

*Interim Condensed Consolidated Financial Statements of*

**First Vanadium Corp.**

**For the three and nine months ended August 31, 2019 and 2018**

(Unaudited, Expressed in Canadian dollars)

## **NOTICE OF NO AUDITOR REVIEW**

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

The accompanying unaudited interim consolidated financial statements of the Company have been prepared by management and approved by the Audit Committee and Board of Directors of the Company.

The Company's independent auditors have not performed a review of these consolidated financial statements in accordance with the standards established by the 'Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditors.

**First Vanadium Corp.**  
**Condensed Interim Consolidated Statements of Financial Position**  
**As at**  
(Unaudited - Expressed in Canadian dollars)

	Note	August 31, 2019	November 30, 2018
		\$	\$
<b>ASSETS</b>			
Current			
Cash and cash equivalents		1,661,113	2,389,327
GST and other receivables		28,105	20,106
Prepaid expenses		91,404	203,360
		<b>1,780,622</b>	<b>2,612,793</b>
Deposit		10,954	10,954
Equipment		9,878	-
Reclamation bonds	6	24,371	24,371
Mineral properties	6 & Sch. 1	6,323,831	5,203,429
		<b>8,149,656</b>	<b>7,851,547</b>
<b>LIABILITIES</b>			
Current			
Accounts payable and accrued liabilities	8	385,512	448,671
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	7	15,710,409	13,464,009
Contributed surplus	7	4,563,415	3,878,721
Deficit		(12,509,680)	(11,161,854)
		<b>7,764,144</b>	<b>7,402,876</b>
		<b>8,149,656</b>	<b>7,851,547</b>

**Approved on behalf of the Board:**

*"Fred Sveinson"*

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Director – Fred Sveinson

*"Paul S. Cowley"*

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Director – Paul S. Cowley

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

**First Vanadium Corp.**  
**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss**  
**For the three and nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

	Note	Three months ended August 31		Nine months ended August 31	
		2019 \$	2018 \$	2019 \$	2018 \$
Audit, accounting and legal	8	28,130	41,008	102,024	112,294
Consulting fees	8	186,164	120,422	606,605	328,523
Depreciation		1,097	-	3,292	-
Directors fees	8	-	16,409	24,792	24,078
Exploration	6	22,390	-	22,390	-
Investor relations and marketing		66,336	82,718	167,239	252,791
Office expenses		24,809	12,195	87,939	54,485
Stock based compensation	7, 8	-	159,654	252,194	840,526
Transfer agent and filing fees		23,869	18,414	62,395	51,312
Travel and accommodation		6,072	6,091	18,956	19,107
<b>Net loss and comprehensive loss for the period</b>		<b>(358,867)</b>	<b>(456,911)</b>	<b>(1,347,826)</b>	<b>(1,683,116)</b>
<b>Basic and diluted loss per common share</b>		<b>(0.01)</b>	<b>(0.02)</b>	<b>(0.03)</b>	<b>(0.06)</b>
<b>Weighted average number of common shares outstanding</b>		<b>42,302,631</b>	<b>33,343,290</b>	<b>39,861,218</b>	<b>27,851,147</b>

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

**First Vanadium Corp.**  
**Condensed Interim Consolidated Statements of Cash Flows**  
**For the nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

	<b>2019</b>	<b>2018</b>
	\$	\$
<b>Cash flows provided by (used in):</b>		
<b>Operating activities</b>		
Net loss for the period	(1,347,826)	(1,683,116)
Depreciation	3,292	
Share-based compensation	252,194	840,526
	(1,092,340)	(842,590)
Net changes in non-cash working capital items:		
GST and other receivables	(7,999)	(13,070)
Prepaid expenses	111,956	(315,193)
Accounts payable and accrued liabilities	56,320	29,850
	(932,063)	(1,141,003)
<b>Investing activities</b>		
Purchase of equipment	(13,170)	-
Mineral property deferred exploration expenditures	(1,239,881)	(850,268)
	(1,253,051)	(850,268)
<b>Financing activity</b>		
Proceeds from private placement	1,375,000	3,000,000
Proceeds from exercise of warrants	95,625	1,135,523
Proceeds from exercise of options	-	90,000
Share issuance costs	(13,725)	(75,362)
	1,456,900	4,150,161
<b>(Decrease) Increase in cash and cash equivalents during the period</b>	<b>(728,214)</b>	<b>2,158,891</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>2,389,327</b>	<b>784,583</b>
<b>Cash and cash equivalents, end of period</b>	<b>1,661,113</b>	<b>2,943,474</b>
<b>Cash</b>	<b>461,113</b>	<b>2,943,474</b>
<b>Cash equivalents</b>	<b>1,200,000</b>	<b>-</b>

Supplemental disclosure with respect to cash flows (Note 10)

**First Vanadium Corp.**  
**Condensed Interim Consolidated Statements of Changes in Equity**  
(Unaudited - Expressed in Canadian dollars)

	Common shares	Share Capital	Contributed surplus	Shares to be issued	Deficit	AOCI	Total
	number	\$	\$	\$	\$	\$	\$
<b>Balance – November 30, 2017</b>	<b>20,410,131</b>	<b>7,393,636</b>	<b>1,932,308</b>	<b>-</b>	<b>(7,926,459)</b>	<b>(680)</b>	<b>1,398,805</b>
Shares issued for:							
cash pursuant to private placement	10,000,000	2,025,000	975,000		-	-	3,000,000
cash pursuant to exercise of warrants	4,199,784	1,491,715	(356,192)		-	-	1,135,523
cash pursuant to exercise of options	590,000	142,333	(52,333)		-	-	90,000
Share issuance costs – cash	-	(75,362)	-		-	-	(75,362)
Share-based compensation	-	-	840,526		-	-	840,526
Net loss and comprehensive loss	-	-	-		(1,683,116)	-	(1,683,116)
<b>Balance – August 31, 2018</b>	<b>35,199,915</b>	<b>10,977,322</b>	<b>3,339,309</b>	<b>-</b>	<b>(9,609,575)</b>	<b>(680)</b>	<b>4,706,376</b>
Shares issued for:							
cash pursuant to exercise of warrants	1,066,000	623,196	(183,395)	-	-	-	439,801
cash pursuant to exercise of options	100,000	81,491	(44,992)	-	-	-	36,499
Shares issued for mineral property	1,000,000	1,620,000	-	1,222,000	-	-	2,842,000
Shares issued for consulting	100,000	162,000	-	-	-	-	162,000
Share-based compensation	-	-	767,799	-	-	-	767,799
Net loss and comprehensive loss	-	-	-	-	(1,552,279)	680	(1,551,599)
<b>Balance – November 30, 2018</b>	<b>37,465,915</b>	<b>13,464,009</b>	<b>3,878,721</b>	<b>1,222,000</b>	<b>(11,161,854)</b>	<b>-</b>	<b>7,402,876</b>
Shares issued for:							
cash pursuant to private placement	3,437,500	900,000	475,000	-	-	-	1,375,000
cash pursuant to exercise of warrants	212,500	138,125	(42,500)	-	-	-	95,625
Shares issued for mineral property	1,300,000	1,222,000	-	(1,222,000)	-	-	-
Share issuance costs - cash	-	(13,725)	-	-	-	-	(13,725)
Share-based compensation	-	-	252,194	-	-	-	252,194
Net loss and comprehensive loss	-	-	-	-	(1,347,826)	-	(1,347,826)
<b>Balance – August 31, 2019</b>	<b>42,415,915</b>	<b>15,710,409</b>	<b>4,563,415</b>	<b>-</b>	<b>(12,509,680)</b>	<b>-</b>	<b>7,764,144</b>

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

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

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## 1. NATURE OF OPERATIONS

First Vanadium Corp. (“the Company” or “First Vanadium”) is in the business of the acquisition, exploration and evaluation of mineral properties, and either joint venturing or developing these properties further or disposing of them when the evaluation is completed. On September 20, 2018, the Company changed its name from Cornerstone Metals Inc. to First Vanadium Corp. The Company has an interest in properties located in Arizona and Nevada, USA. The Company’s corporate head office is located at 2200 - 1055 Dunsmuir Street, Four Bentall Centre, Vancouver, British Columbia, Canada.

## 2. BASIS OF PRESENTATION

### *Statement of compliance*

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*. The condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended November 30, 2018, which have been prepared in accordance with IFRS as issued by the IASB.

The Company uses the same accounting policies and methods of computation as in the annual consolidated financial statements for the year ended November 30, 2018.

These condensed interim consolidated financial statements were approved by the board of directors on October 30, 2019.

### *Basis of presentation*

The condensed interim consolidated annual financial statements have been prepared on a historical cost basis, except for financial instruments classified as available for sale, which are stated at their fair value.

## 3. CHANGE IN ACCOUNTING POLICY

Effective December 1, 2018, the Company retrospectively changed its accounting policy for depreciation of equipment from a declining balance method to a straight-line method. The change in accounting policy did not result in changes to the Company’s financial statements. The following is the Company’s new accounting policy for equipment:

### **Equipment**

Equipment is carried at cost less accumulated depreciation and any recognized impairment loss, net of reversals. Depreciation is computed using the straight-line method over estimated useful lives as follows:

Furniture and equipment	5 years
Computer hardware	3 years
Computer software	1 year
Vehicles	5 years

## 4. NEW ACCOUNTING STANDARDS

### *i) Standards issued but not yet effective*

#### **IFRS 16 Leases**

In January 2016, the IASB published a new standard, IFRS 16, Leases. The new standard brings most leases on-balance sheet for lessees under a single model, eliminating the distinction between operating and finance leases. Under the new standard, a lessee recognizes a right-of-use asset and a lease liability. The right-of-use asset is treated similarly to other non-financial assets and depreciated accordingly. The liability accrues interest. This will typically produce a front-loaded expense profile (whereas operating leases under IAS 17 would typically have had straight-line expenses). The standard is effective for annual periods beginning after January 1, 2019 and interim periods thereafter.

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
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ii) *Standards adopted during the current year*

**IFRS 9 Financial Instruments**

This standard replaces IAS 39 Financial Instruments: Recognition and Measurement and became effective for the Company on January 1, 2018. IFRS 9 includes requirements for classification and measurement of financial assets and financial liabilities; impairment methodology for financial instruments; and general hedge accounting. IFRS 9 has specific requirements for whether debt instruments are accounted for at amortized cost, fair value through other comprehensive income or fair value through profit or loss. IFRS 9 requires equity instruments to be measured at fair value through profit or loss unless an irrevocable election is made to measure them at fair value through other comprehensive income, which results in changes in fair value not being recycled to the income statement. The adoption of this standard did not have a material measurement or disclosure impact on the Company's financial statements.

The Company completed a detailed assessment of its financial assets and liabilities as at December 1, 2018. The following table shows the original classification under IAS 39 and the new classification under IFRS 9:

	<b>Original classification IAS 39</b>	<b>New classification IFRS 9</b>
Cash and cash equivalents	Loans & receivables	Amortized cost
Accounts receivable	Loans & receivables	Amortized cost
Accounts payable	Other financial liabilities	Amortized cost

The Company did not restate prior periods as there was no impact at the date of initial application. The adoption of IFRS 9 resulted in no impact to the opening accumulated deficit nor to the opening balance of accumulated comprehensive income on December 1, 2018.

The following is the Company's new accounting policy for financial instruments under IFRS 9:

**Recognition of Financial Instruments**

The Company recognizes a financial asset or financial liability on the statement of financial position when it becomes a party to the contractual provisions of the financial instrument.

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

**Financial assets at FVTOCI**

Investments in equity instruments designated at FVTOCI are initially recognized at fair value plus transaction costs. Subsequently they are measured at fair value, with both realized and unrealized gains and losses recognized in other comprehensive income (loss) in the period in which they arise.

**Financial assets and liabilities at amortized cost**

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
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**Financial assets and liabilities at FVTPL**

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in profit or loss. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in profit or loss in the period in which they arise. Where management has opted to recognize a financial liability at FVTPL, any changes associated with the Company's own credit risk will be recognized in other comprehensive income (loss).

**Impairment of financial assets at amortized cost**

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost.

At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the profit or loss, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

**Derecognition of financial assets and liabilities**

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in profit or loss in the period in which they arise. However, gains and losses on derecognition of financial assets designated as FVTOCI are recorded in other comprehensive income (loss) in the period in which they arise. Cumulative gains and losses on derecognized financial assets designated as FVTOCI are reclassified from accumulated other comprehensive income (loss) to deficit.

The Company derecognizes financial liabilities only when its obligations under the financial liabilities are discharged, cancelled or expired. Generally, the difference between the carrying amount of the financial liability derecognized and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

**5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The Company uses the same accounting estimates and judgements as in the annual consolidated financial statements for the year ended November 30, 2018.

**6. MINERAL PROPERTIES – Schedule 1**

**Carlin Vanadium Property**

On September 22, 2017 the Company signed an assignment agreement with AGEI. Pursuant to the assignment agreement, AGEI assigned to the Company all of AGEI's interest in an option agreement between AGEI and Golden Predator US Holding Corp. ("GPUS") dated June 14, 2017 as amended September 12, 2017. The option agreement grants to First Vanadium the option to acquire a 100% interest in the Carlin Vanadium Project (the "Property").

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
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The total consideration applicable to First Vanadium's acquisition of the Property under both the assignment agreement and the option agreement, is set out below for the Company's fiscal years ended November 30 as indicated:

	<b>Cash</b>	<b>Common shares</b>	<b>Exploration Commitment</b>
<b>2017</b>	US\$50,000 to AGEI <i>(paid)</i>	1,000,000 shares to AGEI <i>(issued at a value of \$410,000)</i>	
<b>2018</b>	US\$25,000 to GPUS <i>(paid)</i>	1,000,000 shares to AGEI <i>(issued at a value of \$1,620,000)</i>	US\$50,000 expenditures on Property <i>(completed)</i>
<b>2019</b>	US\$50,000 to GPUS <i>(paid)</i>		US\$125,000 expenditures on Property <i>(completed)</i>
<b>2020</b>	-	-	US\$225,000 expenditures on Property <i>(completed)</i>
<b>2021</b>	-	-	US\$250,000 expenditures on Property <i>(completed)</i>
<b>2022</b>	US\$1,910,000 to GPUS <sup>(1)</sup>		US\$372,000 expenditures on Property <i>(completed)</i>

*Notes:*

<sup>(1)</sup> *The remaining cash payment of US\$1.91M may be paid to GPUS at any time before June 14, 2022, the payment of which will complete the option exercise requirements, at which time First Vanadium would then be deemed to have exercised the option and to have acquired a 100% interest in the Property (and any requirements to incur further expenditures would then terminate).*

At such time as First Vanadium has exercised the option in full and acquired a 100% interest in the Property, a 1.5% NSR was to be granted to AGEI under the assignment agreement and a 2% NSR will be granted to GPUS under the option agreement. On November 23, 2018, the Company purchased the 1.5% NSR and adopted certain amendments to the assignment agreement for 1,300,000 common shares (valued at \$1,222,000). The common shares were issued on December 5, 2018. The GPUS 2% NSR may be purchased by the Company at the time of the option exercise for US\$4 million.

A finder's fee of US\$5,000 and 100,000 common shares (valued at \$41,000) of the Company was also paid and issued in relation to this transaction during the year ended November 30, 2017. During the year ended November 30, 2018, the Company issued an additional 100,000 common shares (valued at \$162,000) in relation to the finder's fee.

On January 17, 2019, the Company entered into an Access and Mineral Lease Agreement which increased mineral rights adjacent to the Carlin Vanadium property (referred to as the "Cole Creek Property"). Under the terms of the Access and Mineral Lease Agreement the Company has paid the lessor US\$5,000 on signing (paid) and is required to pay an additional US\$20,000 annually for the lease. In the event the Company commences mining operations on the Cole Creek Property, the annual payments will be replaced with a 5% NSR royalty in favour of the lessor. The lessor also owns or has rights to certain lands containing roads which the Company wishes to use for access to the Cole Creek Property and the Carlin Vanadium property. The Access and Mineral Lease Agreement grants to the Company the right to access such lands and roads for a payment of US\$15,000 (paid) on signing and US\$5,000 annually which will terminate at the Company's start of development and mining operations. The Company has the right to terminate the lease portion of the agreement without termination the road access portion of the agreement.

The Company has paid \$15,371 (US\$11,556) (November 30, 2018 - \$15,371) into a reclamation bond for the Carlin Vanadium Property.

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

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**West Jerome, USA**

On August 22, 2013, the Company acquired all of the issued and outstanding shares of CO USA. The acquisition included an undivided 100% interest in West Jerome located in Arizona. The property is subject to a 1.5% NSR to one party and a 0.5% NSR to another party.

As there is no further planned expenditures for exploration of the West Jerome property, the costs of \$130,083 that had been previously capitalized were written off as at November 30, 2018. (refer to Schedule 1)

During the three months ended August 31, 2019 the Company paid \$22,390 in permitting fees to keep the West Jerome property in good standing. These costs have been expensed as exploration costs on the Statement of Loss and Comprehensive Loss.

**Other**

As at August 31, 2019, the Company holds a total of \$9,000 (November 30, 2017 - \$9,000) in reclamation bonds related to its previously held Spences Bridge prospect.

**7. SHARE CAPITAL**

- a) Authorized: Unlimited common shares without par value
- b) Financing:

During the nine months ended August 31, 2019, the Company closed a non-brokered private placement of 3,437,500 units at \$0.40 per unit for total gross proceeds of \$1,375,000. Each unit consists of one common share and one purchase warrant. Each purchase warrant is exercisable into one common share for a period of three years at an exercise price of \$0.65 per share. Additionally, in connection with the private placement, the Company incurred \$13,725 in cash share issuance costs.

During the nine months ended August 31, 2019 a total of 212,500 warrants with an exercise price of \$0.45 per share were exercised for gross proceeds of \$95,625.

On March 27, 2018 the Company closed a private placement of 10,000,000 units at a price of \$0.30 per unit for gross proceeds of \$3,000,000. Each unit consists of one common share and one half share purchase warrant, each warrant entitling the holder to purchase one common share at \$0.45 for two years from closing date. Additionally, in connection with the private placement, the Company incurred \$75,362 in cash share issuance costs.

During the nine months ended August 31, 2018, a total of 220,000 options with a weighted average exercise price of \$0.11 per share were exercised into 220,000 common shares for gross proceeds of \$25,000, and a total of 1,662,284 warrants with an exercise price of \$0.24 per share were exercised into 1,662,284 common shares for gross proceeds of \$398,958.

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
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c) Options:

The balance of options outstanding and related information for the nine months ended August 31, 2019 were as follows:

	<b>Options Outstanding</b>	<b>Weighted Average Exercise Price Per Share</b>	<b>Weighted Average Life (Years)</b>
Balance, November 30, 2017	1,645,000	\$0.21	4.43
Exercised	(690,000)	\$0.18	
Expired	(270,000)	\$0.73	
Granted	2,295,000	\$0.78	
Balance, November 30, 2018	2,980,000	\$0.60	4.17
Granted	485,000	\$0.62	
Balance, August 31, 2019	3,465,000	\$0.61	3.58

During the nine months ended August 31, 2019, the Company granted 485,000 stock options. The options vested immediately upon issuance. The fair value of the options was estimated on the date of grant using the Black-Scholes option valuation model with the following weighted average assumptions: Dividend yield – nil; volatility – 151%; risk-free interest rate – 1.43%; expected life of options (years) – 4 years; forfeiture rate – nil.

As at August 31, 2019, the Company had the following options outstanding:

<b>Expiry Date</b>	<b>Exercise Price</b>	<b>Remaining life (Years)</b>	<b>Options outstanding and exercisable</b>
October 11, 2021	\$0.10	2.12	350,000
October 25, 2022	\$0.30	3.15	495,000
November 9, 2022	\$0.31	3.19	200,000
January 22, 2023	\$0.30	3.40	10,000
April 6, 2023	\$0.56	3.60	1,225,000
June 12, 2023	\$0.98	3.78	175,000
July 30, 2023	\$1.11	3.92	150,000
October 23, 2023	\$1.43	4.15	175,000
October 30, 2023	\$1.40	4.17	200,000
January 14, 2024	\$0.75	4.39	75,000
March 18, 2024	\$0.60	4.55	410,000
			3,465,000

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**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
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d) Warrants:

The balance of warrants outstanding and related information for the nine months ended August 31, 2019 were as follows:

	<b>Warrants Outstanding</b>	<b>Weighted Average Exercise Price (per share)</b>	<b>Weighted Average Life (years)</b>
Balance, November 30, 2017	7,857,284	\$0.24	2.64
Issued	5,000,000	\$0.45	
Exercised	(5,265,784)	\$0.30	
Balance, November 30, 2018	7,591,500	\$0.34	1.62
Exercised	(212,500)	\$0.45	
Issued	3,437,500	\$0.65	
Balance, August 31, 2019	10,816,500	\$0.43	1.49

As at August 31, 2019, the Company had the following warrants outstanding:

<b>Expiry Date</b>	<b>Exercise Price</b>	<b>Remaining life (Years)</b>	<b>warrants outstanding</b>
March 27, 2020	\$0.45	0.82	3,304,000
October 18, 2020	\$0.24	1.39	4,075,000
June 6, 2022	\$0.65	2.77	2,125,500
July 3, 2022	\$0.65	2.84	1,312,000
			10,816,500

**8. RELATED PARTY TRANSACTIONS**

Compensation paid or payable to the directors, the Chief Executive Officer and the Chief Financial Officer for services provided during the three and nine months ended August 31, 2019 and 2018 was as follows:

	<b>Three months ended August 31</b>		<b>Nine months ended August 31</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Accounting fees	8,070	6,842	26,302	17,373
Consulting fees	92,250	58,100	326,020	155,600
Director fees	-	16,409	24,792	24,078
Share based compensation	-	159,654	-	517,000
	100,320	241,005	377,114	714,051

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**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

The Company incurred additional expenditures charged by related parties during the three and nine months ended August 31, 2019 and 2018 as follows:

	Three months ended		Nine months ended	
	August 31		August 31	
	2019	2018	2019	2018
	\$	\$	\$	\$
Consulting fees	8,020	1,320	19,280	5,880

As at August 31, 2019, accounts payable and accrued liabilities include an amount of \$255,571 (November 30, 2018 – \$221,654) due to officers of the Company and/or companies controlled by officers of the Company. Included in the accounts payable is \$220,165 related to bonus earned by officers and directors of the Company. The payments are being deferred.

**9. SEGMENTED INFORMATION**

The Company has identified its operating segments based on the internal reports that are reviewed and used by the chief executive officer and the executive management in assessing performance and in determining the allocation of resources. The Company considers the business from a geographic perspective and assesses the performance of the operating segments based on measures such as net property and equipment as well as operational results.

**Operating Segment**

The Company's operations are limited to a single industry segment, being the acquisition, exploration and development of mineral properties.

**Geographic Segments**

As at August 31, 2019, the Company's operations and assets are located in Canada and the USA. By geographic areas, the Company's losses for the three and nine months ended August 31, 2019 and 2018 are as follows:

	Three months ended		Nine months ended	
	August 31		August 31	
	2019	2018	2019	2018
	\$	\$	\$	\$
Canada	344,640	454,031	1,307,769	1,657,147
USA	14,227	2,880	40,057	25,969
	358,867	456,911	1,347,826	1,683,116

By geographic areas, the Company's non-current assets as at August 31, 2019 and November 30, 2018 are as follows:

	August 31, 2019	November 30, 2018
	\$	\$
Canada	29,832	19,954
USA	6,339,202	5,218,800
	6,369,034	5,238,754

**10. SUPPLEMENTAL CASH FLOW INFORMATION**

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows. As at August 31, 2019 the Company had \$70,947 (November 30, 2018 - \$190,426) in accounts payable related to mineral property deferred exploration costs.

**First Vanadium Corp.**  
**Notes to the Condensed Interim Consolidated Financial Statements**  
**For the three and nine months ended August 31, 2019 and 2018**  
(Unaudited - Expressed in Canadian dollars)

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**11. COMMITMENTS**

The following table summarizes the contractual maturities of the Company's significant financial liabilities and capital commitments, including contractual obligations for the years ended November 30 indicated:

	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Accounts payable and accrued liabilities	384,148	-	-	-	-	<b>384,148</b>
Consulting agreement obligations	92,250	369,000	369,000	369,000	369,000	<b>1,568,250</b>
Mineral Property obligations <sup>(1)</sup>	-	33,238	33,238	2,705,533	33,238	<b>2,805,247</b>
Rent obligations	15,831	63,324	15,831	-	-	<b>94,986</b>
	<b>492,229</b>	<b>465,562</b>	<b>418,069</b>	<b>3,074,533</b>	<b>402,238</b>	<b>4,852,631</b>

<sup>(1)</sup> Mineral Property obligations include all option payments, mineral access, mineral lease, and exploration expenditure obligations for the Company's mineral properties.

**First Vanadium Corp.**  
**SCHEDULE 1**  
**Consolidated Schedule of Mineral Properties**  
**For the nine months ended August 31, 2019**  
(Unaudited - Expressed in Canadian dollars)

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	<b>Carlin Vanadium</b>
	<b>\$</b>
<b>Balance as at November 30, 2018</b>	<b>5,203,429</b>
Acquisition expenditures	153,752
Deferred Exploration Expenditures	
Assaying	231,332
Consulting	636,992
Licenses, permits and fees	34,951
Staking	12,337
Surveying	23,627
Other	27,411
	<b>1,120,402</b>
<b>Balance as at August 31, 2019</b>	<b>6,323,831</b>