



KING GLOBAL VENTURES INC.
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2021
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of 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.

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Financial Position (Expressed in Canadian Dollars) (Unaudited)

	September 30, 2021	December 31, 2020
ASSETS		
Current assets		
Cash	\$ 1,170,389	\$ 449,916
Amounts receivable	28,800	51,042
Prepaid expenses	90,639	5,750
Total current assets	1,289,828	506,708
Non-current assets		
Equipment	-	8,119
Mineral exploration properties (note 5)	956,022	642,925
Total non-current assets	956,022	651,044
Total assets	\$ 2,245,850	\$ 1,157,752
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	\$ 261,702	\$ 159,006
Loans payable (note 6)	41,535	205,618
Due from related party (note 7)	83,476	424,462
Total current liabilities	386,713	789,086
Non-current liabilities		
Due from related party (note 7)	407,161	-
Total liabilities	793,874	789,086
Shareholders' equity		
Share capital (note 8)	21,379,569	20,919,076
Warrant reserve	1,523,378	986,778
Share-based payment reserve	14,540,301	14,348,461
Shares receivable	-	(307,706)
Accumulated other comprehensive loss	(150,940)	(207,011)
Deficit	(35,840,332)	(35,370,932)
Total shareholders' equity	1,451,976	368,666
Total liabilities and shareholders' equity	\$ 2,245,850	\$ 1,157,752

Nature of operations and going concern (note 1)
Subsequent events (note 13)

On behalf of the Board:

(Signed) "Ken Ralfs"
Ken Ralfs, Director

(Signed) "Nick Watters"
Nick Watters, Director

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

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss (Expressed in Canadian Dollars) (Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2021	2020	2021	2020
Administrative expenses				
Amortization	\$ -	\$ 36	\$ 17	\$ 54
Exploration and expenditures	350	-	4,150	-
Foreign exchange loss (gain)	(294)	30,742	(3,015)	88,194
Office and miscellaneous	43,338	42,867	155,934	123,308
Professional fees (note 7)	44,106	79,235	111,027	112,727
Share-based payments (note 9)	191,840	-	191,840	-
Shareholder communication	22,700	12,993	46,988	32,710
Net operating loss before other items	(302,040)	(165,873)	(506,941)	(356,993)
Other items				
Interest expensed	(6,917)	(3,437)	(10,675)	(10,699)
Gain on disposal of mineral properties (note 4)	48,216	-	48,216	-
Loss from investment in joint venture (note 4)	-	(3,328)	-	(46,203)
Total other items	41,299	(6,765)	37,541	(56,902)
Net loss before income taxes	(260,741)	(172,638)	(469,400)	(413,895)
Net loss for the period	\$ (260,741)	\$ (172,638)	\$ (469,400)	\$ (413,895)
Other comprehensive loss				
Unrealized (loss) gain foreign currency translation	57,029	(53,182)	56,071	125,251
Net comprehensive loss for the period	\$ (203,712)	\$ (225,820)	\$ (413,329)	\$ (288,644)
Basic and diluted net loss per share (note 11)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding - basic and diluted (note 11)	137,760,397	108,052,282	128,697,844	87,276,735

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

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Changes in Equity (Expressed in Canadian Dollars) (Unaudited)

	Common Shares		Warrant reserve	Share-based payment reserve	Shares subscriptions receivable	Accumulated other comprehensive income/(loss)	Deficit	Total
	Number	Amount						
Balance, December 31, 2019	66,802,282	\$ 20,095,225	\$ 303,863	\$ 14,348,461	\$ -	\$ (225,860)	\$(32,881,787)	
\$ 1,639,902 Private placements	40,000,000	275,387	324,613	-	-	-	-	
600,000 Broker warrants	-	(48,000)	48,000	-	-	-	-	
-								
Shares issued cost	-	(12,865)	-	-	-	-	-	
(12,865)								
Shares issued for exploration and evaluation asset	1,250,000	50,000	20,800	-	-	-	-	
70,800								
Foreign currency translation	-	-	-	-	-	125,251	-	
125,251								
Net loss for the period	-	-	-	-	-	-	(413,895)	
(413,895)								
Balance, September 30, 2020	108,052,282	\$ 20,359,747	\$ 697,276	\$ 14,348,461	\$ -	\$ (100,609)	\$(33,295,682)	
\$ 2,009,193								
Balance, December 31, 2020	121,375,781	\$ 20,919,076	\$ 986,778	\$ 14,348,461	\$ (307,706)	\$ (207,011)	\$(35,370,932)	
\$ 368,666								
Private placements	16,384,616	1,065,000	-	-	-	-	-	
1,065,000								
Value of warrants	-	(536,600)	536,600	-	-	-	-	
-								
Broker warrants	-	-	-	191,840	-	-	-	
191,840								
Share issue cost	-	(67,907)	-	-	-	-	-	
(67,907)								
Share subscriptions received	-	-	-	-	307,706	-	-	
307,706								
Foreign currency translation	-	-	-	-	-	56,071	-	
56,071								
Net loss for the period	-	-	-	-	-	-	(469,400)	
(469,400)								

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

Balance, September 30, 2021	137,760,397	\$ 21,379,569	\$ 1,523,378	\$ 14,540,301	\$ -	\$ (150,940)	\$(35,840,332)
\$ 1,451,976							

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

King Global Ventures Inc.

Condensed Consolidated Interim Statements of Cash Flows (Expressed in Canadian Dollars) (Unaudited)

Nine months ended
September 30,
2021 2020

Operating activities

Net loss for the period	\$ (469,400)	\$ (413,895)
Items not affecting cash:		
Amortization	17	54
Share-based payments	191,840	-
Gain on disposal of mineral properties	(48,216)	-
Loss from investment in joint venture	-	46,203
Foreign exchange	56,073	136,298
Non-cash working capital items:		
Amounts receivable	1,742	(20,762)
Prepaid expenses	(84,889)	(48,615)
Accounts payable and accrued liabilities	5,429	(710)
Loan payable from shareholder	(20,000)	10,707
Net cash used in operating activities	(367,404)	(290,720)

Investing activities

Acquisition of and expenditures on mineral exploration properties	(313,097)	(12,000)
Proceeds on sale of property	30,000	-
Net cash used in investing activities	(283,097)	(12,000)

Financing activities

Proceeds from issuance of common shares	1,372,706	600,000
Shares issue cost	(67,907)	(12,865)
Advances from related parties	66,175	181,650
Net cash provided by financing activities	1,370,974	768,785
Net change in cash	720,473	466,065
Cash, beginning of period	449,916	84,780
Cash, end of period	\$ 1,170,389	\$ 550,845

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

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations and going concern

King Global Ventures Inc. (the "Company"), is an exploration-stage, publicly-traded company and is trading on the TSX Venture Exchange ("TSXV") under the symbol 'KING'. The Company was incorporated in Ontario, Canada and was continued in the Province of British Columbia on November 14, 2018, and on September 25, 2019, Rosita Mining Corporation changed its name to King Global Ventures. The Company is a junior prospecting and natural-resource company, focused on growing exploration and mineral assets to build shareholder value. The Company's properties are located in Newfoundland and Quebec, Canada and Nicaragua. The Company's head office is at Suite 200, 82 Richmond Street East, Toronto, ON, M5C 1P1.

These unaudited condensed consolidated interim financial statements have been prepared on the going concern basis, which assumes that the Company will be able to continue as a going concern and realize its assets and discharge its liabilities in the normal course of business. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. During the nine months ended September 30, 2021, the Company had no revenues and incurred a net loss of \$469,400 (nine months ended September 30, 2020 - \$413,895). As at September 30, 2021, the Company has an accumulated deficit of \$35,840,332 (December 31, 2020 - \$35,370,932) and a working capital of \$903,115 (December 31, 2020 - deficit of \$282,378). The continuing operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing.

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. The impact of COVID-19 has not had a material impact on the Company's business, and management continues to oversee and mitigate the potential impact of COVID-19 on the Company's planned business activities and objectives.

These unaudited condensed consolidated interim financial statements have been prepared on the going concern basis, which assumes that the Company will be able to continue as a going concern and realize its assets and discharge its liabilities in the normal course of business. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. Management is of the opinion that additional funds will be obtained from external financing to meet the Company's liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of a material uncertainty that may cast significant doubt as to the Company's ability to continue as a going concern and accordingly use accounting principles applicable to a going concern.

2. Basis of presentation and principles of consolidation

These unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2021, including comparatives, have been prepared in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. These unaudited condensed consolidated interim financial statements may not include all information and note disclosures required by IFRS for annual financial statements and therefore, should be read in conjunction with the annual audited financial statements for the year ended December 31, 2020, which have been prepared in accordance with IFRS.

These unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2021 were approved and authorized for issue by the Company's Board of Directors on November 29, 2021.

These unaudited condensed consolidated interim financial statements have been prepared on a going concern basis under the historical cost convention, except for the revaluation of certain financial instruments. In addition, these unaudited condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRSs issued and outstanding as of November 29, 2021, the date the Board of Directors approved the 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 consolidated financial statements as at and for the year ended December 31, 2020, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2021 could result in restatement of these unaudited condensed consolidated interim financial statements.

New standards adopted

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2021. Many are not applicable or do not have a significant impact to the Company. There are no relevant IFRS's or IFRS interpretations that are effective that would have a material impact on the Company.

Accounting standards issued but not yet effective

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after January 1, 2022. Many are not applicable or do not have a significant impact to the Company and have been excluded.

4. Investment in joint venture

On October 11, 2018, the Company, through its subsidiary ALR, was a party to a joint venture agreement between the Company and two other non-related companies which resulted in the incorporation of a joint venture company, Santa Rita Mining Company ("Santa Rita"), a Nicaraguan company. As part of the joint venture agreement, the Company would transfer its 70% interest in the Rosita Project into Santa Rita in exchange for a 17.5% interest in Santa Rita, Calibre Mining Corporation ("Calibre") would transfer its 30% interest in the Rosita Project into Santa Rita for 7.5% interest in Santa Rita, and Century Resources ("Century") would contribute US\$8,500,000 for a 75% interest in Santa Rita. As part of the arrangement, the Board of Directors for Santa Rita would consist of 5 members, where Century would elect 3 members and ALR and Calibre would each elect one member each to the Santa Rita Board. Significant decisions impacting the operations of Santa Rita would require unanimous consent. On March 11, 2019, the Company transferred its interest in the Rosita Project into Santa Rita.

The investment in Santa Rita has been accounted for as a joint venture arrangement in accordance with IFRS 11, Joint Arrangements. The agreement meets the standard as a joint arrangement as the three parties are bound by a contractual agreement and each party has joint control over the arrangement which requires unanimous consent of the parties sharing control. The parties to the joint venture arrangement have rights to the net assets of Santa Rita.

During the nine months ended September 30, 2021, the Company decided to focus its limited capital and resources to its Canadian exploration and evaluation assets and entered into purchase and sale agreement with an arms-length party to sell 100% of its wholly-owned subsidiary, Alder Resources Ltd., which includes the Company's investment in Santa Rita. The Company entered into an agreement with an arms-length party to sell its wholly owned subsidiary Alder Resources Ltd., which holds its Nicaraguan Santa Rita joint venture interests. The Company has determined that this property does not fit within its current plans, and has agreed to sell it for \$50,000, consisting of \$30,000 in cash with the balance being satisfied by shares in the private company purchaser. The Company recorded a gain and is included in the unaudited condensed consolidated interim statement of operations and a loss.

Based on the sale of Santa Rita, the Company recorded an impairment loss of \$2,282,752 as at December 31, 2020 to reflect the net realizable value of Santa Rita based on the proceeds of sale of Alder.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements
 Three and Nine Months Ended September 30, 2021
 (Expressed in Canadian Dollars)
 (Unaudited)

4. Investment in joint venture (continued)

Proportionate Loss on Investment in Santa Rita

	Nine months ended September 30,	
	2021 (Unaudited)	2020 (Unaudited)
Expenses		
Depreciation	\$ -	\$ 11,723
Office and miscellaneous	-	151,162
Rent	-	66,081
Travel	-	35,054
Total Expenses	-	\$ 264,020
Loss before other income	\$ -	\$ (264,020)
Net loss and comprehensive loss for the year	\$ -	\$ (264,020)
Company's share of net loss for the year	\$ -	\$ (46,203)

5. Mineral exploration expenditures

Exploration and acquisition costs for the nine months ended September 30, 2021 and September 30, 2020 are as follows:

	Chapel Island Project	Newfoundland Projects	York Gold Project	Marilyn Three Project	Total
<i>Acquisition costs:</i>					
Balance, December 31, 2020	\$ -	\$ 593,200	\$ 49,725	\$ -	\$ 642,925
Acquisition and staking cost	35,000	15,800	-	-	50,800
Total acquisition costs	35,000	609,000	49,725	-	693,725
<i>Exploration costs</i>					
General exploration and administration	18,418	243,879	-	-	262,297
Total exploration costs	18,418	243,879	-	-	262,297
Balance, September 30, 2021	\$ 53,418	\$ 852,879	\$ 49,725	\$ -	\$ 956,022
<i>Acquisition costs:</i>					
Balance, December 31, 2019	\$ -	\$ -	\$ -	\$ 110,000	\$ 110,000
Acquisition cost	-	-	82,800	-	82,800
Total acquisition costs	-	-	82,800	110,000	192,800
Balance, September 30, 2020	\$ -	\$ -	\$ 82,800	\$ 110,000	\$ 192,800

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements
Three and Nine Months Ended September 30, 2021
(Expressed in Canadian Dollars)
(Unaudited)

5. Mineral exploration expenditures (continued)

Rosita Project

On August 29, 2011, the Company entered into an option agreement with Calibre Mining Corp. to earn a 65% interest in the Rosita project. To exercise the option, the Company must perform the following:

(i) Issue 200,000 common shares as follows:

- 40,000 common shares within 5 business days of the approval of the option agreement (issued);
- 40,000 common shares on or before October 3, 2012 (issued);
- 40,000 common shares on or before October 3, 2013 (issued);
- 40,000 common shares on or before October 3, 2014 (issued); and
- 40,000 common shares on or before October 3, 2015 (issued).

(ii) Incur \$4,000,000 of exploration expenditures on the property as follows:

- \$500,000 on or before October 3, 2012 (incurred);
- An additional \$750,000 on or before October 3, 2013 (incurred);
- An additional \$1,250,000 on or before October 3, 2014 (incurred); and
- An additional \$1,500,000 on or before October 3, 2015 (incurred).

On June 30, 2014, the Company entered into a royalty agreement with Forbes & Manhattan, Inc. ("Forbes") for the settlement of accounts payable totaling \$508,500. The royalty is a 0.5% net smelter royalty ("NSR") multiplied by the Company's participating interest in the Rosita Project at the time. The royalty becomes effective upon the Company earning the 65% interest in the Rosita Project (completed in November 2015). The Company may reacquire the NSR by paying \$1,508,500 to Forbes.

In November 2015, the Company fulfilled the requirements under the option agreement and it had earned its 65% interest in the Rosita project. Pursuant to the option agreement, upon earn-in, an automatic joint-venture was created between Rosita and Calibre and in November 2016, the Company and Calibre memorialized an agreement (the "JV Agreement") with an effective date of November 23, 2015. For accounting purposes, the Company has determined that the JV Agreement does not meet the criteria set forth in IFRS 11 *Joint Arrangements*.

In 2019, the Company transferred its interest in the Rosita Project to Santa Rita for \$2,661,198 resulting in a realized gain on sale of the property of \$356,546. Refer to Note 4.

Marilyn Three Properties

On August 11, 2018, the Company acquired a 100% interest in mining claims and patents located near Grand Falls, Newfoundland comprised of 104 claim blocks of approximately 6,448 acres. In exchange for the interest in the claims, the Company will pay \$35,000 (paid) and issue 2,500,000 common shares (issued). The seller retains a 2% net smelter royalty (NSR), and the Company has the option to acquire 1% of the NSR for \$1,000,000. As at December 31, 2020, the Company had no plans for further exploration of the property and recorded an impairment loss of \$110,000. On February 24, 2021, the option agreement lapsed.

York Gold Property

On February 13, 2020 the Company acquired a 100% interest in the York Gold Project, located in northeastern Quebec, and is comprised of 77 claims and exceeds 40 square kilometres in size for the following consideration: cash payment of \$12,000 and 1,250,000 units for the acquisition, where each unit is comprised of one common share and one share purchase warrant to acquire one additional share at \$0.07 per share for the first six months and \$0.10 per share thereafter for a period of one year from the date of acquisition. The vendor retains a 2% NSR, of which 1% can be acquired for \$1,000,000.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

5. Mineral exploration expenditures (continued)

Newfoundland Projects

During the year ended September 30, 2021, the Company acquired three gold exploration properties with high-grade indications, in the province of Newfoundland and Labrador, the Boulder Gold Property, the Golden Nugget Property and the Miss Pickle Property.

Boulder Gold

On September 23, 2020, the Company acquired a 100% interest in the Boulder Gold Property for \$15,000 (paid) and the issuance of 2,000,000 units of the Company (issued) where each unit is comprised of one common share and one share purchase warrant exercisable at \$0.10 per share for a period of one year. The vendors retain a 2% NSR of which 1% can be acquired for \$500,000. Upon earning a 100% interest in the property, the Company is committed to annual advance royalty payments of \$15,000 commencing on the third anniversary of the agreement.

The fair value of the 2,000,000 share purchase warrants was estimated at \$55,200 using the Black-Scholes pricing model with the following assumptions: expected forfeiture rate and dividend yield of 0%, risk free interest of 0.21%, volatility of 221%, and an expected life of one year.

Golden Nugget

On September 23, 2020, the Company acquired a 100% interest in the Golden Nugget Property for \$250,000 and the issuance of 11,000,000 common shares of the Company and incur minimum exploration expenditures of \$300,000.

The cash payments are due as follows:

- \$35,000 upon acceptance of the agreement (paid);
- \$45,000 on the first anniversary of the agreement;
- \$50,000 on the second anniversary of the agreement; and
- \$120,000 on the third anniversary of the agreement.

The common shares are due as follows:

- 2,000,000 units upon acceptance of the agreement, where each unit is comprised of one common share and one share purchase warrant exercisable at \$0.10 per share for a period of one year.
- 3,000,000 common shares on the first anniversary of the agreement;
- 3,000,000 common shares on the second anniversary of the agreement; and
- 3,000,000 common shares on the third anniversary of the agreement.

The minimum exploration expenditures to be incurred as follows:

- \$100,000 of cumulative expenditures by the first anniversary of the agreement;
- \$150,000 of cumulative expenditures by the second anniversary of the agreement;
- \$200,000 of cumulative expenditures by the third anniversary of the agreement;
- \$250,000 of cumulative expenditures by the fourth anniversary of the agreement; and
- \$300,000 of cumulative expenditures by the fifth anniversary of the agreement.

The vendors retain a 2% NSR, of which 1% can be acquired for \$1,000,000. Upon earning the 100% interest in the property, the Company is committed to annual advance royalties off \$25,000 commencing on the fifth anniversary of the agreement, and the payments will be held against any future NSR payments. Upon achieving an indicated resource of 500,000 ounces of gold, the Company will make an additional payment of \$1,000,000 to the vendors.

The fair value of the 2,000,000 share purchase warrants issued on acceptance of the agreement was estimated at \$55,200 using the Black-Scholes pricing model with the following assumptions: expected forfeiture rate and dividend yield of 0%, risk free interest of 0.21%, volatility of 221%, and an expected life of one year.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

5. Mineral exploration expenditures (continued)

Newfoundland Projects (continued)

Miss Pickle

On October 16, 2020, the Company acquired a 100% interest in the Miss Pickle Gold Property for \$255,000, issuance of 11,000,000 common shares, and incur minimum exploration expenditures of \$300,000.

The cash payments are due as follows:

- \$50,000 upon acceptance of the agreement (paid);
- \$35,000 on the first anniversary of the agreement;
- \$50,000 on the second anniversary of the agreement; and
- \$120,000 on the third anniversary of the agreement.

The common shares are due as follows:

- 3,000,000 units upon acceptance of the agreement, where each unit is comprised of one common share and one share purchase warrant exercisable at \$0.10 per share for a period of one year.
- 2,000,000 common shares on the first anniversary of the agreement;
- 3,000,000 common shares on the second anniversary of the agreement; and
- 3,000,000 common shares on the third anniversary of the agreement.

The minimum exploration expenditures to be incurred as follows:

- \$100,000 of cumulative expenditures by the first anniversary of the agreement;
- \$150,000 of cumulative expenditures by the second anniversary of the agreement;
- \$200,000 of cumulative expenditures by the third anniversary of the agreement;
- \$250,000 of cumulative expenditures by the fourth anniversary of the agreement; and
- \$300,000 of cumulative expenditures by the fifth anniversary of the agreement.

The vendors retain a 2% NSR, of which 1% can be acquired for \$1,000,000. Upon earning the 100% interest in the property, the Company is committed to annual advance royalties off \$25,000 commencing on the fifth anniversary of the agreement, and the payments will be held against any future NSR payments. Upon achieving an indicated resource of 500,000 ounces of gold, the Company will make an additional payment of \$1,000,000 to the vendors.

The fair value of the 3,000,000 share purchase warrants issued on acceptance of the agreement was estimated at \$82,200 using the Black-Scholes pricing model with the following assumptions: dividend yield 0%; risk free interest 0.21%; volatility 221% and an expected life of one year.

Chapel Island project

On June 25, 2021, the Company entered into an agreement to acquire a 100% interest in 54 mining claims located on Chapel Island, Newfoundland (the "Chapel Island Property") by issuing 2,000,000 shares and 2,000,000 warrants, exercisable at \$0.12 per share for 18 months, paying \$35,000 cash upon exchange acceptance (paid), and completing \$100,000 of work in the first year. On the 14th-month anniversary of exchange acceptance, it will pay \$45,000 in cash and issue two million shares. On the second anniversary of exchange acceptance, it will pay \$50,000 in cash and issue three million shares. On the third anniversary of exchange acceptance, it will pay \$120,000 in cash and issue three million shares. On achieving an indicated resource exceeding 500,000 ounces of gold in accordance with National Policy 41-101, it will make an additional payment of \$1 million. Upon payment of the purchase price, King shall have acquired a 100-per-cent undivided interest in the property, subject to a 2% net smelter return (NSR) royalty, of which 1% can be acquired for \$1 million. Advance royalties of \$25,000 commence on the fifth anniversary of signing of the agreement.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

6. Loans payable

- (a) As at September 30, 2021, the Company owes \$41,535 (December 31, 2020 - \$61,535) to a shareholder of the Company, which is unsecured, bears interest at 12% per annum, and is due on demand. In addition, the Company also owed \$17,982 (December 31, 2020 - \$13,044) of accrued interest, which has been included in accounts payable and accrued liabilities. For the nine months ended September 30, 2021 the Company repaid \$20,000 (nine months ended September 30, 2020 - \$nil) in advances for the shareholder, and for the nine months ended September 30, 2021 interest of \$3,092 and \$4,938, respectively was recorded (nine months ended September 30, 2020 - \$1,525), and the amount were outstanding at September 30, 2021.
- (b) As at September 30, 2021, the Company owed \$50,301 (December 31, 2020 - \$50,301) to a company controlled by the former Chief Financial Officer of the Company, which is unsecured, bears interest at 12% per annum, and is due on demand. In addition, the Company also owed \$33,298 (December 31, 2020 - \$27,561) of accrued interest, which has been included in accounts payable and accrued liabilities. During the nine months ended September 30, 2021, the Company incurred interest expense of \$3,825 and \$5,737, respectively (nine months ended September 30, 2020 - \$1,525 and \$4,952, respectively).
- (c) As at September 30, 2021, the Company owes \$nil (December 31, 2020 - \$144,083) to Santa Rita.

7. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. The Company entered into the following transactions with related parties:

- (a) As at September 30, 2021, the Company owed \$539,336 (December 31, 2020 - \$28,500) to a company controlled by the former Chief Executive Officer of the Company which is unsecured, non-interest bearing, and due on demand. The Company agreed to issue a Note in the amount of \$407,161. The Note is due on September 30, 2022, bears interest of 6% from April 1, 2021 and is included in non-current liabilities. During the nine months ended September 30, 2021, the Company incurred management fees of \$nil and \$96,000, respectively (nine months ended September 30, 2020 - \$36,000 and \$108,000, respectively) to the company controlled by the former Chief Executive Officer of the Company which has been included in office and administrative expenses.
- (b) As at September 30, 2021, the Company owed \$1,245 (December 31, 2020 - \$2,219) to a company that employs the Chief Financial Officer of the Company, which is unsecured, non-interest bearing, and due on demand. During the three and nine months ended September 30, 2021, the Company incurred \$8,100 and \$20,819, respectively (three and nine months ended September 30, 2020 - \$10,707 and \$18,700, respectively) of professional fees to a company that employs the Chief Financial Officer of the Company.
- (c) During the nine months ended September 30, 2021, the Company incurred fees of \$28,500 (nine months ended September 30, 2020 - \$nil) to the company controlled by a director of the Company which has been included in office and administrative expenses.
- (d) During the nine months ended September 30, 2021, the Company granted stock options with a fair value of \$143,880 (2019 - \$nil) to officers and directors of the Company.

8. Share capital

- a) Authorized share capital

Unlimited common shares without par value

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

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(Expressed in Canadian Dollars)

(Unaudited)

8. Issued capital (continued)

b) Common shares issued

- i) On May 11, 2020, the Company issued 1,250,000 units with a fair value of \$37,725 for the acquisition of the York Gold Property. Refer to Note 5. Each unit is comprised of one common share and one share purchase warrant exercisable at \$0.10 per share until May 11, 2021. The fair value of the share purchase warrant was \$12,725 which was calculated using the Black Scholes option pricing model assuming no expected forfeitures or dividends, volatility of 221.4%, expected life of one year, and risk-free rate of 0.31%.
- ii) On May 20, 2020, the Company issued 40,000,000 units in a private placement at \$0.015 per unit for proceeds of \$600,000. Each unit is comprised of one common share of the Company and one share purchase warrant, which is exercisable into one common share of the Company at \$0.05 per share until May 20, 2022, subject to the Company's option to accelerate expiry in the event that the Company's share price closes at or above \$0.07 per share for 10 consecutive trading days. The fair value of the share purchase warrants was estimated at \$258,529 using the Black-Scholes pricing model assuming no expected forfeitures or dividends, volatility of 185%, risk free interest of 0.28%, and an expected life of two years. In connection with the private placement, the Company paid finder fees and other costs of \$12,865 and issued 2,656,000 finders warrants which are exercisable at \$0.05 per share until November 19, 2020. The fair value of the finders warrants was \$48,000 using the Black-Scholes pricing model assuming no expected forfeitures or dividends, volatility of 284%, expected life of six months, and risk-free rate of 0.28%.
- iii) On May 31, 2021, the Company issued 16,384,616 units at \$0.065 per unit for proceeds of \$1,065,000. Each unit is comprised of one common share and one share purchase warrant which is exercisable into one common share of the Company at \$0.085 per share until May 31, 2024. As part of the financing, the Company paid finders fees of \$60,000 and other costs of \$7,906. The fair value of the share purchase warrant was \$536,600 which was calculated using the Black Scholes option pricing model assuming no expected forfeitures or dividends, volatility of 178%, expected life of three years, and risk-free rate of 0.51%.

9. Stock options

The Company has adopted a stock option plan pursuant to which options may be granted to directors, officers, employees, and consultants of the Company to a maximum of 10% of the issued and outstanding common shares, and not exceeding 5% granted to any individual. The stock options have a maximum term of five years and cannot be assigned or transferred.

The following table summarizes the continuity of the Company's stock options:

	Number of stock options	Weighted average exercise price (\$)
Balance, December 31, 2019, September 30, 2020, December 31, 2020 and September 30, 2021	3,000,000	0.08
Expired	(3,000,000)	0.08
Granted (i)	4,000,000	0.07
Balance, September 30, 2021	4,000,000	0.07

(i) On July 22, 2021, the Company granted stock options to directors, officer and consultant of the Company for the purchase of a total of 4,000,000 common shares. The options are exercisable for a period of three years at an exercise price of \$0.7 per share and vested immediately. The fair value of these options at the date of grant was estimated at \$191,840 using the Black-Scholes option pricing model with the following assumptions: risk free interest rate – 0.56%; expected volatility – 179% (which is based on historical volatility of the Company's share price); expected dividend yield - nil; expected life - 3 years.

King Global Ventures Inc.

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 Three and Nine Months Ended September 30, 2021
 (Expressed in Canadian Dollars)
 (Unaudited)

9. Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of September 30, 2021:

Exercise price (\$)	Remaining contractual life (years)	Number of options outstanding	Number of exercisable options
0.07	2.81	4,000,000	4,000,000
0.07	0.37	4,000,000	4,000,000

The weighted average grant date fair value of stock options granted during the nine months ended September 30, 2021 was \$0.05 (September 30, 2020 - \$nil) per option.

10. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Weighted average exercise price (\$)
Balance, December 31, 2019	-	0.00
Granted (note 5)	43,906,000	0.05
Balance, September 30, 2020	43,906,000	0.07
Balance, December 31, 2020	54,787,516	0.07
Granted (notes 5 and 8)	16,384,616	0.85
Expired	(1,250,000)	0.07
Balance, September 30, 2021	69,922,132	0.08

The following table reflects the actual warrants issued as of September 30, 2021:

Number of warrants outstanding	Grant date fair value (\$)	Exercise price (\$)	Expiry date	Remaining contract life (years)
7,000,000	193,200	0.10	December 24, 2021	0.23
214,017	6,300	0.08	December 31, 2021	0.25
40,000,000	324,613	0.05 ⁽¹⁾	May 20, 2022	0.64
6,323,499	134,806	0.08	December 31, 2022	1.25
16,384,616	536,600	0.085	May 31, 2024	2.67
69,922,132	1,195,519	0.08		1.13

(1) The Company has the option to accelerate the expiry in the event that the Company's share price closes at, or above, \$0.07 for 10 consecutive trading days.

King Global Ventures Inc.

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2021

(Expressed in Canadian Dollars)

(Unaudited)

11. Net loss per share

The calculation of basic and diluted loss per share for the nine months ended September 30, 2021 was based on the loss attributable to common shareholders of \$260,741 and \$469,400, respectively (nine months ended September 30, 2020 - \$172,638 and \$413,895, respectively) and the weighted average number of common shares outstanding of 137,760,397 and 128,697,844, respectively (nine months ended September 30, 2020 - 108,052,282 and 87,276,735, respectively). Diluted loss per share did not include the effect of 4,000,000 options and 69,922,132 warrants outstanding (nine months ended September 30, 2020 - 4,000,000 options and 43,906,000 warrants outstanding) as they are anti-dilutive.

12. Segmented information

The Company operates in one industry segment, namely exploration of mineral resources in two geographic regions, Canada and Nicaragua. Geographical segmentation of the Company's non-current assets is as follows:

September 30, 2021	Canada	Nicaragua	Total
Mineral exploration properties	\$ 956,022	\$ -	\$ 956,022
	\$ 956,022	\$ -	\$ 956,022

December 31, 2020	Canada	Nicaragua	Total
Property and equipment	\$ -	\$ 8,191	\$ 8,191
Mineral exploration properties	642,925	-	642,925
	\$ 642,925	\$ 8,191	\$ 651,116

13. Subsequent events

- (a) Subsequent to September 30, 2021, completed a private Placement of 10,000,213 units at \$0.07 per unit for proceeds of \$700,015. Each unit is comprised of one common share at \$0.07 and one two year warrant exercisable at \$0.09. The Company issued a finder's fee comprised of \$8,000 and 114,286 warrants exercisable at \$0.09 for 2 years. Proceeds of the placement are primarily to fund resource expenditures on its Newfoundland Gold Exploration portfolio and supplement general working capital.
- (b) Subsequent to September 30, 2021, the Company issued 5,000,000 shares as per agreement for the Golden Nugget and Miss Pickle properties.