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**79NORTH INC.**  
**CONDENSED INTERIM CONSOLIDATED FINANCIAL**  
**STATEMENTS**  
**THREE MONTHS ENDED FEBRUARY 28, 2022**  
**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**

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**Notice To Reader**

The accompanying unaudited condensed interim consolidated financial statements of 79North Inc. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

## 79North Inc.

### Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at February 28, 2022	As at November 30, 2021
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 873,344	\$ 1,251,425
Receivables and other assets (note 3)	27,422	28,143
	<b>900,766</b>	<b>1,279,568</b>
Property and equipment (note 4)	<b>166,598</b>	176,688
<b>Total assets</b>	<b>\$ 1,067,364</b>	<b>\$ 1,456,256</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (notes 5 and 11)	\$ 154,180	\$ 235,372
<b>Total liabilities</b>	<b>154,180</b>	<b>235,372</b>
<b>Equity</b>		
Share capital (note 6)	8,021,919	8,021,919
Reserve	2,936,404	2,936,404
Accumulated other comprehensive income	62,395	61,541
Deficit	<b>(10,661,725)</b>	<b>(10,353,171)</b>
<b>Equity attributable to the shareholders of the Company</b>	<b>358,993</b>	<b>666,693</b>
Non-controlling interest	<b>554,191</b>	554,191
<b>Total equity</b>	<b>913,184</b>	<b>1,220,884</b>
<b>Total equity and liabilities</b>	<b>\$ 1,067,364</b>	<b>\$ 1,456,256</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Nature of operations and going concern (note 1)

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**79North Inc.****Condensed Interim Consolidated Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****Unaudited**

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	<b>Three Months Ended February 28, 2022</b>	<b>Three Months Ended February 28, 2021</b>
<b>Operating expenses</b>		
Exploration and evaluation expenditures (note 10)	\$ 129,798	\$ 286,348
Professional fees	64,431	55,317
Management and consultants compensation (note 11)	47,340	57,267
Travel	11,472	30,468
Office and general	42,320	46,793
Foreign exchange loss	2,549	4,494
Investor relations	10,644	105,434
<b>Net loss for the period</b>	<b>(308,554)</b>	<b>(586,121)</b>
<b>Other comprehensive income (loss)</b>		
Items that will be reclassified subsequently to profit or loss:		
Cumulative translation adjustment	854	-
<b>Total comprehensive loss for the period</b>	<b>\$ (307,700)</b>	<b>\$ (586,121)</b>
<b>Basic and diluted net loss per share</b> (note 9)	<b>\$ (0.00)</b>	<b>\$ (0.01)</b>
<b>Weighted average number of common shares outstanding</b>	<b>91,547,241</b>	<b>85,878,941</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

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**79North Inc.****Condensed Interim Consolidated Statements of Cash Flows****(Expressed in Canadian Dollars)****Unaudited**

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	<b>Three Months Ended February 28, 2022</b>	<b>Three Months Ended February 28, 2021</b>
<b>Operating activities</b>		
Net loss for the period	\$ (308,554)	\$ (586,121)
Adjustments for:		
Amortization	10,090	6,886
Changes in non-cash working capital items:		
Receivables and other assets	721	30,529
Accounts payable and accrued liabilities	(81,192)	86,991
<b>Net cash used in operating activities</b>	<b>(378,935)</b>	<b>(461,715)</b>
<b>Investing activities</b>		
Purchase of property and equipment	-	(27,713)
<b>Net cash used in investing activities</b>	<b>-</b>	<b>(27,713)</b>
<b>Effect of exchange rate changes on cash held by foreign currency</b>	<b>854</b>	<b>-</b>
<b>Net change in cash</b>	<b>(378,081)</b>	<b>(489,428)</b>
<b>Cash, beginning of period</b>	<b>1,251,425</b>	<b>2,870,786</b>
<b>Cash, end of period</b>	<b>\$ 873,344</b>	<b>\$ 2,381,358</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

**79North Inc.****Condensed Interim Consolidated Statements of Changes in Equity****(Expressed in Canadian Dollars)****Unaudited**

	Share capital	Reserve	Accumulated other comprehensive income	Deficit	Total attributable to shareholders of Company	Non-controlling interest	Total
<b>Balance, November 30, 2020</b>	<b>\$ 7,360,896</b>	<b>\$ 2,809,710</b>	<b>\$ 61,485</b>	<b>\$ (7,791,598)</b>	<b>\$ 2,440,493</b>	<b>\$ 554,191</b>	<b>\$ 2,994,684</b>
Total comprehensive loss for the period	-	-	-	(586,121)	(586,121)	-	(586,121)
<b>Balance, February 28, 2021</b>	<b>\$ 7,360,896</b>	<b>\$ 2,809,710</b>	<b>\$ 61,485</b>	<b>\$ (8,377,719)</b>	<b>\$ 1,854,372</b>	<b>\$ 554,191</b>	<b>\$ 2,408,563</b>
<b>Balance, November 30, 2021</b>	<b>\$ 8,021,919</b>	<b>\$ 2,936,404</b>	<b>\$ 61,541</b>	<b>\$ (10,353,171)</b>	<b>\$ 666,693</b>	<b>\$ 554,191</b>	<b>\$ 1,220,884</b>
Total comprehensive loss for the period	-	-	854	(308,554)	(307,700)	-	(307,700)
<b>Balance, February 28, 2022</b>	<b>\$ 8,021,919</b>	<b>\$ 2,936,404</b>	<b>\$ 62,395</b>	<b>\$ (10,661,725)</b>	<b>\$ 358,993</b>	<b>\$ 554,191</b>	<b>\$ 913,184</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

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## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

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#### 1. Nature of operations and going concern

79North Inc. (the "Company" or "79North") was incorporated under the Business Corporations Act (Ontario) on November 27, 2017. The Company is focused on the acquisition, exploration and development of properties which are prospective for gold and other metals. The Company is domiciled in Canada and its registered office is located at 82 Richmond Street East, Suite 306, Toronto, Ontario, M5C 1P1.

On June 12, 2020, the Company completed a reverse take-over transaction ("RTO Transaction") with 79North Ltd. wherein the Company acquired 100% of the issued and outstanding common shares of 79North Ltd. As a result of the share exchange, 79North Ltd. is considered to have control. While the Company is the legal acquirer, the accounting acquirer is 79North Ltd. and these financial statements are consolidated and presented with 79North Ltd. as the continuing entity. Concurrent with the RTO, the Company changed its name to 12 Exploration Inc. and began trading on the Canadian Securities Exchange ("CSE") under the symbol "TWLV". On August 19, 2020, the Company changed its name to 79North Inc. and began trading on CSE under the symbol "JQ". On March 5, 2021, the Company's common shares commenced trading on the OTCQB Venture Market under the ticker symbol "SVNTF".

79North is at an early stage of exploring and acquiring gold properties and as is common with many small companies, it raises financing for its exploration and acquisition activities in discrete tranches. As at February 28, 2022, the Company has a working capital of \$746,586 (November 30, 2021 - working capital of \$1,044,196). For the three months ended February 28, 2022, the Company had a net loss and comprehensive loss of \$307,700 (three months ended February 28, 2021 - \$586,121) and had cash outflows from operations of \$378,935 (three months ended February 28, 2021 - cash outflows of \$461,715). These conditions indicate the existence of some uncertainty that may cast doubt regarding the Company's ability to continue as a going concern and, accordingly, the ultimate use of accounting principles applicable to a going concern.

The Company's ability to continue as a going concern is dependent upon obtaining additional financing and eventually achieving profitable production in the future. The Company is currently evaluating various options in order to address its financing needs. There can be no assurance that the Company's financing activities will continue to be successful or sufficient.

Longer term, the Company may pursue opportunities to raise additional capital through equity markets; however, there can be no assurance it will be able to raise funds in the future. The ultimate ability of the Company to remain a going concern and complete exploration and development of properties, if properties are proven successful, is dependent upon successfully raising additional capital.

These unaudited condensed interim consolidated financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets, liabilities and reported expenses should the Company be unable to continue as a going concern. These adjustments could be material.

The Company's operations could be significantly adversely affected by the effects of a widespread global outbreak of a contagious disease, including the recent outbreak of respiratory illness caused by COVID-19. The Company cannot accurately predict the impact COVID-19 will have on its operations and the ability of others to meet their obligations with 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 and ability to finance its operations.

## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

## 2. Significant accounting policies

### Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of April 27, 2022, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual financial statements as at and for the year ended November 30, 2021. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending November 30, 2022 could result in restatement of these unaudited condensed interim consolidated financial statements.

## 3. Receivables and other assets

	February 28, 2022	November 30, 2021
Amounts receivable	\$ 5,677	\$ 10,246
Prepaid expenses	21,745	17,897
	<u>\$ 27,422</u>	<u>\$ 28,143</u>

## 4. Property and equipment

Cost	Equipment	Vehicle	Total
Balance, November 30, 2020	\$ 133,148	\$ -	\$ 133,148
Additions	53,253	59,705	112,958
Balance, November 30, 2021 and February 28, 2022	<u>\$ 186,401</u>	<u>\$ 59,705</u>	<u>\$ 246,106</u>

Accumulated Depreciation	Equipment	Vehicle	Total
Balance, November 30, 2020	\$ 34,116	\$ -	\$ 34,116
Depreciation for the year	25,817	9,485	35,302
Balance, November 30, 2021	59,933	9,485	69,418
Depreciation for the period	6,323	3,767	10,090
Balance, February 28, 2022	<u>\$ 66,256</u>	<u>\$ 13,252</u>	<u>\$ 79,508</u>

Carrying Value	Equipment	Vehicle	Total
Balance, November 30, 2021	\$ 126,468	\$ 50,220	\$ 176,688
Balance, February 28, 2022	<u>\$ 120,145</u>	<u>\$ 46,453</u>	<u>\$ 166,598</u>

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## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

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#### 5. Accounts payable and accrued liabilities

Accounts payable and accrued liabilities of the Company are principally comprised of amounts outstanding for purchases relating to general operating activities.

	February 28, 2022	November 30, 2021
Accounts payable	\$ 129,180	\$ 99,741
Accrued liabilities	25,000	135,631
	<b>\$ 154,180</b>	<b>\$ 235,372</b>

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#### 6. Share capital

##### (a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

##### (b) Common shares issued

	Number of common shares	Amount
Balance, November 30, 2020 and February 28, 2021	85,878,941	\$ 7,360,896
Balance, November 30, 2021 and February 28, 2022	91,547,241	\$ 8,021,919

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#### 7. Stock options

	Number of stock options	Weighted average exercise price
Balance, November 30, 2020 and February 28, 2021	4,300,000	\$ 0.15
Balance, November 30, 2021 and February 28, 2022	3,750,000	\$ 0.15

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The following table reflects the actual stock options issued and outstanding as of February 28, 2022:



## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

#### 7. Stock options (continued)

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)
June 16, 2025	0.15	3.30	3,100,000	3,100,000
September 23, 2025	0.15	3.57	200,000	200,000
March 29, 2026	0.15	4.08	150,000	50,000
May 10, 2026	0.15	4.20	200,000	66,667
June 28, 2026	0.15	4.33	100,000	33,333
	0.15	3.42	3,750,000	3,450,000

#### 8. Warrants

	Number of warrants	Weighted average exercise price
Balance, November 30, 2020 and February 28, 2021	47,947,885	\$ 0.23
Balance, November 30, 2021 and February 28, 2022	50,462,035	\$ 0.23

The following table reflects the warrants issued and outstanding as of February 28, 2022:

Expiry date	Exercise price (\$)	Number of warrants outstanding
June 12, 2023 (i)	0.20	11,032,400
June 12, 2023 (i)(ii)	0.15	1,726,783
June 12, 2023	0.25	32,734,988
June 12, 2023 (iii)	0.15	2,133,714
August 17, 2024	0.25	2,834,150
	0.23	50,462,035

(i) If the common shares of the Company trade on the CSE at a volume weighted average price of \$0.50 or more for ten consecutive trading days, the Company may, by notice to warrant holders, reduce the expiry date to not less than 20 business days from the date of such notice.

(ii) Exercisable into one unit, consisting of one common share of the Company and one-half of one common share purchase warrant. Each warrant shall be exercisable to acquire one additional common share at a price of \$0.20 per share.

(iii) Exercisable into one unit, consisting of one common share of the Company and one common share purchase warrant. Each warrant shall be exercisable to acquire one additional common share at a price of \$0.25 per share.

## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

#### 9. Net loss per share

The calculation of basic and diluted loss per share for the three months ended February 28, 2022 was based on the loss attributable to common shareholders of \$308,554 (three months ended February 28, 2021 - \$586,121) and the weighted average number of common shares outstanding of 91,547,241 (three months ended February 28, 2021 - 85,878,941). Diluted loss per share did not include the effect of warrants and stock options as they are anti-dilutive.

#### 10. Exploration and evaluation expenditures

Three months ended February 28, 2022	Nassau Gold Project	Sela Creek Project	Project Generation	Total
Administrative	\$ 27,299	\$ -	\$ -	\$ 27,299
Amortization	10,090	-	-	10,090
Analysis	7,170	-	-	7,170
Camp costs	572	-	-	572
Consulting	-	-	3,833	3,833
Drilling	16,965	-	-	16,965
Labour costs	63,869	-	-	63,869
<b>Total exploration and evaluation expenditures</b>	<b>\$ 125,965</b>	<b>\$ -</b>	<b>\$ 3,833</b>	<b>\$ 129,798</b>

Three months ended February 28, 2021	Nassau Gold Project	Sela Creek Project	Project Generation	Total
Administrative	\$ 24,123	\$ -	\$ -	\$ 24,123
Amortization	6,886	-	-	6,886
Analysis	47,164	-	-	47,164
Camp costs	14,832	-	-	14,832
Consulting	52,275	-	264	52,539
Labour costs	108,730	15,293	-	124,023
Supplies	5,187	-	-	5,187
Professional fees	7,248	-	-	7,248
Surface exploration	1,087	-	-	1,087
Vehicle costs	3,259	-	-	3,259
<b>Total exploration and evaluation expenditures</b>	<b>\$ 270,791</b>	<b>\$ 15,293</b>	<b>\$ 264</b>	<b>\$ 286,348</b>

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## 79North Inc.

### Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended February 28, 2022

(Expressed in Canadian Dollars)

Unaudited

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#### 11. Related party transactions

Key management includes the CEO, the Chief Financial Officer ("CFO"), and the directors of the Company. The compensation paid or payable to key management for services during the periods ended February 28, 2022 and 2021 is as follows:

	Three Months Ended February 28, 2022	Three Months Ended February 28, 2021
Management compensation (a)	\$ 45,000	\$ 55,000
Professional fees (b)(c)	33,501	9,672
Rent (b)	5,700	5,700
Office and general (b)	3,773	600
Investor relations (b)	608	-
	<b>\$ 88,582</b>	<b>\$ 70,972</b>

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The noted transactions below are in the normal course of business and are measured at the exchange amount, as agreed to by the parties, and approved by the directors in strict adherence to conflict of interest laws and regulations.

(a) During the three months ended February 28, 2022, the Company incurred management compensation of \$45,000 (three months ended February 28, 2021 - \$55,000) to the CEO of the Company. As at February 28, 2022, the CEO was owed \$714 (November 30, 2021 - \$109,099) and these amounts were included in accounts payable and other liabilities.

(b) During the three months ended February 28, 2022, the Company paid professional fees, rent, office and general totaling \$18,582 (three months ended February 28, 2021 - \$15,972) to Marrelli Support Services Inc., DSA Corporate Services Inc., DSA Filing Services Limited, Marrelli Capital Limited, and Marrelli Press Release Services Limited, together known as the "Marrelli Group", for:

- (i) Carmelo Marrelli, Managing Director of the Marrelli Group, to act as the CFO of the Company;
- (ii) Bookkeeping services;
- (iii) Corporate secretarial services;
- (iv) Regulatory filing services;
- (v) Office rent; and
- (vi) Escrow services.

The Marrelli Group was owed \$10,916 (November 30, 2021 - \$6,441) and these amounts were included in amounts payable and accrued liabilities. The Company also had a \$1,900 deposit with the Canadian Venture Building, Limited as a deposit for last months rent.

(c) During the three months ended February 28, 2022, the Company incurred professional fees of \$25,000 (three months ended February 28, 2021 - \$nil) to a director of the Company. As at February 28, 2022, the director was owed \$8,971 (November 30, 2021 - \$nil) and these amounts were included in accounts payable and other liabilities.

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**79North Inc.****Notes to Condensed Interim Consolidated Financial Statements****Three Months Ended February 28, 2022****(Expressed in Canadian Dollars)****Unaudited**

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**12. Segmented information**

The Company primarily operates in one reportable operating segment, being the exploration and evaluation of gold properties in Suriname. The Company has administrative offices in Toronto, Canada. Geographical information is as follows:

**February 28, 2022**

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	Canada	Suriname	Total
Current assets	\$ 874,425	\$ 26,341	\$ 900,766
Non-current assets	4,685	161,913	166,598
	\$ 879,110	\$ 188,254	\$ 1,067,364

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**November 30, 2021**

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	Canada	Suriname	Total
Current assets	\$ 1,143,662	\$ 135,906	\$ 1,279,568
Non-current assets	4,941	171,747	176,688
	\$ 1,148,603	\$ 307,653	\$ 1,456,256

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