



FireFox Gold Corp.
Condensed Interim Consolidated Financial Statements
For the six months ended June 30, 2020 and 2019
(Expressed in Canadian dollars)

Notice of No Auditor Review

These unaudited condensed interim financial statements have not been reviewed by the auditors of the Corporation. This notice is being provided in accordance with Section 4.3 (3) (a) of National Instrument 51-102 - Continuous Disclosure Obligations.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The accompanying condensed interim consolidated financial statements of FireFox Gold Corp. are the responsibility of the Company's management and are prepared in accordance with International Financial Reporting Standards and reflect management's best estimates and judgment based on information currently available.

Management has developed and maintains a system of internal controls to ensure that the Company's assets are safeguarded, transactions are authorized and properly recorded, and financial information is reliable.

The Board of Directors is responsible for ensuring management fulfills its responsibilities for financial reporting and internal controls through an audit committee, which is comprised primarily of non-management directors. The Audit Committee reviews the financial statements prior to their submission to the Board of Directors for approval.

"Carl Löfberg"

Carl Löfberg
Chief Executive Officer

"Andrew MacRitchie"

Andrew MacRitchie
Chief Financial Officer

Vancouver, British Columbia
August 24, 2020

FireFox Gold Corp.

Condensed Interim Consolidated Statement of Financial Position

(Unaudited - expressed in Canadian Dollars)

	Note	June 30, 2020	December 31, 2019
ASSETS			
Current assets			
Cash		\$ 1,551,866	\$ 240,020
Amounts receivables		30,130	21,284
Prepaid expenses		184,106	25,157
		1,766,102	286,461
Mineral properties	4	882,297	882,297
		\$ 2,648,399	\$ 1,168,758
LIABILITIES			
Current liabilities			
Accounts payable		\$ 200,727	\$ 12,488
Due to related parties	6	145,125	122,822
Accrued liabilities		77,597	57,983
		423,449	193,293
SHAREHOLDERS' EQUITY			
Capital stock	5	6,518,023	5,348,641
Contributed Surplus	5	966,187	855,724
Subscriptions received in advance	5	407,500	-
Deficit		(5,666,760)	(5,228,900)
		2,224,950	975,465
		\$ 2,648,399	\$ 1,168,758

Nature of operations and going concern (Note 1)
Subsequent events (Note 7)

These financial statements were approved for issue by the Board of Directors on August 24, 2020 and are signed on its behalf by:

"Carl Ljöfberg", Director "Patrick Highsmith", Director

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

FireFox Gold Corp.

Condensed Interim Consolidated Statement of Loss and Comprehensive Loss

(Unaudited - expressed in Canadian Dollars)

		For the three months ended June 30		For the six months ended June 30	
	Note	2020	2019	2020	2019
EXPENSES					
Mineral property exploration	4	\$ 107,502	\$ 92,340	\$ 115,412	\$ 418,368
Audit and tax compliance		4,207	5,000	8,707	9,000
Filing and listing fees		5,846	3,635	9,949	8,498
Legal		197	3,860	301	4,723
Office costs		942	10,156	10,370	20,765
Personnel	6	134,902	40,389	206,356	127,891
Regulatory fees		4,373	4,575	4,373	4,575
Travel and meals		23,310	-	24,534	-
Shareholder communications		23,615	64,628	52,728	118,237
Foreign exchange loss (gain)		4,369	(154)	5,130	(1,015)
Net and comprehensive loss for the period					
		\$ 309,263	\$ 224,429	\$ 437,860	\$ 711,042
Basic and diluted loss per share					
		\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.02)
Weighted average number of shares outstanding					
		48,129,407	29,484,201	45,672,319	29,436,117

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

FireFox Gold Corp.

Condensed Interim Consolidated Statement of Changes in Equity

(Unaudited - expressed in Canadian Dollars)

	Number of Shares	Share Capital	Contributed Surplus	Subscriptions Received in Advance	Deficit	Total Shareholders' Deficiency
Balance at December 31, 2018	29,387,498	\$ 3,733,853	\$ 663,119	\$ -	\$ (3,008,408)	\$ 1,388,564
Private placements	4,400,000	440,000	-	-	-	440,000
Share issuance costs	-	(5,898)	-	-	-	(5,898)
Warrants offering	-	-	11,250	-	-	11,250
Warrant issuance costs	-	-	(12,025)	-	-	(12,025)
Net loss and comprehensive loss for the period	-	-	-	-	(711,042)	(711,042)
Balance at June 30, 2019	33,787,498	\$ 4,167,955	\$ 662,344	\$ -	\$ (3,719,450)	\$ 1,110,849
Balance at December 31, 2019	43,215,231	\$ 5,348,641	\$ 855,724	\$ -	\$ (5,228,900)	\$ 975,465
Private placements	16,355,000	1,354,000	-	-	-	1,354,000
Share issuance costs	-	(184,618)	110,463	-	-	(74,155)
Subscriptions received in advance	-	-	-	407,500	-	407,500
Net loss and comprehensive loss for the period	-	-	-	-	(437,860)	(437,860)
Balance at June 30, 2020	59,570,231	\$ 6,518,023	\$ 966,187	\$ 407,500	\$ (5,666,760)	\$ 2,224,950

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

FireFox Gold Corp.

Condensed Interim Consolidated Statement of Cash Flows

(Unaudited - expressed in Canadian Dollars)

	For the six months ended June 30	
	2020	2019
Operating activities		
Loss for the period	\$ (437,860)	\$ (711,042)
Change in non-cash working capital:		
Amounts receivable	\$ (8,846)	(82,510)
Prepaid expenses	\$ (158,949)	(60,319)
Accounts payable	\$ 188,239	(186,081)
Due to related parties	\$ 22,303	141,230
Accrued liabilities	\$ (11,293)	(17,188)
Net cash used in operating activities	\$ (406,406)	(915,910)
Financing activities		
Private placement, net of share issuance costs	\$ 1,310,752	-
Subscriptions received in advance	\$ 407,500	-
Issuance of common shares	\$ -	434,102
Sale of over-allotment warrants	\$ -	11,250
Warrant issuance costs	\$ -	(12,025)
Net cash provided by financing activities	\$ 1,718,252	433,327
Change in cash during the period	\$ 1,311,846	(482,583)
Cash, beginning of the period	\$ 240,020	912,642
Cash, end of the period	\$ 1,551,866	\$ 430,059

SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Non-cash transactions and other supplemental disclosures:

Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -
Unit warrants	\$ 107,250	\$ -
Finders' warrants	\$ 3,213	\$ -

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

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

1. Nature of operations and going concern

FireFox Gold Corp. (the “Company” or “FireFox”) was incorporated under the *Business Corporations Act* (British Columbia) on June 16, 2017 under the name Silverstone Resources Corp. The Company’s name was changed to FireFox Gold Corp. on August 23, 2017. The Company’s registered place of business is located at 650 - 1021 West Hastings Street, Vancouver, British Columbia, V6E 0C3, Canada. The Company is in the exploration stage with respect to its mineral property interests, and its primary activity is exploring for economic gold mineralization in Finland.

The condensed interim consolidated financial statements were prepared on a going concern basis under the assumption that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. The Company has working capital surplus of \$1,342,653 (December 31, 2019 – surplus of \$93,168), has incurred significant operating losses and negative cash flows from operations during the period, and will require additional financing in order to continue operations. While the Company has been successful in obtaining funding in the past through the issuance of additional equity, there is no assurance that such funding will be available in the future. An inability to raise additional funds would adversely impact the future assessment of the Company as a going concern. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

The Company is dependent upon its ability to finance its operations and exploration programs through financing activities that may include issuances of additional debt or equity securities. The recoverability of the carrying value of exploration projects and, ultimately, the Company’s ability to continue as a going concern, is dependent upon the existence and economic recovery of reserves, the ability to raise financing to complete the exploration and development of the properties, and upon future profitable production or, alternatively, upon the Company’s ability to dispose of its interest on an advantageous basis, all of which are uncertain. The financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

2. Summary of significant accounting policies

Basis of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting, are in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), and are consistent with interpretations by the International Financial Reporting Interpretations Committee (“IFRIC”). These condensed interim consolidated financial statements have been prepared using the accounting policies as set out in the audited annual financial statements for the year ended December 31, 2019, with the adoption of updated policies described later in this Note 2. The disclosures which follow do not include all disclosures required for the annual financial statements. These unaudited condensed interim consolidated financial statements should be read in conjunction with the audited financial statements and notes thereon for the year ended December 31, 2019.

Basis of measurement

The condensed interim consolidated financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

2. Summary of significant accounting policies - continued

Details of the group

In addition to the Company, the condensed interim consolidated financial statements include the accounts of a 100% owned subsidiary. Subsidiaries are corporations over which the Company is able, directly or indirectly, to control financial and operating policies, which is authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company and are de-consolidated from the date that control by the Company ceases. Inter-company transactions and balances are eliminated upon consolidation.

As at June 30, 2020, the Company has one subsidiary, FireFox Gold Oy.

Significant accounting estimates and judgments

The preparation of these condensed interim consolidated financial statements requires management to make estimates and judgments that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses and recoveries during the reporting periods. Actual outcomes could differ from these estimates, which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and may affect both the period of revision and future periods.

New standards, amendments and interpretations

The IASB has issued a number of amendments to standards and interpretations, which were not yet effective in 2020, and have not been applied in preparing these condensed interim consolidated financial statements. It is anticipated that these amendments will have no impact on the Company's financial statements when they are adopted in future years.

The IASB has also issued several new amendments to standards and interpretations which are effective January 1, 2020 and were first adopted by the Company in the six-month period ended June 30, 2020. None of the new amendments effective January 1, 2020 had an impact on the condensed interim consolidated financial statements.

3. Risk management and financial instruments

Financial instruments are agreements between two parties that give rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments are classified into one of the following three categories: fair value through profit and loss ("FVTPL"); fair value through other comprehensive income ("FVTOCI"); and amortized cost.

The Company's risk exposure and the impact on the Company's financial instruments are summarized below:

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

3. Risk management and financial instruments (continued)

Credit risk

Credit losses are measured using a present value and probability-weighted model that considers all reasonable and supportable information available without undue cost or effort along with the information available concerning past defaults, current conditions and forecasts at the reporting date. IFRS 9 requires the recognition of 12 month expected credit losses (the portion of lifetime expected credit losses from default events that are expected within 12 months of the reporting date) if credit risk has not significantly increased since initial recognition (stage 1), and lifetime expected credit losses for financial instruments for which the credit risk has increased significantly since initial recognition (stage 2) or which are credit impaired (stage 3). There are no expected credit losses with respect to the Company's financial instruments held at amortized cost.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk consists of interest rate risk, foreign currency risk and other price risk. As at June 30, 2020, the Company is not exposed to significant market risk.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they become due. The Company's approach to managing liquidity risk is to attempt to ensure that it will have sufficient cash or credit available to meet liabilities when due. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures, commitments and capital-raises.

All of the liabilities presented as accounts payable and accrued liabilities are due within 90 days of June 30, 2020.

Other risk

In December 2019, a novel strain of coronavirus was reported in Wuhan, China. On March 11, 2020, the World Health Organization declared the outbreak to constitute a "Public Health Emergency of International Concern." The spread of COVID-19 has severely impacted economies around the globe. In many countries, including Canada, businesses have been forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in significant unemployment and an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening of certain sectors. Governments and central banks have responded with monetary and fiscal interventions designed to stabilize economic conditions. To date, the Company's operations have not been materially negatively affected by these events. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration of the impact, the severity of the consequences, nor the impact, if any, on the financial position and results of the Company for future periods.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

4. Mineral properties

(a) Riikonkoski (East and West), Jeesiö (including Jeesiö West) and Ylöjärvi (including Oks) projects

On August 1, 2017, the Company entered an option agreement with Magnus Minerals Ltd. (“Magnus”), a company incorporated under the laws of Finland, whereby Magnus granted FireFox an exclusive right and option to earn and acquire a 100% interest in each of the Riikonkoski (East and West), Jeesiö (including Jeesiö West) and Ylöjärvi (including Oks) projects (the “RJY Properties”), which are located in Finland and currently owned by Magnus (the “RJY Option Agreement”). Since originally entering into the option agreement, certain extensions have been formally granted by Magnus to commitment dates under the RJY Option Agreement.

Pursuant to the RJY Option Agreement, FireFox has completed the following commitments:

- (i) issued 6,000,000 common shares to Magnus
- (ii) incurred \$2,061,797 in exploration expenditures on the RJY Properties, and
- (iii) made cash payments to Magnus totaling \$90,000

The following commitments remain to be satisfied under the RJY Option Agreement:

- (i) incurring a further \$438,203 in exploration expenditures on the RJY Properties by August 31, 2021
- (ii) making a \$60,000 cash payment to Magnus by August 31, 2020
- (iii) making a \$50,000 cash payment to Magnus by February 28, 2021
- (iv) making a \$50,000 cash payment to Magnus by August 31, 2021

The RJY Option Agreement also provides that if FireFox exercises the Option, FireFox will be obligated to pay Magnus an additional payment, equal to the value of 1,000 troy ounces of gold, within 12 months of the commencement of commercial production. In addition, under the RJY Option Agreement, FireFox granted Magnus a 1.5% net smelter return royalty (“NSR”), which may be reduced to 1% by the payment to Magnus of 1,000 troy ounces of gold within 90 days of publishing a positive feasibility study. Pursuant to the RJY Option Agreement, Magnus has agreed to provide mineral exploration services to FireFox.

At any time, FireFox may elect to stop making payments under the RJY Option Agreement, which would result in the termination of the RJY Option Agreement. Upon termination of the RJY Option Agreement, FireFox would forego all of its rights to the Projects and any payments (including the issuance of shares) already made to Magnus or expended on the Projects. Magnus is a related party (Note 6).

(b) Mustajärvi project

On December 14, 2017, the Company entered into an agreement whereby it paid a total of €30,000 and issued 400,000 common shares to a Finnish junior exploration company, Aurora Exploration Oy (“Aurora”), to acquire a 100% interest in the Mustajärvi Project. Aurora retains a 1% Net Smelter Royalty (“NSR”) on all metals sold from the Mustajärvi Project, 50% of which can be repurchased by FireFox for USD \$500,000. The repurchase right is exercisable at any point within 180 days of the Company’s receipt of a positive feasibility study for the Mustajärvi Project.

In addition, the Company has staked additional ground consisting of four exploration reservations, partially adjoining the optioned Mustajärvi property.

(c) Seuru Properties

On August 21, 2018, the Company entered an option agreement with Magnus (the “Seuru Option Agreement”) to acquire a 100% interest in approximately 46,039 hectares of mineral exploration reservations in the Central Lapland Greenstone Belt of northern Finland. The new properties are comprised of four separate reservations, collectively referred to as the Seuru Properties. Since originally entering into the option agreement, certain extensions have been formally granted by Magnus to commitment dates under the Seuru Option Agreement. Magnus will retain a 1.5% NSR royalty on production from the Seuru Properties, 0.5% of which can be purchased for 1,000 troy ounces of gold. Magnus is a related party (Note 6).

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

4. Mineral properties (continued)

Pursuant to the Seuru Option Agreement, FireFox has completed the following commitments:

- (i) issued 1,500,000 shares,
- (ii) made cash payments to Magnus totalling \$100,000, and
- (iii) incurred \$201,789 in mineral exploration on the Seuru Properties

The following commitments remain to be satisfied under the Seuru Option Agreement:

- (i) making a cash payment to Magnus of \$50,000 by October 5, 2020
- (ii) making a cash payment to Magnus of \$50,000 by October 5, 2021
- (iii) incurring a further \$1,298,211 in mineral exploration on the Seuru Properties, as follows:
 - a. \$298,211 by October 5, 2020
 - b. \$1,000,000 by October 5, 2021

Mineral properties (assets)

	RJY	Mustajärvi	Seuru	Total
Total at December 31, 2018	\$ 30,773	\$ 166,524	\$ 575,000	\$ 772,297
Option payments	60,000	-	50,000	110,000
Total at December 31, 2019 and June 30, 2020	\$ 90,773	\$ 166,524	\$ 625,000	\$ 882,297

Mineral property exploration (expenses)

The Company incurred the following mineral property exploration expenses for the quarters ended June 30, 2019, and June 30, 2020:

June 30, 2019	RJY	Mustajärvi	Seuru	Total
Assays	\$ 5,883	\$ 4,416	\$ 17,383	\$ 27,682
Drilling	-	126,967	-	126,967
Equipment rental	11,217	26,767	7,370	45,354
Geology	65,847	55,957	24,838	146,642
Rent	21,329	9,874	-	31,203
Other	4,705	3,452	1,775	9,932
Travel	8,268	14,177	8,143	30,588
Total June 30, 2019	\$ 117,249	\$ 241,610	\$ 59,509	\$ 418,368

June 30, 2020	RJY	Mustajärvi	Seuru	Total
Assays	\$ 1,242	\$ 3,281	\$ -	\$ 4,523
Equipment rental	4,640	4,639	2,320	11,599
Geology	38,450	45,333	-	83,783
Rent	1,611	5,976	-	7,587
Permits	-	6,106	-	6,106
Travel	1,172	642	-	1,814
Total June 30, 2020	\$ 47,115	\$ 65,977	\$ 2,320	\$ 115,412

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

5. Share capital

(a) Authorized

The Company's authorized share capital consists of an unlimited number of common shares without par value.

(b) Equity financings

In June and July 2019, the Company closed the first and second tranches of a private placement by issuing 7,500,000 Units of the Company at a price of \$0.10 per Unit for gross proceeds of \$750,000. Each Unit consists of one common share of the Company and one whole common share purchase warrant, with each warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.15 for a term of three years following the closing. In relation to the private placement, cash share issuance costs of \$24,217 were paid.

In September 2019, the Company closed the first and second tranches of a private placement by issuing 3,803,333 Units of the Company at a price of \$0.15 per Unit for gross proceeds of \$570,500. Each Unit consists of one common share of the Company and one whole common share purchase warrant, with each warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.20 for a term of two years from the date of closing. In relation to the private placement, the Company paid cash share issuance costs of \$7,764 and issued 25,200 broker warrants as finders' fees with a fair value of \$2,240. These broker warrants are exercisable at a price of \$0.20 for two years following the closing.

In October and November 2019, the Company issued 565,100 and 1,959,300 common shares, respectively, of the Company in relation to the agreement for services (the "Agreement") entered into with Oy Kati Ab Kalajoki ("Kati") an arm's length party. Pursuant to the Agreement, the Company agreed to issue common shares of the Company in full satisfaction of ongoing drilling services (the "Services") provided by Kati in Northern Finland. Under the Agreement, the deemed price of the common shares to be issued is calculated using the closing price of the Company's common shares on the first trading day after the last date on each invoice in which Services are provided to the Company. The common shares issued in October had a value of approximately \$0.16 per share and were issued in order to settle invoices totaling \$89,597. The common shares issued in November had a value of approximately \$0.124 per share and were issued in order to settle invoices totaling \$243,309. In total, the Company issued 2,524,400 common shares in full satisfaction of the invoices received from Kati totaling \$332,908. The Company incurred share issuance costs of \$4,339 in association with issuing these common shares.

On April 23, 2020, the Company completed a non-brokered private placement by issuing 5,630,000 Units of the Company at a price of \$0.05 per Unit for gross proceeds of \$281,500. Each Unit consists of one common share of the Company and one whole common share purchase warrant, with each warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.08 per share for a term of two years following the closing of the private placement. In relation to this private placement, the Company paid cash share issuance costs of \$4,251.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

5. Share capital (continued)

(b) Equity financings (continued)

On June 24, 2020, the Company completed the first tranche of a private placement by issuing 10,725,000 Units of the Company at a price of \$0.10 per Unit for gross proceeds of \$1,072,000. Each Unit consists of one common share of the Company and one half of one common share purchase warrant, with each whole warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.12 per share for a term of two years from the date of issuance. In relation to this tranche of the private placement, the Company paid cash share issuance costs of \$4,522, finders' fees of \$34,475, and issued 344,750 broker warrants as finder's fees. The broker warrants are exercisable at \$0.10 for two years from the date of issuance. Of the 344,750 broker warrants, 297,500 were issued subsequent to period-end on July 2, 2020. The broker warrants have a total fair value of \$39,438, with \$36,225 pertaining to the 297,500 warrants issued on July 2, 2020 recorded in accrued liabilities at June 30, 2020. The second tranche of the private placement closed subsequent to period-end (Note 7).

(c) Share options and warrants

The Company has implemented an incentive share option plan (the "plan") which is subject to approval by the shareholders at the next general meeting. Under the plan, the Company may issue options to purchase common shares, at prices determined by the Board of Directors on the date of award, for periods of not more than five years. Share options awarded under the plan vest immediately upon plan-approval at the next general meeting. Subsequent to plan-approval, options awarded will vest immediately upon issue unless vesting is modified by the Board of Directors at the time of grant. The total number of common shares that may be reserved for issue under the share option plan is limited to 10% of the number of issued common shares.

The Company uses the Black-Scholes option pricing model in order to calculate a value for share options issued to employees. The Black-Scholes option pricing model was developed for use in estimating the fair value of share options that have no vesting provisions and are fully transferable. Also, option pricing models require the use of estimates and assumptions, including expected volatility rates. The Company uses expected volatility rates which are based upon historical experience and or market comparables. Changes in the underlying assumptions used in the Black-Scholes option pricing model could materially affect the fair value estimates.

Stock options transactions during the period ended June 30, 2020 and year ended December 31, 2019 were as follows:

	Number of options	Weighted average exercise price
Outstanding December 31, 2018	1,745,000	\$ 0.13
Awarded	1,740,000	0.15
Outstanding December 31, 2019 and June 30, 2020	3,485,000	\$ 0.14

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

5. Share capital (continued)

(c) Share options and warrants (continued)

The following is a summary of stock options outstanding and exercisable at June 30, 2020:

Expiry date	Number of options	Exercise price
October 5, 2022	1,495,000	\$ 0.10
January 23, 2023	250,000	\$ 0.30
August 7, 2024	1,740,000	\$ 0.15

The fair value of stock options awarded during 2019 was estimated on the dates of award using the Black-Scholes option pricing model with the following assumptions:

	2020	2019
Risk-free interest rate	N/A	1.21%
Expected volatility	N/A	119%
Expected lives	N/A	5 years
Estimated forfeiture rate	N/A	-

There were no stock options issued during the period ended June 30, 2020. The average fair value of stock options awarded during the year ended December 31, 2019 was \$0.11.

Warrant transactions during the period ended June 30, 2020 and year ended December 31, 2019 are as follows:

	Number of warrants	Weighted average exercise price
Outstanding, December 31, 2018	4,104,824	\$ 0.54
Issued	11,516,033	0.17
Outstanding, December 31, 2019	15,620,857	\$ 0.27
Issued	11,039,750	0.10
Expired	(960,574)	0.44
Outstanding, June 30, 2020	25,700,033	\$ 0.19

On January 11, 2019, the Company issued 187,500 warrants of the Company at a price of \$0.06 each for gross proceeds of \$11,250 pursuant to the exercise of the over-allotment option granted under the agency agreement dated December 6, 2018. Each warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.60 any time prior to December 21, 2020. The Company incurred warrant issuance costs of \$12,026.

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For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

5. Share capital (continued)

(c) Share options and warrants (continued)

On June 28, 2019, the Company issued 4,400,000 warrants attached to Units issued in the private placement. Each warrant is exercisable into one common share of the Company at a price of \$0.15 until June 28, 2022.

On July 16, 2019, the Company issued 3,100,000 warrants attached to the Units issued in the private placement. Each warrant is exercisable into one common share of the Company at a price of \$0.15 until July 16, 2022.

On September 9, 2019, the Company issued 1,973,333 warrants attached to the Units issued in the private placement. Each warrant is exercisable into one common share of the Company at a price of \$0.20 until September 9, 2021. In relation to the private placement, the Company issued 2,400 Broker Warrants with a fair value of \$258 as finders' fees. Each Broker Warrant is exercisable into one common share of the Company at an exercise price of \$0.20 until September 9, 2021.

On September 16, 2019, the Company issued 1,830,000 warrants attached to Units issued in the private placement. Each warrant is exercisable into one common share of the Company at a price of \$0.20 until September 16, 2021. In relation to the private placement, the Company issued 22,800 Broker Warrants with a fair value of \$1,982 as finders' fees. Each Broker Warrant is exercisable into one common share of the Company at an exercise price of \$0.20 until September 16, 2021.

On April 23, 2020, the Company issued 5,630,000 warrants attached to Units issued in the private placement. Each warrant is exercisable into one common share of the Company at a price of \$0.08 until April 23, 2022.

On June 24, 2020, the Company issued 5,362,500 warrants attached to Units issued in the private placement, with a value of \$107,250. Each warrant is exercisable into one common share of the Company at a price of \$0.12 until June 24, 2022. In relation to the private placement, the Company issued 47,250 Broker Warrants with a fair value of \$3,213 as finders' fees. Each Broker Warrant is exercisable into one common share of the Company at an exercise price of \$0.10 until June 24, 2022. An additional 297,500 Broker Warrants pertaining to this private placement with a fair value of \$30,907 were issued subsequent to year-end (Note 7).

The following is a summary of warrants outstanding at June 30, 2020:

Expiry date	Number of warrants	Exercise price
July 9, 2020	175,000	\$ 0.45
December 21, 2020	2,850,000	\$ 0.60
December 21, 2020	306,750	\$ 0.40
September 9, 2021	1,975,733	\$ 0.20
September 16, 2021	1,852,800	\$ 0.20
June 28, 2022	4,400,000	\$ 0.15
July 16, 2022	3,100,000	\$ 0.15
April 23, 2022	5,630,000	\$ 0.08
June 24, 2022	5,362,500	\$ 0.12
June 24, 2022	47,250	\$ 0.10

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the six months ended June 30, 2020 and 2019

(Unaudited - expressed in Canadian dollars)

6. Related party disclosures

Key management compensation:

Key management personnel are the directors and officers of the Company. The remuneration of key management personnel during the period was as follows:

	Period ended		Period ended	
	June 30,		June 30,	
	2020		2019	
Director remuneration ¹	\$	21,000	\$	12,000
Officer remuneration ¹	\$	83,183	\$	102,428
Share-based payments	\$	-	\$	-

¹ Remuneration consists exclusively of salaries, bonuses, health benefits if applicable and consulting fees for key management personnel.

Other than the amounts disclosed above, there were no short-term employee benefits or share-based payments granted to key management personnel during the periods ended June 30, 2020 and 2019.

During the period ended June 30, 2020, mineral exploration services valued at \$103,813 (period ended June 30, 2019 - \$406,304), and accounting and corporate secretarial services valued at \$66,240 (period ended June 30, 2019 - \$52,194) were provided by companies with an officer in common with FireFox. During the period ended June 30, 2020, the Company incurred fees to a director of \$21,000 (period ended June 30, 2019 - \$12,000).

At June 30, 2020, \$41,312 (December 31, 2019 - \$28,487) remained owing to a related party in relation to accounting and corporate secretarial services provided, \$103,813 (December 31, 2019 - \$94,335) was owed to a related party for exploration services, and \$Nil (December 31, 2019 - \$6,000) was owed to a related party for consulting fees, shown as personnel costs on the statement of loss and comprehensive loss.

FireFox has mineral property option agreements with Magnus, as further described in Note 4. Magnus is a company with an officer and director in common with FireFox.

7. Subsequent events

On July 2, 2020, the Company completed the second tranche of a private placement (first tranche closed on June 24 – Note 5) by issuing 9,275,000 Units of the Company at a price of \$0.10 per Unit. Each Unit consists of one common share of the Company and one half of one common share purchase warrant, with each whole warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.12 per share for a term of two years from the date of issuance. In association with this tranche of the financing, the Company paid cash share issuance costs of \$1,913, finders' fees of \$62,825, and issued 925,750 finder's warrants exercisable at \$0.10 for two years from the date of issuance, 297,500 of which pertained to the first tranche of the private placement. The finder's warrants pertaining to the second tranche of the private placement have a fair value of \$65,268.