VIVA GOLD CORP.
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended July 31, 2020

(Expressed in Canadian dollars)

(Unaudited – Prepared by Management)

<u>Reader's Note:</u>

These unaudited interim condensed consolidated financial statements of Viva Gold Corp. have been prepared by management and have not been reviewed by the Company's auditor

Viva Gold Corp.

Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

	Note	July 31, 2020	October 31, 2019
		$ (Unaudited)	$
ASSETS			
Current Assets			
Cash and cash equivalents	4	**2,030,762**	35,979
Receivable and prepayments		**157,069**	61,393
		2,187,831	97,372
Cash – restricted	5	**83,295**	81,779
Exploration and evaluation assets	6	**764,350**	750,436
Right of use asset	3	**8,722**	-
TOTAL ASSETS		**3,044,198**	929,587
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	**53,443**	255,448
Loan Payable		**-**	196,068
Lease Liability	3	**9,073**	-
		62,516	451,516
Asset retirement obligation	8	**166,196**	163,171
TOTAL LIABILITIES		**228,712**	614,687
SHAREHOLDERS' EQUITY			
Common shares	9	**8,699,414**	5,231,513
Cumulative translation adjustment		**10,919**	12,714
Contributed surplus	9	**811,829**	561,572
Deficit		**(6,706,676)**	(5,490,899)
TOTAL SHAREHOLDERS' EQUITY		**2,815,486**	314,900
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**3,044,198**	929,587

Nature of Operations and Going Concern (Note 1)
Events Occurring after the Reporting Period (Note 10)

Approved on behalf of the Board:

"Gary MacDonald"
Gary MacDonald, Director

"James Hesketh"
James Hesketh, Director

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

Viva Gold Corp.

Interim Consolidated Statements of Loss and Comprehensive Loss

(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

	Note	For the three months ended July 31, 2020	2019	For the nine months ended July 31, 2020	2019
		$	$	**$**	$
OPERATING EXPENSES					
Amortization expense	3	**3,860**	-	**11,388**	-
Exploration cost	6	**345,528**	74,696	**517,145**	617,156
Management fees	7	**17,084**	16,597	**50,768**	55,430
Office costs		**19,059**	15,814	**43,788**	35,527
Professional fees	7	**33,384**	26,376	**72,838**	85,160
Share based payments	7 & 9	**158,364**	32,571	**236,292**	216,093
Investor relations		**60,853**	84,166	**227,817**	279,665
Transfer agent and filing fees		**15,797**	12,606	**23,117**	32,880
Travel expenses		**-**	174	**21,418**	10,640
		(653,929)	(263,000)	**(1,204,571)**	(1,332,551)
Interest expense	7	**(3,436)**	(5,638)	**(11,336)**	(30,082)
Interest income		**-**	-	**130**	130
NET LOSS		**(657,365)**	(268,638)	**(1,215,777)**	(1,362,503)
OTHER COMPREHENSIVE INCOME (LOSS):					
Items that may be reclassified to profit or loss					
Exchange losses arising on translation of foreign operations		**811**	(11,226)	**(1,795)**	4,610
COMPREHENSIVE LOSS		**(656,554)**	(279,864)	**(1,217,572)**	(1,357,893)
BASIC AND DILUTED LOSS PER SHARE		**(0.02)**	(0.01)	**(0.04)**	(0.07)
Weighted average number of shares outstanding		**32,147,506**	21,501,121	**28,069,790**	20,940,801

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

Viva Gold Corp.

Interim Consolidated Statements of Changes in Shareholders' Equity

(Expressed in Canadian Dollars)
Unaudited – Prepared by Management

	Number of shares	Share capital $	Shares Subscribed $	Cumulative Translation Adjustment $	Contributed Surplus $	Deficit $	Total Equity $
Balance as at October 31, 2018	18,836,077	3,533,775	19,980	3,687	304,423	(3,233,802)	628,063
Private placements - Cash	4,154,320	1,383,215	(19,980)	-	-	-	1,363,235
Financing cost incurred - Cash	-	(33,804)	-	-	-	-	(33,804)
Financing cost incurred - Warrants	-	(2,500)	-	-	2,500	-	-
Share subscriptions received in advance	-	-	118,250	-	-	-	118,250
Exercise of warrants	40,000	14,000	-	-	-	-	14,000
Share based payments - Options	-	-	-	-	216,093	-	216,093
Exchange differences arising on translation of foreign operations	-	-	-	4,610	-	-	4,610
Net loss	-	-	-	-	-	(1,362,503)	(1,362,503)
Balance as at July 31, 2019	20,030,397	4,894,686	118,250	8,297	523,016	(4,596,305)	947,944
Balance as at October 31, 2019	24,227,565	5,231,513	-	12,714	561,572	(5,490,899)	314,900
Private placement - Cash	14,998,860	3,698,771	-	-	13,965	-	3,712,736
Financing cost incurred - Cash	-	(230,870)	-	-	-	-	(230,870)
Share based payments – Options	-	-	-	-	236,292	-	236,292
Exchange differences arising on translation of foreign operations	-	-	-	(1,795)	-	-	(1,795)
Net loss	-	-	-	-	-	(1,215,777)	(1,215,777)
Balance as at July 31, 2020	39,226,425	8,699,414	-	10,919	811,829	(6,706,676)	2,815,486

Viva Gold Corp.

Interim Consolidated Statements of Cash Flows

(Expressed in Canadian Dollars)
Unaudited – Prepared by Management

	For the nine months ended July 31, 2020	2019
	$	**$**
OPERATING ACTIVITIES		
Net loss	**(1,215,777)**	(1,362,503)
Accretion of lease liability	**1,150**	-
Amortization	**11,388**	-
Share based payments	**236,292**	216,093
Changes in working capital:		
Receivable and prepayments	**(95,693)**	(85,232)
Accounts payable and accrued liabilities	**(208,374)**	(84,891)
Interest payable	**11,336**	30,082
Cash flow used in operating activities	**(1,259,678)**	(1,286,451)
FINANCING ACTIVITIES		
Proceeds from private placement	**3,712,736**	1,329,431
Principal payment on lease	**(12,186)**	-
Exercise of warrants	**-**	14,000
Share subscriptions received in advance	**-**	118,250
Share issuance cost	**(230,870)**	-
Proceeds from loans	**50,000**	-
Repayment of loans	**(257,404)**	(55,000)
Cash flow from financing activities	**3,262,276**	1,406,681
INCREASE (DECREASE) IN CASH	**2,002,598**	120,230
Impact of foreign exchange	**(7,815)**	4,612
CASH AND CASH EQUIVALENTS – Beginning	**35,979**	415,406
CASH AND CASH EQUIVALENTS – Ending	**2,030,762**	540,248
Non-cash transactions:		
Finders' warrants issued	**-**	2,500

1. Nature of Operations and Going Concern

Viva Gold Corp. ("Viva" or the "Company") was incorporated under the Business Corporation Act (British Columbia) on September 24, 2009. The address of the Company's corporate office and principal place of business is Suite 302, 8047 199 Street, Langley, British Columbia, Canada, V2Y 0E2.

The Company's business is the acquisition, exploration and development of precious metal properties. It is currently advancing its 100% owned Tonopah Project, located in the Walker Lane Trend in Western Nevada.

These interim condensed consolidated financial statements have been prepared on the assumption that the Company 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 business. The Company's ability to continue as a going concern is dependent upon the ability of the Company to obtain financing and generate positive cash flows from its operations. Viva is an exploration stage company and as at July 31, 2020 had an accumulated deficit of $6,706,676. Management of the Company does not expect that its current cash position will be sufficient to meet all of its operating requirements, financial commitments, and business development priorities during the next twelve months. Accordingly, the Company will need to obtain financing in the form of debt, equity, or a combination thereof for the next twelve months to continue to operate. There can be no assurance that additional funding will be available to the Company, or, if available, that this funding will be on acceptable terms. These conditions indicate the existence of material uncertainty that may give rise to significant doubt about Viva's ability to continue as a going concern.

2. Basis of Presentation

Statement of Compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting, and based on the principles of International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These financial statements should be read in conjunction with the Company's annual audited consolidated financial statements for the year ended October 31, 2019, which include all of the Company's significant accounting policies, and have been prepared in accordance with the same methods of application.

These interim condensed consolidated financial statements were authorized for issue by the Board of Directors of the Company on September 28, 2020.

Basis of Measurement

These interim condensed consolidated financial statements have been prepared on an accrual basis and are based on historical costs, modified where applicable. The financial statements are presented in Canadian dollars unless otherwise noted.

Significant Accounting Estimates and Judgments

The preparation of financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and 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 the judgments 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 interim condensed consolidated financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited consolidated financial statements for the year ended October 31, 2019 except for the adoption of IFRS 16, as described in Note 3.

3. Changes in Accounting policies

IFRS 16 Leases sets out the principles for recognition, measurement, presentation, and disclosure of leases. It eliminates the classification of leases as either operating or finance leases required by IAS 17 and introduces a single lessee accounting model.

From November 1, 2019, leases are recognized as a right-to-use asset with a corresponding liability at the date at which the leased asset is available for use. Each lease payment is allocated between the liability and the finance cost. The finance cost is charged to profit or loss over the lease period to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments, less any lease incentives receivable.
- Variable lease payments that are based on an index or a rate.
- Amounts expected to be payable by the lessee under residual value guarantees.
- The exercise price of a purchase option if the Company is reasonably certain to exercise that option.
- Payments for penalties for terminating the lease.

Lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the Company's incremental borrowing rate is used, being the rate that the Company would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Right-of-use assets are measured at cost comprising the following:

- The amount of the initial measurement of lease liability.
- Any lease payments made at or before the commencement date less any lease incentives received.
- Any initial direct costs.
- Restoration costs.

Payments associated with short-term leases and leases of low-value assets are recognized on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a term of 12 months or less. Low value assets comprise office equipment.

The Company adopted IFRS 16 retrospectively from November 1, 2019 but has not restated comparatives for the 2019 reporting period, as permitted under the specific transitional provisions in the standard. The adjustments arising from the new leasing rules were therefore recognized in the opening balance sheet on November 1, 2019

(Expressed in Canadian dollars)

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

- Account for leases with a remaining term of less than 12 months as of November 1, 2019 as short-term leases;
- Apply a discount rate equivalent to the incremental borrowing rate of the Company;
- Account for lease payments as an expense and not recognize a right-to-use asset if the underlying asset is of low dollar value; and
- Use hindsight in determining the lease term where the contract contains terms to extend or terminate the lease

In March 2019, the Company entered into a lease agreement for an office space in Tonopah, Nevada and had accounted for it as an operating lease based on the previous IFRS standards as of October 31, 2019. On November 1, 2019, the Company adopted IFRS 16 standard and recognized this lease as per the new standard. For the purpose of initial recognition of right of use asset and lease liability, the Company used the total commitment amount of \$21,056 (US\$16,000) as at October 31, 2019 and discounted this amount to \$19,632 (US\$14,918) by using a discount rate of 10%, the Company's incremental borrowing rate.

A continuity of the Company's lease liability is as follows:

FS Presentation - July 31, 2020 **Lease Liability**	
Initial recognition	19,632
Payments	(12,186)
Accretion	1,150
Impact of foreign exchange	477
	9,073

A continuity of the Company's right of use asset schedule is as follows:

FS Presentation - July 31, 2020 **Right of Use Asset**	
Initial recognition	19,632
Amortization	(11,388)
Impact of foreign exchange	478
	8,722

(Expressed in Canadian dollars)

4. Cash and Cash Equivalents

	July 31, 2020	October 31, 2019
	$	$
Cash at bank	**2,019,764**	24,986
Guaranteed investment certificates	**10,750**	10,750
Deposits	**248**	243
	2,030,762	35,979

5. Restricted Cash

The Company has reclamation bonds with the Bureau of Land Management in the State of Nevada to insure the completion of future Asset Retirement Obligations (Note 8) as estimated utilizing a standardized reclamation cost estimating system for the State of Nevada. The Company pays an annual surety premium for this insurance. The Company has made cash deposits and these deposits are not releasable until such time that sufficient reclamation has been completed.

	July 31, 2020	October 31, 2019
	$	$
Opening balance	**81,779**	81,667
Impact of foreign exchange	**1,516**	112
	83,295	81,779

6. Exploration and Evaluation Assets

The Company acquired the Tonopah Project in March 2017. The Tonopah Project is an advanced stage exploration/evaluation project located on the Walter Lake Trend of Western Nevada.

A continuity of the Company's exploration and evaluation assets is as follows:

	July 31, 2020	October 31, 2019
	$	$
Opening balance	**750,436**	749,409
Impact of foreign exchange	**13,914**	1,027
	764,350	750,436

(Expressed in Canadian dollars)

The following is a summary of exploration expenditures incurred by the Company on the Tonopah Project:

	For the three months ended July 31		For the nine months ended July 31	
	2020	**2019**	**2020**	**2019**
	$	**$**	**$**	**$**
Bond Premium	**25**	-	**5,088**	4,999
Consulting	**1,854**	7,025	**35,538**	61,454
Drilling	**177,867**	-	**204,496**	320,209
Environmental	**6,609**	3,728	**10,611**	8,281
Metallurgical Testwork	**21**	12,022	**4,292**	33,526
Permits	**-**	-	**-**	1,813
Salaries	**17,084**	16,597	**50,768**	55,430
Samples	**15,141**	-	**15,141**	61,348
Supplies/General	**9,733**	2,421	**19,081**	5,843
Technical Reports	**101,238**	27,461	**156,147**	39,527
Travel	**15,956**	5,442	**15,983**	24,726
	345,528	74,696	**517,145**	617,156

7. Related Party Transactions

a) The Company is party to a consulting service agreement, dated April 10, 2017, with Kalex LLC ("Kalex"), an entity owned by James Hesketh, the Company's director, president and CEO. During the period ended July 31, 2020, the Company incurred $101,536 (2019 - $110,860) in management fees/salaries. The Compensation of Mr. Hesketh is equally divided between management fees in the statement of loss and as salaries within exploration expenditures. As at July 31, 2020, $25,850 (October 31, 2019 - $77,396), included in accounts payable and accrued liabilities, was due to Kalex.

b) Avisar Everyday Solutions and Avisar Chartered Professional Accountants ("Avisar"), firms where the CFO is a founder and principal, provides bookkeeping, treasury, and financial reporting services to the Company. During the period ended July 31, 2020, the Company incurred accounting fees of $50,143 (2019 - $38,503) to both firms. As at July 31, 2020, $5,460 (October 31, 2019 - $6,110), included in accounts payable and accrued liabilities, was due to Avisar.

c) During the period ended July 31, 2020, share based payments related to the incentive stock options granted to related parties amounted to $108,366.

8. Asset Retirement Obligation

A continuity of the Company's Asset Retirement Obligation is as follows:

	July 31, 2020	October 31, 2019
	$	**$**
Opening balance	**163,171**	162,948
Impact of foreign exchange	**3,025**	223
	166,196	163,171

9. Share Capital

Common Shares

The Company is authorized to issue an unlimited number of common shares without par value.

On December 24, 2019, the Company closed the first tranche of its non-brokered private placement of 2,007,480 units for total proceeds of $481,795. Each subscriber received a unit at a price of $0.24 consisting of one common share and one share purchase warrant exercisable at $0.34 per share until December 23, 2021.

On February 20, 2020, the Company closed the second tranche of its non-brokered private placement of 931,000 units for total proceeds of $223,440. Each subscriber received a unit at a price of $0.24 consisting of one common share and one share purchase warrant exercisable at $0.34 per share until February 21, 2022.

On June 23, 2020, the Company closed another round of its non-brokered private placement of 12,060,380 units at a price of $0.25 per Unit for gross proceeds of $3,070,500. Each subscriber received one common share and one half of share purchase warrant exercisable at $0.30 per share until June 22, 2023.

The Company paid finders' fee ranging between 7% and 8% on some of the funds raised in connection with the above private placement tranches. Total issuance cost, including finders' fee, paid during the period ended July 31, 2020, amounted to $230,870.

The related parties of the Company acquired an aggregate of 5,020,000 units of the Company in the above private placement tranches.

Escrow Shares

As of July 31, 2020, there were 328,750 common shares of the Company held in escrow**.**

Stock Options

On February 21, 2020, the Company issued 548,500 stock options. The options are exercisable at $0.24 per share and have a term of three years with 50% vesting immediately and 25% for each year following the award date. The fair value of these stock options was determined using the Black-Scholes option pricing model using the following assumptions: expected dividend yield: 0%; expected life: 3 years; expected stock price volatility: 110%; risk-free rate: 1.37%. During the period ended July 31, 2020, total share based payments expense related to these stock options amounted to $53,701.

On July 1, 2020, the Company issued 765,000 stock options. The options are exercisable at $0.285 per share and have a term of three years with 50% vesting immediately and 25% for each year following the award date. The fair value of these stock options was determined using the Black-Scholes option pricing model using the following assumptions: expected dividend yield: 0%; expected life: 3 years; expected stock price volatility: 110%; risk-free rate: 0.31%. During the period ended July 31, 2020, total share based payments expense related to these stock options amounted to $78,051.

On July 7, 2020, the Company issued 420,000 stock options. The options are exercisable at $0.285 per share and have a term of three years with 50% vesting immediately and 25% for each year following the award date. The fair value of these stock options was determined using the Black-Scholes option pricing model using the following assumptions: expected dividend yield: 0%; expected life: 3 years; expected stock price volatility: 110%; risk-free rate: 0.29%. During the period ended July 31, 2020, total share based payments expense related to these stock options amounted to $16,288.

(Expressed in Canadian dollars)

As at July 31, 2020, the Company had 3,808,500 stock options outstanding (vested: 2,660,500). During the period ended July 31, 2020, total share-based payments expense related to these stock options amounted to $236,292.

A continuity of the Company's incentive stock options is as follows:

	July 31, 2020 # of Options	**Weighted average exercise price** $	**October 31, 2019**
Outstanding, beginning of the period	**2,075,000**	**0.39**	1,050,000
Granted	**1,733,500**	**0.28**	1,125,000
Forfeited	**-**	**-**	(100,000)
Outstanding, end of the period	**3,808,500**	**0.34**	2,075,000
Vested, end of the period	**2,660,500**	**0.36**	1,275,000

The details of stock options outstanding as at July 31, 2020 are as follows:

Number of Options	**Exercise Price ($)**	**Expiry Date**	**Remaining Life (Years)**
950,000	0.50	January 18, 2021	0.47
1,025,000	0.29	December 13, 2021	1.37
100,000	0.30	March 20, 2022	1.64
548,500	0.24	February 21, 2023	2.56
765,000	0.285	July 1, 2023	2.92
420,000	0.335	July 7, 2023	2.93
3,808,500	0.34		1.81

Warrants

A continuity of the Company's warrants is as follows:

	July 31, 2020 # of Warrants	**Weighted average exercise price** $	**October 31, 2019**
Outstanding - opening	**6,398,038**	**0.43**	3,931,350
Granted	**9,147,480**	**0.31**	5,363,488
Expired	**-**	**-**	(2,856,800)
Exercised	**-**	**-**	(40,000)
Outstanding - ending	**15,545,518**	**0.36**	6,398,038

(Expressed in Canadian dollars)

Details of share purchase warrants outstanding as at July 31, 2020 are as follows:

Number of Warrants	Exercise Price ($)	Expiry Date	Remaining Life (Years)
1,034,550	0.47	October 26, 2020	0.24
1,967,986	0.47	November 13, 2020	0.29
2,198,334	0.40	July 3, 2021	0.92
1,197,168	0.40	August 3, 2021	1.01
2,007,480	0.34	December 23, 2021	1.40
931,000	0.34	February 21, 2022	1.56
6,209,000	0.30	June 23, 2023	2.90
15,545,518	0.36		1.69

10. Events occurring after the reporting period

COVID-19

Since March 2020, several measures have been implemented in Canada, the United States, and the rest of the world in response to the increased impact from the novel coronavirus (“COVID-19”). While the impact of COVID-19 is expected to be temporary, the current circumstances are dynamic and the impact on our business operations cannot be reasonably estimated at this time. We anticipate this could have an adverse impact on our exploration plans, results of operations, financial position and cash flows during the current fiscal year.