INV METALS INC.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2019 AND 2018

(UNAUDITED)

Table of Contents

(IN CANADIAN DOLLARS)

As at		**June 30, 2019**		December 31, 2018
Assets				
Current assets				
Cash	**$**	**1,936,241**	$	3,747,042
Other receivables		**216,780**		368,666
Total current assets		**2,153,021**		4,115,708
Non-current assets				
Investments		**474,321**		469,657
Property, plant and equipment (note 3)		**923,463**		380,978
Exploration and evaluation assets (note 3 and 4)		**76,262,527**		75,263,964
Total non-current assets		**77,660,311**		76,114,599
Total assets	**$**	**79,813,332**	$	80,230,307
Liabilities				
Current liabilities				
Lease liabilities (note 3)	**$**	**217,838**	$	-
Other payables (note 5)		**1,135,399**		1,649,955
Total current liabilities		**1,353,237**		1,649,955
Non-current liabilities				
Provisions		**910,243**		948,081
Lease liabilities (note 3)		**576,837**		-
Total non-current liabilities		**1,487,080**		948,081
Total liabilities		**2,840,317**		2,598,036
Equity				
Share capital (note 6)		**138,800,419**		135,787,827
Contributed surplus (note 7)		**14,121,360**		13,775,952
Deficit (note 3)		**(84,864,268)**		(83,454,702)
Accumulated other comprehensive income		**8,915,504**		11,523,194
Total equity attributed to equity holders of the Company		**76,973,015**		77,632,271
Total liabilities and equity	**$**	**79,813,332**	$	80,230,307

Nature of operations and going concern (note 1)
Commitment and contingencies (note 11)
Subsequent event (note 13)

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

(IN CANADIAN DOLLARS)

	Three Months Ended		Six Months Ended	
	June 30, 2019	June 30, 2018	**June 30, 2019**	June 30, 2018
Operations				
General and administration (note 8)	**$ 110,674**	$ 140,498	**$ 251,607**	$ 297,031
Compensation (note 8)	**464,032**	1,235,230	**921,500**	1,835,079
Professional fees	**133,570**	53,442	**185,614**	94,329
Fair value (gain)/loss on investments	**(18,176)**	33,701	**(16,151)**	37,076
Foreign exchange (gain)/loss	**3,035**	37,834	**3,716**	(2,249)
Operating loss	**693,135**	1,500,705	**1,346,286**	2,261,266
Finance income (note 3 and 9)	**(2,602)**	(41,826)	**(5,162)**	(95,072)
Total loss for the year	**$ 690,533**	$ 1,458,879	**$ 1,341,124**	$ 2,166,194
Other comprehensive (income)/loss				
Items that may be reclassified to profit or loss				
Cumulative translation adjustment	**1,287,536**	(1,069,408)	**2,607,690**	(2,548,378)
Total comprehensive (income)/loss for the year	**$ 1,978,069**	$ 389,471	**$ 3,948,814**	$ (382,184)
Basic and diluted total loss per share from continuing operations (note 6)	**$ 0.01**	$ 0.01	**$ 0.01**	$ 0.02

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

(IN CANADIAN DOLLARS)

Equity attributable to owners of the Company

	Share Capital	Contributed Surplus	Deficit	Accumulated Other Comprehensive Income/(Loss)	Total
Balance December 31, 2018	**$135,787,827**	**$ 13,775,952**	**$ (83,454,702)**	**$ 11,523,194**	**$ 77,632,271**
Adjustment on adoption of IFRS 16 (note 3)	**-**	**-**	**(68,442)**	**-**	**(68,442)**
Balance January 1, 2019	**$135,787,827**	**$ 13,775,952**	**$ (83,523,144)**	**$ 11,523,194**	**$ 77,563,829**
Total loss for the year	**-**	**-**	**(1,341,124)**	**-**	**(1,341,124)**
Cumulative translation adjustment	**-**	**-**	**-**	**(2,607,690)**	**(2,607,690)**
Total comprehensive income/(loss) for the year	**-**	**-**	**(1,341,124)**	**(2,607,690)**	**(3,948,814)**
Issuance of shares - equity financing (note 6)	**2,955,369**	**-**	**-**	**-**	**2,955,369**
Share-based compensation (note 7)	**57,223**	**345,408**	**-**	**-**	**402,631**
Transactions directly attributed to equity	**3,012,592**	**345,408**	**-**	**-**	**3,358,000**
Balance June 30, 2019	**$138,800,419**	**$ 14,121,360**	**$ (84,864,268)**	**$ 8,915,504**	**$ 76,973,015**

Equity attributable to owners of the Company

	Share Capital	Contributed Surplus	Deficit	Accumulated Other Comprehensive Income/(Loss)	Total
Balance January 1, 2018	$135,803,542	$ 12,643,569	$ (79,074,524)	$ 6,633,796	$ 76,006,383
Total loss for the year	-	-	(2,166,194)	-	(2,166,194)
Cumulative translation adjustment	-	-	-	2,548,378	2,548,378
Total comprehensive loss for the year	-	-	(2,166,194)	2,548,378	382,184
Issuance of shares - equity financing	(30,000)	-	-	-	(30,000)
Issuance of shares - restricted share unit exercise	14,285	(14,285)	-	-	-
Share-based compensation	-	534,236	-	-	534,236
Transactions directly attributed to equity	(15,715)	519,951	-	-	504,236
Balance June 30, 2018	$135,787,827	$ 13,163,520	$ (81,240,718)	$ 9,182,174	$ 76,892,803

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

(IN CANADIAN DOLLARS)

For the six-month periods ended		**June 30, 2019**		June 30, 2018
Cash flows from operating activities				
Total loss for the year	**$**	**(1,341,124)**	$	(2,166,194)
Adjustments for:				
Unrealized fair value (gain)/loss on investments		**(16,151)**		37,076
Depreciation		**81,854**		1,601
Finance income (note 9)		**(5,162)**		(95,072)
Unrealized (gain)/loss on foreign exchange		**(497)**		10,645
Share-based compensation (note 7)		**116,801**		489,761
		(1,164,279)		(1,722,183)
Change in items of working capital:				
Change in other receivables		**150,568**		17,118
Change in other payables		**(379,668)**		137,231
		(229,100)		154,349
Net cash used in operating activities		**(1,393,379)**		(1,567,834)
Cash flows from investing activities				
Interest received (note 9)		**23,790**		95,072
Additions to exploration properties (note 4)		**(3,250,044)**		(6,536,685)
Additions of property, plant and equipment		**-**		(14,267)
Net cash used in investing activities		**(3,226,254)**		(6,455,880)
Cash flows from financing activities				
Payment of lease liabilities (note 3)		**(154,045)**		**-**
Proceeds from equity financing (note 6)		**2,955,369**		-
Net cash provided from/(used in) financing activities		**2,801,324**		-
Net increase/(decrease) in cash		**(1,818,309)**		(8,023,714)
Cash, beginning of period		**3,747,042**		19,139,960
Effect of exchange rate fluctuations on cash held		**7,508**		(12,531)
Cash, end of period	**$**	**1,936,241**	$	11,103,715

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

1) Nature of operations and going concern

INV Metals Inc. ("INV Metals" or the "Company") is a publicly listed company incorporated in Canada. The address of the Company's registered office is 55 University Avenue, Suite 700, Toronto, Ontario, Canada. The unaudited interim condensed consolidated financial statements ("Financial Statements") of the Company as at and for the three and six-month periods ended June 30, 2019 and 2018 include the Company and its subsidiaries (together the "Group" and individually as "Group entities").

The Company is an international mineral resource company focused on the acquisition, exploration and development of precious and base metal projects, primarily in Ecuador. The Company is focused on the development and exploration of its 100% owned Loma Larga (formerly Quimsacocha) gold property, as well as on the exploration of its other 100% owned exploration concessions, all located in Ecuador.

The Financial Statements have been prepared in accordance with International Financial Reporting Standards ('IFRS") applicable to a going concern, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due for the foreseeable future. The Company has no operating cash flow from a producing mine and therefore must utilize its current cash reserves, income from short term investments and deposits, and other financing transactions to maintain its capacity to meet working capital requirements and planned corporate expenditures, as well as to fund the development of Loma Larga and other exploration activities. It is not possible to predict whether adequate financing will be available in the future on acceptable terms. These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern and to realize its assets and discharge its liabilities in the normal course of business and accordingly, the appropriateness of the use of accounting principles applicable to a going concern. The adjustments as a result of these material uncertainties could be material. Although the Company has been successful in the past to obtain financing, there can be no assurances that the steps management is taking, and will continue to take, will be successful in future reporting periods or that such financing will be on terms advantageous to the Company.

As at June 30, 2019, the Company had a cash balance of $1,936,241 (December 31, 2018 - $3,747,042), accounts payables and accrued liabilities of $1,135,399 (December 31, 2018 - $1,649,955) and working capital[1] of $799,784 (December 31, 2018 - $2,465,753). The majority of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. For the three and six-month periods ended June 30, 2019, the Company recorded a total loss of $690,533 and $1,341,124, respectively (2018 - $1,458,879 and $2,166,194, respectively) and for the six-month period ended June 30, 2019, the Company recorded a net cash used in operating activities of $1,393,378 (2018 - $1,567,834), a net cash used in investing activities of $3,226,255 (2018 - $6,455,880) and a net cash provided from financing activities of $2,801,324 (2018 - $nil). See note 11 for details on commitment.

[1] "Working capital" is a non-IFRS measure and is calculated as total current assets less total current liabilities.

2) Basis of preparation

a) *Statement of compliance*

The Financial Statements have been prepared in accordance with International Accounting Standard ("IAS") *IAS 34 - Interim Financial Reporting* as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in the Company's annual consolidated financial statements prepared in accordance with IFRS as issued by the IASB have been condensed or omitted. These Financial Statements should be read in conjunction with the Company's last annual consolidated financial statements for the year ended December 31, 2018, which include information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies were presented in note 3: Significant accounting policies to the consolidated financial statements for the year ended December 31, 2018.

The accounting policies applied in the preparation of these Financial Statements are consistent with those applied and disclosed in the Company's consolidated financial statements for the year ended December 31, 2018, with the exception of the application of certain new and amended standards issued by the IASB, which were effective from January 1, 2019. Those new and amended standards that had a significant impact on the Company's Financial Statements are described in note 3 below.

These Financial Statements were approved by the Audit Committee for issue on August 13, 2019.

b) *Basis of measurement*

The Financial Statements have been prepared under the historical cost convention, except for certain financial assets and financial liabilities, which are measured at fair value.

c) *Functional and presentation currency*

The Financial Statements are presented in Canadian dollars. Items included in the Financial Statements of each consolidating entity of the Company are measured using the currency of the primary economic environment in which the entity operates in (the "functional currency"). The Group was evaluated on an individual basis and was each determined to have Canadian dollar functional currencies, with the exception of INV Minerales Ecuador S.A. ("INV Minerales"), whose functional currency is the United States ("US") dollar.

d) *Critical judgements and key sources of estimation*

The preparation of the Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these Financial Statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation were the same as those that applied to the consolidated financial statements as at and for the year ended December 31, 2018.

3) IFRS accounting pronouncements

a) *Changes in IFRS effective for the first time*

The following new standards are effective for annual periods beginning on or after January 1, 2019.

i) IFRS 16, Leases

On January 1, 2019, the Company adopted IFRS 16 "Leases" ("IFRS 16") using the modified retrospective approach and therefore, the comparative information has not been restated as permitted under the specific transitional provisions in IFRS 16 and continues to be reported under IAS 17 – Leases. The reclassifications and adjustments arising from the new leasing rules are recognized in the opening consolidated balance sheet on January 1, 2019.

IFRS 16 introduces a comprehensive model for the identification of lease arrangements and requires the recognition of almost all lease contracts on a lessee's statement of financial position as a lease liability reflecting future lease payments and a right-of-use asset with exceptions for certain short-term leases and leases of low-value assets. In addition, the lease payments are required to be presented on the statement of cash flow within operating and financing activities for the interest and principal portions, respectively.

In applying IFRS 16 for the first time, the Company has used the following practical expedients permitted by the standard:

- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics;
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application; and
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. The lease liability is measured at the net present value of the future periodic lease payments, discounted using the interest rate implicit in the lease, if that rate can be determined, or the Company's incremental borrowing rate. Interest accretion expense or amortization of the discount on the lease liability is charged to the consolidated statements of loss and comprehensive (income)/loss using the effective interest method for right-of-use assets related to property, plant and equipment. For the right-of-use assets related to exploration and evaluation assets, the interest accretion expense or amortization of the discount on the lease liability is capitalized to exploration and evaluation assets, in line with the Company's policy to capitalize all expenditures related to exploration and evaluation properties.

The right-of-use asset is measured at cost comprising the amount of the initial measurement of the lease liability, plus any lease payments made at or before the commencement date and any initial direct costs incurred, less any lease incentives received. The right-of-use asset is depreciated over the lesser of the asset's useful life and the lease term on a straight-line basis.

(IN CANADIAN DOLLARS)

The Company has elected not to recognize assets and lease liabilities for short-term leases, which have a lease term of 12 months or less, and leases of low-value assets, such as certain IT equipment. Payments associated with short-term leases and leases of low-value assets, if any, are recognised on a straight-line basis as an expense in the consolidated statement of loss and comprehensive (income)/loss.

Total operating lease commitments disclosed as at December 31, 2018 of $1,042,628 included $139,069 of other financial commitments related to land leases to explore for minerals which have been determined to be out of scope under IFRS 16. As such, the net operating lease commitments were determined to be $903,559 as at December 31, 2018.

On transition to IFRS 16, the Company recognized an additional $859,677 of right-of-use assets and $928,119 of lease liabilities, recognizing the difference of $68,442 in retained deficit. Of the total right-of-use assets recorded, $639,181 was recognized in property, plant and equipment and the remaining $220,496 was recognized in exploration and evaluation assets. For segmented reporting purposes, the right-of-use assets recognized in property, plant and equipment were solely related to Canada and the right-of-use assets recognized in exploration and evaluation assets were related to Ecuador.

When measuring lease liabilities, the Company discounted lease payments using its incremental borrowing rate at January 1, 2019. The weighted-average rate applied is 7.0%.

As at		**January 1, 2019**
Operating lease commitments disclosed as at December 31, 2018	**$**	**903,559**
Discounted using the incremental borrowing rate as at January 1, 2019	$	803,921
Add: Adjustments as a result of a different treatment of extension options	$	124,198
Lease liabilities recognized as at January 1, 2019	**$**	**928,119**
Current	$	255,506
Non-current	$	672,613

As at June 30, 2019, the carrying value of the right-of-use assets is $779,779, of which $559,283 relates to property, plant and equipment and $220,496 relates to exploration and evaluation assets. The Company notes that during the three and six-month periods ended June 30, 2019, depreciation of $39,949 and $79,898 respectively, was charged against right-of-use assets related to property, plant and equipment and expensed on the interim condensed consolidated statements of loss and comprehensive (income)/loss. Depreciation of $22,779 and $46,293, respectively, that was incurred during the three and six-month periods ended June 30, 2019 on right-of-use assets related to exploration and evaluation assets has been capitalized to exploration and evaluation assets, in line with the Company’s policy to capitalize all expenditures related to exploration and evaluation properties.

During the three and six-month periods ended June 30, 2019, the Company incurred interest of $14,900 and $28,840, respectively, which represents the finance costs of the lease liabilities.

(IN CANADIAN DOLLARS)

Interest on the lease liability for property, plant and equipment of $9,227 and $18,628, respectively, was charged to the interim condensed consolidated statements of loss and comprehensive (income)/loss for the three and six-month periods ended June 30, 2019. Conversely, interest on the lease liability for exploration and evaluation assets of $5,673 and $10,212, respectively, was capitalized into the carrying amount of exploration and evaluation assets for the three and six-month periods ended June 30, 2019, in line with the Company's policy, as discussed above. The Company also incurred lease payments of $76,792 and $154,045, respectively, for the three and six-month periods ended June 30, 2019, which have been recorded as cash used in financing activities in the interim condensed consolidated statements of cash flows.

ii) IFRIC 23, Uncertainty over Income Tax Treatments

IFRIC 23, Uncertainty over Income Tax Treatments ("IFRIC 23") was adopted on January 1, 2019 and is applied to the determination of taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under IAS 12. There is no impact on the Financial Statements from adoption of the standard.

b) *Future accounting pronouncements*

Certain pronouncements have been issued by the IASB that are mandatory for accounting periods after December 31, 2019. There are currently no such pronouncements that are expected to have a significant impact on the Company's consolidated financial statements upon adoption.

4) Exploration and evaluation assets

The following table summarizes information regarding the Company's exploration and evaluation assets as at June 30, 2019 and December 31, 2018:

		June 30, 2019			
	January 1, 2019	**Additions**	**Write-down**	**Exchange Differences**	**June 30, 2019**
Ecuador property					
Loma Larga	**$ 71,713,959**	**$ 2,523,776**	**$ -**	**$ (2,466,518)**	**$ 71,771,217**
Exploration Properties	**3,550,005**	**1,103,075**	**-**	**(161,770)**	**4,491,310**
	$ 75,263,964	**$ 3,626,851**	**$ -**	**$ (2,628,288)**	**$ 76,262,527**

		December 31, 2018			
	January 1, 2018	Additions	Write-down	Exchange Differences	December 31, 2018
Ecuador property					
Loma Larga	$ 55,936,133	$ 11,148,013	$ -	$ 4,629,813	$ 71,713,959
Exploration Properties	1,471,402	1,851,397	-	227,206	3,550,005
	$ 57,407,535	$ 12,999,410	$ -	$ 4,857,019	$ 75,263,964

(IN CANADIAN DOLLARS)

5) Other payables

The following table summarizes information regarding the Company's other payables as at June 30, 2019 and December 31, 2018:

As at		**June 30, 2019**		December 31, 2018
Other Payables				
Accounts payable	**$**	**921,351**	$	1,214,140
Accrued liabilities		**214,048**		435,815
	$	**1,135,399**	$	1,649,955

6) Share capital

The following table summarizes information regarding the Company's share capital as at June 30, 2019 and December 31, 2018:

As at	**June 30, 2019**	December 31, 2018
Balance - number of shares	**92,598,651**	92,586,747
Issuance of common shares on equity financing	**4,615,385**	-
Exercise of stock options	**83,924**	11,904
	97,297,960	92,598,651

On March 19, 2019, the Company closed a non-brokered private placement (the "Private Placement") of 4,615,385 common shares ("Shares") at a price of $0.65 per Share for gross proceeds of $3,000,000 less transaction costs of $44,631 for net proceeds of $2,955,369. The proceeds from the Private Placement are used for general working capital and corporate purposes. IAMGOLD Corporation, which has a right to maintain its 35.6% pro rata shareholding in the Company, also participated in the Private Placement.

a) *Loss per share*

The basic loss per share for the three and six-month periods ended June 30, 2019 and 2018 was calculated using a weighted average number of common shares outstanding as follows:

	Three Months Ended		**Six Months Ended**	
	June 30, 2019	June 30, 2018	**June 30, 2019**	June 30, 2018
Common shares outstanding	**92,598,651**	92,586,747	**92,598,651**	92,586,747
Issuance of common shares in equity financing	**4,615,385**	-	**2,615,385**	-
Effect of share based compensation exercises	**64,118**	11,904	**32,482**	10,449
	97,278,154	92,598,651	**95,246,518**	92,597,196

(IN CANADIAN DOLLARS)

b) ***Diluted earnings per share***

The calculation of fully diluted loss per share has not been detailed in the note, as the effect of the conversion of outstanding stock options, warrants and restricted share units would be anti-dilutive.

7) Share-based payments

a) ***Share option plan (equity-settled)***

The following table summarizes the stock option transactions for the six-month period ended June 30, 2019 and year ended December 31, 2018 as follows:

	Number of Stock Options		Weighted-Average Exercise Price
Outstanding, January 1, 2018	**7,789,500**	**$**	**0.88**
Expired	(2,752,000)		1.00
Granted	3,171,700		0.53
Outstanding, December 31, 2018	**8,209,200**	**$**	**0.72**
Exercised	(144,500)		0.35
Cancelled	(25,000)		0.54
Outstanding, June 30, 2019	**8,039,700**	**$**	**0.73**

b) ***Details of share options***

The following table summarizes information regarding the Company's outstanding and exercisable stock options as at June 30, 2019 as follows:

Exercise Price Range	Number of Stock Options Outstanding	Weighted-Average Remaining Years of Contractual Life		Weighted Average Exercise Price	Number of Stock Options Exercisable		Weighted Average Exercisable Price
$0.45 - 0.54	3,146,700	3.95	$	0.53	2,241,274	$	0.53
0.55 - 0.80	1,495,000	1.95		0.57	1,495,000		0.57
0.81 - 1.00	3,398,000	2.79		0.99	3,398,000		1.00
$0.45 - 1.00	**8,039,700**	**3.01**	**$**	**0.73**	**7,134,274**	**$**	**0.76**

The following table summarizes information regarding the stock options granted by the Company in 2018 as follows. No stock options were issued in the three and six-month periods ended June 30, 2019.

(IN CANADIAN DOLLARS)

	2018
Fair value at grant date	**$0.21**
Share price at grant date	**$0.45 - $0.54**
Exercise price	**$0.45 - $0.54**
Weighted average grant date fair value	**$0.21**
Expected volatility	**65% - 73%**
Expected dividend yield	**0%**
Option life (expected weighted average life)	**2 year**
Forfeiture rate	**0.07% - 0.08%**
Risk-free interest rate (based on government bonds)	**1.95% - 2.15%**

c) ***Details of restricted share units***

The following table summarizes the restricted share units for the six-month period ended June 30, 2019 and year ended December 31, 2018 as follows:

	Number of Restricted Shares		Weighted Average Grant Date Fair Value
Outstanding, January 1, 2018	**691,902**	**$**	**0.38**
Exercised	(11,904)		1.20
Outstanding, December 31, 2018	**679,998**	**$**	**0.36**
Granted	319,234		0.78
Outstanding, June 30, 2019	**999,232**	**$**	**0.50**

8) Expenses

The following table summarizes information regarding the Company's expenses from operations for the three and six-month periods ended June 30, 2019 and 2018:

	Three Months Ended				Six Months Ended			
		June 30, 2019		June 30, 2018		**June 30, 2019**		June 30, 2018
General and administration								
Shareholder and regulatory compliance	**$**	**21,006**	$	38,763	**$**	**92,646**	$	134,831
Travel		**27,110**		33,309		**32,335**		50,498
Office		**62,558**		68,426		**126,626**		111,702
	$	**110,674**	$	140,498	**$**	**251,607**	$	297,031
Compensation								
Compensation	**$**	**414,744**	$	918,201	**$**	**804,699**	$	872,163
Stock-based compensation		**49,288**		317,029		**116,801**		644,854
	$	**464,032**	$	1,235,230	**$**	**921,500**	$	1,517,017

(IN CANADIAN DOLLARS)

9) Finance expense/(income)

The following table summarizes information regarding the Company's finance expense/(income) for the three and six-month periods ended June 30, 2019 and 2018:

	Three Months Ended		Six Months Ended	
	June 30, 2019	June 30, 2018	**June 30, 2019**	June 30, 2018
Finance expense/(income)				
Interest income	**$ (11,829)**	$ (41,826)	**$ (23,790)**	$(95,072)
Interest expense on lease liabilities	**9,227**	-	**18,628**	-
	$ (2,602)	$ (41,826)	**$ (5,162)**	$(95,072)

10) Related party transactions

The Company's related parties and subsidiaries are the same as those presented by the Company in its annual consolidated financial statements as at and for the year ended December 31, 2018.

The following summarizes transactions with related parties during the six-month periods ended June 30, 2019 and 2018 as follows:

a) *Transaction with related parties*

i) During the six-month period ended June 30, 2019, legal fees of $134,981 (2018 - $40,002) were charged from a law firm in which an officer of the Company is a partner.

ii) On March 19, 2019, the Company closed the Private Placement of 4,615,385 Shares at a price of $0.65 per Share for gross proceeds of $3,000,000 less transaction costs of $44,631 for net proceeds of $2,955,369. IAMGOLD exercised its pre-emptive right to maintain its pro rata ownership and was issued 1,642,355 Shares. In addition, certain directors and officers of the Company purchased 1,434,568 Shares, representing approximately 31% of the Private Placement.

iii) On March 2, 2017 the Company closed a bought deal financing (the "Offering") pursuant to which the Company issued 27,600,000 common shares of the Company for aggregate gross proceeds of $27.6 million net of transaction costs. IAMGOLD exercised its pre-emptive right to maintain its pro rata ownership and was issued 9,822,546 common shares. In addition, certain directors and officers of the Company purchased 5,577,911 shares, representing approximately 20% of the Offering.

b) *Remuneration of directors and officers*

The remuneration of directors and officers during the six-month periods ended June 30, 2019 and 2018 was as follows:

(IN CANADIAN DOLLARS)

		June 30, 2019		June 30, 2018
Salaries of key management	**$**	**472,000**	$	911,040
Director fees	**$**	**139,834**		110,782
Stock-based compensation	**$**	**117,104**		460,048
	$	**728,938**	$	1,481,870

11) Commitments and contingencies

a) *Commitments*

The Company has committed to payments as outlined below. The expenditures for amounts which may be required to maintain the Company's mineral properties in good standing are not outlined in the table below.

		Total		**Less than One Year**		**Between 1 - 5 Years**		**More than 5 Years**
Other financial commitments	$	97,501	$	33,416	$	64,085	$	-
Environmental management plan	$	276,268	$	276,268	$	-	$	-

Other financial commitments relate to land leases to explore for minerals which have been determined to be out of scope of IFRS 16.

INV Minerales holds a term deposit relating to its environmental management plan for ongoing expenditures related to environmental matters.

b) *Contingent liability*

The Loma Larga Project is subject to a 5% Net Profit Interest, payable to Compagnie Générale des Matières Nucléaires (now "ORANO"), the original owner of the property. In addition, the Company must pay to ORANO, $2.00 per ounce of gold, payable in three equal annual installments, contained in proven and probable mineral reserves and indicated and measured mineral resources, as defined by the completion of a bankable feasibility study from the date on which the Board of Directors makes a formal production decision. Any contingent payments are subject to significant uncertainty based on many factors, including, but not limited to positive market conditions, the availability of project financing, positive operating conditions in Ecuador, and the acquisition of all relevant permits.

12) Segmented information

Segmented information is provided on the basis of geographical segments as the Company manages its business and exploration activities through geographical regions – Canada, Ecuador, Namibia and Barbados. The business segments presented reflect the management structure of the Company and the way in which the Company's executive officers review business performance on a quarterly basis.

The Company evaluates performance of its operating and reportable segments as noted in the following table:

(IN CANADIAN DOLLARS)

For the six-month period ended June 30, 2019	**Assets**	**Liabilities**	**Total Comprehensive (Income)/Loss**
Canada*	**$ 3,008,685**	**$ 1,595,969**	**$ 1,317,734**
Ecuador	**76,783,260**	**1,236,100**	**2,607,690**
Namibia	**13,715**	**1,136**	**6,413**
Barbados	**7,672**	**7,112**	**16,977**
	$ 79,813,332	**$ 2,840,317**	**$ 3,948,814**

For the year ended December 31, 2018	Assets	Liabilities
Canada*	$ 4,428,889	$ 1,480,257
Ecuador	75,787,749	1,106,654
Namibia	10,309	1,617
Barbados	3,360	9,508
	$ 80,230,307	$ 2,598,036

For the six-month period ended June 30, 2018	Total Comprehensive (Income)/Loss
Canada*	$ 2,158,382
Ecuador	(2,548,377)
Namibia	3,373
Barbados	4,438
	$ (382,184)

*All amounts listed in the Canadian operating segment relate to Canadian corporate assets, liabilities and exploration properties less related impairment losses, if any.

13) Subsequent event

On July 30, 2019, the Company announced that an application to hold a proposed referendum related to mining activities within the Province of Azuay was submitted for consideration to the Constitutional Court of Ecuador. The Company anticipates that the Constitutional Court will consider the validity and the constitutionality of the application in the upcoming weeks. The Company's Loma Larga Mineral Resources and Reserves are located within the Province of Azuay.