ESKAY MINING CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED MAY 31, 2020 AND 2019

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

Notice to Reader

The accompanying unaudited condensed interim financial statements of Eskay Mining Corp. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

Eskay Mining Corp.
Condensed Interim Statements of Financial Position
(Expressed in Canadian Dollars)
Unaudited

	As at May 31, 2020	As at February 29, 2020
ASSETS		
Current assets		
Cash	**$ 888,759**	$ 177,307
Amounts receivable (note 4)	**19,778**	19,115
Prepaid expenses	**4,832**	9,274
Total current assets	**913,369**	205,696
Non-current assets		
Deposits and exploration advances (note 3)	**72,870**	72,870
Total assets	**$ 986,239**	$ 278,566
SHAREHOLDERS' (DEFICIENCY) AND LIABILITIES		
Current liabilities		
Amounts payable and other liabilities (notes 6 and 13)	**$ 522,763**	$ 212,530
Amounts due to related parties (note 13)	**542,848**	490,187
Subscription receipts	**740,000**	-
Total current liabilities	**1,805,611**	702,717
Non-current liabilities		
Provision for reclamation (note 5)	**62,951**	62,391
Other liabilities (note 7)	**161,105**	161,105
Total liabilities	**2,029,667**	926,213
Shareholders' deficiency		
Share capital (note 8)	**67,387,637**	67,387,637
Reserves	**1,468,836**	1,468,836
Accumulated deficit	**(69,899,901)**	(69,504,120)
Total shareholders' deficiency	**(1,043,428)**	(647,647)
Total shareholders' deficiency and liabilities	**$ 986,239**	$ 278,566

Nature of operations and going concern (note 1)
Commitments and contingencies (note 14)
Subsequent events (note 17)

Eskay Mining Corp.

Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars)
(Unaudited)

	Three Months Ended May 31, 2020	May 31, 2019
Operating expenses		
Exploration and evaluation expenditures (note 3)	**$ 311,650**	$ 3,316
General and administrative (note 12)	**84,382**	242,042
Total operating expenses	**(396,032)**	(245,358)
Other items		
Interest income	**251**	74
Flow-through share liability recovery	**-**	463
Net loss and comprehensive loss for the period	**$ (395,781)**	$ (244,821)
Net loss per share - Basic and Diluted (note 11)	**$ (0.00)**	$ (0.00)
Weighted average number of common shares outstanding - Basic and diluted (note 11)	**118,312,021**	112,248,864

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

Eskay Mining Corp.
Condensed Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended May 31, 2020	Three Months Ended May 31, 2019
Operating activities		
Net loss for the period	**$ (395,781)**	$ (244,821)
Adjustments for:		
Share-based payments	**-**	177,500
Accretion (note 5)	**560**	541
Flow-through share liability recovery	**-**	(463)
Changes in non-cash working capital items:		
Amounts receivable	**(663)**	3,974
Prepaid expenses	**4,442**	10,855
Amounts payable and other liabilities	**310,233**	(11,743)
Amounts due to related parties	**52,661**	50,006
Net cash (used in) operating activities	**(28,548)**	(14,151)
Financing activities		
Proceeds from subscription receipts	**740,000**	-
Net cash provided by financing activities	**740,000**	-
Net change in cash	**711,452**	(14,151)
Cash, beginning of period	**177,307**	60,693
Cash, end of period	**$ 888,759**	$ 46,542

Eskay Mining Corp.
Condensed Interim Statements of Changes in Shareholders' Deficiency
(Expressed in Canadian Dollars)
(Unaudited)

Equity attributable to shareholders

	Share capital	Reserves	Accumulated deficit	Total shareholders' deficiency
Balance, February 28, 2019	**$ 66,677,037**	**$ 1,165,600**	**$ (68,335,064)**	**$ (492,427)**
Share-based payments	-	177,500	-	177,500
Expiry of stock options	-	(18,880)	18,880	-
Net loss for the period	-	-	(244,821)	(244,821)
Balance, May 31, 2019	**$ 66,677,037**	**$ 1,324,220**	**$ (68,561,005)**	**$ (559,748)**
Balance, February 29, 2020	**$ 67,387,637**	**$ 1,468,836**	**$ (69,504,120)**	**$ (647,647)**
Net loss for the period	-	-	(395,781)	(395,781)
Balance, May 31, 2020	**$ 67,387,637**	**$ 1,468,836**	**$ (69,899,901)**	**$ (1,043,428)**

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

1. Nature of operations and going concern

Eskay Mining Corp. (the "Company" or "Eskay") is a Canadian company incorporated in British Columbia and listed for trading on the TSX Venture Exchange ("TSXV"), the Frankfurt Stock Exchange and the OTCQB Venture Market in the United States (see note 17). The Company is primarily engaged in the acquisition and exploration of mineral properties. The primary office is located at The Canadian Venture Building, 82 Richmond Street East, Toronto, Ontario, M5C 1P1.

These unaudited condensed interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations 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 is not limited to, twelve months from the end of the reporting period. The Company has incurred losses in prior periods, with a current net loss of $395,781 during the three months ended May 31, 2020 (three months ended May 31, 2019 - loss of $244,821) and has an accumulated deficit of $69,899,901 (February 29, 2020 - $69,504,120). As at May 31, 2020, the Company had a working capital deficiency of $892,242 (February 29, 2020 - working capital deficiency $497,021). These matters represent material uncertainties that cast significant doubt about the ability of the Company to continue as a going concern.

The Company's ability to continue to meet its obligations and carry out its planned exploration activities is uncertain and dependent upon the continued financial support of its shareholders and securing additional financing. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future. If the going concern assumption was not used then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these financial statements.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to social and government licensing requirements or regulations, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory and environmental requirements. The Company's mineral exploration property interests may also be subject to increases in taxes and royalties, renegotiation of contracts, and political uncertainty.

2. Significant accounting policies

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim 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.

The policies applied in these unaudited condensed interim financial statements are based on IFRSs issued and outstanding as of July 29, 2020, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended February 29, 2020, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending February 28, 2021 could result in restatement of these unaudited condensed interim financial statements.

(Expressed in Canadian Dollars)

2. Significant accounting policies (continued)

New accounting policies

IFRS 3, Business Combinations ("IFRS 3")

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition.

The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

IAS 1, Presentation of Financial Statements ("IAS 1")

Amendments to IAS 1, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

3. Exploration and evaluation expenditures

	Three Months Ended May 31, 2020	2019
St. Andrew Goldfield (SIB) - Eskay Project		
Surveying, sampling and analysis	**$ 37,500**	$ -
Geological and consulting	**2,820**	-
Accretion	**560**	541
Other	**183,270**	2,775
	224,150	3,316
Corey Mineral Claims		
Surveying, sampling and analysis	**37,500**	-
Geological and consulting	**50,000**	-
	87,500	-
Total exploration and evaluation expenditures	**$ 311,650**	$ 3,316

(Expressed in Canadian Dollars)

3. Exploration and evaluation expenditures (continued)

St. Andrew Goldfield (SIB) - Eskay Project

Pursuant to an option agreement dated May 7, 2008 and amending option agreement dated January 17, 2013 with St. Andrew Goldfields Ltd., the Company earned an 80% interest in the SIB Property at Eskay Creek, British Columbia (the “Property”) by expending an aggregate of $3.98 million on exploration of the Property and issuing further 265,000 common shares. On January 26, 2016, Kirkland Lake Gold Inc. ("Kirkland Lake") announced it completed the acquisition of St. Andrew. St. Andrew is now a wholly-owned subsidiary of Kirkland Lake and continues to hold a 20% interest in the SIB Property. St. Andrew and the Company entered into an agreement with an effective date of November 25, 2016 for the further exploration and development of the Property.

On April 26, 2017, the Company announced that it has signed an option agreement (the “Agreement”) with SSR Mining Inc. (formerly Silver Standard Resources Inc.) (“SSR Mining”) pursuant to which SSR Mining could acquire up to a 60% undivided interest in part of Eskay’s SIB Property, located in northwest British Columbia, Canada. SSR Mining formally abandon the option on January 30, 2019 without earning any interest in the SIB Property.

SSR Mining was responsible for all deposits with the B.C Ministry of Energy and Mines in order to permit SSR Mining to conduct exploration and evaluation activities on Eskay’s SIB Property. As a result, the B.C. Ministry of Energy and Mines refunded $60,000 to the Company on August 7, 2018. On September 24, 2019, the Company entered into an agreement with SSR Mining and is now obligated to pay the sum of $70,000 plus interest from January 30, 2019 at the prime rate of the Royal Bank of Canada plus 2% until the date of payment as reimbursement for the cash deposits made by SSR Mining. This amount is included in accounts payable and other liabilities.

Corey Mineral Claims

In September 1990, the Company acquired a 100% interest in mineral tenures located in the Skeena Mining Division, Province of British Columbia for $30,000 cash and a royalty of 5% of net profits from these claims to a maximum of $250,000.

These mineral exploration properties are located in northwestern British Columbia, 70 km northwest of Stewart. The Company holds a 100% interest in these mineral tenures subject to a 2% net smelter royalty.

Deposits and Exploration Advances

As at May 31, 2020, the Company had $72,870 (February 29, 2020 - $72,870) of deposits and exploration advances held by the provincial government of British Columbia. Such deposits were required by the B.C Ministry of Energy and Mines in order to permit the Company to conduct exploration and evaluation activities in that province.

4. Amounts receivable

	May 31, 2020	February 29, 2020
Sales tax receivable - (Canada)	**$ 19,332**	$ 18,669
Other receivable	**446**	446
	$ 19,778	$ 19,115

(Expressed in Canadian Dollars)

5. Provision for reclamation

The Company's provision for reclamation costs is based on management's estimated costs to dismantle and remove its facilities as well as an estimate of the future timing of the costs to be incurred. The following table presents the reconciliation of the beginning and ending aggregate carrying amount of the provision for closure and reclamation associated with the dismantling and removal of the Company's camp:

Balance at February 29, 2020	**$**	**62,391**
Accretion		560
Balance at May 31, 2020	**$**	**62,951**

The Company has estimated its total provision for reclamation to be $62,951 at May 31, 2020 (February 29, 2020 - $62,391) based on a total future liability of approximately $60,800 and an inflation rate of 2.2% (February 29, 2020 - 2.2%) and a discount rate of 1.07% (February 29, 2020 - 1.07%). Reclamation is expected to occur in the year 2022.

6. Amounts payable and other liabilities

Amounts payable and other liabilities of the Company are principally comprised of amounts outstanding for purchases relating to exploration and evaluation expenditures and general operating and administrative activities:

		May 31, 2020		**February 29, 2020**
Accounts payable	**$**	**512,763**	$	204,530
Accruals and others		**10,000**		8,000
Total amounts payable and other liabilities	**$**	**522,763**	$	212,530

The following is an aged analysis of amounts payable and other liabilities:

		May 31, 2020		**February 29, 2020**
Less than 1 month	**$**	**71,100**	$	120,213
1 to 3 months		**306,814**		15,285
Greater than 3 months		**144,849**		77,032
Total amounts payable and other liabilities	**$**	**522,763**	$	212,530

7. Other liabilities

During the year ended February 28, 2017, the Company transferred $161,105 of accounts payable (the “Statute-barred Claims”) to non-current liabilities on the basis that any claims in respect of the Statute-barred Claims were statute-barred under the Limitations Act (Ontario). The Statute-barred Claims related to expenses billed by and third party liabilities incurred by prior management of the Company prior to October 2010. However, for accounting purposes under IFRS, a debt can only be removed from the Company’s Statement of Financial Position when it is extinguished meaning only when the contract is discharged or canceled or expires. The effect of the Limitations Act is to prevent a creditor from enforcing an obligation but it does not formally extinguish the debt for accounting purposes. It is the position of management of the Company that the Statute-barred Claims cannot be enforced by the creditors, do not create any obligation for the Company to pay out any cash and do not affect the financial or working capital position of the Company. The Statute-barred Claims are required to be reflected on the Company’s Statement of Financial Position as a result of the current interpretation of IFRS, but they are classified as long-term liabilities since the Company has no intention or obligation to pay these Statute-barred Claims and the creditors cannot enforce payment of the Statute-barred Claims. While inclusion of these items is intended solely to comply with the requirements of IFRS, the Company in no way acknowledges any of the Statute-barred Claims.

(Expressed in Canadian Dollars)

8. Share capital

a) Authorized share capital - the authorized share capital consists 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 - as at May 31, 2020, the issued share capital amounted to $67,387,637. Changes in issued share capital are as follows:

	Number of common shares	Amount
Balance, February 28, 2019 and May 31, 2019	**112,248,864**	**$ 66,677,037**
Balance, February 29, 2020 and May 31, 2020	**118,312,021**	**$ 67,387,637**

9. Stock options

The following table reflects the continuity of stock options for the periods presented:

	Number of stock options	Weighted average exercise price ($)
Balance, February 28, 2019	**7,857,144**	**0.14**
Granted (i)	2,500,000	0.08
Expired	(200,000)	0.10
Balance, May 31, 2019	**10,157,144**	**0.14**
Balance, February 29, 2020 and May 31, 2020	**11,100,000**	**0.15**

(i) On March 6, 2019, the Company granted 2,500,000 stock options to officers, directors and consultants at $0.08 per share for five years expiring March 6, 2024. These options vested immediately. These options have a grant date fair value of $177,500, estimated using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 139% based on the Company's historical volatility; share price of $0.08; risk-free interest rate of 1.69% and an expected life of five years. During the three months ended May 31, 2019, $177,500, was recorded as share-based payments.

(Expressed in Canadian Dollars)

9. Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of May 31, 2020:

Expiry date	Exercise price ($)	Weighted average remaining contractual life (years)	Number of options outstanding	Fair value ($)	Number of options vested (exercisable)
December 15, 2020	0.075	0.04	850,000	60,350	850,000
December 23, 2020	0.08	0.01	250,000	18,750	250,000
February 5, 2021	0.105	0.02	400,000	47,200	400,000
November 16, 2021	0.22	0.25	1,900,000	375,440	1,900,000
January 8, 2023	0.22	0.07	300,000	7,891	52,086
January 30, 2023	0.235	0.42	1,750,000	383,250	1,750,000
February 5, 2023	0.24	0.06	250,000	55,780	250,000
July 4, 2023	0.215	0.06	200,000	39,000	200,000
March 6, 2024	0.08	0.68	2,000,000	142,000	2,000,000
September 5, 2024	0.095	0.50	1,300,000	109,200	1,300,000
September 11, 2024	0.10	0.14	350,000	30,800	350,000
December 9, 2024	0.135	0.63	1,550,000	199,175	1,550,000
		2.88	**11,100,000**	**1,468,836**	**10,852,086**

The weighted average exercise price of the vested options at May 31, 2020 is $0.15.

10. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Weighted average exercise price ($)
Balance, February 28, 2019 and May 31, 2019	**1,282,000**	**0.40**
Balance, February 29, 2020 and May 31, 2020	**4,882,000**	**0.25**

The following table reflects the warrants issued and outstanding as of May 31, 2020:

Expiry date	Number of warrants outstanding	Exercise price
June 1, 2021	1,082,000	$ 0.40 (1)
June 7, 2021	200,000	$ 0.40 (1)(2)
December 5, 2020	3,350,000	$ 0.20 (3)
December 5, 2020	250,000	$ 0.22 (4)
	4,882,000	$ 0.25

(1) On May 15, 2020, the Company announced an extension on the exercise date of 1,282,000 warrants currently exercisable until June 1, 2020 (as to 1,082,000) and June 7, 2020 (as to 200,000) at $0.40 per share, issued pursuant to the private placement financing whicih closed in June of 2018, for a further year until June 1, 2021 and June 7, 2021 respectively. Each warrant entitles the holder to acquire one common share at a price of $0.40 until the earlier of (i) June 1, 2021; and (ii) in the event that the closing price of the common shares on the TSXV is at least $0.60 for ten (10) consecutive trading days, and the 10th Trading Day is at least four (4) months from June 1, 2018, the date which is thirty (30) days from the 10th Trading Day.

(Expressed in Canadian Dollars)

10. Warrants (continued)

(2) Each warrant entitles the holder to acquire one common share at a price of $0.40 until the earlier of (i) June 7, 2021; and (ii) in the event that the closing price of the common shares on the TSXV is at least $0.60 for ten (10) consecutive trading days, and the 10th Trading Day is at least four (4) months from June 7, 2018, the date which is thirty (30) days from the 10th Trading Day.

(3) Each warrant entitles the holder to acquire one common share at a price of $0.20 until December 5, 2020.

(4) Each warrant entitles the holder to acquire one common share at a price of $0.22 until December 5, 2020.

11. Net loss per common share

The calculation of basic and diluted loss per share for the three months ended May 31, 2020 was based on the loss of $395,781 (three months ended May 31, 2019 - loss of $244,821) and the weighted average number of common shares outstanding of 118,312,021 for the three months ended May 31, 2020 (three months ended May 31, 2019 - 112,248,864). The diluted loss per share for the three months ended May 31, 2020 excluded 11,100,000 (2019 - 10,157,144) options and 4,882,000 (2019 - 1,282,000) warrants that were anti-dilutive.

12. General and administrative

	Three Months Ended May 31, 2020	2019
Professional fees (note 13(ii) and (v))	**$ 40,840**	$ 19,556
Reporting issuer costs	**1,148**	945
Office and general	**(7,709)**	2,456
Management and consulting fees (note 13(i))	**49,110**	41,610
Interest and bank charges	**993**	(25)
Share-based payments	**-**	177,500
	$ 84,382	$ 242,042

13. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

Eskay entered into the following transactions with related parties:

(i) For the three months ended May 31, 2020, the Company paid or accrued $49,110 in management and consulting fees to companies controlled by current officers (three months ended May 31, 2019 - $41,610).

(ii) For the three months ended May 31, 2020, the Company paid or accrued $24,811 in professional fees (three months ended May 31, 2019 - $6,418) to companies controlled by an officer of the Company.

(iii) As at May 31, 2020, the Company owed this officer $31,782 (February 29, 2020 - $31,782) which pertained to interest accrued on a loan advanced to the Company during the year ended February 29, 2012, which is included in the amounts due to related parties. These balances are unsecured, non-interest bearing, and due on demand.

(iv) As at May 31, 2020, the Company owed certain officers, directors and parties related to officers and directors $542,848 (February 29, 2020 - $458,407), excluding legal services disclosed in (v) below, in relation to the transactions described above. These balances are unsecured, non-interest bearing and due on demand.

13. Related party balances and transactions (continued)

(v) During the three months ended May 31, 2020, the Company paid professional fees and disbursements of $18,581 (three months ended May 31, 2019 - $1,164) to Gardiner Roberts LLP ("Gardiner"), a law firm of which William R. Johnstone, Corporate Secretary of the Company, is a partner. These services were incurred in the normal course of operations for general corporate matters. As at May 31, 2020, Gardiner is owed $34,253 (February 29, 2020 - $13,257) and this amount is included in amounts due to related parties. These balances are unsecured, non-interest bearing, and due on demand.

As at May 31, 2020, Hugh Balkman, a director of the Company owns 14,053,216 common shares of the Company carrying approximately 11.88% of the voting rights attached to all common shares of the Company. As at May 31, 2020, directors and officers of the Company control an aggregate of 21,910,920 common shares of the Company or approximately 18.52% of the shares outstanding.

The Company is currently not aware of any arrangements that may at a subsequent date result in a change in control of the Company. To the knowledge of the Company, it is not directly or indirectly owned or controlled by another corporation, by any government or by any natural or legal person severally or jointly.

14. Commitments and contingencies

Environmental contingencies
The Company’s exploration activities are subject to various federal, provincial and international laws and regulations governing the protection of the environment. These laws and regulations are continually changing and are generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

Management contract
The Company is party to management contracts that require additional payments of up to $144,000 to be made upon the occurrence of certain events such as termination for any reason, other than for just cause. The Company is also party to management contracts that require additional payments of up to $816,000 to be made upon the occurrence of certain events such as a change of control. As the triggering event has not occurred, the contingent payments have not been reflected in these financial statements.

15. Segmented information

The Company's operations comprise a single reporting operating segment engaged in mineral exploration in Canada. As the operations comprise a single reporting segment, amounts disclosed in the financial statements also represent segment amounts. In order to determine reportable operating segments, the chief operating decision maker reviews various factors including geographical location, quantitative thresholds and managerial structure.

16. Other events

Since December 31, 2019, the outbreak of the novel strain of coronavirus, specifically identified as “COVID-19”, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Corporation and its operating subsidiaries in future periods.

17. Subsequent events

(i) On June 4, 2020, the Company closed the first tranche of a non-brokered private placement with the sale of 1,000,000 FT Units of the Company at a price of $0.255 per units for $255,000 and 550,000 WC Unit at a price of $0.17 per WC Unit for $93,500. A finder was paid a cash fee of $1,275.

(ii) On June 22, 2020, the Company closed the final tranche of its non-brokered private placement with the sale of 7,950,000 Flow through Units of the Company at a price of $0.255 per unit for $2,027,250 and 2,452,941 working capital units at a price of $0.17 per unit for $417,000.

(iii) On June 23, 2020, the Company entered into an agreement to settle a debt of $80,400 owed to Balkam Partners Ltd., a company controlled by the President and CEO of the Company, Hugh (Mac) Balkam, for management fees, and a debt of $281,782 owed to Mac Balkam for management fees, as to $250,000, and accrued interest on funds loaned to the Company by Mac Balkam, as to $31,782, for an aggregate of $362,122 of debt to be settled in consideration for the issuance of 2,130,129 common shares of the Company at a price of $0.17 per share.

(iv) On June 24, 2020, the Company announced the grant of an aggregate of 1,500,000 stock options to directors and consultants of the Company. The stock options are exercisable at $0.24 per share for five years.

(v) On July 9, 2020, the Company announced that its common shares have been approved for trading on the OTCQB Venture Market in the United States under the symbol (OTCQB: ESKYF). Trading commences on July 9, 2020.

(vi) On July 28, 2020, the Company commenced a private placement offering of up to 3,500,000 FT Units of the Company at a price of $0.645 per FT Unit for up to $2,257,500 and up to 4,500,000 WC Units at a price of $0.45 per WC Unit for up to $2,025,000 to fund its 2020 exploration.

(vii) On July 28, 2020, the Company announced that it has secured a diamond drill through Driftwood Diamond Drilling Ltd to undertake a minimum 3,000 m drill program this exploration season. Drilling is expected to commence in a few weeks after the Company has reviewed incoming geophysical data designed to refine drill targeting at multiple precious metal rich volcanogenic massive sulphide targets.