



FireFox Gold Corp.
Condensed Interim Consolidated Financial Statements
For the nine months ended September 30, 2022 and 2021
(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 unaudited condensed interim 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

"Janice E. Craig"

Janice E. Craig
Chief Financial Officer

Vancouver, British Columbia
November 29, 2022

FireFox Gold Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Unaudited - expressed in Canadian Dollars)

	Note	For the three months ended September 30		For the nine months ended September 30	
		2022	2021	2022	2021
EXPENSES					
Mineral property exploration	5	\$ 312,016	\$ 768,877	\$ 2,433,003	\$ 2,139,473
Audit and tax compliance		7,000	5,000	27,293	15,000
Depreciation	4	7,766	-	24,184	-
Filing and listing fees		600	4,096	8,553	64,917
Legal		14,049	2,714	21,859	7,931
Marketing		3,163	8,886	4,941	63,342
Office costs		27,863	70,195	109,049	145,206
Personnel	7	31,463	123,094	201,285	417,299
Regulatory fees		9,283	4,530	24,181	6,040
Travel and meals		-	(9,533)	-	1,198
Share based payments		-	-	-	18,780
Shareholder communications		23,874	24,606	108,980	103,282
Foreign exchange loss (gain)		(21,585)	2,387	(23,544)	8,632
Other income		-	(1,770)	(400)	(3,310)
Net and comprehensive loss					
for the period		\$ 415,492	\$ 1,003,082	\$ 2,939,384	\$ 2,987,790
Basic and diluted loss per share					
		\$ (0.00)	\$ (0.01)	\$ (0.03)	\$ (0.03)
Weighted average number of					
shares outstanding		115,767,980	100,636,142	112,899,928	92,257,799

FireFox Gold Corp.

Condensed Interim Consolidated Statements of Changes in Equity

(Unaudited – expressed in Canadian Dollars)

	Number of Shares	Share Capital	Contributed Surplus	Subscriptions Receivable	Deficit	Total Shareholders' Equity
Balance at December 31, 2020	81,503,531	\$ 9,182,791	\$ 1,840,984	\$ -	\$ (8,021,850)	\$ 3,001,925
Private placements	16,666,664	3,000,000	-	-	-	3,000,000
Share issuance costs	-	(87,784)	-	-	-	(87,784)
Stock options exercised	1,260,000	293,457	- 125,457	-	-	168,000
Warrants exercised	4,741,000	687,500	-	30,500	-	718,000
Share-based compensation	-	-	630,026	-	-	630,026
Net loss and comprehensive loss for the period	-	-	-	-	(5,288,157)	(5,288,157)
Balance at December 30, 2021	104,171,195	\$ 13,075,963	\$ 2,345,553	\$ 30,500	\$ (13,310,007)	\$ 2,142,009
Private placements	3,585,786	502,434	-	-	-	502,434
Share issuance costs	-	(8,741)	-	-	-	(8,741)
Stock options exercised	5,000	500	-	(500)	-	-
Warrants exercised	10,777,166	1,257,376	-	(30,000)	-	1,227,376
Shares for services	1,056,997	158,549	-	-	-	158,549
Net loss and comprehensive loss for the period	-	-	-	-	(2,939,384)	(2,939,384)
Balance at September 30, 2022	119,596,144	\$ 14,986,080	\$ 2,345,553	\$ -	\$ (16,249,391)	\$ 1,082,242

FireFox Gold Corp.

Condensed Interim Consolidated Statements of Cash Flows

(Unaudited - expressed in Canadian Dollars)

		For the nine months ended September 30 2022	For the nine months ended September 30 2021
	Note		
Operating activities			
Loss for the period		\$ (2,939,384)	\$ (2,987,790)
Non-cash items			
Share-based payments	6, 7	-	56,340
Depreciation	4	24,184	
Change in non-cash working capital:			
Amounts receivable		15,838	(301)
Prepaid expenses		28,566	(156,030)
Accounts payable		(167,317)	103,709
Due to related parties	7	(17,584)	56,522
Accrued liabilities		(153,652)	(83)
Net cash used in operating activities		(3,209,349)	(2,927,632)
Investing activities			
Purchase of equipment	4	(19,667)	(40,851)
Mineral property acquisition	5	(50,000)	(100,000)
Net cash provided by (used in) investing activities		(69,667)	(140,851)
Financing activities			
Private placement, net of share issuance costs	6	493,693	2,830,752
Subscriptions receivable	6	(30,500)	291,200
Stock options exercised	6	500	-
Warrants exercised	6	1,257,376	463,500
Net cash provided by financing activities		1,721,068	3,585,452
Change in cash during the period		(1,557,947)	516,969
Cash, beginning of the period		1,579,171	2,042,510
Cash, end of the period		\$ 21,224	\$ 2,559,479

SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Non-cash transactions and other supplemental disclosures:

Interest paid		\$	-	\$	-
Shares issued for accounts payable debt	6	\$	158,549	\$	-
Income taxes paid		\$	-	\$	-

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(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. 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 unaudited condensed interim financial statements were prepared on a going concern basis with 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 a working capital deficit of \$171,130 (December 31, 2021 – surplus of \$934,121) 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. Such adjustments can be material.

On March 11, 2020, the World Health Organization declared COVID-19 a pandemic. In mid-March 2020, federal, regional, and local authorities in Canada, the United States, and other nations began to significantly restrict the ability of people to leave their homes and carry out normal day-to-day activities. These measures will have a significant negative effect on the economy of all nations for an uncertain period of time. The duration and impact of COVID-19 is unknown at this time and it is not possible to reliably estimate the impact that the length and severity of these developments will have on the financial results and condition of the Company in future periods. Management believes that the Company has adequate resources to maintain core operations and planned exploration programs over the next twelve months, however, the Company recognizes that operations and exploration expenditures may change, and additional financing may be required. 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.

2. Summary of Significant accounting policies

Basis of compliance

These unaudited condensed interim financial statements have been prepared in accordance 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 they are consistent with interpretations of the IFRS Interpretations Committee (“IFRIC”).

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

2. Summary of significant accounting policies (continued)

The accounting policies adopted in these unaudited condensed interim financial statements are based on IFRS in effect at September 30, 2022. 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 period ended December 31, 2021 and December 31, 2020 and the unaudited condensed financial statements for the nine months ended September 30, 2021.

Basis of measurement

These unaudited condensed interim financial statements have been prepared on the historical cost basis. In addition, these unaudited condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Details of the group

In addition to the Company, the unaudited condensed interim financial statements include a 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 September 30, 2022, the Company has one subsidiary, FireFox Gold Oy.

Significant accounting estimates and judgments

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

Firefox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

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.

Categories of financial assets and financial liabilities

The carrying values of the Company's financial instruments are classified into the following categories:

Financial instrument	Category	September 30 2022	December 31 2021
Cash	FVTPL	\$ 21,224	\$ 1,579,171
Accounts receivable	Amortized cost	\$ -	\$ -
Accounts payable and accrued liabilities	Amortized cost	\$ 226,355	\$ 705,873
Due to related parties	Amortized cost	\$ 192,986	\$ 210,570

The carrying values of these instruments approximate their fair values due to their short term to maturity.

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

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 September 30, 2022, 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, and by maintaining its lending arrangement with a related party. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

All of the liabilities presented as accounts payable and accrued liabilities are due within 90 days of September 30, 2022.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

4. Equipment

Equipment is stated at cost less accumulated depreciation and accumulated impairment losses. The cost of an item of property and equipment consists of the purchase price, any costs directly attributable to bringing the asset to the location and condition necessary for its intended use and an initial estimate of the costs of dismantling and removing the item.

Depreciation is provided at rates calculated to write off the cost of equipment, less estimated residual value, using the straight-line method over the following expected useful lives:

- Vehicles - 4 years
- Machinery and Equipment - 4 years
- Furniture and fixtures- 4 years

The following table provides a summary of the equipment at September 30, 2022:

				September 30, 2022	December 31, 2021
	Cost	Amortization	Accumulated amortization	Net book value	Net book value
Equipment and machinery	\$ 58,654	\$ 8,831	\$ 18,578	\$ 40,076	\$ 29,239
Furniture and fixtures	39,719	5,296	15,227	24,492	29,788
Vehicles	75,418	10,057	28,911	46,507	56,563
Total	\$ 173,791	\$ 24,184	\$ 62,716	\$ 111,075	\$ 115,591

5. 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 were, at the time, 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 \$3,836,647 in exploration expenditures on the RJY Properties, and
- III) made cash payments to Magnus totaling \$250,000

On January 26, 2021 FireFox Gold Corp. completed its earn-in requirements with prepayment of the final \$100,000 outstanding and exercised the option for a 100% interest in the Jeesiö Gold Project in Lapland, Finland. There are no further commitments to be satisfied under the RJY Option Agreement.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

5. Mineral properties (continued)

The RJY Option Agreement also provides that 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 the value 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. Magnus is a related party (Note 7).

(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.

FireFox Gold has expanded the original Mustajärvi Project by applying for two exploration permits, which cover the continuation of the Mustajärvi shear zone towards the southwest from the Mustajärvi permit (Mustajärvi West) and extend the property holding east of the Mustajärvi permit (Mustajärvi East).

(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 Seuru Properties include the Sarvi, Lehto, and Kolho projects, in addition to other early-stage properties in the same area. 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 7).

As the exploration expenditures on Seuru are increasing, the Company has broken out costs starting in 2021 to more accurately identify those attributable to the Northern Properties (see the Mineral Exploration Expenses table below).

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 \$200,000, and
- iii) incurred \$2,187,460 in mineral exploration on the Seuru Properties (includes Northern Properties)

On July 7, 2022 FireFox Gold Corp. completed its earn-in requirements with a prepayment of the final \$50,000 outstanding, and exercised the option to acquire 100% interest in the Seuru project. There are no further commitments to be satisfied under the Seuru Option Agreement.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

5. Mineral properties (continued)

Mineral Properties (Assets)

	RJY	Mustajärvi	Seuru	Total
Total at December 31, 2021	\$ 250,773	\$ 166,524	\$ 675,000	\$ 1,092,297
Cash paid during the nine months ended September 30, 2022	\$ -	\$ -	\$ 50,000	\$ 50,000
Total September 30, 2022	\$ 250,773	\$ 166,524	\$ 725,000	\$ 1,142,297

Mineral property exploration (expenses)

The Company incurred the following mineral property exploration expenses for the nine months ended September 30, 2021, and September 30, 2022:

September 30, 2021	RJY	Mustajärvi	Seuru	Northern Projects	Total
Assays	\$ 32,496	\$ 137,241	\$ 29,447	\$ -	\$ 199,184
Drilling	\$ 288,179	\$ 436,228	\$ 93,422	\$ -	\$ 817,828
Equipment rental	\$ 3,304	\$ 12,892	\$ 13,606	\$ 307	\$ 30,109
Geology	\$ 126,198	\$ 402,624	\$ 158,674	\$ 95,404	\$ 782,900
Other	\$ 5,270	\$ 30,089	\$ 7,358	\$ 330	\$ 43,048
Permits	\$ 3,078	\$ -	\$ -	\$ -	\$ 3,078
Rent	\$ 47,166	\$ 20,078	\$ 13,665	\$ 470	\$ 81,379
Stock Based Compensation	\$ 11,535	\$ 22,843	\$ 3,181	\$ -	\$ 37,560
Travel	\$ 30,950	\$ 74,240	\$ 35,848	\$ 3,349	\$ 144,387
Total September 30, 2021	\$ 548,176	\$ 1,136,236	\$ 355,201	\$ 99,860	\$ 2,139,473

September 30, 2022	RJY	Mustajärvi	Seuru	Northern Projects	Total
Assays	\$ 44,775	\$ 279,215	\$ 131,387	\$ -	\$ 455,377
Drilling	\$ 32,318	\$ 492,855	\$ 465,873	\$ -	\$ 991,046
Equipment expense	\$ 1,634	\$ 9,504	\$ 11,017	\$ 225	\$ 22,379
Geology	\$ 56,262	\$ 323,847	\$ 301,127	\$ 48,661	\$ 729,897
Other	\$ 5,443	\$ 28,550	\$ 27,592	\$ 504	\$ 62,089
Permits	\$ 6,179	\$ 2,156	\$ 1,099	\$ 23,604	\$ 33,038
Rent	\$ 21,498	\$ 18,693	\$ 27,837	\$ -	\$ 68,028
Stock Based Compensation	\$ -	\$ -	\$ -	\$ -	\$ -
Travel	\$ 3,329	\$ 44,061	\$ 22,604	\$ 1,177	\$ 71,171
Total September 30, 2022	\$ 171,436	\$ 1,198,881	\$ 988,537	\$ 74,171	\$ 2,433,025

Firefox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

6. Share capital

(a) Authorized

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

(b) Equity financings

On April 28, 2021 the Company closed a Private Placement that raised total gross proceeds of \$3,000,000 by issuing 16,666,664 units at a purchase price of \$0.18 per unit. Each unit consisted 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 \$0.27 per share for a term of two years from the date of issuance. The Company paid to qualified finders \$67,533 in cash finder's fees and issued 312,655 finders warrants exercisable at \$0.18 for 2 years from the date of issuance.

In June and July 2022, the Company closed the first and second tranches of a private placement by issuing 3,585,786 units of the Company at a purchase price of \$0.14 per Unit for gross proceeds of \$502,010. Each Unit consisted of one common share of the Company and 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 \$0.21 per share for a term of two years from the date of issuance. Of the \$502,010 total proceeds raised, \$371,510 was received before the end of Q2 2022 and as those shares were not issued until after quarter end, the \$371,510 was reported on the condensed interim consolidated statement of financial position of the Company at September 30, 2022, as subscriptions receipts part of the shareholders' equity section. The Company paid to qualified finders \$2,520 in cash finders fees and issued 15,000 finders warrants exercisable at \$0.21 for 2 years from the date of issuance in association with this financing. In relation to the private placement, cash share issuance costs of \$788 were paid in June 2022 with another \$2,635 paid subsequently in Q3 2022.

In June 2022, the Company agreed to issue 1,056,997 common shares of the Company in relation to the agreement for services (the "Kati 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 drilling services (the "Services") provided by Kati in Northern Finland in March 2022. Under the Kati Agreement, the deemed price of the common shares to be issued was calculated using the closing price of the Company's common shares on June 1, 2022. The common shares issued had a value of \$0.15 per share and were issued in order to settle invoices totaling \$158,550. The Company incurred share issuance costs of \$1,357 in association with issuing these common shares.

(c) Stock 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 periods. 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.

Firefox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

6. Share capital (continued)

(c) Stock options and warrants

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 nine months period ended September 30, 2022 and year ended December 31, 2021 are as follows:

	Number of options	Weighted average exercise price
Outstanding December 31, 2020	6,285,000	\$ 0.15
Awarded during the year ended December 31, 2021	2,800,000	0.29
Exercised during the year ended December 31, 2021	(1,260,000)	0.13
Expired during the year ended December 31, 2021	(190,000)	0.16
Outstanding December 31, 2021	7,635,000	\$ 0.20
Exercised during the nine months ended September 30, 2022	(5,000)	0.10
Outstanding September 30, 2022	7,630,000	\$ 0.20

The following is a summary of share options outstanding and exercisable at September 30, 2022:

Expiry date	Number of options	Exercise price
October 5, 2022	1,000,000	\$ 0.10
August 7, 2024	1,240,000	\$ 0.15
August 26, 2025	2,140,000	\$ 0.15
December 1, 2025	450,000	\$ 0.25
January 25, 2026	300,000	\$ 0.21
November 9, 2026	2,500,000	\$ 0.30
Total	7,630,000	\$ 0.20

Firefox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

6. Share capital (continued)

(c) Stock options and warrants (continued)

The fair value of stock options awarded during 2021 was estimated on the dates of award using the Black-Scholes option pricing model with the following assumptions:

	2021
Risk-free interest rate	0.34%
Expected volatility	143%-154%
Expected lives	5 years
Estimated forfeiture rate	-

The average fair value of stock options awarded during the year ended December 31, 2021 was \$0.23.

During the year ended December 31, 2021, 1,260,000 stock options were exercised and converted into common shares for total proceeds of \$168,000.

No stock options were granted during the nine months ended September 30, 2022. During the nine months ended September 30, 2022, 5,000 stock options were exercised and converted into common shares for total proceeds of \$500 received before December 31, 2021.

On April 28, 2021, the Company issued 8,333,332 warrants attached to units issued in the private placement, each whole warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.27 per share for a term of two years from the date of issuance. In relation to the private placement, the company also issued 312,655 brokers' warrants exercisable at \$0.18 for 2 years from the date of issuance.

During the year ended December 31, 2021, 4,741,000 warrants were exercised and converted into common shares for total proceeds of \$687,500. An additional 250,000 warrants for proceed totaling \$30,000 received in December 2021 were converted into common shares after December 31, 2021.

During the nine months ended September 30, 2022, 10,777,166 warrants were converted to common shares for total proceeds of \$1,257,376, of which \$30,000 was received before December 31, 2021.

Warrant transactions during the nine months ended September 30, 2022 and year ended December 31, 2021 are as follows:

	Number of warrants	Weighted average exercise price
Outstanding, December 31, 2020	33,510,102	\$ 0.16
Issued	8,645,989	\$ 0.18
Exercised	(4,741,000)	\$ 0.15
Expired	(1,734,533)	\$ 0.20
Outstanding, December 31, 2021	35,680,558	\$ 0.16
Issued	3,600,786	\$ 0.21
Exercised	(10,777,166)	\$ 0.12
Expired	(10,345,500)	\$ 0.13
Outstanding, September 30, 2022	18,158,678	\$ 0.26

Firefox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

6. Share capital (continued)

(c) Stock options and warrants (continued)

The following is a summary of warrants outstanding at September 30, 2022:

<u>Expiry date</u>	<u>Number of warrants</u>	<u>Exercise price</u>
2022-10-27	5,911,903 \$	0.27
2023-04-28	8,645,989 \$	0.27
2024-06-29	3,243,643 \$	0.21
2024-07-08	357,143 \$	0.21
Total	18,158,678 \$	0.26

7. Related party disclosures

Key management compensation

Key management personnel at the Company are the directors and officers of the Company. The remuneration of key management personnel during the periods is as follows:

	Period ended September 30 2022	Period ended September 30 2021
Director remuneration ¹	\$ 48,000	\$ 72,000
Officer remuneration ¹	\$ 163,688	\$ 159,969
Share-based payments	\$ -	\$ 18,780

¹Remuneration 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 nine months ended September 30, 2022 and September 30, 2021.

During the nine months ended September 30, 2022, the Company acquired from a related party corporation mineral exploration service valued at 659,293 (nine months ended September 30, 2021 - \$662,675). During the nine months ended September 30, 2022, the Company incurred fees to a director of \$48,000 (nine months ended September 30, 2021 - \$72,000) and fees to an officer for CFO, corporate secretarial and accounting services valued at \$90,000 (nine months ended September 30, 2021 - \$87,000). Fees paid to the CEO were \$73,688 during the nine months September 30, 2022 (nine months ended September 30, 2021 - \$72,969).

At September 30, 2022, \$142,572 (December 31, 2021- \$198,957) was owed to a related party for exploration services, \$28,000 (December 31, 2021 - \$8,000) was owed to a related party for consulting fees, shown as personnel costs on the statement of comprehensive loss, and \$22,414 (December 31, 2021 - \$3,613) was owed to an officer for salaries, management and consulting fees and reimbursement of expenses.

FireFox Gold Corp.

Notes to the Condensed Interim Consolidated Financial Statements

For the nine months ended September 30, 2022 and 2021

(Unaudited - Expressed in Canadian dollars)

FireFox has mineral property option agreements with Magnus, as further described in Note 5.

8. Subsequent events

On October 5, 2017 1,495,000 5 year founders options were granted at \$0.10. During the 5 years 70,000 expired and 425,000 were exercised with the remaining 1,000,000 expiring on October 5, 2022.

In October 2022, the Company raised total gross proceeds of \$506,000 by issuing 5,060,000 units of the Company at a purchase price of \$0.10 per unit. Each unit consists of one common share of the Company and one-half common share purchase warrant, with each whole warrant being exercisable to acquire one additional common share of the Company at an exercise price of \$0.18 per share for a term of two years from the date of issuance.

In November 2022, the Company opened a new private placement at \$0.08 per unit which remains open at the filing date. Each unit consists of one common share of the Company and 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.