



**INV METALS INC.**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2020 AND 2019**

**(UNAUDITED)**

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**INV METALS INC.**

**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**(IN CANADIAN DOLLARS)**

<i>As at</i>	<b>September 30, 2020</b>	<b>December 31, 2019</b>
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 4,954,088	\$ 13,305,837
Other receivables (note 4)	188,517	252,093
<b>Total current assets</b>	<b>5,142,605</b>	<b>13,557,930</b>
<b>Non-current assets</b>		
Other receivables (note 4)	618,655	417,496
Investments	532,872	464,760
Property, plant and equipment	726,680	839,762
Exploration and evaluation assets (note 5)	83,251,913	77,514,272
<b>Total non-current assets</b>	<b>85,130,120</b>	<b>79,236,290</b>
<b>Total assets</b>	<b>\$ 90,272,725</b>	<b>\$ 92,794,220</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Lease liabilities	\$ 241,927	\$ 262,194
Other payables (note 6)	744,151	271,189
<b>Total current liabilities</b>	<b>986,078</b>	<b>533,383</b>
<b>Non-current liabilities</b>		
Provisions	1,051,523	1,024,218
Lease liabilities	320,915	399,201
<b>Total non-current liabilities</b>	<b>1,372,438</b>	<b>1,423,419</b>
<b>Total liabilities</b>	<b>2,358,516</b>	<b>1,956,802</b>
<b>Equity</b>		
Share capital (note 7)	154,411,387	154,236,887
Contributed surplus (note 8)	14,855,491	14,580,467
Deficit	(91,678,710)	(86,520,226)
Accumulated other comprehensive income	10,326,041	8,540,290
<b>Total equity attributed to equity holders of the Company</b>	<b>87,914,209</b>	<b>90,837,418</b>
<b>Total liabilities and equity</b>	<b>\$ 90,272,725</b>	<b>\$ 92,794,220</b>
Nature of operations and going concern (note 1)		
Commitment and contingencies (note 12)		

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

**INV METALS INC.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF LOSS AND**  
**COMPREHENSIVE (INCOME)/LOSS**  
**(IN CANADIAN DOLLARS)**

	Three Months Ended		Nine Months Ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
<b>Operations</b>				
General and administration (note 9)	\$ 106,500	\$ 80,563	\$ 414,019	\$ 332,170
Compensation (note 9)	950,523	355,910	2,189,208	1,277,409
Write-down of exploration property (note 5)	-	-	2,423,724	-
Professional fees	50,891	126,204	243,321	311,818
Fair value gain on investments	(66,051)	(20,876)	(60,363)	(37,027)
Foreign exchange (gain)/loss	(7,583)	2,819	(10,032)	6,534
<b>Operating loss</b>	<b>1,034,280</b>	<b>544,620</b>	<b>5,199,877</b>	<b>1,890,904</b>
Finance loss/(income) (note 10)	1,817	4,940	(41,393)	(222)
<b>Total loss for the period</b>	<b>\$ 1,036,097</b>	<b>\$ 549,560</b>	<b>\$ 5,158,484</b>	<b>\$ 1,890,682</b>
<b>Other comprehensive (income)/loss</b>				
Items that may be reclassified to profit or loss				
Cumulative translation adjustment	1,460,287	(761,514)	(1,785,751)	1,846,176
<b>Total comprehensive (income)/loss for the period</b>	<b>\$ 2,496,384</b>	<b>\$ (211,954)</b>	<b>\$ 3,372,733</b>	<b>\$ 3,736,858</b>
<b>Basic and diluted total loss per share (note 7)</b>	<b>\$ 0.01</b>	<b>\$ 0.01</b>	<b>\$ 0.04</b>	<b>\$ 0.02</b>

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

**INV METALS INC.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES**  
**IN SHAREHOLDERS' EQUITY**  
**(IN CANADIAN DOLLARS)**

*Equity attributable to owners of the Company*

	Share Capital	Contributed Surplus	Deficit	Accumulated Other Comprehensive Income/(Loss)	Total
<b>Balance January 1, 2020</b>	<b>\$ 154,236,887</b>	<b>\$ 14,580,467</b>	<b>\$ (86,520,226)</b>	<b>\$ 8,540,290</b>	<b>\$ 90,837,418</b>
Total loss for the period	-	-	(5,158,484)	-	(5,158,484)
Cumulative translation adjustment	-	-	-	1,785,751	1,785,751
<b>Total comprehensive (income)/loss for the period</b>	<b>-</b>	<b>-</b>	<b>(5,158,484)</b>	<b>1,785,751</b>	<b>(3,372,733)</b>
Share-based compensation (note 8)	174,500	275,024	-	-	449,524
<b>Transactions directly attributed to equity</b>	<b>174,500</b>	<b>275,024</b>	<b>-</b>	<b>-</b>	<b>449,524</b>
<b>Balance September 30, 2020</b>	<b>\$ 154,411,387</b>	<b>\$ 14,855,491</b>	<b>\$ (91,678,710)</b>	<b>\$ 10,326,041</b>	<b>\$ 87,914,209</b>

*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	-	-	(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 period	-	-	(1,890,682)	-	(1,890,682)
Cumulative translation adjustment	-	-	-	(1,846,176)	(1,846,176)
<b>Total comprehensive (income)/loss for the period</b>	<b>-</b>	<b>-</b>	<b>(1,890,682)</b>	<b>(1,846,176)</b>	<b>(3,736,858)</b>
Issuance of shares - equity financing (note 7)	2,955,369	-	-	-	2,955,369
Share-based compensation (note 8)	57,223	377,933	-	-	435,156
<b>Transactions directly attributed to equity</b>	<b>3,012,592</b>	<b>377,933</b>	<b>-</b>	<b>-</b>	<b>3,390,525</b>
<b>Balance September 30, 2019</b>	<b>\$ 138,800,419</b>	<b>\$ 14,153,885</b>	<b>\$ (85,413,826)</b>	<b>\$ 9,677,018</b>	<b>\$ 77,217,496</b>

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

**INV METALS INC.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(IN CANADIAN DOLLARS)**

<i>For the nine-month periods ended</i>	<b>September 30, 2020</b>	September 30, 2019
<b>Cash flows from operating activities</b>		
Total loss for the period	\$ (5,158,484)	\$ (1,890,682)
Adjustments for:		
Write-down of exploration property	\$ 2,423,724	\$ -
Unrealized fair value gain on investments	(60,363)	(37,027)
Depreciation	122,535	122,746
Finance income	(41,393)	(222)
Unrealized (gain)/loss on foreign exchange	(19,624)	2,938
Share-based compensation (note 9)	363,443	145,113
	<b>(2,370,162)</b>	<b>(1,657,134)</b>
<b>Change in items of working capital:</b>		
Change in other receivables	75,787	168,016
Change in other payables	620,742	(339,465)
	<b>696,529</b>	<b>(171,449)</b>
Net cash used in operating activities	<b>(1,673,633)</b>	<b>(1,828,583)</b>
<b>Cash flows from investing activities</b>		
Interest received	63,119	28,251
Additions to exploration properties	(6,508,285)	(4,316,959)
Net cash used in investing activities	<b>(6,445,166)</b>	<b>(4,288,708)</b>
<b>Cash flows from financing activities</b>		
Payment of lease liabilities	(230,259)	(231,102)
Proceeds from equity financing net of issuance costs (note 7)	-	2,955,369
Net cash (used in)/provided from financing activities	<b>(230,259)</b>	<b>2,724,267</b>
<b>Net decrease in cash</b>	<b>(8,349,058)</b>	<b>(3,393,024)</b>
<b>Cash, beginning of period</b>	<b>13,305,837</b>	<b>3,747,042</b>
<b>Effect of exchange rate fluctuations on cash held</b>	<b>(2,691)</b>	<b>4,826</b>
<b>Cash, end of period</b>	<b>\$ 4,954,088</b>	<b>\$ 358,844</b>

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

**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

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**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 nine-month periods ended September 30, 2020 and 2019 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 September 30, 2020, the Company had a cash balance of \$4,954,088 (December 31, 2019 - \$13,305,837), accounts payables and accrued liabilities of \$744,151 (December 31, 2019 - \$271,189) and working capital<sup>1</sup> of \$4,156,527 (December 31, 2019 - \$13,024,547). 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 nine-month periods ended September 30, 2020, the Company recorded a total loss of \$1,036,097 and \$5,158,484, respectively (2019 - \$549,560 and \$1,890,682, respectively), a net cash used in operating activities of \$1,673,633 (2019 - \$1,828,583), a net cash used in investing activities of \$6,445,166 (2019 - \$4,288,708) and a net cash used in financing activities of \$230,259 (2019 - net cash provided from financing activities of \$2,724,267). See note 12 for details on commitments.

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<sup>1</sup> “Working capital” is a non-IFRS measure and is calculated as total current assets less total current liabilities.

**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

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**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 Condensed Consolidated Interim Financial Statements should be read in conjunction with the Company’s last annual consolidated financial statements for the year ended December 31, 2019, 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, 2019.

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, 2019.

These Financial Statements were approved by the Audit Committee for issue on November 13, 2020.

**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 currency, with the exception of INV Minerale Ecuador S.A. (“INV Minerale”), whose functional currency is the United States (“US”) dollar.

**d) *Critical judgements and key sources of estimation uncertainty***

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 areas involving significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were consistent with those applied and disclosed in note 2 d): Critical judgements and



**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
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key sources of estimation to the Company's consolidated financial statements for the year ended December 31, 2019.

The global outbreak of a coronavirus ("COVID-19") has had a significant impact on the global economy including that of Canada and Ecuador through restrictions put in place by the governments regarding travel, business operations and isolation orders to reduce the rate of spread of new infections. The Company's operations are subject to the risk of emerging infectious diseases such as COVID-19, which may not be adequately responded to locally, nationally or internationally due to lack of preparedness to detect and respond to outbreaks or respond to significant pandemic threats.

Since the outbreak of COVID-19 in March 2020, the Company has focused its efforts to safeguard the health and well-being of its employees, consultants and community members to ensure their safety during the global COVID-19 pandemic. During the quarter, the Company's offices in Quito, Ecuador and in Toronto, Canada transitioned back into working in the office following strict protocols. The teams followed stringent return-to-work protocols and are abiding by local and national public health guidelines in place in Canada and Ecuador, which include personnel health screening, attendance monitoring, physical distancing measures, use of personal protective equipment, and enhanced cleaning and disinfection procedures.

The Company has completed the Environmental Impact Study ("EIS") for the Loma Larga project in August 2020 without significant delays despite the impact of COVID-19, as well as commenced the preparation and application of other key permits as required for the construction of Loma Larga. However, given the highly uncertain and evolving nature of the global environment caused by the continued challenge of COVID-19, the Company is not able to reliably estimate the duration and severity of this pandemic including the potential impact it may have on the review and approval process of the EIS and other key permits in Ecuador and any further impacts on the Company's operating and financial results. At the same time, there continued to exist volatilities in the capital markets as well as commodity and foreign exchange prices.

### **3) IFRS accounting pronouncements**

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

Certain pronouncements have been issued by the IASB that are effective for annual periods beginning on or after January 1, 2020. The Company has assessed the amendments and determined that there is no material impact on the accounting and presentation of the interim condensed consolidated financial statements.

#### **b) *Future accounting pronouncements***

Certain pronouncements have been issued by the IASB that are mandatory for accounting periods after December 31, 2020. There are currently no such pronouncements that are expected to have a significant impact on the Company's consolidated financial statements upon adoption.

### **4) Other receivables**

The following table summarizes information regarding the Company's other receivables as at September 30, 2020 and December 31, 2019:

**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

<i>As at</i>	<b>September 30, 2020</b>	December 31, 2019
<b>Other receivables</b>		
<b>Current</b>		
Advances	\$ 48,685	\$ 64,056
HST recoverable	54,434	130,848
Interest receivable	995	22,455
Prepaid expense	27,067	21,452
Deposits and other	57,336	13,282
	<b>\$ 188,517</b>	<b>\$ 252,093</b>
<b>Non-current</b>		
VAT recoverable*	618,655	417,496
	<b>\$ 618,655</b>	<b>\$ 417,496</b>

\*VAT recoverable represents the refundable value-added-tax incurred by INV Minerales on purchases of goods and services related to the Loma Larga project, as permitted by the provisions of Article 72 of the Internal Tax Regime Law of Ecuador which stipulates that the VAT paid by the Company after January 1, 2018 will be refunded when the Company generates export sales.

### 5) Exploration and evaluation assets

The following table summarizes information regarding the Company's exploration and evaluation assets as at September 30, 2020 and December 31, 2019:

<b>September 30, 2020</b>					
	January 1, 2020	Additions	Write-down	Exchange Differences	September 30, 2020
Ecuador property					
Loma Larga	\$ 72,547,225	\$ 4,490,997	\$ -	\$ 1,617,283	\$ 78,655,505
Exploration Properties	4,967,047	1,805,524	(2,423,724)	247,561	4,596,408
	<b>\$ 77,514,272</b>	<b>\$ 6,296,521</b>	<b>\$ (2,423,724)</b>	<b>\$ 1,864,844</b>	<b>\$ 83,251,913</b>
<b>December 31, 2019</b>					
	January 1, 2019	Additions	Write-down	Exchange Differences	December 31, 2019
Ecuador property					
Loma Larga	\$ 71,713,959	\$ 3,642,943	\$ -	\$ (2,809,677)	\$ 72,547,225
Exploration Properties	3,550,005	1,609,926	-	(192,884)	4,967,047
	<b>\$ 75,263,964</b>	<b>\$ 5,252,869</b>	<b>\$ -</b>	<b>\$ (3,002,561)</b>	<b>\$ 77,514,272</b>

In March 2020, the Company made the decision not to renew the Las Peñas concessions after their expiry on March 31, 2020, as such, previously capitalized exploration and evaluation costs amounting to \$2,423,724 were recorded as a write-down in Q1 2020 as the carrying value of the property is not considered recoverable.

**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

**6) Other payables**

The following table summarizes information regarding the Company's other payables as at September 30, 2020 and December 31, 2019:

<i>As at</i>	<b>September 30, 2020</b>	December 31, 2019
<b>Other Payables</b>		
Accounts payable	\$ 321,628	\$ 182,358
Accrued liabilities	422,523	88,831
	<b>\$ 744,151</b>	<b>\$ 271,189</b>

**7) Share capital**

The following table summarizes information regarding the Company's share capital as at September 30, 2020 and December 31, 2019:

<i>As at</i>	<b>September 30, 2020</b>	December 31, 2019
Balance - number of shares	<b>136,187,840</b>	92,598,651
Issuance of common shares on equity financing	-	43,505,265
Exercise of share-based compensation	<b>354,648</b>	83,924
	<b>136,542,488</b>	136,187,840

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

On October 28, 2019, the Company closed a non-brokered private placement of 38,889,880 Common Shares at a price of \$0.40 per Common Share for gross proceeds of \$15,555,952 less transaction costs of \$119,484 for net proceeds of \$15,436,468. Dundee Precious Metals Inc., a Canadian based international gold mining company, became a strategic shareholder by investing \$10,000,000 in the private placement for 25,000,000 Common Shares, representing an approximate 19.5% equity interest in INV Metals upon closing. IAMGOLD also participated in the private placement to maintain its pro rata share ownership of approximately 35.6% through the purchase of 13,889,880 Common Shares for proceeds of \$5,555,952.

**a) Loss per share**

The basic loss per share for the three and nine-month periods ended September 30, 2020 and 2019 was calculated using a weighted average number of Common Shares outstanding as follows:

**INV METALS INC.**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

	Three Months Ended		Nine Months Ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
Common shares outstanding	136,187,840	92,598,651	136,187,840	92,598,651
Issuance of common shares in equity financing	-	4,615,385	-	3,291,855
Effect of share based compensation exercises	354,648	83,924	302,838	49,882
	<b>136,542,488</b>	<b>97,297,960</b>	<b>136,490,678</b>	<b>95,940,388</b>
Total loss for the period	\$ 1,036,097	\$ 549,560	\$ 5,158,484	\$ 1,890,682
Total common shares outstanding	136,542,488	97,297,960	136,490,678	95,940,388
<b>Basic and diluted total loss per share</b>	<b>0.01</b>	<b>0.01</b>	<b>0.04</b>	<b>0.02</b>

**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.

**8) Share-based payments**

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

The following table summarizes the stock option transactions for the nine-month period ended September 30, 2020 and for the year ended December 31, 2019 as follows:

	Number of Stock Options	Weighted- Average Exercise Price
<b>Outstanding, January 1, 2019</b>	<b>8,209,200</b>	<b>\$ 0.72</b>
Exercised	(144,500)	0.35
Cancelled	(27,500)	0.54
Expired	(252,500)	0.67
<b>Outstanding, December 31, 2019</b>	<b>7,784,700</b>	<b>\$ 0.73</b>
Granted	3,800,000	0.40
Cancelled	(85,000)	0.65
Expired	(170,000)	0.55
<b>Outstanding, September 30, 2020</b>	<b>11,329,700</b>	<b>\$ 0.62</b>

**b) Details of share options**

The following table summarizes information regarding the Company's outstanding and exercisable stock options as at September 30, 2020 as follows:

INV METALS INC.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020 AND 2019  
(IN CANADIAN DOLLARS)**

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
\$0.00 - 0.54	6,876,700	3.43	\$ 0.46	5,101,700	\$ 0.48
0.55 - 0.80	1,145,000	0.71	0.57	1,145,000	0.57
0.81 - 1.00	3,308,000	1.51	0.99	3,308,000	0.99
<b>\$0.00 - 1.00</b>	<b>11,329,700</b>	<b>2.59</b>	<b>\$ 0.62</b>	<b>9,554,700</b>	<b>\$ 0.67</b>

The following table summarizes information regarding the stock options granted by the Company in the nine-month period ended September 30, 2020. There were no stock options granted in 2019.

	<b>2020</b>
Fair value at grant date	<b>\$0.15</b>
Share price at grant date	<b>\$0.40</b>
Exercise price	<b>\$0.40</b>
Weighted average grant date fair value	<b>\$0.15</b>
Expected volatility	<b>65%</b>
Expected dividend yield	<b>0%</b>
Option life (expected weighted average life)	<b>2 year</b>
Forfeiture rate	<b>0.35%</b>
Risk-free interest rate (based on government bonds)	<b>1.48%</b>

**c) Details of restricted share units**

The following table summarizes the restricted share units for the nine-month period ended September 30, 2020 and for the year ended December 31, 2019 as follows:

	Number of Restricted Shares	Weighted Average Grant Date Fair Value
<b>Outstanding, January 1, 2019</b>	<b>679,998</b>	<b>\$ 0.36</b>
Granted	1,342,602	0.49
<b>Outstanding, December 31, 2019</b>	<b>2,022,600</b>	<b>\$ 0.45</b>
Exercised	(354,648)	0.49
<b>Outstanding, September 30, 2020</b>	<b>1,667,952</b>	<b>\$ 0.44</b>

**9) Expenses**

The following table summarizes information regarding the Company's expenses from operations for the three and nine-month periods ended September 30, 2020 and 2019:

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	Three Months Ended		Nine Months Ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
<b>General and administration</b>				
Shareholder and regulatory compliance	\$ 39,965	\$ 5,142	\$ 197,490	\$ 97,788
Travel	124	13,913	25,606	46,247
Office	66,411	61,508	190,923	188,135
	<b>\$ 106,500</b>	<b>\$ 80,563</b>	<b>\$ 414,019</b>	<b>\$ 332,170</b>
<b>Compensation</b>				
Compensation	\$ 881,872	\$ 327,598	\$ 1,825,765	\$ 1,132,296
Stock-based compensation	68,651	28,312	363,443	145,113
	<b>\$ 950,523</b>	<b>\$ 355,910</b>	<b>\$ 2,189,208</b>	<b>\$ 1,277,409</b>

**10) Finance income**

The following table summarizes information regarding the Company's finance income for the three and nine-month periods ended September 30, 2020 and 2019:

	Three Months Ended		Nine Months Ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
<b>Finance (income)/expense</b>				
Interest income	\$ (4,797)	\$ (4,461)	\$ (63,119)	\$ (28,251)
Interest expense on lease liabilities	6,614	9,401	21,726	28,029
	<b>\$ 1,817</b>	<b>\$ 4,940</b>	<b>\$ (41,393)</b>	<b>\$ (222)</b>

**11) 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, 2019 with the exception of James Clucas, who ceased to be a director of the Company in August 2020.

The following summarizes transactions with related parties during the nine-month periods ended September 30, 2020 and 2019 as follows:

**a) Transactions with related parties**

- i) During the nine-month period ended September 30, 2020, legal fees of \$165,177 (2019 - \$182,030) were charged from a law firm in which an officer of the Company is a partner of the law firm.
- ii) During the nine-month period ended September 30, 2020, advisory fees of \$33,900 (2019 - nil) were charged by a consulting company in which a director of the Company is the Chief Executive Officer of the consulting company.

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

**b) Remuneration of directors and officers**

The remuneration of directors and officers during the nine-month periods ended September 30, 2020 and 2019 was as follows:

	<b>September 30, 2020</b>	September 30, 2019
Salaries of key management	<b>\$ 1,126,432</b>	\$ 646,800
Director fees	<b>226,880</b>	199,256
Stock-based compensation	<b>363,443</b>	144,774
	<b>\$ 1,716,755</b>	\$ 990,830

**12) 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.

	<b>Total</b>	<b>Less than One Year</b>	<b>Between 1 - 5 Years</b>	<b>More than 5 Years</b>
Other financial commitments	\$ 170,956	\$ 61,513	\$ 109,443	\$ -
Environmental management plan	\$ 298,367	\$ 298,367	\$ -	\$ -

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

INV Minerale 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 of the Company 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.

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**13) 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:

<i>As at and for the nine-month period ended September 30, 2020</i>	<b>Assets</b>	<b>Liabilities</b>	<b>Total Comprehensive (Income)/Loss</b>
Canada*	\$ 5,598,217	\$ 732,572	\$ 2,684,683
Ecuador	84,668,186	1,625,944	637,973
Namibia	314	-	13,427
Barbados	6,008	-	36,650
	<b>\$ 90,272,725</b>	<b>\$ 2,358,516</b>	<b>\$ 3,372,733</b>

*For the year ended December 31, 2019*

	<b>Assets</b>	<b>Liabilities</b>
Canada*	\$ 14,297,148	\$ 699,924
Ecuador	78,487,445	1,245,026
Namibia	6,014	2,273
Barbados	3,613	9,579
	<b>\$ 92,794,220</b>	<b>\$ 1,956,802</b>

*For the nine-month period ended September  
30, 2019*

	<b>Total Comprehensive (Income)/Loss</b>
Canada*	\$ 1,834,398
Ecuador	1,846,176
Namibia	20,688
Barbados	35,596
	<b>\$ 3,736,858</b>

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