



FALCON

GOLD CORP

Condensed Interim Consolidated Financial Statements

September 30, 2022

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

**NOTICE OF NO AUDITOR REVIEW OF THE
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the condensed interim consolidated financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company for the three months ended September 30, 2022 have been prepared by and are the responsibility of the Company's management, and have not been reviewed by the Company's auditors.

FALCON GOLD CORP.

Condensed Interim Consolidated Statements of Financial Position

As at September 30, 2022 and June 30, 2022

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	September 30, 2022	June 30, 2022
ASSETS		
Current		
Cash and cash equivalents	\$ 54,817	\$ 273,905
Amount receivable	207,085	171,966
Marketable securities (Note 5)	163,960	161,305
Prepaid expenses	107,317	66,422
	533,179	673,598
Exploration and evaluation assets (Note 6)	2,158,906	1,979,939
	\$ 2,692,085	\$ 2,653,537
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 8)	\$ 405,989	\$ 342,586
Premium on flow-through (Note 10)	60,372	89,696
	466,361	432,282
SHAREHOLDERS' EQUITY		
Share capital (Note 7)	10,420,413	10,093,746
Share subscriptions (receivable)	(288,000)	(73,000)
Contributed surplus	2,138,237	2,138,237
Deficit	(10,044,926)	(9,937,728)
	2,225,724	2,221,255
	\$ 2,692,085	\$ 2,653,537

Nature of operations and continuance of business (Note 1)

Subsequent events (Note 11)

Approved and authorized for issuance on behalf of the Board of Directors on November 29, 2022:

/s/ Karim Rayani

Karim Rayani

/s/ James Farley

James Farley

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

FALCON GOLD CORP.

Condensed Interim Consolidated Statements of Operations and Comprehensive Loss

For the three months ended September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	For the three months ended	
	September 30,	
	2022	2021
Administrative expenses		
Consulting fees	\$ 23,520	\$ 78,298
Filing fees and communications	50,596	45,353
General and administration costs (Note 8)	14,176	21,143
Management fees (Note 8)	30,000	30,000
Professional fees (Note 8)	20,908	10,351
Share-based payments (Notes 7 and 8)	-	180,000
	139,200	365,145
Loss before other items	(139,200)	(365,145)
Other items		
Interest income	23	19
Other income	29,324	-
Gain on debt settlement	-	12,444
Unrealized gain (loss) on marketable securities	2,655	(17,365)
	32,002	(4,902)
Net loss and comprehensive loss for the period	\$ (107,198)	\$ (370,047)
Basic and diluted loss per share	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding	115,304,015	106,850,566

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

FALCON GOLD CORP.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

For the three months ended September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Number of Shares	Share Capital	Share subscriptions received (receivable)	Contributed Surplus	Deficit	Total Shareholders' Equity
Balance, June 30, 2021	98,720,783	\$ 9,040,847	\$ 56,985	\$ 1,717,387	\$ (8,604,998)	\$ 2,210,221
Private placement	1,500,000	180,000	(179,985)	-	-	15
Share issue cost	-	(11,700)	-	-	-	(11,700)
Exercise of warrants	7,800,000	390,000	(25,000)	-	-	365,000
Exercise of stock options	80,000	18,800	-	(8,800)	-	10,000
Share subscriptions received	-	-	405,193	-	-	405,193
Share-based payments	-	-	-	180,000	-	180,000
Net loss for the period	-	-	-	-	(370,047)	(370,047)
Balance, September 30, 2021	108,100,783	\$ 9,617,947	\$ 257,193	\$ 1,888,587	\$ (8,975,045)	\$ 2,788,682
Balance, June 30, 2022	113,367,783	\$ 10,093,746	\$ (73,000)	\$ 2,138,237	\$ (9,937,728)	\$ 2,221,255
Private placement	4,000,000	300,000	(215,000)	-	-	85,000
Exercise of warrants	266,667	26,667	-	-	-	26,667
Net loss for the period	-	-	-	-	(107,198)	(107,198)
Balance, September 30, 2022	117,634,450	\$ 10,420,413	\$ (288,000)	\$ 2,138,237	\$ (10,044,926)	\$ 2,225,724

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

FALCON GOLD CORP.

Condensed Interim Consolidated Statements of Cash Flows

For the three months ended September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	For the three months ended September 30,	
	2022	2021
Operating Activities		
Net loss for the period	\$ (107,198)	\$ (370,047)
Items not affecting cash		
Unrealized gain on marketable securities	(2,655)	17,365
Share-based payment	-	180,000
Other income	(29,324)	-
Changes in non-cash working capital items related to operations:		
Amount receivable	(35,119)	(19,922)
Prepaid expenses and deposits	(40,895)	(32,954)
Accounts payable and accrued liabilities	16,116	(21,021)
Cash used in operating activities	(199,075)	(246,579)
Investing Activities		
Exploration and evaluation assets	(131,680)	(246,711)
Cash used in investing activity	(131,680)	(246,711)
Financing Activities		
Shares issued for cash	111,667	375,015
Share issue cost	-	(11,700)
Share subscriptions received	-	405,193
Cash provided by financing activities	111,667	768,508
Change in cash and cash equivalents during the period	(219,088)	275,218
Cash and cash equivalents, beginning of period	273,905	547,426
Cash and cash equivalents, end of the period	\$ 54,817	\$ 822,644
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the period:		
Interest	\$ -	\$ -
Income taxes	\$ -	\$ -
Cash and cash equivalents		
Cash	\$ 54,817	\$ 733,371
Cash held in trust	-	12,557
Cash held in a brokerage account	-	76,716
	\$ 54,817	\$ 822,644
Non-cash transactions		
Transfer of fair value on stock options exercised	\$ -	\$ 8,800
Exploration expenditures included in accounts payable	\$ 47,287	\$ -

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

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

1. NATURE OF OPERATIONS AND GOING CONCERN

Falcon Gold Corp. (the “Company”) was incorporated pursuant to the provisions of the Business Corporations Act (Ontario) on November 24, 2006 and was continued under the Business Corporations Act (British Columbia) on May 2, 2013. The Company’s registered office is located at suite 615 – 800 West Pender Street, Vancouver, BC, V6C 2V6.

These condensed interim 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 operations. Different bases of measurement may be appropriate if the Company was not expected to continue operations for the foreseeable future. At September 30, 2022, the Company has not achieved profitable operations, has accumulated losses of \$9,937,728 since inception and expects to incur further losses in the development of its business.

The Company’s business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, and national and international circumstances. Recent geopolitical events, including, the outbreaks of the coronavirus (COVID-19) pandemic, relations between NATO and Russian Federation regarding the situation in Ukraine, and potential economic global challenges such as the risk of the higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company’s business.

The above material uncertainties cast significant doubt about the Company’s ability to continue as a going concern. The Company’s continuation as a going concern is dependent upon successful results from its exploration and evaluation activities, its ability to attain profitable operations to generate funds and/or its ability to raise equity capital or borrowings sufficient to meet its current and future obligations. Although the Company has been successful in the past in raising funds to continue operations, there is no assurance it will be able to do so in the future.

These condensed interim consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these consolidated financial statements.

2. BASIS OF PREPARATION

Statement of compliance

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

The condensed interim consolidated financial statements were authorized for issue by the Board of Directors on November 29, 2022.

Basis of Measurement

These condensed interim consolidated financial statements have been prepared on a historical cost basis. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information. The presentation currency and the functional currency of the Company and its subsidiaries is the Canadian dollar.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

2. BASIS OF PREPARATION (cont'd)**Basis of Measurement**

These condensed interim consolidated financial statements have been prepared on a historical cost basis. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information. The presentation currency and the functional currency of the Company and its subsidiaries is the Canadian dollar.

Transactions in foreign currencies are translated into the functional currency at exchange rates at the date of the transactions. Foreign currency differences arising on translation are recognized in profit or loss. Foreign currency monetary assets and liabilities are translated at the functional currency exchange rate at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when acquired. All gains and losses on translation of these foreign currency transactions are included in profit or loss.

3. SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited consolidated financial statements as at June 30, 2022.

Recent accounting pronouncements*Classification of Liabilities as Current or Non-current (Amendments to IAS 1)*

The amendments to IAS1 provide a more general approach to the classification of liabilities based on the contractual arrangements in place at the reporting date. These amendments are effective for reporting periods beginning on or after January 1, 2023 and are not expected to have a material impact on the Company.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized prospectively by including it in net loss in the year of the change, if the change affects that year only, or in the year of the change and future years, if the change affects both.

Impairment of Mineral Properties

In accordance with the Company's accounting policy for its mineral properties, exploration and evaluation expenditures on mineral properties are capitalized. There is no certainty that the expenditures made by the Company in the exploration of its property interests will result in discoveries of commercial quantities of minerals. The Company applies judgment to determine whether indicators of impairment exist for these capitalized costs.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (cont'd)

Impairment of Mineral Properties (cont'd)

Management uses several criteria in making this assessment, including the period for which the Company has the right to explore, expected renewals of exploration rights, whether substantive expenditures on further exploration and evaluation of mineral properties are budgeted, and evaluation of the results of exploration and evaluation activities up to the reporting date.

Determining Amount and Timing of Reclamation Provisions

A reclamation provision represents the present value of estimated future costs for the reclamation of the Company's mineral properties. These estimates include assumptions as to the future activities, cost of services, timing of the reclamation work to be performed, inflation rates and interest rates. The actual cost to reclaim a mine or exploration property may vary from the estimated amounts because there are uncertainties with respect to the extent of required future remediation activities, as studies are currently ongoing, and uncertainties in factors used to estimate the cost and potential changes in regulations or laws governing the reclamation of a mineral property. Management periodically reviews the reclamation requirements and adjusts the liability as new information becomes available and will assess the impact of new regulations and laws as they are enacted.

Going Concern

The assessment of the Company's ability to execute its strategy by funding future working capital requirements involves judgement. Management monitors future cash requirements to assess the Company's ability to meet these future funding requirements. Further information regarding going concern is outlined in Note 1.

5. MARKETABLE SECURITIES

Marketable securities are fair valued at the end of each reporting period. The fair values of the common shares of the publicly traded companies have been directly referenced to published price quotations in an active market. The fair value of investments in private company is referenced to the most recent equity financing completed.

Investment in marketable securities	Number of shares/Units Held	Investment Cost	Fair Value at Sept. 30, 2022	Number of shares/Units Held	Investment Cost	Fair Value at June 30, 2022
	#	\$	\$	#	\$	\$
Public Companies						
Portofino Resources Inc.	161,500	18,573	6,460	161,500	18,573	11,305
Marvel Discovery Corp.	1,500,000	75,000	127,500	1,500,000	75,000	120,000
Private Company						
Power One Resources Corp.	300,000	-	30,000	300,000	-	30,000
Total	1,961,500	93,573	163,960	1,961,500	93,573	161,305

During the year ended June 30, 2022, the Company received 300,000 common shares of Power One Resources Corp ("Power One") as a result of a spinout by Marvel Discovery Corp. ("Marvel") on the basis of 1 Power One share for every 5 shares of Marvel held. Marvel and Power One are connected by way of common directors or officers.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS

As at September 30, 2022	Central Canada	Spitfire & Sunny	Gaspard	Hope Brook	Baie Verte	Esperanza	Valentine Gold	Others	Sub-Total
Balance, beginning of period	\$ 969,431	\$ 376,544	\$ 83,075	\$ 64,740	\$ 121,233	\$ 67,932	\$ 56,500	\$ 184,824	\$ 1,979,939
Cash	-	-	-	-	-	-	-	-	-
Staking	-	-	-	-	585	-	-	19,370	19,955
Exploration costs	-	1,015	36,914	11,678	-	13,092	-	96,313	159,012
Balance, end of period	\$ 969,431	\$ 377,559	\$ 119,989	\$ 132,078	\$ 121,818	\$ 81,024	\$ 56,500	\$ 300,507	\$ 2,158,906

As at June 30, 2022	McCaul Hutchinson	Central Canada	Spitfire & Sunny	Gaspard	Hope Brook	Baie Verte	Esperanza	Valentine Gold	Others	Sub-Total
Balance, beginning of year	\$ 30,000	\$ 825,137	\$ 336,134	\$ 43,000	\$ 64,740	\$ -	\$ 44,631	\$ -	\$ 53,015	\$ 1,396,657
Cash	-	50,000	-	-	-	-	-	-	35,379	85,379
Staking	-	-	-	-	43,160	62,045	-	56,500	43,680	205,385
Shares issued	-	10,000	-	-	-	-	8,500	-	32,750	51,250
Warrants issued	-	-	-	-	-	-	1,000	-	6,000	7,000
Exploration costs	-	84,294	40,410	40,075	12,500	59,188	13,801	-	14,000	264,268
Impairment	(30,000)	-	-	-	-	-	-	-	-	(30,000)
Balance, end of year	\$ -	\$ 969,431	\$ 376,544	\$ 83,075	\$ 120,400	\$ 121,233	\$ 67,932	\$ 56,500	\$ 184,824	\$ 1,979,939

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

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(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS (cont'd)

McCaul Hutchinson Property

On December 28, 2017, the Company entered into an option agreement to acquire 100% of the McCaul Hutchinson Property which consists of a claim group located in McCaul and Hutchinson Townships, east of Atikokan in Northern Ontario. The McCaul Hutchinson Property consists of 6 unpatented mining claims consisting of 55 claim shares. As consideration, the Company is required to issue 400,000 common shares and make cash payments totalling \$250,000 as follows:

- a) Cash payment of \$5,000 on signing (paid);
- b) Issue 50,000 common shares on regulatory approval (issued);
- c) Cash payment of \$20,000 (paid) and issuance of 50,000 common shares on the first anniversary of the approval (issued);
- d) Cash payment of \$50,000 and issuance of 50,000 common shares on the second anniversary of the approval (see below);
- e) Cash payment of \$50,000 and issuance of 50,000 common shares on the third anniversary of the approval date; and
- f) Cash payment of \$125,000 and issuance of 200,000 common shares on the fourth anniversary of the approval date.

The McCaul Hutchinson Property is subject to a 1.0% net smelter return in favour of the previous owner of the claims. The Company may purchase the net smelter return for an aggregate amount of \$1,000,000 at any time prior to the commencement of production.

During the year ended June 30, 2021, the Company wrote down the McCaul Hutchinson Property to \$30,000. During the year ended June 30, 2022, the Company decided not to continue with McCaul Hutchinson Property and have written-off the remaining \$30,000.

Central Canada Property

The Central Canada Property is subject to a 2.0% net smelter return in favour of the previous owner of the claims. On January 10, 2018, the Company entered into an option agreement to acquire 100% of the Central Canada Property consisting of a claim group located in Hutchinson Township, east of Atikokan in Northern Ontario. The Central Canada Property consists of 7 unpatented mining claims consisting of 42 claim shares. As consideration, the Company is required to issue 325,000 common shares and make cash payments totalling \$141,500 and incur \$100,000 in exploration and evaluation expenditures as follows:

- a) Cash payment of \$6,500 on signing (paid);
- b) Issue 50,000 common shares on regulatory approval (issued);
- c) Cash payment of \$15,000 (paid), issuance of 50,000 common shares (issued) and incur \$10,000 in exploration expenditures on or before the first anniversary of the approval (incurred);
- d) Cash payment of \$30,000, issuance of 50,000 common shares (see below) and incur \$20,000 in exploration expenditures on or before the second anniversary of the approval (incurred);
- e) Cash payment of \$40,000 (paid), issuance of 75,000 common shares (issued) and incur \$30,000 in exploration expenditures on or before the third anniversary of the approval date (incurred); and
- f) Cash payment of \$50,000 (paid), issuance of 100,000 common shares (issued) and incur \$40,000 in exploration expenditures on or before the fourth anniversary of the approval date (incurred).

Company may purchase the one-half of the net smelter return for an aggregate amount of \$1,000,000 at any time prior to the commencement of production.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS (cont'd)**Central Canada Property (cont'd)**

During the year ended June 30, 2020, the Company entered into a debt settlement agreement to cover \$21,000 of the second anniversary payment by issuing 350,000 common shares and a cash payment of \$15,000, which was paid on August 8, 2020.

On July 23, 2020, the Company staked additional mineral claims consisting of 369 units in Atikokan gold camp. During the year ended June 30, 2022, the Company has determined not to renew some of the claims as they are not considered to be core claims. As at June 30, 2022 the Company has a total of 117 claims.

Spitfire and Sunny Boy

On April 14, 2020, the Company acquired 100% interest in Spitfire and Sunny Boy claims in south central British Columbia. The claims are located approximately 16 kilometers east of Merritt and total 502 hectares. As consideration the Company paid cash of \$25,000, issued 2,500,000 common shares fair valued at \$175,000 and issued 2,500,000 warrants exercisable at \$0.10 for a period of two years with a fair value of \$113,883.

The vendor will retain a 2% net smelter royalty (NSR). The Company will have the right to purchase 0.5 of the total NSR 1% at any time up to commencement of production for a one-time payment of \$400,000.

Gaspard Claims

On January 27, 2021, the Company entered into a property purchase agreement to acquire 100% interest in the Gaspard Claims which is located in the Clinton Mining District in central British Columbia. The Gaspard Claims consist of 3 mineral claims totaling 3,955.15 hectares. As consideration, the Company paid \$15,000 in cash and issued 200,000 common shares and granted 200,000 warrants at \$0.20 per share for a two year term within 15 days of the effective date and complete \$34,000 in exploration expenditures on the property during the 2021 field season.

The Company fair valued the 200,000 warrants at \$10,000 using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 0.22%; Dividend yield of NIL; Expected volatility of 140%; Expected life of 2 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

The Company will pay a 2% net Smelter Returns ("NSR") to the vendor and the Company may at any time purchase 1% NSR for \$1,500,000.

Hope Brook

During the year ended June 30, 2021, the Company staked claims within the Hope Brook area in Newfoundland for a total cost of \$64,740. During year ended June 30, 2022, the Company staked additional claims for a total cost of \$43,160. As at September 30, 2022, the Company has a total of 1,660 claims.

Baie Verte Area

During the year ended June 30, 2022, the Company staked claims in Newfoundland for a total cost of \$62,045. As at June 30, 2022, the Company has a total of 560 claims. During the period ended September 30, 2022, the Company staked an additional claim in the Baie Verte for a cost of \$585. As at September 30, 2022, the Company has a total of 561 claims.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

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6. EXPLORATION AND EVALUATION ASSETS (cont'd)

Esperanza Property

On February 3, 2021, the Company entered into an option agreement to re-acquire 80% interest in Esperanza property. As consideration, the Company is required to issue 500,000 common shares and 500,000 warrants and complete a total of US\$350,000 in exploration expenditures over a four year period with minimum annual expenditures of US\$87,500 per year.

The Company is required to issue the following:

- i) Issue 200,000 common shares (issued) and 200,000 warrants (issued) on signing of the agreement;
- ii) Issue 100,000 common shares (issued) and 100,000 warrants (issued) on the second anniversary date of the first payment;
- iii) Issue 100,000 common shares and 100,000 warrants on the third anniversary date; and
- iv) Issue 100,000 common shares and 100,000 warrant on the fourth anniversary date;

The Company fair valued the 200,000 warrants at \$10,000 using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 0.22%; Dividend yield of nil; Expected volatility of 140%; Expected life of 2 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

On February 24, 2022, the Company issued 100,000 common shares and 100,000 share purchase warrants. The Company fair valued the 100,000 warrants at \$1,000 using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 2.21%; Dividend yield of nil; Expected volatility of 90%; Expected life of one years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

Upon completion of the 80% the Company has the option to acquire the remaining 20% for a further payment of 2,000,000 common shares of the Company and cash payment of US\$1,500,000 payable within 30 months and grant 1% net Smelter Return Royalty to the vendor.

The Esperanza Property is comprised of seven mineral concessions within the Sierra de Las Minas District of La Rioja and San Luis provinces in Argentina.

On June 16, 2022, the Company entered into an arrangement agreement with its wholly owned subsidiary, Latamark Resources Corp. ("Latamark") Pursuant to the arrangement agreement, the Company will transfer its interest in the option agreement concerning the Esperanza gold project to Latamark in exchange for (i) Latamark issuing to the shareholders of the Company one common share in the capital of Latamark for every 5.8 common shares held in the company; (ii) Latamark issuing five million common shares to the Company; and (iii) Latamark assuming certain liabilities incurred, exploring or maintaining the property. (Note 11)

On October 14, 2022, the optionors of the Esperanza Property has agreed to defer the minimum annual expenditure requirement until the commencement of trading of Latamark shares on a Canadian stock exchange.

Valentine Gold

During the year ended June 30, 2022, the Company staked claims in New Foundland for a total cost of \$56,500. As at June 30, 2022, the Company has a total of 612 claims.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

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6. EXPLORATION AND EVALUATION ASSETS (cont'd)**Other properties****Springpole West Project**

On August 25, 2020, the Company acquired 4,440 hectares of mining land 110 kilometers (“km”) northeast of Red Lake, ON in the Birch-Uchi Greenstone Belt on Springpole Lake. The Company’s new Springpole West Property comprises 221 claims and extends from McNaughton Township.

Great Bent

During the year ended June 30, 2021, the Company staked 91 claims in Newfoundland for a total cost of \$5,915.

Gander South

During the year ended June 30, 2022, the Company staked claims in Gander Newfoundland for a total cost of \$37,180. As at June 30, 2022, the Company has a total of 572 claims.

Gander North

During the year ended June 30, 2021, the Company staked claims in Gander Newfoundland for a total cost of \$26,390. As at June 30, 2022, the Company has a total of 406 claims.

Victoria South Area

During the year ended June 30, 2021, the Company staked claims in Newfoundland for a total cost of \$18,460. During the year ended June 30, 2022, the Company staked additional claims for a total cost of \$6,500. As at June 30, 2022, the Company has a total of 284 claims.

Viernes Project

On December 16, 2021, the Company entered into a property option agreement to acquire 100% interest in the Viernes Project in the Republic of Chile from Excava Holding SpA, a Chilean company (“Excava”). The Viernes project consist of 13 claims. As consideration, the Company agreed to issue 500,000 common shares and 500,000 share purchase warrants over a two year period; incur US\$250,000 in exploration expenditures within 48 months from the effective date. Upon completion of the above terms, the Company will hold an 80% interest in the Claims and Excava will hold the remaining 20% and retain a 2% Net Return Royalty (the “NSR”).

The Company can acquire the remaining 20% interest which includes a 1% NSR buy back for US\$1,500,000. The Company has the exclusive right to purchase the remaining 20% interest in the project for a 30 month term; after which the Company reserves first right of refusal.

On February 24, 2022, the Company issued 150,000 common shares valued at \$12,750 and 150,000 share purchase warrants exercisable at \$0.20 over a two year period. The Company fair valued the 150,000 share purchase warrants at \$6,000 using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 1.26%; Dividend yield of nil; Expected volatility of 117%; Expected life of two years and forfeiture rate of 0%. Volatility was determined based on the Company’s historical data.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS (cont'd)**Camilleri Project**

On June 15, 2022, the Company acquired 100% interest in the Camilleri project which is located in Ontario, Canada. The Camilleri project consists of 8 claims. As consideration, the Company paid \$10,500 in cash and issued 100,000 common shares of the Company fair valued at \$8,000. The Camilleri project is subject to a 1% net smelter return which the Company may purchase back for \$300,000 at any time.

Holmstead Project

On June 6, 2022, the Company acquired 100% interest in the Holmstead project which is located in Quebec, Canada. The Holmstead project consists of 93 claims. As consideration, the Company paid \$12,000 in cash and issued 150,000 common shares of the Company fair valued at \$12,000. The Holmstead project is subject to a 1% net smelter return which the Company may purchase back for \$300,000 at any time. The Company agrees to give the vendor the first right of refusal on technical work to a maximum of \$50,000 for a twelve month term. During the period ended September 30, 2022, the Company

HSP Claims

During the period ended September 30, 2022, the Company staked 245 claims in the HSP Claims located in Quebec, Canada for a total cost of \$19,370.

Bruce Lake Property

On September 6, 2019, the Company entered into an option agreement to acquire 100% interest in the Bruce Lake Property, which consists of a claim group located in the Red Lake area of Northern Ontario. The Bruce Lake Property consists of 5 unpatented mining claims consisting of 72 claim cells. As consideration, the Company is required to issue 500,000 common shares (issued) and make cash payments totalling \$58,000 of which \$6,000 have been paid by the Company and the remaining \$50,000 over a four-year period as follows – \$8,000 on or before September 6, 2020 and \$10,000, \$14,000 and \$20,000 due on the second, third and fourth anniversary date respectively.

The Bruce Lake Property is subject to a 1.5% net smelter return (“NSR”) in favour of the previous owner of the claims. The Company may purchase the one-half of the NSR for an aggregate amount of \$400,000 at any time prior to the commencement of production.

On June 20, 2020, the Company entered into property assignment agreement with Portofino Resources Inc. (“Portofino”) whereby the Company has assigned 100% of the interest in the Bruce Lake Property as consideration, the Company received 650,000 common shares of Portofino valued at \$74,750 and Portofino will assume the remaining cash payments of \$50,000 commencing on September 6, 2020.

The Company will receive an additional 0.5% NSR for a total of 2% NSR of which 1.5% is payable to the previous owner.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS (cont'd)

Camping Lake

On September 6, 2019, the Company entered into an option agreement to acquire 100% interest in the Camping Lake Property which consists of a claim group located in Red Lake area of Northern Ontario. The Camping Lake Property consists of 5 unpatented mining claims consisting of 109 claim cells. As consideration, the Company is required to issue 500,000 common shares (issued) and make cash payments totalling \$65,000 of which \$8,000 have been paid by the Company and the remaining \$57,000 over a four-year period as follows – \$10,000 on or before September 6, 2020 and \$12,000, \$15,000 and \$20,000 due on the second, third and fourth anniversary date respectively.

The Camping Lake Property is subject to a 1.5% net smelter return in favour of the previous owner of the claims. The Company may purchase the one-half of the net smelter return for an aggregate amount of \$400,000 at any time prior to the commencement of production.

On October 22, 2019, the Company entered into an option agreement with Marvel Discovery Resources Inc.'s (formerly International Montoro Resources Inc.) ("IMT") whereby IMT has the option to earn an initial 51% interest in the Camping Lake Property by assuming the Company's underlying claim payment schedule of \$65,000 over a four-year period, incurring property expenditures of \$300,000 over 2 years and issuing 1,500,000 million shares of IMT to the Company. On January 18, 2020, the Company received 1,000,000 common shares with a fair value of \$35,000 from IMT and the remaining 500,000 shares will be due within one year of the effective date. On March 17, 2021, the Company received the 500,000 shares of IMT with a fair value of \$40,000. As at June 30, 2021, IMT and the Company are connected by way of common officers.

Upon exercising the option to earn an initial 51%, IMT can acquire an additional 24% interest for \$500,000 cash within 120 days from earning the 51% interest. The agreement is subject to a 2% NSR royalty, with the original vendor at 1.5% and Falcon at 0.5%.

On July 14, 2020, the Company staked 57 claims to its Camping Lake Property. The new claims add approximately 1,200 hectares ("ha") to the Camping Lake Property that is located near the Red Lake gold camp in northwestern Ontario and increases the project size to 3,400 hectares of contiguous mining units.

On June 30, 2021, the Company has decided not to proceed with the Camping Lake Property and have mutually terminate the joint venture agreement with IMT.

Burton Property

The Burton Property consists of a 100% interest in a claim group located in Esther Township, northwest of Sudbury in Northern Ontario. The Burton Property consists of 16 unpatented mining claims and 6 patented claims covering 356 hectares in a largely contiguous block.

The Burton Property is subject to a 2.5% net smelter return and a 10% net profits interest in favour of the previous owner of the claims. The Company may purchase sixty percent of the net smelter return for an aggregate amount of \$1,500,000 at any time.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

6. EXPLORATION AND EVALUATION ASSETS (cont'd)

Burton Property (cont'd)

During the year ended June 30, 2012, the Company entered into a Mining Option Agreement with Trelawney Mining and Exploration Inc. (now IAMGOLD Corporation) whereby Trelawney can earn up to a 75% interest in the Burton Property. The terms of the Agreement include a cash payment of \$150,000 to the Company and a commitment to incur exploration and evaluation expenditures in the amount of \$1,200,000 over a two-year period from the date of signing of the Agreement.

As of June 30, 2015, and June 30, 2016, sufficient amounts have been expended with respect to the Trelawney Agreement to enable Trelawney to earn a 51% interest in the Burton Property. The option for Trelawney to acquire an additional 24% interest in the Burton Property has lapsed.

During the year ended June 30, 2019, the Company identified an impairment indicator with respect to the Burton Property as there was an absence of substantive exploration expenditures over the past four fiscal years, nor are substantive exploration expenditures budgeted or planned for the coming fiscal year. Consequently, the Company recorded impairment in the amount of \$1,308,291 in connection with the Burton Property.

As of September 30, 2022, and June 30, 2022, the Company owns 49% of the Property and the Property remains inactive.

7. SHARE CAPITAL

a) Authorized

Unlimited shares without par value.

b) Issued

During the three months ended September 30, 2022:

On August 17, 2022, the Company completed a non-brokered private placement of 4,000,000 units at a price of \$0.075 per unit for total proceeds of \$300,000 of which \$215,000 is included in share subscriptions receivable at September 30, 2022. Each unit consisted of one common share and one share purchase warrant. Each share purchase warrant entitled the holder to purchase one additional common share at a price of \$0.10 per share for a period of three years expiring on August 17, 2025. The Company recognized a value of \$nil to the warrants using the residual value method. Subsequent to September 30, 2022, the Company collected \$100,000.

On September 22, 2022, the Company issued 266,667 common shares at a price of \$0.10 per share for total proceeds of \$26,667 pursuant to the exercise of share purchase warrants.

During the year ended June 30, 2022:

On July 9, 2021, the Company completed a non-brokered private placement of 1,500,000 units at a price of \$0.12 per unit for total proceeds of \$180,000 of which it is included in subscriptions received as at June 30, 2021. Each unit consist of one common share and one non-transferable warrant entitling the holder to purchase one common share of the Company at a price of \$0.20 per share expiring on July 9, 2024. The Company recorded a cash finders fee of \$11,700. The Company assigned a fair value of \$15,000 to the warrants.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

7. SHARE CAPITAL (cont'd)

b) Issued (cont'd)

During the year ended June 30, 2022: (cont'd)

On October 12, 2021, the Company completed a non-brokered private placement of 4,117,000 flow-through units at a price of \$0.13 per unit for total proceeds of \$535,210. Each unit consist of one flow-through common share and one-half of one common share purchase warrant; each whole warrant entitling the holder to subscribe for and purchase one non-flow-through common share at a price of \$0.25 expiring on October 12, 2023. The Company paid a cash finders fee of \$31,801. The Company recognized a flow-through premium of \$123,510 on this private placement and a value of \$nil was allocated to the warrants using the residual value method.

On February 24, 2022, the Company issued 150,000 common shares fair valued at \$12,750, pursuant to the terms of the Viernes Property Option Agreement and another 100,000 common shares fair valued at \$8,500 pursuant to the Esperanza Property Option Agreement.

On April 26, 2022, the Company issued 100,000 common shares fair valued at \$10,000, pursuant to the terms of the Central Canada Property Option Agreement.

On June 16, 2022, the Company issued 250,000 common shares fair valued at \$20,000 pursuant to mineral property purchase agreements.

During the year ended June 30, 2022, the Company issued 7,800,000 common shares pursuant to the exercise of share purchase warrants for a total proceed of \$390,000.

During the year ended June 30, 2022, the Company issued 630,000 common shares pursuant to the exercise of stock options at a price between \$0.05 to \$0.125 per share for total proceeds of \$42,500. The Company transferred \$35,950 from contributed surplus.

c) Share purchase warrants

The following share purchase warrants entitle the holders thereof the right to purchase one share for each share purchase warrant. Warrant transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, June 30, 2021	25,952,499	\$0.10
Issued	3,808,500	\$0.23
Exercised	(7,800,000)	\$0.05
Expired	(5,069,167)	\$0.10
Balance, June 30, 2022	16,891,832	\$0.13
Issued	4,000,000	\$0.10
Exercised	(266,667)	\$0.10
Balance, September 30, 2022	20,625,165	\$0.13

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

7. SHARE CAPITAL (cont'd)

c) Share purchase warrants (cont'd)

The following warrants are outstanding at September 30, 2022:

Number of warrants	Exercise price per warrant	Expiry date
5,750,000	\$0.08	July 13, 2023
400,000	\$0.20	March 12, 2023
100,000	\$0.20	March 8, 2023
2,058,500	\$0.25	October 13, 2023
6,666,665	\$0.12	January 14, 2024
150,000	\$0.20	January 31, 2024
1,500,000	\$0.20	July 9, 2024
4,000,000	\$0.10	August 17, 2025
20,625,165		

d) Stock options

The Company has a formal stock option plan in accordance with the policies of the TSX Venture Exchange (the "Exchange") under which it is authorized to grant options to directors, officers, employees and consultants to purchase shares of the Company. The stock option plan is a rolling plan and the maximum number of authorized but unissued shares available to be granted shall not exceed 10% of its issued and outstanding shares. Each stock option granted is for a term not exceeding five years unless otherwise specified. Outstanding options vest immediately at date of grant. Options granted to investor relations personnel vest in accordance with Exchange regulations.

On August 31, 2021, the Company granted 1,800,000 stock options to an officer of the Company and to consultants. The stock options entitle the holders thereof the right to purchase one common share for each option at a price of \$0.10 per share expiring on August 31, 2026 and vested on the grant date. The fair value of the stock options of \$180,000 was determined using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.11; Risk-free interest rate of 0.87%; Dividend yield of nil; Expected volatility of 135%; Expected life of 5 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

On November 1, 2021, the Company granted 1,000,000 stock options to directors of the Company and to consultants. The stock options entitle the holders thereof the right to purchase one common share for each option at a price of \$0.13 per share expiring on November 1, 2024 and vested on the grant date. The fair value of the stock options of \$60,000 was determined using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 1.17%; Dividend yield of nil; Expected volatility of 131%; Expected life of 3 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

On January 31, 2022, the Company granted 2,200,000 stock options to directors of the Company and to consultants. The stock options entitle the holders thereof the right to purchase one common share for each option at a price of \$0.05 per share expiring on January 31, 2027 and vested on the grant date. The fair value of the stock options of \$154,000 was determined using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.09; Risk-free interest rate of 1.67%; Dividend yield of nil; Expected volatility of 124%; Expected life of 5 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

7. SHARE CAPITAL (cont'd)

d) Stock options (cont'd)

On June 30, 2022, the Company granted 680,000 stock options to an officer, directors of the Company and to consultants. The stock options entitle the holders thereof the right to purchase one common share for each option at a price of \$0.075 per share expiring on June 30, 2025 and vested on the grant date. The fair value of the stock options of \$40,800 was determined using the Black Scholes option pricing model with the following assumptions – Share price on grant date of \$0.08; Risk-free interest rate of 3.18%; Dividend yield of nil; Expected volatility of 118%; Expected life of 3 years and forfeiture rate of 0%. Volatility was determined based on the Company's historical data.

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

	Number of Stock Options	Weighted Average Exercise Price
Balance, June 30, 2021	7,360,000	\$0.09
Granted	5,680,000	\$0.08
Exercised	(630,000)	\$0.07
Expired	(1,000,000)	\$0.06
Cancelled	(1,180,000)	\$0.12
Balance, June 30, 2022 and September 30, 2022	10,230,000	\$0.09

As at September 30, 2022, the Company had stock options outstanding enabling holders to acquire the following:

Number of options	Exercise price per option	Expiry date
350,000	\$0.06	May 1, 2023
925,000	\$0.125	July 10, 2023
575,000	\$0.12	March 10, 2024
400,000	\$0.12	May 31, 2024
1,550,000	\$0.05	August 23, 2024
850,000	\$0.13	November 1, 2024
200,000	\$0.05	January 15, 2025
680,000	\$0.075	June 30, 2025
900,000	\$0.135	September 16, 2025
1,700,000	\$0.10	August 31, 2026
2,100,000	\$0.05	January 31, 2027
10,230,000		

The weighted average remaining contractual life of options outstanding at September 30, 2022 was 2.73 years (June 30, 2022 – 2.98 years).

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

8. RELATED PARTY TRANSACTIONS

Related parties include the Board of Directors and officers, close family members and enterprises that are controlled by these individuals as well as certain consultants performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties).

The Company had the following transactions in the normal course of operations with related parties:

		For the three months ended	
		September 30,	
		2022	2021
Management fees	R7 Capital Ventures Ltd. controlled by CEO	\$ 30,000	\$ 30,000
Office and miscellaneous	R7 Capital Ventures Ltd.	7,500	4,140
Professional fees	Harmony Corporate Services Ltd. controlled by CFO	6,000	6,000
Share-based payments	Karim Rayani, CEO	-	110,000
		\$ 43,500	\$ 150,140

As at September 30, 2022, prepaid expenses include \$7,875 (June 30, 2022 - \$15,750) in prepaid rent to the CEO.

As at September 30, 2022, accounts payable and accrued liabilities include \$46,600 (June 30, 2022 - \$23,500) due to officer and director of the Company. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

9. RISK MANAGEMENT, CAPITAL MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company manages its capital structure and makes adjustments to it based on the funds available to the Company in order to support future business opportunities. The Company defines its capital as shareholders' equity. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to manage its capital to be able to sustain the future development of the Company's business.

The Company currently has no source of revenues, and therefore is dependent upon external financings to fund activities. In order to carry future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended September 30, 2022. The Company is not subject to externally imposed capital requirements.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

9. RISK MANAGEMENT, CAPITAL MANAGEMENT AND FINANCIAL INSTRUMENTS (cont'd)

The Company's risk exposure and the impact on the Company's financial instruments are summarized below:

(a) Credit risk

Concentration of credit risk exists with respect to the Company's cash as all amounts are held at major Canadian financial institutions.

The Company's concentration of credit risk and maximum exposure is as follows:

	September 30, 2022	June 30, 2022
Cash and cash equivalents	\$ 54,817	\$ 273,905

The credit risk associated with cash is minimized by ensuring it is placed with a major Canadian financial institution with a strong investment-grade rating issued by a primary ratings agency.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they fall due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it will have sufficient funds to meet liabilities when due. The Company manages its liquidity risk by forecasting cash flows required for operations and anticipated investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

The business of mining and exploration involves a high degree of risk and there can be no assurance that exploration programs will result in profitable mining operations. The Company has insufficient cash to meet its requirements for administrative overhead, to conduct due diligence on mineral property acquisition targets, and to conduct exploration of its mineral properties and mineral properties that may be acquired.

The Company does not generate cash flows from operations to fund its activities and therefore relies principally upon the issuance of securities for financing. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. The Company intends to continue relying upon the issuance of securities to finance its future activities but there can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company.

(c) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign currency risk and other price risk.

- Interest rate risk

The Company's cash and cash equivalents consist primarily of cash held in bank accounts or in a brokerage account. Due to the short-term nature of this financial instrument, fluctuations in market rates do not have a significant impact on estimated fair value as of September 30, 2022. The Company manages interest rate risk by maintaining an investment policy that focuses primarily on preservation of capital and liquidity. Accordingly, the Company is not subject to interest rate risk.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

9. RISK MANAGEMENT, CAPITAL MANAGEMENT AND FINANCIAL INSTRUMENTS (cont'd)**(c) Market risk**

- Foreign currency risk

During the period ended September 30, 2022 the Company was not exposed to material foreign currency risk.

- Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk, foreign currency risk or commodity price risk. The Company's marketable securities are exposed to other price risk.

Financial assets and liabilities that are recognized on the statement of financial position at fair value can be classified in a hierarchy that is based on the significance of the inputs used in making the measurements.

The levels in the hierarchy are:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The Company's financial assets include cash and is classified as Level 1. The carrying value of these instruments approximates their fair values due to the relatively short periods of maturity of these instruments.

The Company's financial assets measured at fair values through profit or loss are as follows:

September 30, 2022	Level 1	Level 2	Level 3
	\$	\$	\$
Marketable securities	133,960	-	30,000
June 31, 2022	Level 1	Level 2	Level 3
	\$	\$	\$
Marketable securities	131,305	-	30,000

10. INCOME TAXES*Flow-through*

Flow-through common shares require the Company to spend an amount equivalent to the proceeds of the issued flow-through common shares on Canadian qualifying exploration expenditures. The Company may be required to indemnify the holders of such shares for any tax and other costs payable by them in the event the Company has not made the required exploration expenditures.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

10. INCOME TAXES (cont'd)

During the year ended June 30, 2022, the Company received \$535,210 from the issuance of flow-through shares. These amounts will not be available to the Company for future deduction from taxable income. The Company renounced \$535,210 to the subscribers. A flow-through premium of \$123,510 was recognized initially, with \$89,696 remaining at June 30, 2022 and \$33,814 was recognized as other income during the year ended June 30, 2022. As at June 30, 2022, the Company had \$388,681 in exploration expenditures to incur. During the period ended September 30, 2022, the Company recognized \$29,324 as other income and has \$60,372 in flow-through premium as at September 30, 2022 and a commitment to incur an additional \$262,000 in exploration expenditures.

11. SUBSEQUENT EVENTS

Subsequent to September 30, 2022

On September 9, 2022, the Company announced at a special shareholders meeting held on September 8, 2022, shareholders approved the spinout and the Company's arrangement agreement with its wholly owned subsidiary, Latamark Resources Corp. ("Latamark"). Pursuant to the arrangement agreement, the Company will transfer its interest in the option agreement concerning the Esperanza gold project to Latamark in exchange for (i) Latamark issuing to the shareholders of the Company one common share in the capital of Latamark for every 5.8 common shares held in the company; (ii) Latamark issuing five million common shares to the Company; and (iii) Latamark assuming certain liabilities incurred, exploring or maintaining the property. On September 14, 2022, the Company received a final order from the Supreme Court of British Columbia approving the transaction and on November 3, 2022 declared a distribution of 0.17241 shares to the shareholders of the Company.

On October 5, 2022, the Company acquired 100% interest in the HSP Claims which is located in Quebec, Canada. The HSP Claims consist of 413 claims. As consideration, the Company paid cash of \$10,000 and issued 200,000 common shares and 200,000 share purchase warrants. Each share purchase warrant entitle the holder to purchase one additional common shares at a price of \$0.20 per share for a period of two years. This agreement is subject to a 1% NSR which the Company may buy back for \$400,000 at any time. The Company agrees to give the vendor the first right of refusal on technical work to a maximum of \$50,000 for a twelve month term.

On October 14, 2022, the Company issued 100,000 common shares at a price of \$0.05 per share for total proceeds of \$5,000 pursuant to the exercise of stock options.

On October 25, 2022, the Company completed a non-flow-through private placement of 909,090 units at a price of \$0.11 per unit for total proceeds of \$100,000. Each unit consist of one non-flow-through common share and one share purchase warrant entitling the holder to purchase one non-flow-through common share at a price of \$0.15 per share expiring two years from the date of issuance.

On November 1, 2022, the Company issued 200,000 common shares pursuant to the exercise of stock options at exercise prices between \$0.05 and \$0.075 for total proceeds of \$12,500.

On November 3, 2022, the Company completed a flow-through private placement of 3,846,154 units at a price of \$0.13 per unit for total proceeds of \$500,000. Each unit consist of one flow-through share and one-half of one common share purchase warrant. Each whole share purchase warrant entitles the holder to purchase one non-flow-through common share at a price of \$0.25 per share expiring two years from the date of issuance.

FALCON GOLD CORP.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2022 and 2021

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

11. SUBSEQUENT EVENTS (cont'd)

On November 9, 2022, the Company completed a non-flow-through private placement of 200,000 units at a price of \$0.11 per unit for total proceeds of \$22,000. Each unit consist of one non-flow-through common share and one share purchase warrant entitling the holder to purchase one non-flow-through common share at a price of \$0.15 per share expiring two years from the date of issuance.

On November 18, 2022, the Company completed a non-flow-through private placement of 625,000 units at a price of \$0.11 per unit for total proceeds of \$68,750. Each unit consist of one non-flow-through common share and one share purchase warrant entitling the holder to purchase one non-flow-through common share at a price of \$0.15 per share expiring two years from the date of issuance.

On November 18, 2022, the Company completed a flow-through private placement of 5,400,000 units at a price of \$0.13 per unit for total proceeds of \$702,000. Each unit consist of one flow-through share and one-half of one common share purchase warrant. Each whole share purchase warrant entitles the holder to purchase one non-flow-through common share at a price of \$0.25 per share expiring two years from the date of issuance.