



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Unaudited - prepared by management

September 30, 2022

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of Independence Gold Corp. (the "Company") have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (Unaudited)

(Expressed in Canadian Dollars)

	<u>September 30</u> <u>2022</u>	<u>December 31</u> <u>2021</u>
ASSETS		
Current		
Cash and cash equivalents	\$ 56,806	\$ 1,969,024
Receivables (Note 8)	20,365	75,326
Investments (Note 3)	16,014	57,811
	<u>93,185</u>	<u>2,102,161</u>
Long term deposit	39,278	39,278
Land use deposits (Note 4)	155,468	112,000
Property and equipment (Note 5)	452,974	524,842
Mineral properties (Note 7)	4,235,978	4,235,978
	<u>\$ 4,976,883</u>	<u>\$ 7,014,259</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	\$ 147,956	\$ 186,501
Current portion of lease liabilities (Note 6)	97,591	91,426
	<u>245,547</u>	<u>277,927</u>
Non-current portion of lease liabilities (Note 6)	435,901	590,834
	<u>681,448</u>	<u>787,761</u>
Shareholders' equity		
Share capital (Note 9)	39,615,701	39,626,306
Reserves	823,987	1,223,518
Deficit	(36,144,253)	(34,623,326)
	<u>4,295,435</u>	<u>6,226,498</u>
	<u>\$ 4,976,883</u>	<u>\$ 7,014,259</u>

Nature and continuance of operations (Note 1)**Subsequent Events** (Note 10)

Approved and authorized by the Board on November 29, 2022.

"Randy Turner"

Randy C. Turner, Director

"John McDonald"

John McDonald, Director

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

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited)

(Expressed in Canadian Dollars)

	Three Months Ended September 30, 2022	Three Months Ended September 30, 2021	Nine Months Ended September 30, 2022	Nine Months Ended September 30, 2021
Expenses				
Exploration expenditures (Note 7)	\$ 92,712	\$ 357,568	\$ 1,430,847	\$ 1,819,347
Depreciation	23,956	23,332	71,868	75,812
Insurance	-	-	26,410	-
Interest	9,277	6,396	28,689	23,033
Legal, audit and accounting	651	10,827	6,449	10,091
Management and director fees (Note 8)	70,463	63,227	211,388	188,852
Office and miscellaneous	8,875	11,189	32,828	54,826
Regulatory and transfer agent fees	2,922	1,530	31,769	39,846
Share-based compensation (Note 8)	-	-	205,869	-
Shareholder communications	14,649	30,481	46,429	84,842
Wages and benefits	13,505	19,858	53,546	60,983
	<u>(237,010)</u>	<u>(524,407)</u>	<u>(2,146,092)</u>	<u>(2,357,632)</u>
Interest income	285	1,974	2,184	2,708
Rent Recovery	19,935	19,935	59,379	44,20
Unrealized (loss)/gain on investments	(10,176)	(15,892)	(41,798)	(26,364)
Realized (loss)/gain on investments	-	-	-	17,569
Gain on sale of mineral properties	-	-	-	30,000
Flow-through premium	-	-	-	46,875
	<u>10,044</u>	<u>6,017</u>	<u>19,765</u>	<u>115,038</u>
Loss and comprehensive loss for the period	\$ <u>(226,966)</u>	\$ <u>(518,390)</u>	<u>(2,126,327)</u>	\$ <u>(2,242,594)</u>
Basic and diluted loss per common share	\$ <u>(0.00)</u>	\$ <u>(0.01)</u>	<u>(0.02)</u>	\$ <u>(0.03)</u>
Weighted average number of common shares outstanding	103,781,821	85,606,603	103,781,821	85,450,581

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

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (Unaudited)

(Expressed in Canadian Dollars)

	Nine Months Ended September 30, 2022	Nine Months Ended September 30, 2021
Cash flows used in operating activities		
Loss for the period	\$ (2,126,327)	\$ (2,242,594)
Items not affecting cash:		
Depreciation	71,868	75,812
Flow-through Premium	-	(46,875)
Share-based compensation	205,869	-
Unrealized (gain)/loss on investments	41,798	26,364
Realized loss on marketable securities	-	(17,569)
Interest Expense	28,689	23,033
Changes in non-cash working capital items:		
Increase in receivables	54,961	(72,543)
Decrease in accounts payable and accrued liabilities	(38,546)	(9,038)
Net cash used in operating activities	<u>(1,761,688)</u>	<u>(2,263,410)</u>
Cash flows from investing activities		
Proceeds on sale of investments	-	57,790
Decrease in long-term deposit	-	2
Increase in Land use deposit	(43,468)	(40,000)
Net cash provided by investing activities	<u>(43,468)</u>	<u>17,792</u>
Cash flows (used in)/from financing activities		
Lease liability payment	(96,457)	(65,990)
Proceeds received from option exercise	-	125
Proceeds received from warrant exercise	-	54,790
Share issuance costs	(10,605)	(25,846)
Net cash used in financing activities	<u>(107,062)</u>	<u>(36,871)</u>
Change in cash and cash equivalents during the period	(1,912,218)	(2,282,489)
Cash and cash equivalents, beginning of the period	1,969,024	2,810,527
Cash and cash equivalents, end of the period	<u>\$ 56,806</u>	<u>\$ 528,038</u>

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

INDEPENDENCE GOLD CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF SHAREHOLDER'S EQUITY (Unaudited)**

(Expressed in Canadian Dollars)

	Share Capital				
	Number	Amount	Reserves	Deficit	Total
Balance, December 31, 2020	84,749,320	\$ 37,851,400	\$ 1,197,800	\$ (25,718,452)	\$ 13,330,748
Shares issued for mineral properties	400,000	56,000	-	-	56,000
Shares issued on stock option exercise	500	201	(76)	-	125
Shares issued on warrant exercise	457,001	67,179	(12,339)	-	54,840
Share issuance costs	-	(25,846)	-	-	(25,846)
Reserves transferred on cancelled options (Note 9c)	-	-	(41,180)	41,180	-
Loss for the period	-	-	-	(2,242,594)	(2,242,594)
Balance, September 30, 2021	85,606,821	\$ 37,948,934	\$ 1,144,205	\$ (27,919,866)	\$ 11,173,273
Shares issued on private placement for cash	17,875,000	1,787,506	-	-	1,787,506
Shares issued on warrant exercise	300,000	44,101	(8,101)	-	36,000
Warrants issued on private placement	-	(58,019)	58,019	-	-
Share issuance costs	-	(96,216)	29,395	-	(66,821)
Loss for the year	-	-	-	(6,703,460)	(6,703,460)
Balance, December 31, 2021	103,781,821	\$ 39,626,306	\$ 1,223,518	\$ (34,623,326)	\$ 6,226,498
Share-based compensation	-	-	205,869	-	205,869
Reserves transferred on cancelled options (Note 9c)	-	-	(240,115)	240,115	-
Reserves transferred on cancelled warrants (Note 9e)	-	-	(365,285)	365,285	-
Share issuance costs	-	(10,605)	-	-	(10,605)
Loss for the period	-	-	-	(2,126,327)	(2,126,327)
Balance, September 30, 2022	103,781,821	\$ 39,615,701	\$ 823,987	\$ (36,144,253)	\$ 4,295,435

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

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Independence Gold Corp. (“Independence” or the “Company”) was incorporated under the Business Corporation Act (British Columbia) on November 1, 2011 and is considered to be in the exploration stage with respect to its mineral properties. Based on the information available to date, the Company has not yet determined whether its properties contain economically recoverable mineral reserves.

The Company’s head office and principal address is 580 - 625 Howe Street, Vancouver, British Columbia, Canada, V6C 2T6. The Company’s registered and records office is 2300 - 550 Burrard Street, Vancouver, British Columbia, Canada, V6C 2B5.

The recovery of the amounts comprised in mineral properties is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development, and upon future profitable production.

These condensed consolidated interim financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred ongoing losses and has no source of recurring revenue. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due. Although the Company has been successful in obtaining financing in the past, there can be no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

These condensed consolidated interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

2. BASIS OF PREPARATION

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34, “Interim Financial Reporting” on a basis consistent with the accounting policies disclosed in the audited consolidated financial statements for the fiscal year ended December 31, 2021.

These condensed consolidated interim financial statements should be read in conjunction with the most recently issued audited consolidated financial statements, which include information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies which were presented in Note 3 to the Consolidated Financial Statements for the fiscal year ended December 31, 2020 and have been consistently applied in the preparation of the Company’s consolidated interim financial statements.

The Company’s condensed consolidated interim financial statements are unaudited. Financial information in this report reflects any adjustments (consisting of normal recurring adjustments) that are, in the opinion of management necessary to a fair presentation of results for the interim periods in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

3. INVESTMENTS

	September 30, 2022	December 31, 2021
Canterra Minerals Corporation	8,514	38,311
Bullet Exploration Inc.	7,500	19,500
Total	\$ 16,014	\$ 57,811

The Company did not sell any investments for the nine months ended September 30, 2022.

For the nine months ended September 30, 2021, the Company sold 145,000 shares of various companies for total gross proceeds of \$57,790 and recognized a gain of \$17,569.

4. LAND USE DEPOSITS

The Company has provided deposits as security for land use and potential future reclamation work relating to its mineral properties. As at September 30, 2022 a total of \$155,468 (December 31, 2021 - \$112,000) had been lodged with the British Columbia Ministry of Energy, Mines & Petroleum Resources.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

5. PROPERTY AND EQUIPMENT

	Leasehold Improvements	Right of Use Asset	Total
COST			
Balance, December 31, 2020	\$ 134,149	\$ 1,044,523	1,178,672
Additions/(dispositions)	(134,149)	(146,131)	(280,280)
Balance, December 31, 2021	-	898,392	898,392
Additions/(dispositions)	-	-	-
Balance, September 30, 2022	\$ -	\$ 898,392	898,392
ACCUMULATED DEPRECIATION			
Balance, December 31, 2020	\$ 125,949	\$ 292,886	418,835
Additions/(dispositions)	(134,149)	(10,279)	(144,428)
Depreciation	8,200	90,943	99,143
Balance, December 31, 2021	-	373,550	373,550
Additions/(dispositions)	-	-	-
Depreciation	-	71,868	71,868
Balance, September 30, 2022	\$ -	\$ 445,418	445,418
CARRYING AMOUNTS			
Balance, December 31, 2020	\$ 8,200	\$ 751,637	759,837
Balance, December 31, 2021	-	\$ 524,842	524,842
Balance, September 30, 2022	\$ -	\$ 452,974	452,974

The right of use asset consists of a lease for office space and a photocopier lease. The lease liability was measured at the present value of the remaining lease payments and discounted using the Company's estimated incremental borrowing rate of 7% per annum.

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)**6. LEASE LIABILITY**

At September 30, 2022, the Company's lease liability is as follows:

	September 30, 2022	December 31, 2021
Opening balance	\$ 601,260	\$ 801,245
(Dispositions)/additions	-	(135,851)
Interest	28,689	33,072
Lease payments	(96,457)	(97,206)
Ending balance	\$ 533,492	\$ 601,260

	September 30, 2022	December 31, 2021
Current portion	\$ 97,591	\$ 91,426
Long-term portion	435,901	509,834
Ending balance	\$ 533,492	\$ 601,260

At September 30, 2022, the Company is committed to minimum undiscounted lease payments as follows:

	September 30, 2022	December 31, 2021
Less than one year	\$ 130,666	\$ 129,983
One to five years	493,740	591,880
Total undiscounted lease liabilities	\$ 624,406	\$ 720,863

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)**7. MINERAL PROPERTIES**

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to all of its mineral properties and to the best of its knowledge, title to all of its properties, except as described below are properly registered and in good standing.

The Company holds interest in various mineral claims located in Canada, the capitalized acquisition costs of which are as follows:

	September 30	December 31
	2022	2021
BRITISH COLUMBIA		
<u>3Ts PROJECT</u>		
Taken Property	\$ 345,693	\$ 345,693
<i>A 100% interest in certain claims. The property is subject to a sliding scale net smelter returns royalty ("NSR") ranging from 2.0% to 4.0%. The Company may reduce the NSR to 1.0% by paying \$2,000,000 per percent.</i>		
Tam Property	1,750,979	1,750,979
<i>A 100% interest, subject to a 1.0% NSR, one-half of which may be purchased back for \$250,000.</i>		
Tsacha Property	2,121,788	2,121,788
<i>A 100% interest in certain claims subject to a 2.0% NSR.</i>		
Tommy Lake Property	17,518	17,518
<i>A 100% interest.</i>		
YUKON		
<u>BOULEVARD PROJECT</u>		
Boulevard, YCS, Solitude and Tiger Properties	-	-
<i>A 100% interest in certain claims. On December 31, 2021, the Company wrote down the properties in the amount of \$6,208,116</i>		
	\$ 4,235,978	\$ 4,235,978

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

7. MINERAL PROPERTIES (continued)

During the nine months ended September 30, 2022, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
BRITISH COLUMBIA								
3Ts Project	\$ 60,140	\$ -	\$ 1,263,233	\$ 6,996	\$ 178,397	\$ 61,246	\$ -	\$ 1,570,012
Merit	-	-	-	-	368	-	-	368
Nicoamen	-	-	-	-	368	-	-	368
YUKON								
Boulevard Project	558	-	-	-	-	-	-	558
Others*	3,612	-	-	2,835	-	-	(146,906)	(140,459)
	\$ 64,310	\$ -	\$ 1,263,233	\$ 9,831	\$ 179,133	\$ 61,246	\$ (146,906)	\$ 1,430,847

During the nine months ended September 30, 2021, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
BRITISH COLUMBIA								
3Ts Project	349,144	\$ 152,385	\$ 1,272,032	\$ 744	\$ 169,956	\$ 4,485	\$ -	\$ 1,948,746
Merit	5,250	-	1,544	-	-	3,718	-	10,512
Nicoamen	744	-	-	-	-	3,475	-	4,219
YUKON								
Boulevard Project	1,114	-	-	-	-	-	-	1,114
Others	759	668	-	-	638	-	(147,309)	(145,244)
	\$ 357,011	\$ 153,053	\$ 1,273,576	\$ 744	\$ 170,594	\$ 11,678	\$ (147,309)	1,819,347

Merit and Nicoamen Properties

On March 27, 2019 the Company entered into option agreements to earn 60% into each of the Merit and Nicoamen properties from Almadex Minerals Ltd. ("Almadex") by making a cash payment of \$20,000 (paid), the issuance of an aggregate of 1,300,000 common shares (800,000 issued) and completing aggregate work commitments of \$1,450,000 including a commitment to drill 1,000 m over a three year period. On December 31, 2021, the Company wrote off both properties totaling \$100,000.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

8. RELATED PARTY TRANSACTIONS

The condensed consolidated interim financial statements include the financial statements of Independence Gold Corp. and its subsidiary, Silver Quest Resources (US) Ltd.

Key Management Personnel

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of executive and non-executive members of the Company's Board of Directors and corporate officers, including the Company's Chief Executive Officer and Chief Financial Officer.

Compensation paid or payable to key management for services rendered are as follows:

	Nine months ended September 30, 2022	Nine months ended September 30, 2021
Management fees	\$ 182,138	\$ 159,188
Directors fees	29,250	29,664
Geological consulting fees	22,613	18,563
Share-based compensation*	177,009	-
Total	<u>\$ 411,010</u>	<u>\$ 204,715</u>

** Share-based compensation consists of options granted to key management. The value shown above is calculated using the Black-Scholes option pricing model and does not represent actual amounts received.*

Included in receivables as at September 30, 2022 is \$7,576 (December 31, 2021 - \$53,186) due from companies with directors and/or officers in common. Included in accounts payable and accrued liabilities as at September 30, 2022 is \$9,975 (December 31, 2021 - \$13,960) due to directors and companies with directors and/or officers in common.

The Company provides geological, office and administrative services to public companies with common directors and or/officers. During the nine months ended, September 30, 2022, the Company received or accrued \$33,705 (September 30, 2021 - \$24,200) for rent and \$37,800 (September 30, 2021 - \$19,750) for accounting, investor relations, geology and other.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

9. SHARE CAPITAL AND RESERVES

a) Authorized share capital

The authorized share capital of the Company is an unlimited number of common shares without par value. All issued shares are fully paid.

b) Issued share capital

As at September 30, 2022, the Company has 103,781,821 common shares issued and outstanding.

During the nine months ended September 30, 2022, the Company paid share issuance costs of \$10,605 related to the December 31, 2021 private placement.

On December 31, 2021, the Company completed a non-brokered private placement and issued 2,700,000 units ("Units") at a price of \$0.10 per unit for proceeds of \$270,000, and 15,175,000 flow-through common shares ("FT Common Shares"), and together with the Units, the ("Securities") at a price of \$0.10 per FT Common Share for proceeds of \$1,517,500 (together with the Unit Proceeds, the ("Funds")), for total proceeds of \$1,787,500 under the Offering. Each Unit consists of one common share and one-half common share purchase warrant (each, a "Warrant"). Each whole warrant ("Warrant") is exercisable into one common share in the capital of the Company at an exercise price of \$0.15 per common share for a period of 24 months from the date of issue. The Company paid aggregate cash finder's fees of \$53,700 cash and issued an aggregate of 537,000 non-transferable finders compensation warrants ("Finder's Warrants") in connection with the distribution of FT Shares and Units to arm's length subscribers. Each Finder's Warrant entitles the holder to purchase one common share of the Company at a price of \$0.15 per common share until December 30, 2023. The finder's warrant issued as part of this private placement have been recorded at a fair value of \$29,395 using the Black Scholes pricing model.

On November 18, 2021, the Company issued 300,001 common shares on the exercise of warrants for proceeds of \$36,000.

On August 9, 2021, an employee exercised 500 stock options for proceeds of \$125.

On April 22, 2021, the Company issued 357,000 common shares on the exercise of warrants for proceeds of \$42,840.

On April 15, 2021, the Company issued 100,000 common shares on the exercise of warrants for proceeds of \$12,000.

On April 1, 2021, the Company issued 400,000 common shares valued at \$56,000 to Almadex pursuant to the Merit and Nicoamen option agreements.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

9. SHARE CAPITAL AND RESERVES (continued)

c) Stock options

The Company has an incentive stock option plan in place under which it is authorized to grant options to directors and employees to acquire up to 10% of the Company's issued and outstanding common shares. Under the plan, the exercise price of each option may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount. The options can be granted for a maximum term of 10 years and vesting periods are determined by the Board of Directors.

As at September 30, 2022, the Company had outstanding stock options, enabling the holders to acquire further common shares as follows:

Number of Shares	Exercise Price	Expiry Date
100,000	\$ 0.20	November 2, 2022
1,825,000	\$ 0.15	February 4, 2024
1,800,000	\$ 0.10	July 17, 2025
450,000	\$ 0.18	December 18, 2025
<u>2,675,000</u>	\$ 0.15	January 27, 2027
6,850,000		

Stock option transactions are summarized as follows:

	September 30, 2022		December 31, 2020	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Balance, beginning of period	5,749,500	\$ 0.15	6,175,000	\$ 0.15
Granted	2,675,000	\$ 0.15	-	-
Exercised	-	-	(500)	\$ 0.25
Expired/Cancelled	<u>(1,574,500)</u>	\$ 0.25	<u>(425,000)</u>	\$ 0.20
Balance, end of period	6,850,000	\$ 0.14	5,749,500	\$ 0.16
Options exercisable, end of period	6,850,000	\$ 0.14	5,749,500	\$ 0.16

On March 1, 2022, 1,574,500 stock options granted in 2017 expired unexercised.

On January 27, 2022, the Company granted 2,675,000 stock options to directors, employees, and consultants.

On August 10, 2021, an employee exercised 500 stock options.

On May 18, 2021, 325,000 options granted in 2016 expired unexercised.

On April 8, 2021, the Company cancelled 100,000 options granted to former contractors.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021 (Expressed in Canadian Dollars)

9. SHARE CAPITAL AND RESERVES (continued)

d) Share-based compensation

On January 27, 2022, the Company granted 2,675,000 stock options with a fair value of \$205,869. All options vested immediately on grant. The following assumptions were used for the Black-Scholes valuation of stock options granted during the noted period:

	2022
Risk-free interest rate	1.27%
Expected life of options	5 years
Annualized volatility	115.83%
Weighted average FV	\$ 0.08
Expected dividend rate	0%

e) Warrants

As at September 30, 2022, the Company had 4,245,460 outstanding share purchase warrants outstanding, enabling the holders to acquire further common shares as follows:

Number of Warrants	Exercise Price	Expiry Date
300,000	\$0.20	December 22, 2022
2,358,460	\$0.20	December 30, 2022
1,887,000	\$0.15	December 30, 2023
4,545,460		

Share purchase warrant transactions are summarized as follows:

	September 30, 2022		December 31, 2021	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Balance, beginning of period	18,702,460	\$ 0.13	17,572,461	\$ 0.13
Issued	-	-	1,887,000	\$ 0.15
Expired	(14,157,000)	\$ 0.12	-	-
Exercised	-	-	(757,001)	\$ 0.12
Balance, end of period	4,545,460	\$ 0.13	18,702,460	\$ 0.13
Warrants exercisable, end of period	4,545,460	\$ 0.13	18,702,460	\$ 0.13

On August 21, 2022, 14,157,000 warrants expired unexercised.

10. SUBSEQUENT EVENT

On November 2, 2022, 100,000 stock options expired unexercised.