



Condensed Interim Consolidated Financial Statements (unaudited)
Second quarter ended June 30, 2022

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INTERIM CONSOLIDATED STATEMENTS OF INCOME

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

Second quarters
ended June 30,

First halves
ended June 30,

	2022 \$	2021 \$	2022 \$	2021 \$
REVENUE - GOLD SALES	26,359,252	26,051,036	58,692,320	52,291,743
COSTS OF OPERATIONS				
Mining operation expenses - note 6	8,235,967	9,545,044	18,172,079	19,388,791
Administrative expenses - note 7	4,171,454	3,478,840	8,745,500	7,193,246
Depreciation of property, plant and equipment and amortization of intangible assets	2,449,515	3,206,370	4,909,506	5,854,007
OPERATING INCOME	11,502,316	9,820,782	26,865,235	19,855,699
OTHER EXPENSES (INCOME)				
Financial expenses	78,870	221,220	315,528	410,250
Foreign exchange gain	(133,370)	(114,369)	(244,757)	(220,097)
Write-off of property, plant and equipment	21,534	---	21,534	---
Other income	(16,709)	(28,912)	(42,061)	(47,242)
INCOME BEFORE INCOME TAX EXPENSE	11,551,991	9,742,843	26,814,991	19,712,788
Income tax expense (recovery)				
Current	1,804,962	582,004	4,418,204	1,122,617
Deferred	1,432,926	(304,095)	715,916	(697,766)
	3,237,888	277,909	5,134,120	424,851
NET INCOME FOR THE PERIOD	8,314,103	9,464,934	21,680,871	19,287,937
ATTRIBUTABLE TO				
Common shareholders	7,818,034	9,395,284	20,323,116	19,104,872
Non-controlling interest	496,069	69,650	1,357,755	183,065
	8,314,103	9,464,934	21,680,871	19,287,937
EARNINGS PER SHARE - note 16				
Basic	0.013	0.016	0.034	0.032
Diluted	0.013	0.016	0.034	0.032

**INTERIM CONSOLIDATED STATEMENTS
OF COMPREHENSIVE INCOME**

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

**Second quarters
ended June 30,**

**First halves
ended June 30,**

	2022	2021	2022	2021
	\$	\$	\$	\$
NET INCOME FOR THE PERIOD	8,314,103	9,464,934	21,680,871	19,287,937
Other comprehensive loss				
Item that may be reclassified subsequently to net income				
Exchange difference	(3,223,096)	(617,875)	(7,473,656)	(6,510,294)
COMPREHENSIVE INCOME	5,091,007	8,847,059	14,207,215	12,777,643
COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Common shareholders	4,651,970	8,781,712	12,910,002	12,631,918
Non-controlling interest	439,037	65,347	1,297,213	145,725
	5,091,007	8,847,059	14,207,215	12,777,643

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	Common shareholders				Total	Non-controlling interest	Total equity
	Share capital	Reserve - stock options	Retained earnings	Accumulated other comprehensive income (loss)			
Balance as at December 31, 2020	71,269,402	3,081,586	8,211,833	7,576,935	90,139,756	1,099,763	91,239,519
Net income for the period	---	---	19,104,872	---	19,104,872	183,065	19,287,937
Other comprehensive loss	---	---	---	(6,472,954)	(6,472,954)	(37,340)	(6,510,294)
Comprehensive income (loss) for the period	---	---	19,104,872	(6,472,954)	12,631,918	145,725	12,777,643
Stock options exercised during the period	137,645	(53,975)	---	---	83,670	---	83,670
Balance as at June 30, 2021	71,407,047	3,027,611	27,316,705	1,103,981	102,855,344	1,245,488	104,100,832
Balance as at December 31, 2021	71,407,047	3,027,611	24,104,509	(1,120,724)	97,418,443	1,228,822	98,647,265
Net income for the period	---	---	20,323,116	---	20,323,116	1,357,755	21,680,871
Other comprehensive loss	---	---	---	(7,413,114)	(7,413,114)	(60,542)	(7,473,656)
Comprehensive income (loss) for the period	---	---	20,323,116	(7,413,114)	12,910,002	1,297,213	14,207,215
Stock options exercised during the period	214,624	(88,374)	---	---	126,250	---	126,250
Balance as at June 30, 2022	71,621,671	2,939,237	44,427,625	(8,533,838)	110,454,695	2,526,035	112,980,730

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

	As at June 30, 2022	As at December 31, 2021
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash	8,168,179	20,721,807
Inventories - note 8	16,300,626	13,638,323
Accounts receivable - note 9	10,162,183	4,222,161
Prepaid expenses	1,419,521	742,304
Deposits paid	2,057,823	1,920,523
	38,108,332	41,245,118
VAT RECEIVABLE	---	1,453,141
MINING PROPERTIES - note 10	10,188,271	9,305,349
PROPERTY, PLANT AND EQUIPMENT - note 11	94,284,794	90,605,261
INTANGIBLE ASSETS	49,073	58,849
	142,630,470	142,667,718
LIABILITIES		
CURRENT LIABILITIES		
Lines of credit and overdraft - note 13	4,348,514	6,659,600
Accounts payable - note 12	15,556,311	24,325,955
Current portion of long-term debt - note 13	1,053,055	4,389,574
Current portion of lease obligations	37,255	79,150
	20,995,135	35,454,279
LONG-TERM DEBT - note 13	170,572	305,032
ENVIRONMENTAL LIABILITIES	374,017	378,385
LEASE OBLIGATIONS	---	7,213
DEFERRED INCOME TAX	8,110,016	7,875,544
	29,649,740	44,020,453
EQUITY		
Share capital - note 14	71,621,671	71,407,047
Reserve - stock options	2,939,237	3,027,611
Retained earnings	44,427,625	24,104,509
Accumulated other comprehensive loss	(8,533,838)	(1,120,724)
	110,454,695	97,418,443
Non-controlling interest	2,526,035	1,228,822
	112,980,730	98,647,265
	142,630,470	142,667,718

Subsequent events (note 18)

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

Second quarters
ended June 30,

First halves
ended June 30,

	2022 \$	2021 \$	2022 \$	2021 \$
CASH FLOWS FROM THE FOLLOWING ACTIVITIES				
Operating				
Net income for the period	8,314,103	9,464,934	21,680,871	19,287,937
Adjustments for				
Financial expenses	78,870	221,220	315,528	410,250
Depreciation of property, plant and equipment and amortization of intangible assets	2,449,515	3,206,370	4,909,506	5,854,007
Deferred income tax expense (recovery)	1,432,926	(304,095)	715,916	(697,766)
Write-off of property, plant and equipment	21,534	---	21,534	---
Net changes in non-cash working capital items - note 15	(2,899,873)	(1,788,031)	(18,276,294)	(1,134,881)
Variation in VAT receivable	(57,053)	(4,977)	1,311,472	(577,431)
Paid interest - note 15	(63,610)	(196,002)	(297,823)	(363,257)
	9,276,412	10,599,419	10,380,710	22,778,859
Investing				
Variation in deposits paid	249,984	(138,950)	(8,588)	568,787
Acquisition of mining properties	(1,165,732)	(809,532)	(1,481,716)	(1,621,691)
Acquisition of property, plant and equipment	(8,721,860)	(9,402,172)	(14,655,158)	(20,000,961)
Acquisition of intangible assets	---	(3,700)	---	(3,700)
	(9,637,608)	(10,354,354)	(16,145,462)	(21,057,565)
Financing				
Long-term debt contracted	---	2,240,846	---	2,982,895
Repayment of long-term debt	(1,338,032)	(1,248,065)	(3,232,321)	(2,271,533)
Variation in lines of credit	4,232,610	898,714	(2,058,798)	(128,781)
Payments of lease obligations	(18,867)	(38,389)	(47,530)	(77,779)
Issue of common shares	126,250	33,670	126,250	83,670
	3,001,961	1,886,776	(5,212,399)	588,472
Effect of exchange rate changes on cash	(354,905)	(197,385)	(1,576,477)	(1,052,005)
Increase (decrease) in cash	2,285,860	1,934,456	(12,553,628)	1,257,761
Cash at the beginning of the period	5,882,319	8,219,159	20,721,807	8,895,854
Cash at the end of the period	8,168,179	10,153,615	8,168,179	10,153,615
Tax paid	4,015,855	---	8,344,748	691,194

Additional information (note 15)

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

1 - NATURE OF OPERATIONS

Robex Resources Inc. (the "Company") is a junior Canadian operations and exploration mining company. The Company has entered into commercial operation on its Nampala deposit, located on the Mininko permit, on January 1, 2017. In addition to its operational mining activities, the Company holds five exploration permits, all located in Mali, West Africa. The head office's address is 437 Grande Allée Est, Québec (Quebec), G1R 2J5, Canada.

2 - BASIS OF PRESENTATION

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB").

The accounting policies followed in these condensed interim consolidated financial statements are consistent with those applied in the Company's annual audited financial statements for the year ended December 31, 2021. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual audited financial statements for the year ended December 31, 2021, which have been prepared in accordance with IFRS as issued by the IASB.

These condensed interim consolidated financial statements were approved by the Board of Directors for issue on August 29, 2022.

3 - SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are described in our annual audited consolidated financial statements for the year ended December 31, 2021.

4 - CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

A global pandemic related to COVID-19 was declared by the World Health Organization in March 2020, resulting in adjustments to the Company's operating procedures. To date, its operations have not been significantly impacted. The current and expected repercussions on global commerce have been and will continue to be far-reaching. To date, there has been significant volatility in commodity prices and foreign exchange rates around the world. In addition, many restrictions have been implemented, including travel restrictions and supply chain disruptions. As of the date of publication of these condensed interim consolidated financial statements, there is still a significant ongoing global uncertainty surrounding COVID-19 and the extent and duration of the impact it may have. Thereby, it is not possible to reliably estimate either the length or the severity of these developments and their impact on the Company's financial results, financial situation and cash flows.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

5 - SEGMENTED INFORMATION

The Company conducts its operating and exploration activities in Mali. The operational sectors presented reflect the Company's management structure and how the Company's principal operational decision-maker assesses business performance. The Company evaluates the performance of its operating sectors primarily based on operating income (loss), as shown in the following tables.

Operating income for the Mining Operation (Gold) division is consolidated from the Company and all its subsidiaries involved in the value chain from production to sale, be it at the point of production, or from refinery and administrative activities, and regardless of country or currency.

	Quarter ended June 30, 2022			
	Mining Operations (Gold)	Mining Exploration	Corporate management	\$ Total
REVENUE - GOLD SALES	26,359,252	---	---	26,359,252
Mining operation expenses - note 6	7,424,883	---	---	7,424,883
Mining royalties - note 6	811,084	---	---	811,084
Administrative expenses - note 7	2,608,704	13,671	1,549,079	4,171,454
Depreciation of property, plant and equipment and amortization of intangible assets	2,432,381	---	17,134	2,449,515
OPERATING INCOME (LOSS)	13,082,200	(13,671)	(1,566,213)	11,502,316

	Quarter ended June 30, 2021			
	Mining Operations (Gold)	Mining Exploration	Corporate management	\$ Total
REVENUE - GOLD SALES	26,051,036	---	---	26,051,036
Mining operation expenses - note 6	8,892,791	---	---	8,892,791
Mining royalties - note 6	652,253	---	---	652,253
Administrative expenses - note 7	2,196,290	3,186	1,279,364	3,478,840
Depreciation of property, plant and equipment and amortization of intangible assets	3,190,578	---	15,792	3,206,370
OPERATING INCOME (LOSS)	11,119,124	(3,186)	(1,295,156)	9,820,782

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

5 - SEGMENTED INFORMATION - (continued)

	Half ended June 30, 2022			
	Mining Operations (Gold)	Mining Exploration	Corporate management	\$ Total
REVENUE - GOLD SALES	58,692,320	---	---	58,692,320
Mining operation expenses - note 6	16,358,984	---	---	16,358,984
Mining royalties - note 6	1,813,095	---	---	1,813,095
Administrative expenses - note 7	5,786,466	20,403	2,938,631	8,745,500
Depreciation of property, plant and equipment and amortization of intangible assets	4,875,643	---	33,863	4,909,506
OPERATING INCOME (LOSS)	29,858,132	(20,403)	(2,972,494)	26,865,235
TOTAL ASSETS AS AT JUNE 30, 2022	127,151,798	10,517,286	4,961,384	142,630,468

	Half ended June 30, 2021			
	Mining Operations (Gold)	Mining Exploration	Corporate management	\$ Total
REVENUE - GOLD SALES	52,291,743	---	---	52,291,743
Mining operation expenses - note 6	18,080,312	---	---	18,080,312
Mining royalties - note 6	1,308,479	---	---	1,308,479
Administrative expenses - note 7	4,440,028	7,550	2,745,668	7,193,246
Depreciation of property, plant and equipment and amortization of intangible assets	5,822,422	---	31,585	5,854,007
OPERATING INCOME (LOSS)	22,640,502	(7,550)	(2,777,253)	19,855,699
TOTAL ASSETS AS AT DECEMBER 31, 2021	114,868,149	9,936,896	17,862,673	142,667,718

The Company's proceeds come from one client. The Company does not economically depend on a limited number of buyers for the sale of gold, as gold can be sold through many commodity traders around the world.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

6 - MINING OPERATION EXPENSES

	Second quarters ended June 30,		First halves ended June 30,	
	2022 \$	2021 \$	2022 \$	2021 \$
Operating and maintenance supplies and service	8,049,250	8,774,882	15,051,048	17,587,493
Fuel	4,849,890	3,512,806	7,971,521	7,465,352
Reagents	1,064,522	1,039,722	2,385,795	2,265,842
Employee benefit expenses	1,102,688	1,354,510	2,257,755	2,676,630
Inventory change	(1,546,329)	585,359	(1,186,942)	1,085,071
Less: Production expenses capitalized as stripping cost	(6,277,606)	(6,585,709)	(10,581,142)	(13,427,641)
Delivery costs	182,468	211,221	460,949	427,565
Total production costs	7,424,883	8,892,791	16,358,984	18,080,312
Mining royalties	811,084	652,253	1,813,095	1,308,479
	8,235,967	9,545,044	18,172,079	19,388,791

7 - ADMINISTRATIVE EXPENSES

	Second quarters ended June 30,		First halves ended June 30,	
	2022 \$	2021 \$	2022 \$	2021 \$
Operations and exploration	2,622,375	2,199,476	5,806,869	4,447,578
Corporate management	1,549,079	1,279,364	2,938,631	2,745,668
	4,171,454	3,478,840	8,745,500	7,193,246

Salary related amounts of \$466,563 and \$215,437, respectively, are included in the "Operations and exploration" item and in the "Corporate management" item for the quarter ended June 30, 2022 (\$399,074 and \$103,741, respectively, for the quarter ended June 30, 2021) and of \$893,932 and \$403,637 for the half ended June 30, 2022 (\$795,332 and \$254,250, respectively, for the half ended June 30, 2021).

8 - INVENTORIES

	As at June 30,	As at December 31,
	2022 \$	2021 \$
Doré bars in production	4,113,975	3,976,552
Supplies and spare parts	10,968,711	9,249,760
Stacked ore	1,184,560	412,011
Silver (metals)	33,380	---
	16,300,626	13,638,323

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

9 - ACCOUNTS RECEIVABLE

	As at June 30, 2022 \$	As at December 31, 2021 \$
VAT receivable ⁽¹⁾	6,328,093	3,804,644
Amount receivable from Sycamore Mine Guinée SAU ⁽²⁾	3,462,826	---
Other taxes receivable	362,878	351,557
Other receivables	8,386	65,960
	10,162,183	4,222,161

(1) The amounts to be received as VAT do not bear any interest and are generally paid within 12 months. The receivable VAT to be retrieved on a period longer than 12 months has been recorded in the non-current assets. As at June 30, 2022, no provision expense was recorded as receivable VAT (none on December 31, 2021). As at June 30, 2022, the Company did not have any guarantee on the amounts to be received (none on December 31, 2021).

(2) The amount receivable from Sycamore Mine Guinée SAU is related to the transaction in progress. The closing of this transaction is expected before the end of the third quarter of 2022.

10 - MINING PROPERTIES

	Gladié	Mininko	Sanoula	Kamasso	Diangounté	Total
Undivided interest	100%	100%	100%	100%	100%	
Mining rights and titles						\$
Balance as at December 31, 2021	---	135,612	221,881	35,536	72,060	465,089
Acquisition costs	127,538	---	---	---	---	127,538
Exchange rate changes	---	(8,707)	(14,246)	(14,876)	(4,626)	(42,455)
Balance as at June 30, 2022	127,538	126,905	207,635	20,660	67,434	550,172

Exploration costs

Balance as at December 31, 2021	---	6,120,459	1,833,712	801,111	84,978	8,840,260
Expenses incurred	108,540	744,394	382,807	6,626	117,314	1,359,681
Amortization	6,941	11,677	7,035	774	4,715	31,142
Exchange rate changes	---	(404,930)	(127,110)	(51,502)	(9,442)	(592,984)
Balance as at June 30, 2022	115,481	6,471,600	2,096,444	757,009	197,565	9,638,099

Total:

As at December 31, 2021	---	6,256,071	2,055,593	836,647	157,038	9,305,349
As at June 30, 2022	243,019	6,598,505	2,304,079	777,669	264,999	10,188,271

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

11 - PROPERTY, PLANT AND EQUIPMENT

	Mining development costs	Buildings and office development	Equipment related to mining operations	Tools, equipment and vehicles	Exploration equipment	Total
Cost						\$
Balance as at December 31, 2021	26,775,809	13,140,062	132,373,415	4,797,144	702,913	177,789,343
Acquisition costs	308,881	1,491,013	12,574,082	229,597	15,012	14,618,585
Write-offs	---	---	(55,843)	---	---	(55,843)
Exchange rate changes	(1,718,202)	(866,676)	(8,643,249)	(309,136)	(45,551)	(11,582,814)
Balance as at June 30, 2022	25,366,488	13,764,399	136,248,405	4,717,605	672,374	180,769,271

Accumulated depreciation

Balance as at December 31, 2021	10,092,503	5,739,623	68,328,786	2,366,281	656,889	87,184,082
Depreciation	483,567	516,742	3,665,854	330,437	5,776	5,002,376
Write-offs	---	---	(34,309)	---	---	(34,309)
Exchange rate changes	(653,609)	(376,082)	(4,438,807)	(156,841)	(42,333)	(5,667,672)
Balance as at June 30, 2022	9,922,461	5,880,283	67,521,524	2,539,877	620,332	86,484,477

Net amounts:

As at December 31, 2021	16,683,306	7,400,439	64,044,629	2,430,863	46,024	90,605,261
As at June 30, 2022	15,444,027	7,884,116	68,726,881	2,177,728	52,042	94,284,794
Not depreciated						
as at December 31, 2021 ⁽¹⁾	7,192,341	1,301,482	2,267,858	---	---	10,761,682
Not depreciated						
as at June 30, 2022 ⁽¹⁾	6,681,307	1,780,137	3,079,207	---	---	11,540,651

⁽¹⁾ Property, plant and equipment with a book value of \$11,540,651 are not depreciated because they are either under development or construction, or not installed as at June 30, 2022 (\$10,761,682 as at December 31, 2021).

12 - ACCOUNTS PAYABLE

	As at June 30, 2022	As at December 31, 2021
	\$	\$
Suppliers	9,686,231	10,567,591
Due to the state ⁽¹⁾	3,699,330	10,965,585
Other payables	1,611,071	1,352,444
Accounts payables and accrued charges to a shareholder-owned company	555,513	1,424,708
Accrued interest	4,166	15,627
	15,556,311	24,325,955

⁽¹⁾ Includes a due of \$33,964 on the provision for prior years' tax adjustments as at June 30, 2022 (\$7,714,916 as at December 31, 2021).

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

13 - LONG-TERM DEBT, LINES OF CREDIT AND OVERDRAFT

Bank loan in the initial amount of \$11,549,531 (5,000,000,000 CFA francs), annual interest of 7%, secured by a first mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$245,921 (119,784,353 CFA francs) including capital and interest, until August 2022 inclusively. ⁽¹⁾

Bank loan in the initial amount of \$1,844,706 (500,000,000 CFA francs), annual interest of 10%, secured by a third mortgage on land on the operating permit for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$108,358 (52,779,446 CFA francs) including capital and interest, until August 2022 inclusively.

Bank loan in the initial amount of \$701,937 (300,000,000 CFA francs), annual interest of 7.5%, secured with a pledge on the mobile equipment financed. This loan is repayable in monthly instalments of \$18,887 (9,199,798 CFA francs) including capital and interest, until March 2024 inclusively.

Bank loan in the initial amount of \$69,726 (29,800,000 CFA francs), annual interest of 7.5%, secured with a pledge on the mobile equipment financed. This loan is repayable in monthly instalments of \$1,876 (913,846 CFA francs) including capital and interest, until March 2024 inclusively.

Loans entirely repaid during the period

Less: Capitalized financing fees in the amount of \$291,011 (122,263,500 CFA francs)

Less: Current portion of long-term debt

	As at June 30, 2022 \$	As at December 31, 2021 \$
	489,160	2,048,221
	318,538	991,920
	378,347	491,576
	37,582	48,830
	---	1,123,032
	1,223,627	4,703,579
	---	(8,973)
	1,223,627	4,694,606
	(1,053,055)	(4,389,574)
	170,572	305,032

⁽¹⁾ Under these obligations, the Company is committed to complying annually with certain conditions and financial ratios.

Lines of credit and overdraft

Authorized line of credit from a Malian bank for a maximum amount of \$1,026,515 (500,000,000 CFA francs), bearing interest at an annual rate of 8%, due on September 30, 2022.

Authorized line of credit from a Malian bank for a maximum amount of \$5,132,574 (2 500 000 000 CFA francs), bearing interest at an annual rate of 7.75%, due on November 30, 2022.

Overdraft

	As at June 30, 2022 \$	As at December 31, 2021 \$
	972,856	573,797
	3,375,658	5,484,729
	---	601,074
	4,348,514	6,659,600

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

14 - SHARE CAPITAL

	As at June 30, 2022	As at December 31, 2021
	\$	\$
Issued and fully paid		
601,203,403 common shares		
(December 31, 2021 - 599,878,403 common shares)	71,621,671	71,407,047

During the half ended June 30, 2022, the Company issued 1,325,000 shares following the exercise of stock options for a cash consideration of \$126,250. The value of options exercised that was reclassified to the share capital is \$214,624.

15 - ADDITIONAL INFORMATION ON THE INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Second quarters ended June 30,		First halves ended June 30,	
	2022	2021	2022	2021
	\$	\$	\$	\$
<i>a) Net changes in non-cash working capital items</i>				
Decrease (increase) in current assets				
Accounts receivable	4,420,543	(697,876)	(6,436,220)	(1,574,048)
Inventories	(4,188,399)	(818,036)	(3,519,329)	(922,485)
Prepaid expenses	(456,862)	(289,000)	(700,754)	(487,112)
Deposits paid	362,577	218,718	(275,143)	(6,381)
	137,859	(1,586,194)	(10,931,446)	(2,990,026)
Increase (decrease) in current liabilities				
Accounts payable	(3,037,732)	(201,837)	(7,344,848)	1,855,145
	(2,899,873)	(1,788,031)	(18,276,294)	(1,134,881)
<i>b) Paid interest</i>				
Lines of credit	227	(46,826)	(98,983)	(48,854)
Long-term debt	(36,007)	(118,777)	(124,205)	(231,458)
Lease obligations	(345)	(2,247)	(932)	(5,052)
Bank charges	(27,484)	(28,152)	(73,703)	(77,893)
	(63,609)	(196,002)	(297,823)	(363,257)
<i>c) Items not affecting cash related to investing activities</i>				
Change in accounts payable related to property, plant and equipment	119,763	632,401	36,573	1,101,501

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

16 - EARNINGS PER SHARE

	Second quarters ended June 30,		First halves ended June 30,	
	2022 \$	2021 \$	2022 \$	2021 \$
Net earnings and diluted attributable to common shareholders	7,818,034	9,395,284	20,323,116	19,104,872
Basic weighted average number of shares outstanding	600,157,696	599,687,711	600,018,821	599,594,077
Stock options ⁽¹⁾	3,941,281	4,631,913	3,990,495	4,800,474
Diluted weighted average number of shares outstanding ⁽¹⁾	604,098,977	604,319,624	604,009,316	604,394,551
Basic net earnings per share	0.013	0.016	0.034	0.032
Diluted net earnings per share	0.013	0.016	0.034	0.032

⁽¹⁾ The calculation of the hypothetical conversions excludes options whose effect is anti-dilutive. Some stock options are anti-dilutive either because their price is higher than the average price of the Company's common shares for each of the periods presented or because the impact of the conversion of these elements on net income would result in diluted earnings per share exceeding the basic earnings per share for each of these periods. For the quarter ended June 30, 2022, no stock options is excluded in the diluted net earnings per share calculation (no stock options for the quarter ended June 30, 2021). For the half ended June 30, 2022, no stock options is excluded in the diluted net earnings per share calculation (no stock options for the half ended June 30, 2021).

17 - FINANCIAL INSTRUMENTS

Measurement categories

Financial assets and financial liabilities have been classified into categories that determine their basis of measurement and, for items measured at fair value, whether changes in fair value are recognized in the consolidated statement of income or in the consolidated statement of comprehensive income (loss). These categories are: assets and liabilities at FVTPL and financial assets and liabilities at amortized cost. The following table shows the carrying amounts of assets and liabilities for each of these categories:

	As at June 30, 2022 \$	As at December 31, 2021 \$
Financial assets at amortized cost		
Cash	8,168,179	20,721,807
Accounts receivable	3,471,212	65,960
Deposits paid	2,057,823	1,920,523
	13,697,214	22,708,290
Financial liabilities at amortized cost		
Accounts payable	11,856,980	13,360,370
Lines of credit and overdraft	4,348,514	6,659,600
Long-term debt	1,223,627	4,694,606
Lease obligations	37,255	86,363
	17,466,376	24,800,939

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(all amounts are in Canadian dollars unless otherwise indicated - unaudited)

17 - FINANCIAL INSTRUMENTS - (continued)

Market risk

Fair value

The carrying amounts of financial assets at amortized cost approximate their fair value due to their short-term maturity and the prevailing interest rates of these instruments, which are comparable to those of the market.

The Company considers that the carrying amount of all its financial liabilities at amortized cost in its consolidated financial statements approximates their fair value. Current financial assets and financial liabilities are valued at their carrying amounts, which are reasonable estimates of their fair value due to their near-term maturities. The fair value of long-term debt has not been determined due to the related specific conditions negotiated between the Company and the third parties concerned.

18 - SUBSEQUENT EVENTS

On July 11, 2022, the Board of Directors granted a total of 6,000,000 stock options at an exercise price of \$0.36, for a contractual life of 5 years.

On August 9, 2022, the Company obtained a line of credit authorized from a Malian bank for a maximum amount of \$2,053,029 (1,000,000,000 CFA francs), bearing interest at an annual rate of 8%, due on August 8, 2023.