,741, respectively, are included in the "Operations and explorations" item and in the "Corporate management" item for the quarter ended June 30, 2021 (\$613,194 and \$103,616, respectively, for the quarter ended June 30, 2020) and of \$795,332 and \$254,250 for the half ended June 30, 2021 (\$951,092 and \$204,930, respectively, for the half ended June 30, 2020).

### 8 - INVENTORIES

	As at June 30,	As at December 31,
	2021 \$	2020 \$
Doré bars in production	3,176,961	4,648,288
Supplies and spare parts	9,930,816	8,437,106
Stacked ore	355,224	231,094
	13,463,001	13,316,488

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 9 - ACCOUNTS RECEIVABLE

	As at June 30, 2021 \$	As at December 31, 2020 \$
VAT receivable	4,487,733	3,355,503
Other taxes receivable	378,270	381,448
Other receivables	9,107	17,238
	<b>4,875,110</b>	<b>3,754,189</b>

### 10 - MINING PROPERTIES

	Mininko	Sanoula	Kamasso	Diangounté	Total
Undivided interest	100%	100%	100%	100%	
<b>Mining rights and titles</b>					<b>\$</b>
<b>Balance as at December 31, 2020</b>	<b>147,080</b>	<b>240,645</b>	<b>23,944</b>	<b>51,288</b>	<b>462,957</b>
Acquisition costs	---	---	18,085	28,262	<b>46,347</b>
Exchange rate changes	(8,565)	(14,015)	(1,394)	(3,510)	<b>(27,484)</b>
<b>Balance as at June 30, 2021</b>	<b>138,515</b>	<b>226,630</b>	<b>40,635</b>	<b>76,040</b>	<b>481,820</b>

#### Exploration costs

<b>Balance as at December 31, 2020</b>	<b>5,147,469</b>	<b>1,384,766</b>	<b>868,859</b>	<b>71,194</b>	<b>7,472,288</b>
Expenses incurred	1,268,566	292,514	---	19,887	<b>1,580,967</b>
Amortization	4,336	2,335	---	---	<b>6,671</b>
Exchange rate changes	(330,561)	(83,865)	(50,603)	(4,285)	<b>(469,314)</b>
<b>Balance as at June 30, 2021</b>	<b>6,089,810</b>	<b>1,595,750</b>	<b>818,256</b>	<b>86,796</b>	<b>8,590,612</b>

#### Total:

As at December 31, 2020	5,294,549	1,625,411	892,803	122,482	7,935,245
<b>As at June 30, 2021</b>	<b>6,228,325</b>	<b>1,822,380</b>	<b>858,891</b>	<b>162,836</b>	<b>9,072,432</b>

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated)

### 11 - PROPERTY, PLANT AND EQUIPMENT

	Mining development costs	Buildings and office development	Equipment related to mining explorations	Tools, equipment and vehicles	Exploration equipment	Total
<b>Cost</b>						\$
<b>Balance as at December 31, 2020</b>	<b>25,681,948</b>	<b>12,985,292</b>	<b>115,857,012</b>	<b>4,254,745</b>	<b>762,357</b>	<b>159,541,354</b>
Acquisition costs	1,996,217	1,242,634	15,033,817	572,484	---	18,845,152
Changes in right-of-use asset	---	---	---	(116,087)	---	(116,087)
Exchange rate changes	(1,498,318)	(759,083)	(6,779,742)	(249,267)	(44,399)	(9,330,809)
<b>Balance as at June 30, 2021</b>	<b>26,179,847</b>	<b>13,468,843</b>	<b>124,111,087</b>	<b>4,461,875</b>	<b>717,958</b>	<b>168,939,610</b>

#### Accumulated depreciation

<b>Balance as at December 31, 2020</b>	<b>9,242,146</b>	<b>5,061,851</b>	<b>65,411,042</b>	<b>1,868,079</b>	<b>698,384</b>	<b>82,281,502</b>
Depreciation	581,532	546,814	4,746,778	345,433	6,671	6,227,228
Changes in right-of-use asset	---	---	---	(58,044)	---	(58,044)
Exchange rate changes	(537,275)	(296,357)	(3,820,594)	(109,477)	(40,807)	(4,804,510)
<b>Balance as at June 30, 2021</b>	<b>9,286,403</b>	<b>5,312,308</b>	<b>66,337,226</b>	<b>2,045,991</b>	<b>664,248</b>	<b>83,646,176</b>

#### Net amounts:

As at December 31, 2020	16,439,802	7,923,441	50,445,970	2,386,666	63,973	77,259,852
<b>As at June 30, 2021</b>	<b>16,893,444</b>	<b>8,156,535</b>	<b>57,773,861</b>	<b>2,415,884</b>	<b>53,710</b>	<b>85,293,434</b>
Not depreciated as at June 30, 2021 <sup>(1)</sup>	7,086,226	1,785,605	3,367,215	---	---	12,239,046

<sup>(1)</sup> Property, plant and equipment with a book value of \$12,239,046 are not depreciated because they are either under development or construction, or not installed as at June 30, 2021 (\$11,167,775 as at December 31, 2020).

### 12 - ACCOUNTS PAYABLE

	As at June 30, 2021	As at December 31, 2020
	\$	\$
Suppliers	12,241,213	9,770,197
Accrued interest	6,993	16,716
Due to the state	226,692	365,640
Other payables	1,344,368	1,295,282
Accounts payables to a shareholder-owned company	---	2,317,787
	<b>13,819,266</b>	<b>13,765,622</b>

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 13 - LONG-TERM DEBT AND LINES OF CREDIT

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 \$268,418 (119,784,353 CFA francs) including capital and interest, until August 2022 inclusively.<sup>(1)</sup>

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 \$280,106 (125,000,000 CFA francs) plus interest, until October 2021 inclusively.<sup>(1)</sup>

Bank loan in the amount of \$701,937 (300,000,000 CFA francs), annual interest of 7.5%, secured with a pledge on the mobile equipment financed. This loan is repayable in monthly instalments of \$20,615 (9,199,798 CFA francs) including capital and interest, until March 2024 inclusively.

Bank loan in the amount of \$69,726 (29,800,000 CFA francs), annual interest of 7.5%, secured with a pledge on the mobile equipment financed. This loan is repayable in monthly instalments of \$2,048 (913,846 CFA francs) including capital and interest, until March 2024 inclusively.

Bank loan in the amount of \$2,245,420 (1,000,000,000 CFA francs), annual interest of 8%, 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 monthly instalments of \$197,170 (87,988,866 CFA francs) including capital and interest, until May 2022 inclusively.

Less: Capitalized financing fees in the amount of \$291,011 (122,263,500 CFA francs)

Less: Current portion of long-term debt

As at June 30, 2021	As at December 31, 2020
\$	\$
<b>3,598,441</b>	5,365,654
<b>560,212</b>	1,189,711
<b>605,461</b>	---
<b>60,142</b>	---
<b>2,061,835</b>	---
<b>6,886,091</b>	6,555,365
<b>(26,373)</b>	(55,262)
<b>6,859,718</b>	6,500,103
<b>(5,614,197)</b>	(4,288,403)
<b>1,245,521</b>	2,211,700

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

#### Lines of credit

Authorized line of credit from a Malian bank for a maximum amount of \$1,191,466 (500,000,000 CFA francs), bearing interest at an annual rate of 8%, expired on July 31, 2021 and being renewed.

Authorized line of credit from a Malian bank for a maximum amount of \$2,274,387 (1,000,000,000 CFA francs), bearing interest at an annual rate of 8%, due on April 6, 2022.

As at June 30, 2021	As at December 31, 2020
\$	\$
<b>791,085</b>	1,086,599
<b>172,700</b>	---
<b>963,785</b>	1,086,599

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 14 - SHARE CAPITAL

	As at June 30, 2021	As at December 31, 2020
	\$	\$
<b>Issued and fully paid</b>		
<b>599,878,403 common shares</b>		
(December 31, 2020 - 599,119,403 common shares)		
	<b>71,407,047</b>	<b>71,269,402</b>

During the six-month period ended June 30, 2021, the Company issued 759,000 shares following the exercise of stock options for a cash consideration of \$83,670. The value of options exercised that was reclassified to the share capital is \$137,645.

### 15 - ADDITIONAL INFORMATION ON THE INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Second quarters ended June 30,		First halves ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
<i>a) Net changes in non-cash working capital items</i>				
<b>Decrease (increase) in current assets</b>				
Accounts receivable	(697,876)	(1,107,913)	(1,574,048)	(1,477,517)
Inventories	(818,036)	(5,814,767)	(922,485)	(5,696,948)
Prepaid expenses	(289,000)	(210,903)	(487,112)	(350,677)
Deposits paid	218,718	240,768	(6,381)	(554,061)
	(1,586,194)	(6,892,815)	(2,990,026)	(8,079,203)
<b>Increase (decrease) in current liabilities</b>				
Accounts payable	(201,837)	855,213	1,855,145	1,298,920
	(1,788,031)	(6,037,602)	(1,134,881)	(6,780,283)
<i>b) Paid interest</i>				
Lines of credit	(46,826)	(162)	(48,854)	(3,281)
Long-term debt	(118,777)	(211,394)	(231,458)	(459,492)
Lease obligations	(2,247)	(8,513)	(5,052)	(12,214)
Bank charges	(28,152)	(37,060)	(77,893)	(86,609)
	(196,002)	(257,129)	(363,257)	(561,596)
<i>c) Items not affecting cash related to investing activities</i>				
Change in accounts payable related to property, plant and equipment	632,401	(104,454)	1,101,501	(78,549)

## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

### 16 - EARNINGS PER SHARE

	Second quarters ended June 30,		First halves ended June 30,	
	2021 \$	2020 \$	2021 \$	2020 \$
Net earnings and diluted attributable to common shareholders	9,395,284	337,917	19,104,872	10,004,151
Basic weighted average number of shares outstanding	599,687,711	582,777,059	599,594,077	581,525,267
Stock options <sup>(1)</sup>	4,631,913	12,736,628	4,800,474	11,604,020
Diluted weighted average number of shares outstanding <sup>(1)</sup>	604,319,624	595,513,687	604,394,551	593,129,287
<b>Basic net earnings per share</b>	<b>0.016</b>	0.001	<b>0.032</b>	0.017
<b>Diluted net earnings per share</b>	<b>0.016</b>	0.001	<b>0.032</b>	0.017

<sup>(1)</sup> The calculation of the hypothetical conversions excludes options whose effect is anti-dilutive. Some stock options 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 June 30, 2021, no stock option is excluded in the diluted net earnings per share calculation (no stock options for the quarter ended June 30, 2020). For the half ended June 30, 2021, no stock options is excluded in the diluted net earnings per share calculation (no stock options for the half ended June 30, 2020).

### 17 - 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 (loss). 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 June 30, 2021 \$	As at December 31, 2020 \$
<b>Financial assets at amortized cost</b>		
Cash	10,153,615	8,895,854
Accounts receivable	9,107	17,238
Deposits paid	1,336,226	2,012,030
	<b>11,498,948</b>	10,925,122
<b>Financial liabilities at amortized cost</b>		
Accounts payable	13,592,574	13,399,981
Lines of credit	963,785	1,086,599
Long-term debt	6,859,718	6,500,103
Lease obligations	155,417	301,551
	<b>21,571,494</b>	21,288,234



## NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

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### 17 - FINANCIAL INSTRUMENTS - (continued)

#### 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 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.