



**CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS**

**(UNAUDITED)**

**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2021**

**EXPRESSED IN CANADIAN DOLLARS**

**GOLD STANDARD VENTURES CORP.**Condensed Interim Consolidated Statements of Financial Position  
(Expressed in Canadian Dollars - unaudited)

	<b>September 30, 2021</b>	<b>December 31, 2020</b>
	<b>\$</b>	<b>\$</b>
<b>Assets</b>		
<b>Current</b>		
Cash	27,072,886	18,635,636
Receivables	11,309	114,935
Prepaid expenses	815,689	429,331
	<u>27,899,884</u>	<u>19,179,902</u>
<b>Exploration and evaluation assets</b> (Note 3)	259,674,609	244,065,107
<b>Reclamation bonds</b> (Note 4)	3,502,095	3,499,646
<b>Property and equipment</b>	96,440	174,936
<b>Right-of-use assets</b> (Note 5)	450,573	526,959
	<u>291,623,601</u>	<u>267,446,550</u>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	1,241,456	4,124,229
Current portion of lease liabilities (Note 5)	183,321	186,023
	<u>1,424,777</u>	<u>4,310,252</u>
<b>Lease liabilities</b> (Note 5)	275,763	378,252
<b>Deferred revenue</b> (Note 6)	2,779,754	2,582,119
<b>Provision for site reclamation</b> (Note 7)	2,024,416	1,985,521
	<u>6,504,710</u>	<u>9,256,144</u>
<b>Shareholders' equity</b>		
Share capital (Note 8)	364,107,640	330,813,214
Reserves (Note 8)	9,120,177	9,973,552
Deficit	(88,108,926)	(82,596,360)
	<u>285,118,891</u>	<u>258,190,406</u>
	<u>291,623,601</u>	<u>267,446,550</u>

Authorized for issuance by the Board of Directors on November 10, 2021.

“Alex Morrison”  
\_\_\_\_\_  
Alex Morrison, Director

“Zara Boldt”  
\_\_\_\_\_  
Zara Boldt, Director

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

**GOLD STANDARD VENTURES CORP.**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss  
(Expressed in Canadian Dollars - unaudited)

	For the three months ended		For the nine months ended	
	September 30,		September 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
<b>Expenses</b>				
Accretion expenses (Notes 6 and 7)	57,192	4,583	164,156	9,144
Community relations	3,277	-	10,073	6,635
Consulting fees	8,413	144,365	35,410	310,223
Depreciation	77,128	78,136	231,384	247,941
Foreign exchange loss (gain)	(654,411)	(90,228)	136,270	(73,641)
Insurance	135,035	139,978	431,200	375,608
Interest expense on lease liabilities (Note 5)	8,136	11,724	26,888	37,795
Investor relations	6,145	123,401	45,419	179,328
Management fees	320,505	280,250	2,249,812	840,750
Office	116,289	155,364	496,264	392,668
Professional fees	58,821	422,401	609,613	780,796
Property investigation	5,579	-	9,665	3,725
Regulatory and shareholders service	47,128	226,351	290,526	437,972
Share-based compensation (Note 8)	882,939	436,844	2,829,979	1,658,432
Travel and related	47,062	47,659	105,934	219,665
Wages and salaries	209,922	122,426	588,280	368,955
	(1,329,160)	(2,103,254)	(8,260,873)	(5,795,996)
Other income	51,819	3,750	63,433	15,485
<b>Loss and comprehensive loss for the period</b>	<b>(1,277,341)</b>	<b>(2,099,504)</b>	<b>(8,197,440)</b>	<b>(5,780,511)</b>
<b>Basic and diluted loss per share</b>	<b>(0.00)</b>	<b>(0.01)</b>	<b>(0.02)</b>	<b>(0.02)</b>
<b>Weighted average number of common shares outstanding (basic and diluted)</b>	<b>357,970,251</b>	<b>302,046,429</b>	<b>350,867,303</b>	<b>287,967,415</b>

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

**GOLD STANDARD VENTURES CORP.**  
Condensed Interim Consolidated Statements of Cash Flows  
(Expressed in Canadian Dollars - unaudited)

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	\$	\$
<b>Cash flows used in operating activities</b>		
Loss for the period	(8,197,440)	(5,780,511)
Items not affecting cash:		
Depreciation	231,384	247,941
Share-based compensation	2,829,979	1,658,432
Accretion expenses	164,156	9,144
Gain on lease amendment	(45,126)	-
Unrealized foreign exchange	46,490	(2,604)
Changes in non-cash working capital items		
Receivables	103,626	(19,239)
Prepaid expenses	(386,358)	(526,912)
Accounts payable and accrued liabilities	(696,872)	(229,643)
	<u>(5,950,161)</u>	<u>(4,643,392)</u>
<b>Cash flows used in investing activities</b>		
Reclamation bonds	-	(1,472,374)
Exploration and evaluation assets expenditures	(17,705,274)	(11,865,391)
	<u>(17,705,274)</u>	<u>(13,337,765)</u>
<b>Cash flows from financing activities</b>		
Proceeds from share issuances	34,509,200	37,499,487
Share issuance costs	(2,281,368)	(1,326,039)
Proceeds from exercise of stock options	-	583,750
Repayment of lease liabilities	(135,147)	(120,695)
	<u>32,092,685</u>	<u>36,636,503</u>
<b>Net change in cash</b>	8,437,250	18,655,346
<b>Cash, beginning of period</b>	<u>18,635,636</u>	<u>7,260,572</u>
<b>Cash, end of period</b>	<u>27,072,886</u>	<u>25,915,918</u>
<b>Non-cash transactions</b>		
Exploration and evaluation assets expenditures in accounts payable	910,412	3,172,904
Share issuance costs in accounts payable	-	87,775
Reclassification of stock options expired	2,617,438	701,805
Reclassification of stock options exercised	-	448,869
Reclassification of restricted share units cancelled	67,436	-
Reclassification of restricted share units vested	998,480	285,219
Capitalization of right-of-use assets and lease liabilities	31,376	-
Provision for site reclamation	22,015	1,042,196

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

**GOLD STANDARD VENTURES CORP.**

## Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

(Expressed in Canadian Dollars - unaudited)

	<u>Number of Shares Issued</u>	<u>Share Capital</u>	<u>Reserves</u>	<u>Deficit</u>	<u>Total Shareholders' Equity</u>
		\$	\$	\$	\$
<b>Balance at December 31, 2019</b>	<b>277,527,886</b>	<b>290,532,540</b>	<b>10,255,771</b>	<b>(72,927,747)</b>	<b>227,860,564</b>
Shares issued for cash	36,716,669	37,499,487	-	-	37,499,487
Share issuance costs	-	(1,413,814)	-	-	(1,413,814)
Stock options exercised	775,000	1,032,619	(448,869)	-	583,750
Restricted share units vested	144,045	285,219	(285,219)	-	-
Stock options expired	-	-	(701,805)	701,805	-
Share-based compensation	-	-	1,658,432	-	1,658,432
Loss for the period	-	-	-	(5,780,511)	(5,780,511)
<b>Balance at September 30, 2020</b>	<b>315,163,600</b>	<b>327,936,051</b>	<b>10,478,310</b>	<b>(78,006,453)</b>	<b>260,407,908</b>
Shares issued for cash	1,000,000	854,000	-	-	854,000
Share issuance costs	-	(62,888)	-	-	(62,888)
Stock options exercised	1,550,000	1,819,658	(688,158)	-	1,131,500
Restricted share units vested	292,740	266,393	(266,393)	-	-
Stock options expired	-	-	(370,175)	370,175	-
Share-based compensation	-	-	819,968	-	819,968
Loss for the period	-	-	-	(4,960,082)	(4,960,082)
<b>Balance at December 31, 2020</b>	<b>318,006,340</b>	<b>330,813,214</b>	<b>9,973,552</b>	<b>(82,596,360)</b>	<b>258,190,406</b>
Shares issued for cash	39,215,000	34,509,200	-	-	34,509,200
Share issuance costs	-	(2,213,254)	-	-	(2,213,254)
Restricted share units vested	748,911	998,480	(998,480)	-	-
Stock options expired	-	-	(2,617,438)	2,617,438	-
Restricted share units cancelled	-	-	(67,436)	67,436	-
Share-based compensation	-	-	2,829,979	-	2,829,979
Loss for the period	-	-	-	(8,197,440)	(8,197,440)
<b>Balance at September 30, 2021</b>	<b>357,970,251</b>	<b>364,107,640</b>	<b>9,120,177</b>	<b>(88,108,926)</b>	<b>285,118,891</b>

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

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

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### **NOTE 1 - Nature and Continuance of Operations**

Gold Standard Ventures Corp. (the “Company”) was incorporated on February 6, 2004 under the *Business Corporations Act* (British Columbia) and is listed for trading on the Toronto Stock Exchange (“TSX”) under the symbol “GSV” and on the NYSE American under the symbol “GSV”.

The Company’s head office, principal address and registered and records office is located at Suite 610 – 815 West Hastings Street, Vancouver, British Columbia, Canada, V6C 1B4.

The Company’s exploration and evaluation assets are at the exploration stage and are without a known body of commercial ore. The business of exploring for minerals involves a high degree of risk. Few properties that are explored are ultimately developed into producing mines. Major expenditures may be required to establish ore reserves, to develop metallurgical processes, to acquire construction and operating permits and to construct mining and processing facilities. The amounts shown as exploration and evaluation assets cost represent acquisition, holding and deferred exploration costs and do not necessarily represent present or future recoverable values. The recoverability of the amounts shown for exploration and evaluation assets cost is dependent upon the Company obtaining the necessary financing to complete the exploration and development of the properties, the discovery of economically recoverable reserves and future profitable operations or through sale of the assets.

These consolidated financial statements have been prepared on the assumption that the Company and its subsidiaries will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at September 30, 2021, the Company had not advanced its properties to commercial production and is not able to finance day to day activities through operations. The Company’s continuation as a going concern is dependent upon the successful results from its exploration activities and its ability to attain profitable operations and generate funds therefrom and/or raise equity capital or borrowings sufficient to meet current and future obligations. The Company may require additional financing for the upcoming fiscal year in order to maintain its operations and exploration activities.

### **NOTE 2 - Significant Accounting Policies and Basis of Preparation**

The following is a summary of significant accounting policies used in the preparation of these condensed interim consolidated financial statements.

#### **Statement of compliance**

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and International Accounting Standards (“IAS”) 34 “Interim Financial Reporting” as issued by the International Accounting Standards Board (“IASB”).

This condensed interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2020.

The accounting policies applied in preparation of these condensed interim consolidated financial statements are consistent with those applied and disclosed in the Company’s audited consolidated financial statements for the year ended December 31, 2020.

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

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### **NOTE 2 - Significant Accounting Policies and Basis of Preparation (continued)**

#### **Basis of presentation**

These condensed interim consolidated financial statements of the Company have been prepared on an accrual basis and are based on historical costs, except for investments which are measured at fair value. The condensed interim consolidated financial statements are presented in Canadian dollars unless otherwise noted.

#### **Basis of consolidation**

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries, JKR Gold Resources ULC, Gold Standard Ventures (US) Inc., Tacoma Exploration LLC, Battle Mountain Gold Inc. ("BMG"), and Madison Enterprises (Nevada) Inc., from their dates of formation or acquisition. The Company's Canadian subsidiaries are holding companies while its US subsidiaries are operating companies. All significant intercompany accounts and transactions between the Company and its subsidiaries have been eliminated upon consolidation.

#### **Foreign currency translation**

The functional currency of an entity is the currency of the primary economic environment in which the entity operates. The functional currency of the Company and each of its subsidiaries is the Canadian dollar. The functional currency determinations were conducted through an analysis of the consideration factors identified in IAS 21 – The Effects of Changes in Foreign Exchange Rates.

Transactions in currencies other than Canadian dollars are recorded at exchange rates prevailing on the dates of the transactions. At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are translated at the period end exchange rate while non-monetary assets and liabilities are translated at historical rates. Revenues and expenses are translated at the exchange rates approximating those in effect on the date of the transactions. Exchange gains and losses arising on translation are included in profit or loss.

#### **Use of estimates**

The preparation of financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported revenues and expenses during the period.

Although management uses historical experience and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

The most significant items that require estimates and judgements as the basis for determining the stated amounts include the uncertainty of the COVID-19 pandemic, recoverability of exploration and evaluation assets, determination of functional currency, going concern, valuation of share-based compensation, recognition of deferred tax amounts, reclamation provisions, leases, and deferred revenue.

Critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as follows:

#### **Uncertainty of COVID-19 pandemic**

The global outbreak of COVID-19 has disrupted the normal operations of many businesses, including the Company's. This outbreak could adversely affect and harm the Company's business and results of operations. It is not possible for us to predict the duration or magnitude of the adverse results of COVID-19 and its effects on the Company's business or results of operations at this time.

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

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### **NOTE 2 - Significant Accounting Policies and Basis of Preparation (continued)**

#### **Use of estimates (continued)**

##### Economic recoverability and probability of future economic benefits of exploration and evaluation assets

Management has determined that exploration, evaluation, and related costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including, geologic and other technical information, a history of conversion of mineral deposits with similar characteristics to its own properties to proven and probable mineral reserves, the quality and capacity of existing infrastructure facilities, evaluation of permitting and environmental issues and local support for the project.

##### Going concern

The financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The assessment of the Company's ability to fund future operations and continue as a going concern involves judgement. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. If the going concern assumption is not appropriate for the financial statements, then adjustments may be necessary to the carrying value of assets and liabilities and the statement of financial position classifications used (Note 1).

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustments are as follows:

##### Reclamation provisions

The Company's reclamation provision represents management's best estimate of the present value of the future cash outflows required to settle the obligation. Management assesses these provisions at the end of each reporting period or when new information becomes available. This assessment includes the estimation of the future reclamation costs, the timing of these expenditures, inflation, and the impact of changes in discount rates, interest rates and foreign exchange rates. The actual future expenditures may differ from the amounts currently provided if the estimates made are significantly different than actual results or if there are significant changes in environmental and/or regulatory requirements in the future.

#### **Standards issued or amended but not yet effective**

The Company has not applied the following revised IFRS that has been issued but was not yet effective at September 30, 2021. This accounting standard is not currently expected to have a significant effect on the Company's accounting policies or financial statements.

- IAS 16, *Property, Plant and Equipment - Proceeds before Intended Use* (effective January 1, 2022). The amendment prohibits deducting from the cost of property, plant and equipment amounts received from selling items produced while preparing the asset for its intended use. Instead, a company will recognize such sale proceeds and related cost in profit or loss.



**GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

**NOTE 3 – Exploration and Evaluation Assets**

Expenditures for the periods related to exploration and evaluation assets located in Nevada, USA were as follows:

	<b>Railroad- Pinion Project</b>	<b>Lewis Gold Project</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance as at December 31, 2019</b>	<b>181,996,057</b>	<b>39,334,874</b>	<b>221,330,931</b>
Claim maintenance fees	399,726	90,729	490,455
Consulting	1,068,158	16,934	1,085,092
Data analysis	274,113	-	274,113
Drilling	8,771,435	-	8,771,435
Economic assessments	1,259,910	-	1,259,910
Engineering	147,665	-	147,665
Environmental and permitting	1,872,415	57,798	1,930,213
Equipment rental	193,709	-	193,709
Geological	39,442	-	39,442
Geotechnical	484,804	-	484,804
Hydrology	394,116	-	394,116
Lease payments	1,579,111	122,099	1,701,210
Metallurgy	749,040	-	749,040
Provision for site reclamation	1,078,871	-	1,078,871
Sampling and processing	771,180	-	771,180
Site development and reclamation	2,828,830	2,494	2,831,324
Supplies	493,281	-	493,281
Vehicle	38,316	-	38,316
	<u>22,444,122</u>	<u>290,054</u>	<u>22,734,176</u>
<b>Balance as at December 31, 2020</b>	<b>204,440,179</b>	<b>39,624,928</b>	<b>244,065,107</b>

**GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

**NOTE 3 - Exploration and Evaluation Assets (continued)**

	<u>Railroad- Pinion</u>	<u>Lewis</u>	<u>Total</u>
	\$	\$	\$
<b>Balance as at December 31, 2020</b>	<b>204,440,179</b>	<b>39,624,928</b>	<b>244,065,107</b>
NSR buydown	2,456,400	-	2,456,400
Exploration expenses			
Claim maintenance fees	361,599	82,203	443,802
Consulting	1,417,615	18,748	1,436,363
Data analysis	34,794	-	34,794
Drilling	3,719,970	-	3,719,970
Economic assessment	833,064	-	833,064
Engineering	695,094	-	695,094
Environmental and permitting	1,092,401	1,272	1,093,673
Equipment rental	77,668	-	77,668
Geotechnical	35,463	-	35,463
Hydrology	755,867	-	755,867
Lease payments	738,930	-	738,930
Metallurgy	442,710	-	442,710
Provision for site reclamation	22,015	-	22,015
Sampling and processing	890,217	-	890,217
Site development and reclamation	1,675,891	-	1,675,891
Supplies	256,795	786	257,581
	<u>15,506,493</u>	<u>103,009</u>	<u>15,609,502</u>
<b>Balance as at September 30, 2021</b>	<b>219,946,672</b>	<b>39,727,937</b>	<b>259,674,609</b>

**Railroad-Pinion Project**

The Railroad-Pinion project is located in Elko County, Nevada, USA.

During the period from August 2009 to December 2019, the Company entered into various agreements to acquire or lease certain claims, properties and surface rights subject to net smelter return royalties (“NSR”) ranging between 1% and 5%. As well, certain claims are subject to a 1.5% mineral production royalty. The agreements are subject to specific lease terms, extension options, back-in rights, buydown or purchase provisions, and work commitments as further detailed in the Company’s most recent annual audited consolidated financial statements.

In April 2021, the Company purchased a NSR on certain claims within the Railroad-Pinion project for US\$2,000,000.

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

### **NOTE 3 - Exploration and Evaluation Assets – (continued)**

Payment requirements for the remainder of 2021 to 2025 under agreements are approximately as follows:

	<b>Total Work commitment US\$</b>	<b>Total Lease payment US\$</b>	<b>Total US\$</b>
2021	-	666,000	666,000
2022	1,400,000	826,000	2,226,000
2023	1,300,000	782,000	2,082,000
2024	1,300,000	676,000	1,976,000
2025	1,300,000	676,000	1,976,000
	<b>5,300,000</b>	<b>3,626,000</b>	<b>8,926,000</b>

#### **Lewis Gold Project**

During the year ended December 31, 2017, the Company acquired a 100% right, title and interest in mining claims located in the Battle Mountain Mining District in Lander County, Nevada, USA (the “Lewis Gold Project”).

The Lewis Gold Project is subject to an advance minimum annual royalty in the amount of US\$60,000 in cash, which is subject to an annual escalation based upon a defined consumer price index. The advance minimum royalty payments are to be credited against any production royalty payable in the same year. Production royalties include a 3.5% NSR for gold and silver and a 4% NSR for other minerals such as lead, zinc, and copper.

### **NOTE 4 - Reclamation Bonds**

In relation to its exploration and evaluation assets, the Company has posted reclamation bonds as at September 30, 2021 of \$3,502,095 (US\$2,747,965) (December 31, 2020 - \$3,499,646 (US\$2,747,965)).

### **NOTE 5 – Right-of-Use Assets and Lease Liabilities**

#### **Right-of-Use Assets**

	<b>Office Leases</b>
<b>Cost:</b>	\$
At December 31, 2019 and 2020	934,659
Lease amendment	76,502
At September 30, 2021	1,011,161
<b>Depreciation:</b>	
At December 31, 2019	203,850
Charge for the year	203,850
At December 31, 2020	407,700
Charge for the period	152,888
At September 30, 2021	560,588
<b>Net book value:</b>	
At December 31, 2020	526,959
<b>At September 30, 2021</b>	<b>450,573</b>

## GOLD STANDARD VENTURES CORP.

Notes to Condensed Interim Consolidated Financial Statements

For the three and nine months ended September 30, 2021

(Expressed in Canadian Dollars - unaudited)

### NOTE 5 – Right-of-Use Assets and Lease Liabilities (continued)

#### Lease Liabilities

	\$
At December 31, 2019	729,878
Lease payments made	(213,254)
Interest expense on lease liabilities	48,572
Foreign exchange adjustment	(921)
<b>At December 31, 2020</b>	<b>564,275</b>
Lease payments made	(162,035)
Interest expense on lease liabilities	26,888
Lease amendment	31,376
Foreign exchange adjustment	(1,420)
<b>At September 30, 2021</b>	<b>459,084</b>
Less: current portion	(183,321)
<b>Non-current lease liabilities</b>	<b>275,763</b>

The remaining minimum future lease payments, excluding estimated operating costs, for the term of the leases including assumed renewal periods are as follows:

	\$
The remainder of fiscal 2021	56,625
Fiscal 2022	175,536
Fiscal 2023	74,119
Fiscal 2024 and beyond	226,447

### NOTE 6 – Deferred Revenue

On October 29, 2020, the Company entered into a silver streaming arrangement (“Silver Stream”) with OMF Fund III (HG) Ltd. (“Orion”), whereby Orion made an upfront cash payment of US\$2,000,000, pursuant to which the Company will deliver to Orion 100% of the silver production from the potential South Railroad mine over the life of mine. Orion will pay an ongoing cash purchase price equal to 15% of the prevailing silver price at the time of delivery. The upfront payment for the Silver Stream has been accounted for as deferred revenue as the agreement will be satisfied through the delivery of non-financial items (i.e. silver commodity from the Company’s production), rather than cash or financial assets. The drawdown of the deferred revenue will be credited to future sales in the corresponding period.

	\$
Deferred revenue proceeds	2,594,000
Accretion expense	36,556
Foreign exchange adjustment	(48,437)
Balance as at December 31, 2020	2,582,119
Accretion expense	149,198
Foreign exchange adjustment	48,437
<b>Balance as at September 30, 2021</b>	<b>2,779,754</b>

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

### **NOTE 7 – Provision for Site Reclamation**

The Company recorded a provision for the estimated cost of site reclamation relating to exploration activities at its Railroad-Pinion and Lewis Gold projects. As at September 30, 2021, the Company used an inflation rate of 2.16% (December 31, 2020 – 2.16%) and an average discount rate of 3.09% (December 31, 2020 – 3.09%) in calculating the estimated obligation. The undiscounted uninflated value of the cash flows required to settle the provision is approximately \$2,191,208 and is expected to be incurred over the next 17 years.

	\$
Balance as at December 31, 2019	964,960
Change in estimate	1,078,871
Accretion expense	13,648
Foreign exchange adjustment	(71,958)
Balance as at December 31, 2020	1,985,521
Change in estimate	22,015
Accretion expense	14,958
Foreign exchange adjustment	1,922
<b>Balance as at September 30, 2021</b>	<b>2,024,416</b>

### **NOTE 8 - Share Capital and Reserves**

#### **Authorized Share Capital**

Unlimited number of common shares without par value.

#### **Issued Share Capital**

During the year ended December 31, 2020, the Company:

- issued 436,785 common shares of the Company at a weighted average value of \$1.26 per share in connection to the vesting of restricted share units.
- closed non-brokered private placements and issued 7,619,191 shares of the Company for gross proceeds of \$7,804,150, and incurred share issuance costs of \$7,614.
- issued 2,325,000 common shares on the exercise of stock options for proceeds of \$1,715,250.
- issued 30,097,478 common shares for gross proceeds totalling \$30,549,337, and incurred cash commission and expenses of \$1,469,088 under an at-the-market equity program.

During the nine months ended September 30, 2021, the Company:

- issued 748,911 common shares of the Company at a weighted average value of \$1.33 per share in connection to the vesting of restricted share units.
- completed an underwritten public offering financing and issued 39,215,000 common shares of the Company at a price of \$0.88 per share for gross proceeds totalling \$34,509,200, and incurred cash commissions and expenses of \$2,213,254.

#### **Share Purchase Warrants**

There were no share purchase warrants outstanding as at December 31, 2020 and September 30, 2021.

**GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

**NOTE 8 - Share Capital and Reserves (continued)****Stock Options**

During the year ended December 31, 2020, the Company granted a total of 3,830,306 stock options exercisable for up to five years with an aggregate grant date fair value of \$1,720,964. In addition, the Company expensed a total of \$1,231,724 as share-based compensation over the vesting period.

During the nine months ended September 30, 2021, the Company granted a total of 7,010,085 stock options exercisable for up to five years with an aggregate grant date fair value of \$2,683,467. The Company expensed a total of \$1,441,356 (September 30, 2020 - \$928,868) as share-based compensation over the corresponding vesting period.

The fair value of options granted is estimated on the grant date using the Black-Scholes option pricing model using the following weighted average variables:

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
Risk-free interest rate	0.40%	1.37%
Expected option life in years	4 years	4 years
Expected stock price volatility	60%	57%
Expected dividend rate	0%	0%

A summary of stock option activities is as follows:

	<b>Number of options</b>	<b>Weighted average exercise price</b>
		<b>\$</b>
Outstanding at December 31, 2019	10,338,720	1.76
Exercised	(2,325,000)	0.74
Granted	3,830,306	0.97
Expired	(1,195,664)	1.72
Outstanding at December 31, 2020	10,648,362	1.70
Granted	7,010,085	0.84
Expired	(3,096,034)	1.69
<b>Outstanding at September 30, 2021</b>	<b>14,562,413</b>	<b>1.29</b>

The weighted average remaining life of the stock options is 3.19 years (December 31, 2020 – 2.92 years).

## GOLD STANDARD VENTURES CORP.

Notes to Condensed Interim Consolidated Financial Statements

For the three and nine months ended September 30, 2021

(Expressed in Canadian Dollars - unaudited)

### NOTE 8 - Share Capital and Reserves (continued)

#### Restricted Share Units (“RSUs”)

During the year ended December 31, 2020, the Company granted 1,220,016 RSUs to certain officers and directors with a fair value of \$1,266,380. In addition, the Company expensed a total of \$1,246,676 as share-based compensation over the vesting period.

During the nine months ended September 30, 2021, the Company granted 2,615,873 RSUs to certain officers and directors with a fair value of \$2,251,845. In addition, the Company cancelled 219,825 (September 30, 2020 – Nil) RSUs and the fair value of \$67,436 (September 30, 2020 - \$Nil) attributable to these RSUs was transferred from reserves to deficit. The Company expensed a total of \$1,388,623 (September 30, 2020 - \$729,564) as share-based compensation over the corresponding vesting period.

A summary of restricted share unit activities is as follows:

	<u>Number of RSUs</u>
Outstanding at December 31, 2019	963,348
Vested	(436,785)
Granted	1,220,016
Outstanding at December 31, 2020	1,746,579
Vested	(748,911)
Cancelled	(219,825)
Granted	2,615,873
<b>Outstanding at September 30, 2021</b>	<b>3,393,716</b>

### NOTE 9 - Segmented Information

The Company has one operating segment, being the acquisition and exploration of exploration and evaluation assets. Geographic information is as follows:

	<u>As at December 31, 2020</u>		
	<u>Canada</u>	<u>US</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Reclamation bonds	-	3,499,646	3,499,646
Property and equipment	2,736	172,200	174,936
Exploration and evaluation assets	-	244,065,107	244,065,107
Right-of-use assets	304,213	222,746	526,959
	<b>306,949</b>	<b>247,959,699</b>	<b>248,266,648</b>
	<u>As at September 30, 2021</u>		
	<u>Canada</u>	<u>US</u>	<u>Total</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>
Reclamation bonds	-	3,502,095	3,502,095
Property and equipment	1,607	94,833	96,440
Exploration and evaluation assets	-	259,674,609	259,674,609
Right-of-use assets	328,063	122,510	450,573
	<b>329,670</b>	<b>263,394,047</b>	<b>263,723,717</b>

## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

### **NOTE 10 - Related Party Transactions**

During the nine months ended September 30, 2021, the Company entered into the following transactions with related parties, not disclosed elsewhere in these financial statements:

- i. As at September 30, 2021, \$Nil was included in accounts payable and accrued liabilities owing to related parties. As at December 31, 2020, \$92,400 and \$64,248 was included in accounts payable and accrued liabilities in relation to management fees and professional fees owing to the former CEO and former CFO, respectively.

Summary of key management personnel compensation:

Key management personnel includes those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Board and the Company's Chief Executive Officer, Chief Operating Officer and Chief Financial Officer.

	<b>For the nine months ended September 30,</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Salaries and fees	1,349,309	1,221,061
Termination payments	1,187,509	-
Share-based compensation	2,300,384	1,309,556
	<b>4,837,202</b>	<b>2,530,617</b>

In the nine months ended September 30, 2021, the Company paid termination benefits of \$782,000 and \$405,509 to the former Vice President - General Counsel and Corporate Secretary and former Chief Financial Officer, respectively.

### **NOTE 11 - Capital Disclosure and Management**

The Company considers its capital structure to include the components of shareholders' equity. Management's objective is to ensure that there is sufficient capital to minimize liquidity risk and to continue as a going concern. As an exploration stage company, the Company is currently unable to self-finance its operations.

Although the Company has been successful in the past in obtaining financing through the sale of equity securities and metal streams, there can be no assurance that the Company will be able to obtain adequate financing in the future, or that the terms of such financings will be favourable.

The Company's share capital is not subject to any external restrictions and the Company did not change its approach to capital management during the period.

### **NOTE 12 - Financial Instruments and Risk Management**

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company's financial instruments consist of cash, receivables, reclamation bonds, and accounts payable and accrued liabilities. The fair value of these financial instruments, other than cash, approximates their carrying values due to the short-term nature of these instruments.

The Company is exposed to a variety of financial risks by virtue of its activities including currency, credit, interest rate, liquidity, and commodity price.



## **GOLD STANDARD VENTURES CORP.**

Notes to Condensed Interim Consolidated Financial Statements

**For the three and nine months ended September 30, 2021**

(Expressed in Canadian Dollars - unaudited)

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### **NOTE 12 - Financial Instruments and Risk Management (continued)**

a) Currency risk

The Company conducts exploration and evaluation activities in the United States. As such, it is subject to risk due to fluctuations in the exchange rates for the Canadian and US dollars. As at September 30, 2021, the Company had a foreign currency net monetary asset position of approximately US\$15,288,000. Each 1% change in the US dollar relative to the Canadian dollar will result in a foreign exchange gain/loss of approximately \$152,880.

b) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's cash is held in large Canadian and U.S. financial institutions and the Company considers this risk to be remote.

c) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to limited interest rate risk as it only holds cash and highly liquid short-term investments.

d) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they come due. The Company's ability to continue as a going concern is dependent on management's ability to raise the required capital through future equity or debt issuances. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board are actively involved in the review, planning, and approval of significant expenditures and commitments. The Company is exposed to liquidity risk.

e) Commodity price risk

The ability of the Company to raise funds to explore and develop its exploration and evaluation assets and the future profitability of the Company are directly related to the price of gold. The Company monitors gold prices to determine the appropriate course of action to be taken.