



**BWR EXPLORATION INC.
CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
THREE AND NINE MONTHS ENDED
AUGUST 31, 2020
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

Notice To Reader

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

BWR Exploration Inc.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

| | As at August 31, 2020 | As at November 30, 2019 |
|---|-----------------------------|-------------------------------|
| ASSETS | | |
| Current assets | | |
| Cash | \$ 208,663 | \$ 138,094 |
| Sales tax receivable | 8,430 | 9,237 |
| Total assets | \$ 217,093 | \$ 147,331 |
| LIABILITIES AND SHAREHOLDERS' DEFICIENCY | | |
| Current liabilities | | |
| Accounts payable and accrued liabilities (note 9) | \$ 446,640 | \$ 321,165 |
| Flow-through share liability (note 4(b)) | 47,513 | - |
| Total liabilities | 494,153 | 321,165 |
| Shareholders' deficiency | | |
| Share capital (note 4) | 3,350,077 | 3,177,777 |
| Shares to be issued (note 11) | 70,000 | - |
| Reserves (notes 5 and 6) | 387,359 | 497,242 |
| Deficit | (4,084,496) | (3,848,853) |
| Total shareholders' deficiency | (277,060) | (173,834) |
| Total liabilities and shareholders' deficiency | \$ 217,093 | \$ 147,331 |

Nature of operations and going concern (note 1)
Subsequent events (note 11)

Approved on behalf of the Board:

"Neil Novak", Director

"George Duguay", Director

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

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

| | Three Months Ended August 31, 2020 | Three Months Ended August 31, 2019 | Nine Months Ended August 31, 2020 | Nine Months Ended August 31, 2019 |
|---|---|---|--|--|
| Operating expenses | | | | |
| Exploration and evaluation expenditures (note 3) \$ | 30,499 | \$ 45,069 | \$ 188,302 | \$ 147,738 |
| General and administrative (note 8) | 97,597 | 55,953 | 274,735 | 233,032 |
| Loss from operating expenses | (128,096) | (101,022) | (463,037) | (380,770) |
| Settlement of flow-through share premium | 15,728 | - | 73,287 | 1,787 |
| Total loss and comprehensive loss for the period | \$ (112,368) | \$ (101,022) | \$ (389,750) | \$ (378,983) |
| Basic and diluted net loss per share (note 7) | \$ (0.00) | \$ (0.00) | \$ (0.00) | \$ (0.01) |
| Weighted average number of common shares outstanding - basic and diluted | 79,502,461 | 68,202,461 | 79,063,188 | 67,619,384 |

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

BWR Exploration Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian Dollars)
(Unaudited)

| | Nine Months Ended August 31, 2020 | Nine Months Ended August 31, 2019 |
|---|--|--|
| Operating activities | | |
| Net loss for the period | \$ (389,750) | \$ (378,983) |
| Adjustments for: | | |
| Share-based payments | 42,924 | 57,376 |
| Settlement of flow-through share premium | (73,287) | (1,787) |
| Changes in non-cash operating capital: | | |
| Sales tax receivable | 807 | 7,020 |
| Accounts payables and accrued liabilities | 125,475 | 68,156 |
| Net cash used in operating activities | (293,831) | (248,218) |
| Financing activities | | |
| Private placement proceeds, net of issuance costs | 302,000 | 189,500 |
| Cost of issuing share capital | (7,600) | - |
| Shares to be issued | 70,000 | - |
| Net cash provided by financing activities | 364,400 | 189,500 |
| Net change in cash | 70,569 | (58,718) |
| Cash, beginning of period | 138,094 | 93,094 |
| Cash, end of period | \$ 208,663 | \$ 34,376 |

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

BWR Exploration Inc.**Condensed Consolidated Interim Statements of Changes in Shareholders' Deficiency****(Expressed in Canadian Dollars)****(Unaudited)**

| | Share Capital | Shares to be issued | Reserves | | | Total |
|-----------------------------------|---------------------|------------------------|------------------------|---------------------|-----------------------|---------------------|
| | | | Contributed surplus | Warrants reserve | Deficit | |
| Balance, November 30, 2018 | \$ 2,848,987 | \$ - | \$ 235,859 | \$ 579,473 | \$ (3,811,633) | \$ (147,314) |
| Private placement | 189,500 | - | - | - | - | 189,500 |
| Warrants issued | (1,300) | - | - | 1,300 | - | - |
| Expiry of warrants | - | - | - | (426,666) | 426,666 | - |
| Share-based payments | - | - | 57,376 | - | - | 57,376 |
| Net loss for the period | - | - | - | - | (378,983) | (378,983) |
| Balance, August 31, 2019 | \$ 3,037,187 | \$ - | \$ 293,235 | \$ 154,107 | \$ (3,763,950) | \$ (279,421) |
| Balance, November 30, 2019 | \$ 3,177,777 | \$ - | \$ 293,235 | \$ 204,007 | \$ (3,848,853) | \$ (173,834) |
| Private placements | 302,000 | - | - | - | - | 302,000 |
| Shares to be issued | - | 70,000 | - | - | - | 70,000 |
| Cost of issue - cash | (7,600) | - | - | - | - | (7,600) |
| Cost of issue - broker warrants | (1,300) | - | - | 1,300 | - | - |
| Expiry of warrants | - | - | - | (154,107) | 154,107 | - |
| Flow-through premium | (120,800) | - | - | - | - | (120,800) |
| Share-based payments | - | - | 42,924 | - | - | 42,924 |
| Net loss for the period | - | - | - | - | (389,750) | (389,750) |
| Balance, August 31, 2020 | \$ 3,350,077 | \$ 70,000 | \$ 336,159 | \$ 51,200 | \$ (4,084,496) | \$ (277,060) |

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

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations and going concern

BWR Exploration Inc. (the "Company" or "BWR"), incorporated on January 20, 2011, is engaged in the exploration of precious and base metal properties. BWR is a public company, quoted for trading on the TSX Venture Exchange ("TSX-V") under the symbol "BWR". The Company's principal properties are the Shunsby Project, the Vendôme Sud Property and the Little Stull Lake Gold Project. The head office of the Company is located at The Canadian Venture Building, 82 Richmond Street East, Toronto, Ontario, M5C 1P1, Canada.

The unaudited condensed consolidated interim financial statements of BWR for the three and nine months ended August 31, 2020 were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on October 29, 2020.

As at August 31, 2020, the Company had a working capital deficit of \$277,060 (November 30, 2019 - working capital deficit of \$173,834) and a deficit of \$4,084,496 (November 30, 2019 - \$3,848,853). In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds. These factors indicate the existence of material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. However, management of the Company believes that it will be able to pay its ongoing general and administrative expenses and meet its liabilities for the ensuing twelve months as they fall due through additional financing. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. The Company's ability to continue operations and fund its exploration and evaluation expenditures is dependent on management's ability to generate cash and manage its cash resources.

Management believes the going concern assumption to be appropriate for these unaudited condensed consolidated interim financial statements. If the going concern assumption was not appropriate, adjustments might be necessary to the carrying value of the assets and liabilities, reported revenues and expenses, and the balance sheet classifications used in the unaudited condensed consolidated interim financial statements. These adjustments could be material.

The recoverability of exploration and evaluation expenditures is dependent upon the discovery of economically recoverable reserves, the preservation of the Company's interest in the underlying mineral claims, the ability to obtain necessary financing, obtain government approval and attain profitable production, or alternatively, upon the Company's ability to dispose of its interest on an advantageous basis.

2. Summary of significant accounting policies

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

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

2. Summary of significant accounting policies (continued)

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRS issued and outstanding as of the date the Board of Directors approved these statements. The same accounting policies and methods of computation are followed in these unaudited condensed consolidated interim financial statements as compared with the most recent annual financial statements as at and for the year ended November 30, 2019. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending November 30, 2020 could result in restatement of these unaudited condensed consolidated interim financial statements.

New standards adopted

The Company adopted the following amendment to accounting standards, effective December 1, 2019. This change was made in accordance with the applicable transitional provision.

IFRS 16 - Leases ("IFRS 16")

In January 2016, the IASB issued IFRS 16, replacing IAS 17, "Leases". IFRS 16 provides a single lessee accounting model and requires the lessee to recognize assets and liabilities for all leases on its statement of financial position, providing the reader with greater transparency of an entity's lease obligations.

Effective December 1, 2019, the Company adopted the following and there was no material impact on the Company's unaudited condensed consolidated interim financial statements.

All leases are accounted for by recognising a right-of-use asset and a lease liability except for:

- ◆ It is held within a business model whose objective is to hold the financial asset to collect the contractual cash flows associated with the financial asset instead of selling the financial asset for a profit or loss;
- ◆ Its contractual terms give rise to cash flows that are solely payments of principal and interest.

Lease liabilities are measured at the present value of the contractual payments due to the lessor over the lease term, with the discount rate determined by the incremental borrowing rate on commencement of the lease is used. Variable lease payments are only included in the measurement of the lease liability if they depend on an index or rate. In such cases, the initial measurement of the lease liability assumes the variable element will remain unchanged throughout the lease term. Other variable lease payments are expensed in the period to which they relate.

On initial recognition, the carrying value of the lease liability also includes:

- ◆ Amounts expected to be payable under any residual value guarantee;
- ◆ The exercise price of any purchase option granted if it is reasonable certain to assess that option; and
- ◆ Any penalties payable for terminating the lease, if the term of the lease has been estimated on the basis of termination option being exercised.

Right-of-use assets are initially measured at the amount of the lease liability, reduced for any lease incentives received, and increased for:

- ◆ Lease payments made at or before commencement of the lease;
- ◆ Initial direct costs incurred; and
- ◆ The amount of any provision recognised where the Company is contractually required to dismantle, remove or restore the leased asset.

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

2. Summary of significant accounting policies (continued)

New standards adopted (continued)

IFRS 16 - Leases ("IFRS 16") (continued)

Lease liabilities, on initial measurement, increase as a result of interest charged at a constant rate on the balance outstanding and are reduced for lease payments made.

Right-of-use assets are amortised on a straight-line basis over the remaining term of the lease or over the remaining economic life of the asset if this is judged to be shorter than the lease term.

IFRIC Interpretation 23 Uncertainty over Income Tax Treatments

The Interpretation provides guidance on the accounting for current and deferred tax liabilities and assets in circumstances in which there is uncertainty over income tax treatments. The Interpretation became applicable for annual periods beginning on or after January 1, 2019. At December 1, 2019, the Company adopted this standard and there was no material impact on the Company's unaudited condensed consolidated interim financial statements.

Future accounting pronouncements

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for annual periods beginning on or after January 1, 2020 or later periods.

IFRS 3, Business Combinations ("IFRS 3")

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition. The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020.

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

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications. The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively.

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

3. Mineral properties

| | Three Months Ended August 31, 2020 | Three Months Ended August 31, 2019 | Nine Months Ended August 31, 2020 | Nine Months Ended August 31, 2019 |
|----------------------------------|---|---|--|--|
| Travel, meals and accommodations | \$ - | \$ 2,472 | \$ 2,893 | \$ 7,230 |
| Geological consultants (note 9) | 30,499 | 42,597 | 184,151 | 126,126 |
| Geophysics | - | - | - | 8,881 |
| Administrative | - | - | - | 91 |
| Leases and taxes | - | - | 1,258 | 1,710 |
| Camp and equipment | - | - | - | 3,700 |
| | \$ 30,499 | \$ 45,069 | \$ 188,302 | \$ 147,738 |

4. Share capital

a) Authorized share capital

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

b) Common shares issued

| | Number of common shares | Amount |
|--|-------------------------------|---------------------|
| Balance - November 30, 2018 | 64,412,461 | \$ 2,848,987 |
| Private placement (i) | 3,790,000 | 189,500 |
| Cost of issue - broker warrants (i) | - | (1,300) |
| Balance - August 31, 2019 | 68,202,461 | \$ 3,037,187 |
| Balance - November 30, 2019 | 73,462,461 | \$ 3,177,777 |
| Private placement (ii) | 6,040,000 | 302,000 |
| Cost of issue - cash (ii) | - | (7,600) |
| Cost of issue - broker warrants (ii) | - | (1,300) |
| Premium on flow-through shares issued (ii) | - | (120,800) |
| Balance - August 31, 2020 | 79,502,461 | \$ 3,350,077 |

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements Three and Nine Months Ended August 31, 2020 (Expressed in Canadian Dollars) (Unaudited)

4. Share capital (continued)

b) Common shares issued (continued)

(i) On December 28, 2018, the Company closed a private placement for aggregate gross proceeds of \$189,500 through the purchase of 947,500 Units consisting of 2,842,500 flow-through shares, 947,500 common shares plus 473,750 warrants, issued in connection with the Closing. Each Unit consists of 3 flow through shares, plus 1 common share, plus one half of one common share purchase warrant.

Each Warrant will expire 12 months from the date of issue and each whole warrant will entitle the holder thereof to purchase one Common Share (a "Warrant Share") at a price of \$0.075 per Warrant Share. The fair value of 473,750 warrants were estimated at \$1,300 using the Black-Scholes option pricing model with the following weighted average assumptions: expected dividend yield - 0%, share price of \$0.03, expected volatility - 101% (based on historical volatility), risk-free interest rate - 1.85%, exercise price of \$0.075 and an expected average life of 1 year.

An officer and a director participated in this financing, subscribing for 150,000 Units for net proceeds to the Company of \$30,000.

(ii) On December 20, 2019, the Company closed a non-brokered private placement comprising of 6,040,000 Common Shares at a price of \$0.05 per share for proceeds of \$302,000. Each unit consists of one common flow-through share of the Company. In connection with this financing, the Company paid \$7,600 and issued a total of 152,000 broker warrants as finder's fees. Each Broker Warrant will entitle the holder thereof to purchase one Common Share of the Company at the Exercise Price of \$0.075 for 24 months from the date of issue. Two insiders participated in this financing, subscribing for 150,000 Units for net proceeds to the Company of \$30,000.

The fair value of the 152,000 broker warrants was estimated at \$1,300, using the Black-Scholes option pricing model with the following weighted average assumptions: expected dividend yield - 0%, share price of \$0.03, expected volatility - 101% (based on historical volatility), risk-free interest rate - 1.65%, exercise price of \$0.075 and an expected average life of 2 years.

The flow-through units issued were issued at a premium in recognition of the tax benefits accruing to subscribers. The flow-through premium was calculated to be \$120,800.

5. Warrants

The following summarizes the warrant activity for the nine months ended August 31, 2020 and 2019:

| | Number of warrants | Weighted average exercise price |
|--|--------------------|---------------------------------|
| Balance - November 30, 2018 | 13,602,840 | \$ 0.100 |
| Warrants issued (note 4(b)(i)) | 437,750 | 0.075 |
| Expired | (10,055,340) | (0.080) |
| Balance - August 31, 2019 | 3,985,250 | \$ 0.140 |
| Balance - November 30, 2019 | 6,295,250 | \$ 0.110 |
| Broker warrants issued (note 4(b)(ii)) | 152,000 | 0.075 |
| Expired | (4,021,250) | (0.140) |
| Balance - August 31, 2020 | 2,426,000 | \$ 0.070 |

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements
Three and Nine Months Ended August 31, 2020
(Expressed in Canadian Dollars)
(Unaudited)

5. Warrants (continued)

As of August 31, 2020, the following warrants were outstanding:

| Expiry Date | Number of warrants | Exercise price (\$) | Fair value on grant (\$) |
|--------------------|--------------------|---------------------|--------------------------|
| September 30, 2021 | 1,500,000 | 0.075 | 35,200 |
| September 30, 2021 | 80,000 | 0.050 | 1,400 |
| October 30, 2021 | 630,000 | 0.075 | 12,400 |
| October 30, 2021 | 64,000 | 0.050 | 900 |
| December 20, 2021 | 152,000 | 0.075 | 1,300 |
| | 2,426,000 | 0.070 | 51,200 |

6. Stock options

The following summarizes the stock option activity for the nine months ended August 31, 2020 and 2019:

| | Number of stock options | Weighted average exercise price |
|------------------------------------|-------------------------|---------------------------------|
| Balance - November 30, 2018 | 3,167,500 | \$ 0.08 |
| Granted (i)(ii) | 1,900,000 | 0.05 |
| Expired | (1,337,500) | (0.10) |
| Balance - August 31, 2019 | 3,730,000 | \$ 0.08 |
| Balance - November 30, 2019 | 3,730,000 | \$ 0.05 |
| Granted (iii) | 1,450,000 | 0.05 |
| Expired and forfeited | (200,000) | (0.06) |
| Balance - August 31, 2020 | 4,980,000 | \$ 0.05 |

(i) On May 29, 2019, the Company granted 500,000 stock options to a consultant with an exercise price of \$0.05 per share, vesting 25% in three months and at the end of six, nine and twelve months, with an expiry date of May 29, 2021. The fair value of these stock options was estimated at \$10,200 using the Black-Scholes option pricing formula with the following weighted average assumptions: expected dividend yield - 0%, expected volatility - 108% (based on historical volatility), risk-free interest rate - 1.53% and an expected average life of 2 years. The stock options were valued based on the equity instrument granted as no value could be determined for the service.

(ii) On May 29, 2019, the Company granted 1,400,000 stock options to certain officers, directors and consultants with an exercise price of \$0.05, fully vested on issuance and with an expiry date of May 29, 2024. The fair value of these stock options was estimated at \$52,000 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield - 0%, expected volatility - 164% (based on historical volatility), risk-free interest rate - 1.56% and an expected average life of 5 years.

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

6. Stock options (continued)

(iii) On April 13, 2020, the Company granted 1,450,000 stock options to certain officers, directors and consultants with an exercise price of \$0.05, fully vested on issuance and with an expiry date of April 16, 2020. The fair value of these stock options was estimated at \$38,100 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield - 0%, expected volatility - 148% (based on historical volatility), risk-free interest rate - 0.43% and an expected average life of 5 years.

As of August 31, 2020, the following stock options were outstanding:

| Expiry Date | Exercise price (\$) | Number of stock options | Number of exercisable stock options | Weighted average contractual life (years) | Fair value (\$) |
|----------------|---------------------|-------------------------|-------------------------------------|---|-----------------|
| March 21, 2021 | 0.05 | 855,000 | 855,000 | 0.55 | 20,520 |
| May 29, 2021 | 0.05 | 500,000 | 500,000 | 0.74 | 10,200 |
| May 29, 2022 | 0.075 | 875,000 | 875,000 | 1.74 | 45,588 |
| May 29, 2024 | 0.05 | 1,300,000 | 1,300,000 | 3.75 | 48,286 |
| April 13, 2025 | 0.05 | 1,450,000 | 1,450,000 | 4.62 | 38,084 |
| | 0.05 | 4,980,000 | 4,980,000 | 2.80 | 162,678 |

7. Loss per share

| | Three Months Ended August 31, 2020 | Three Months Ended August 31, 2019 | Nine Months Ended August 31, 2020 | Nine Months Ended August 31, 2019 |
|--|------------------------------------|------------------------------------|-----------------------------------|-----------------------------------|
| Net loss per share: | | | | |
| - basic | \$ (0.00) | \$ (0.00) | \$ (0.00) | \$ (0.01) |
| - diluted | \$ (0.00) | \$ (0.00) | \$ (0.00) | \$ (0.01) |
| Net loss for the period | \$ (112,368) | \$ (101,022) | \$ (389,750) | \$ (378,983) |
| Weighted average outstanding - basic | 79,502,461 | 68,202,461 | 79,063,188 | 67,619,384 |
| Weighted average outstanding - diluted | 79,502,461 | 68,202,461 | 79,063,188 | 67,619,384 |

Basic loss per share is computed by dividing net loss (the numerator) by the weighted average number of outstanding common shares for the period (the denominator). In computing diluted loss per share, an adjustment is not made for the dilutive effect of outstanding warrants and outstanding stock options as they are anti-dilutive.

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements Three and Nine Months Ended August 31, 2020 (Expressed in Canadian Dollars) (Unaudited)

8. General and administrative expenses

| | Three Months Ended August 31, 2020 | Three Months Ended August 31, 2019 | Nine Months Ended August 31, 2020 | Nine Months Ended August 31, 2019 |
|---|---|---|--|--|
| Consulting fees (Note 9) | \$ 21,000 | \$ 21,000 | \$ 63,000 | \$ 63,000 |
| Accounting and corporate secretarial fees (Note 9) | 8,428 | 8,330 | 33,887 | 30,056 |
| Professional fees (Note 9) | 24,779 | 10,950 | 44,625 | 29,438 |
| Office and general (Note 9) | 11,781 | 5,638 | 38,175 | 30,808 |
| Travel and accommodation | 1,534 | 3,461 | 1,756 | 5,376 |
| Investor relations and shareholder information | 30,075 | 1,314 | 50,368 | 16,978 |
| Share-based payments (Notes 6 and 9) | - | 5,260 | 42,924 | 57,376 |
| | \$ 97,597 | \$ 55,953 | \$ 274,735 | \$ 233,032 |

9. Related party transactions

The Chief Financial Officer is a senior employee of Marrelli Support Services Inc. ("MSSI"), a firm providing accounting services. During the three and nine months ended August 31, 2020, the Company incurred \$21,397 and \$32,267, respectively (three and nine months ended August 31, 2019 - \$7,640 and \$26,032, respectively) for accounting services rendered by MSSI. As at August 31, 2020, MSSI was owed \$5,022 (November 30, 2019 - \$4,102) and this amount was included in accounts payable and accrued liabilities.

DSA Corporate Services Inc. ("DSA"), a firm providing corporate secretarial and filing services, is affiliated with MSSI through a common officer. During the three and nine months ended August 31, 2020, the Company incurred \$3,310 and \$7,873, respectively (three and nine months ended August 31, 2019 - \$1,080 and \$6,198, respectively) for services rendered by DSA. As at August 31, 2020, DSA was owed \$1,373 (November 30, 2019 - \$593) and this amount was included in accounts payable and accrued liabilities.

The Company received consulting services from Nominex Ltd. ("Nominex"), a company controlled by the President and Chief Executive Officer ("CEO"). The fees consisted of consulting fees of \$15,000 and \$45,000, respectively during the three and nine months ended August 31, 2020 (three and nine months ended August 31, 2019 - \$15,000 and \$45,000, respectively) for CEO services and exploration and evaluation expenditures of \$30,000 and \$75,000, during the three and nine months ended August 31, 2020 (three and nine months ended August 31, 2019 - \$30,000 and \$67,500) for geological consulting. As at August 31, 2020, Nominex was owed \$193,025 (November 30, 2019 - \$155,000) and this amount was included in accounts payable and accrued liabilities.

As at August 31, 2020, the Company has accounts payable to Neil Novak, the President and CEO of the Company of \$nil (November 30, 2019 - \$1,890) and this amount was included in accounts payable and accrued liabilities.

The Company received legal services from Diges Professional Corporation ("Diges"), a company controlled by the Company's Corporate Secretary. During the three and nine months ended August 31, 2020, the Company incurred \$16,000 and \$28,000 (three and nine months ended August 31, 2019 - \$6,000 and \$18,000) for services rendered by Diges. As at August 31, 2020, Diges was owed \$108,000 (November 30, 2019 - \$80,000) and this amount was included in accounts payable and accrued liabilities.

BWR Exploration Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended August 31, 2020

(Expressed in Canadian Dollars)

(Unaudited)

9. Related party transactions (continued)

The Company received consulting services from G. Duguay Services Inc., a company controlled by a director of the Company. During the three and nine months ended August 31, 2020, the Company incurred \$6,000 and \$18,000 (three and nine months ended August 31, 2019 - \$6,000 and \$18,000) for services rendered by G. Duguay Services Inc. As at August 31, 2020, G. Duguay Services Inc. was owed \$79,000 (November 30, 2019 - \$61,000) and this amount was included in accounts payable and accrued liabilities.

10. Segmented information

The Company operates in one reportable operating segment, being the acquisition and exploration and evaluation of mineral properties located in Canada.

11. Subsequent events

On September 16, 2020 and September 18, 2020 the Company closed the first and second tranches, of its Offering for aggregate gross proceeds of \$500,000, through the purchase of 10,000,000 Units consisting of 10,000,000 common shares plus 5,000,000 warrants.

Each Unit consists of 1 Common Share, plus one half of one Warrant of the Company. Each Full Warrant will expire 36 months from the date of issue and will entitle the holder thereof to purchase one Common Share at a price of \$0.075 within 24 months from the date of issue and for the period that is for 24 months plus one day from the date of issue until the Full Warrant Expiry Date at a price of \$0.10 per Full Warrant Share.

While the Offering was effected by the Company on a non-brokered basis, the Company paid finder's fees to two arm's-length third parties, Raymond James Ltd. and Industrial Alliance Securities Inc. The fees for each of the Brokers consisted of: (i) cash commissions representing 8% of the gross proceeds raised by the Broker in the Offering; and (ii) Broker Warrants representing 8% of the total number of Units raised by the Broker in the Offering.

Pursuant to this, Raymond James Ltd. received \$4,800 cash commission and 96,000 Broker Warrants, and Industrial Alliance Securities Inc. received \$8,800 cash commission and 176,000 Broker Warrants, in connection with the Offering. Each Broker Warrant will entitle the holder thereof to purchase one Common Share of the Company at the Exercise Price of \$0.075 for 24 months from the date of issue.

Two insiders participated in this financing, subscribing for 2,400,000 Units for net proceeds to the Company of \$120,000.

The proceeds from the Offering will be used for general corporate purposes, with a focus on the Little Stull Lake Gold project located in Northeastern Manitoba.

On October 23, 2020 the Company announced that exploration personnel, along with two members of Manto Sipi Cree Nation from God's River, Manitoba, had completed a clean-up and base line site visit to the Little Stull Lake exploration camp, located in NE Manitoba, in anticipation of a proposed exploratory drilling program, that BWR is planning during the winter of 2020/21. A base line site visit and environmental report will be submitted to MSCN's Chief and Council along with any remediation recommendations. In addition to the clean-up and soil sampling program, one member of the MSCN community visited several of the proposed drill site locations accompanied by BWR's geologist, the designated community member now has a better understanding of the environmental disturbance that exploratory drilling poses, and observed what the historical drill sites look like after a decade of natural regrowth, that he can share with his community in an upcoming consultation meeting that is being planned.