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**Petrolympic Ltd.**  
**Condensed Interim Consolidated Financial Statements**  
**Three and Nine Months Ended**  
**September 30, 2020**  
**(Expressed In Canadian Dollars)**  
**(Unaudited)**

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**NOTICE TO READER**

The accompanying unaudited condensed interim consolidated financial statements of Petrolympic Ltd. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three and nine months ended September 30, 2020 have not been reviewed by the Company's auditors.

# Petrolympic Ltd.

## Condensed Interim Consolidated Statements of Financial Position (Expressed in Canadian Dollars) (Unaudited)

	As at September 30, 2020	As at December 31, 2019
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents (note 3)	\$ 42,257	\$ 24,405
Other assets (note 4)	6,494	6,494
<b>Total current assets</b>	<b>48,751</b>	<b>30,899</b>
<b>Non-current assets</b>		
Equipment (note 5)	4,640	6,629
Reclamation bond	10,618	10,338
<b>Total non-current assets</b>	<b>15,258</b>	<b>16,967</b>
<b>Total assets</b>	<b>\$ 64,009</b>	<b>\$ 47,866</b>
<b>SHAREHOLDERS' DEFICIENCY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (notes 6, 12(b) and 15)	\$ 750,949	\$ 607,014
Advances from related party (note 7)	144,077	111,712
<b>Total current liabilities</b>	<b>895,026</b>	<b>718,726</b>
<b>Non-current liabilities</b>		
Loan payable (note 8)	40,000	-
<b>Total liabilities</b>	<b>935,026</b>	<b>718,726</b>
<b>Shareholders' deficiency</b>		
Share capital (note 9)	9,228,967	9,402,939
Reserves	977,784	878,183
Deficit	(11,077,768)	(10,951,982)
<b>Total shareholders' deficiency</b>	<b>(871,017)</b>	<b>(670,860)</b>
<b>Total shareholders' deficiency and liabilities</b>	<b>\$ 64,009</b>	<b>\$ 47,866</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

**Nature of operations and going concern** (note 1)

**Commitments and contingencies** (note 16)

**Subsequent event** (note 18)

## Petrolympic Ltd.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss  
(Expressed in Canadian Dollars)  
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
<b>Operating expenses</b>				
Exploration and evaluation expenditures (note 12)	\$ (4,393)	\$ 34,337	\$ (2,854)	\$ 142,454
General and administrative (note 14)	53,990	61,279	206,189	292,822
<b>Operating loss</b>	<b>(49,597)</b>	<b>(95,616)</b>	<b>(203,335)</b>	<b>(435,276)</b>
<b>Other expenses</b>				
Foreign exchange loss	(21)	(806)	(826)	(2,567)
<b>Net loss for the period</b>	<b>\$ (49,618)</b>	<b>\$ (96,422)</b>	<b>\$ (204,161)</b>	<b>\$ (437,843)</b>
<b>Other comprehensive income (loss)</b>				
Item that will be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	3,341	(1,042)	(1,473)	1,623
<b>Comprehensive loss for the period</b>	<b>\$ (46,277)</b>	<b>\$ (97,464)</b>	<b>\$ (205,634)</b>	<b>\$ (436,220)</b>
<b>Basic and diluted net loss per share (note 13)</b>	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>
<b>Weighted average number of common shares outstanding (note 13)</b>	<b>110,443,894</b>	<b>110,443,894</b>	<b>110,443,894</b>	<b>110,443,894</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

## Petrolympic Ltd.

### Condensed Interim Consolidated Statements of Cash Flows (Expressed in Canadian Dollars) (Unaudited)

Nine Months Ended  
September 30,  
2020                      2019

#### Operating activities

Net loss for the period	\$ (204,161)	\$ (437,843)
Adjustments for:		
Depreciation (note 5)	1,989	1,926
Share-based payments	5,477	98,573
Change in unrealized foreign exchange	1,129	840
Non-cash working capital items:		
Amounts receivable and other assets	-	70,349
Accounts payable and accrued liabilities	143,935	112,177
Reclamation bond	(280)	318
<b>Net cash and cash equivalents used in operating activities</b>	<b>(51,911)</b>	<b>(153,660)</b>

#### Financing activities

Advances from related party (note 7)	29,790	87,727
Proceeds from loan payable (note 8)	40,000	-
<b>Net cash and cash equivalents provided by financing activities</b>	<b>69,790</b>	<b>87,727</b>
<b>Effect of exchange rate fluctuations on cash in foreign currency held</b>	<b>(27)</b>	<b>(338)</b>
<b>Net change in cash and cash equivalents</b>	<b>17,852</b>	<b>(66,271)</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>24,405</b>	<b>102,591</b>
<b>Cash and cash equivalents, end of period (note 3)</b>	<b>\$ 42,257</b>	<b>\$ 36,320</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

## Petrolympic Ltd.

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

(Expressed in Canadian Dollars)

(Unaudited)

	Reserves					
	Share capital	Contributed surplus	Warrant reserve	Other comprehensive income	Deficit	Total
<b>Balance, December 31, 2018</b>	<b>\$ 9,417,016</b>	<b>\$ 1,156,857</b>	<b>\$ 195,015</b>	<b>\$ 15,013</b>	<b>\$(11,054,889)</b>	<b>\$ (270,988)</b>
Share-based payment	-	98,573	-	-	-	98,573
Reclassification of expired options	-	(605,350)	-	-	605,350	-
Foreign operations currency translation reserve	-	-	-	1,623	-	1,623
Net loss for the period	-	-	-	-	(437,843)	(437,843)
<b>Balance, September 30, 2019</b>	<b>\$ 9,417,016</b>	<b>\$ 650,080</b>	<b>\$ 195,015</b>	<b>\$ 16,636</b>	<b>\$(10,887,382)</b>	<b>\$ (608,635)</b>
<b>Balance, December 31, 2019</b>	<b>\$ 9,402,939</b>	<b>\$ 650,080</b>	<b>\$ 209,092</b>	<b>\$ 19,011</b>	<b>\$(10,951,982)</b>	<b>\$ (670,860)</b>
Warrant extension revaluation (note 11(i)(ii)(iii))	(173,972)	-	173,972	-	-	-
Share-based payment (note 10(iii))	-	5,477	-	-	-	5,477
Reclassification of expired options	-	(78,375)	-	-	78,375	-
Foreign operations currency translation reserve	-	-	-	(1,473)	-	(1,473)
Net loss for the period	-	-	-	-	(204,161)	(204,161)
<b>Balance, September 30, 2020</b>	<b>\$ 9,228,967</b>	<b>\$ 577,182</b>	<b>\$ 383,064</b>	<b>\$ 17,538</b>	<b>\$(11,077,768)</b>	<b>\$ (871,017)</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

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# Petrolympic Ltd.

## Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

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### 1. Nature of operations and going concern

Petrolympic Ltd. (the "Company" or "Petrolympic") was incorporated under the Business Corporations Act (Ontario). Petrolympic is an exploration company, engaged in the acquisition, exploration and development of gold and petroleum and natural gas properties. At the date of these unaudited condensed interim consolidated financial statements, the Company has not yet discovered any significant deposits, nor has it generated any profit from its activities. The Company's common shares are listed on the TSX Venture Exchange ("TSXV") under the symbol PCQ and on the OTCQX International under the symbol PCQRF. The primary office is located at The Canadian Venture Building, 82 Richmond Street East, Toronto, Ontario, Canada, M5C 1P1. The Company's year end is December 31st.

Petrolympic is at an early stage of exploration and, as is common with many exploration companies, it raises financing for its exploration and acquisition activities in discrete tranches. The Company had a working capital deficiency of \$846,275 at September 30, 2020 (December 31, 2019 - working capital deficiency of \$687,827). As at September 30, 2020, the Company has a deficit of \$11,077,768 (December 31, 2019 - \$10,951,982). For the nine months ended September 30, 2020, the Company had a comprehensive loss of \$205,634 (nine months ended September 30, 2019 - comprehensive loss of \$436,220). For the nine months ended September 30, 2020, the Company had total cash inflows of \$17,852 (nine months ended September 30, 2019 - cash outflows of \$66,271). These conditions raise material uncertainties which cast significant doubt as to the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its obtaining additional financing and eventually achieving profitable operations in the future. The Company is currently evaluating various options in order to address its financing needs. There can be no assurance that the Company's financing activities will continue to be successful or sufficient.

These unaudited condensed interim consolidated financial statements have been prepared using accounting policies applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due. These unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities that would be necessary if the Company were unable to continue as a going concern and was required to realize its assets or discharge its obligations in anything other than the ordinary course of operations. These adjustments could be material.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds.

### 2. Significant accounting policies

#### Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB and interpretations issued by the IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS's issued and outstanding as of November 30, 2020, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2019, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2020 could result in restatement of these unaudited condensed interim consolidated financial statements.

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# Petrolympic Ltd.

## Notes to Condensed Interim Consolidated Financial Statements Three and Nine Months Ended September 30, 2020 (Expressed in Canadian Dollars) (Unaudited)

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### 2. Significant accounting policies (continued)

#### New standards adopted

##### *IFRS 3, Business Combinations ("IFRS 3")*

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition.

The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

##### *IAS 1, Presentation of Financial Statements ("IAS 1")*

Amendments to IAS 1, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

##### *IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")*

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's unaudited condensed interim consolidated financial statements.

### 3. Cash and cash equivalents

	As at September 30, 2020	As at December 31, 2019
Cash	\$ 32,257	\$ 14,405
Guaranteed investment certificates	10,000	10,000
Total	\$ 42,257	\$ 24,405

### 4. Other assets

	As at September 30, 2020	As at December 31, 2019
Prepaid expenses	\$ 6,494	\$ 6,494
	\$ 6,494	\$ 6,494

## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

### 5. Equipment

#### Cost

	Oil and gas equipment
Balance, December 31, 2018, December 31, 2019 and September 30, 2020	\$ 56,947

#### Accumulated depreciation

	Oil and gas equipment
Balance, December 31, 2018	\$ 48,392
Depreciation	1,926
Balance, December 31, 2019	50,318
Depreciation	1,989
Balance, September 30, 2020	\$ 52,307

#### Carrying amounts

	Oil and gas equipment
At December 31, 2019	\$ 6,629
At September 30, 2020	\$ 4,640

### 6. Accounts payable and accrued liabilities

	As at September 30, 2020	As at December 31, 2019
Trade payables	\$ 68,391	\$ 67,754
Accrued liabilities (note 15(b))	682,558	539,260
	\$ 750,949	\$ 607,014

### 7. Advances from related party

During the nine months ended September 30, 2020, the Company received \$29,790 (US\$22,000) in advances from Mendel Ekstein who is a major shareholder and director of the Company. Advances of \$144,077 (US\$108,012) were outstanding at September 30, 2020. The advances are unsecured, do not bear any interest and are due on demand.

During the nine months ended September 30, 2019, the Company received \$87,727 (US\$66,000) in advances from Mendel Ekstein who is a major shareholder and director of the Company. Advances of \$111,712 (US\$86,012) were outstanding at December 31, 2019. The advances are unsecured, do not bear any interest and are due on demand.

### 8. Loan payable

During the period, the Company applied for the COVID-19 Relief Line of Credit as part of the Government-sponsored Canada Emergency Business Account (CEBA). The credit limit of \$40,000 has an interest rate of 0% until December 31, 2020. On January 1, 2021, the operating line of credit will be converted to a 2-year 0% interest term loan, to be repaid by December 31, 2022 of which \$10,000 of the loan will be forgiven if \$30,000 is repaid in full on or before December 31, 2022. If on December 31, 2022 the loan is not repaid, the Company can exercise the option for a 3-year term extension at an interest rate of 5% on the balance over the term extension period. The Company expects to pay the loan prior to December 31, 2022.

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## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

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### 9. Share capital

#### a) Authorized share capital

At September 30, 2020, the authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

#### b) Common shares issued

At September 30, 2020, the issued share capital amounted to \$9,228,967.

	Number of common shares	Amount
<b>Balance, December 31, 2018 and September 30, 2019</b>	<b>110,443,894</b>	<b>\$ 9,417,016</b>
<b>Balance, December 31, 2019</b>	<b>110,443,894</b>	<b>\$ 9,402,939</b>
Extension of warrants (note 11(i)(ii)(iii))	-	(173,972)
<b>Balance, September 30, 2020</b>	<b>110,443,894</b>	<b>\$ 9,228,967</b>

### 10. Stock options

The following table reflects the continuity of stock options for the periods presented:

	Number of stock options	Weighted average exercise price (\$)
<b>Balance, December 31, 2018</b>	<b>8,630,000</b>	<b>0.17</b>
Granted (i)	850,000	0.10
Expired	(2,080,000)	0.36
<b>Balance, September 30, 2019</b>	<b>7,400,000</b>	<b>0.11</b>
<b>Balance, December 31, 2019</b>	<b>7,400,000</b>	<b>0.11</b>
Granted (ii)	2,250,000	0.10
Expired	(100,000)	0.10
Cancelled	(800,000)	0.11
<b>Balance, September 30, 2020</b>	<b>8,750,000</b>	<b>0.10</b>

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## Petrolympic Ltd.

### Notes to Condensed Interim Consolidated Financial Statements

Three and Nine Months Ended September 30, 2020

(Expressed in Canadian Dollars)

(Unaudited)

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#### 10. Stock options (continued)

(i) On March 12, 2019, the Company granted 850,000 options of the Company at a price of \$0.10 per share, expiring March 12, 2024. The fair value of these options at the date of grant was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of \$0.055; 117% volatility; risk-free interest rate of 1.63%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was \$35,100. During the three and nine months ended September 30, 2020, \$nil (three and nine months ended September 30, 2019 - \$nil and \$35,100, respectively) was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus. These options have fully vested.

(ii) On September 16, 2020, the Company granted 2,250,000 options of the Company at a price of \$0.10 per share, expiring September 16, 2025. The fair value of these options at the date of grant was estimated using the Black-Scholes option pricing model with the following assumptions: a five year expected average life; share price of \$0.04; 149.90% volatility; risk-free interest rate of 0.36%; and a dividend yield of 0%. Volatility is calculated based on the changes in historical stock prices over the expected life of the options. The fair value assigned to these options was \$77,102. During the three and nine months ended September 30, 2020, \$5,477 (three and nine months ended September 30, 2019 - \$nil) was expensed in the unaudited condensed interim consolidated statement of loss and comprehensive loss with a corresponding amount allocated to contributed surplus. These options vest quarterly in equal amounts over 12 months of issuance.

The following table reflects the actual stock options issued and outstanding as of September 30, 2020:

<b>Expiry date</b>	<b>Exercise price (\$)</b>	<b>Weighted average remaining contractual life (years)</b>	<b>Number of options outstanding</b>	<b>Number of options vested (exercisable)</b>
May 30, 2022	0.120	1.66	1,000,000	1,000,000
May 28, 2023	0.105	2.66	4,650,000	4,650,000
March 12, 2024	0.100	3.45	850,000	850,000
September 16, 2025	0.100	4.96	2,250,000	-
		<b>3.08</b>	<b>8,750,000</b>	<b>6,500,000</b>

## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

### 11. Warrants

The following table reflects the continuity of warrants for the periods presented:

	Number of warrants	Grant date fair value (\$)
<b>Balance, December 31, 2018 and September 30, 2019</b>	<b>4,272,028</b>	<b>195,015</b>
<b>Balance, December 31, 2019</b>	<b>4,272,028</b>	<b>209,092</b>
Warrant extension (i)(ii)(iii)	-	173,972
<b>Balance, September 30, 2020</b>	<b>4,272,028</b>	<b>383,064</b>

The following table reflects the actual warrants issued as of September 30, 2020:

Number of warrants outstanding	Fair value (\$)	Exercise price (\$)	Expiry date
1,300,000	86,454	0.25	(i) March 23, 2022
1,818,182	227,410	0.25	(iii) October 2, 2022
1,153,846	69,200	0.25	(ii) June 22, 2023
<b>4,272,028</b>	<b>383,064</b>	<b>0.25</b>	

(i) On March 22, 2020, the Company extended the expiry dates of 1,300,000 common share purchase warrants from March 23, 2020 to March 23, 2022. Each warrant entitles the holder to purchase one common share of the Company. The Company recorded the incremental difference of \$9,980 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 0.51%, a dividend yield of 0%, a volatility of 136%, and an expected life of 2 years.

(ii) On June 22, 2020, the Company extended the expiry dates of 1,153,846 common share purchase warrants from June 22, 2020 to June 22, 2023. Each warrant entitles the holder to purchase one common share of the Company. The Company recorded the incremental difference of \$37,219 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 0.30%, a dividend yield of 0%, a volatility of 172%, and an expected life of 3 years.

(iii) On September 17, 2020, the Company extended the expiry dates of 1,818,182 common share purchase warrants from October 2, 2020 to October 2, 2022. Each warrant entitles the holder to purchase one common share of the Company. The Company recorded the incremental difference of \$126,773 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 0.24%, a dividend yield of 0%, a volatility of 182%, and an expected life of 2 years.

## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

### 12. Exploration and evaluation expenditures

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
<b>Québec, Canada (a)</b>				
Gross exploration activities				
Consulting	\$ 2,887	\$ -	\$ 2,887	\$ 5,724
Option payment	30,000	-	30,000	-
Permits and licenses	(37,730)	33,694	(37,730)	134,775
<b>Net costs</b>	<b>\$ (4,843)</b>	<b>\$ 33,694</b>	<b>\$ (4,843)</b>	<b>\$ 140,499</b>
<b>Texas, USA (b)</b>				
Development costs	\$ -	\$ -	\$ -	\$ 29
Depreciation	450	643	1,989	1,926
<b>Net costs</b>	<b>\$ 450</b>	<b>\$ 643</b>	<b>\$ 1,989</b>	<b>\$ 1,955</b>
<b>Total exploration costs</b>	<b>\$ (4,393)</b>	<b>\$ 34,337</b>	<b>\$ (2,854)</b>	<b>\$ 142,454</b>

(a) Québec Properties, Québec (Canada)

On September 29, 2020, the Company announced that it entered into an agreement to acquire a gold property located in the east of the Val d'Or mining camp, Province of Quebec. The property consists of 31 contiguous map-designated claims (cells) covering 1,784 Ha of gold potential geology in the centre of Vauquelin township (NTS 32C03) approximately 40 km east of the town of Val d'Or, a major gold mining centre in Northwestern Quebec. On execution of the purchase agreement between the vendors, the Company paid the vendors an aggregate cash payment of \$30,000 as part of the purchase price. The remainder of the purchase price will be satisfied through the issuance of an aggregate of 500,000 common shares of the Company. Upon completion of the transaction, the Company will have acquired 100% interest in the mineral right of the property. The vendors will also receive a 3.0% NSR ("Net Smelter Return") royalty from all eventual commercial mineral production on the project. The issuance of the common shares under the transaction shall be subject to applicable securities laws, any securities regulatory authority having jurisdiction, and the policies of the TSXV, and the common shares shall be subject to a four-month hold period in accordance with applicable securities laws and the policies of the TSXV. Completion of the acquisition remains subject to approval by the TSXV.

During the nine months ended September 30, 2020, the Company received a cheque of \$37,729 from Québec Government related to annual fees that were collected without having the right to do so for years 2017 to 2019.

During the three and nine months ended September 30, 2020, the Company's share of exploration and evaluation expenditures on its Québec, Canada property interests amounted to \$(4,843) (three and nine months ended September 30, 2019 - \$33,694 and \$140,499, respectively). Total cumulative exploration and evaluation expenditures incurred on its Québec, Canada property interests to September 30, 2020 amounted to \$6,087,397 (December 31, 2019 - \$6,092,240).

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# Petrolympic Ltd.

## Notes to Condensed Interim Consolidated Financial Statements Three and Nine Months Ended September 30, 2020 (Expressed in Canadian Dollars) (Unaudited)

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### 12. Exploration and evaluation expenditures (continued)

(b) Chittim Ranch Property, Texas (USA)

During the three and nine months ended September 30, 2020, the Company's share of exploration and evaluation expenditures on its Chittim Ranch property in Texas (USA) amounted to \$450 and \$1,989, respectively (three and nine months ended September 30, 2019 - \$643 and \$1,955, respectively). Total cumulative exploration and evaluation expenditures incurred on its Chittim Ranch property to September 30, 2020 amounted to \$1,861,892 (December 31, 2019 - \$1,859,903).

For the three and nine months ended September 30, 2020, the Company paid \$nil in royalties to Shell Western E&P Inc. ("SWEPI") (three and nine months ended September 30, 2019 - \$nil). As at September 30, 2020, the Company owed \$20,131 (US\$15,092) in royalties to SWEPI (December 31, 2019 - \$19,601 (US\$15,092)) and this amount was included in accounts payable and accrued liabilities. The \$20,131 was accrued from oil revenues earned in 2013 and 2014, it however has not been paid because the Company is currently investigating who the royalties are due to.

### 13. Net loss per share

The calculation of basic and diluted loss per share for the three and nine months ended September 30, 2020 was based on the loss attributable to common shareholders of \$49,618 and \$204,161, respectively (three and nine months ended September 30, 2019 - \$96,422 and \$437,843, respectively) and the weighted average number of common shares outstanding of 110,443,894 (three and nine months ended September 30, 2019 - 110,443,894). Diluted loss per share did not include the effect of 8,750,000 options outstanding (September 30, 2019 - 7,400,000 options outstanding) as they are anti-dilutive. Diluted loss per share did not include the effect of 4,272,028 warrants outstanding (September 30, 2019 - 4,272,028 warrants outstanding) as they are anti-dilutive.

### 14. General and administrative

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
Share-based payment (notes 10 and 15)	\$ 5,477	\$ -	\$ 5,477	\$ 98,573
Professional fees	11,715	11,519	48,597	32,091
Management fees	31,203	42,615	128,651	114,200
Administrative and general	2,935	8,035	9,242	27,941
Investor relations and promotion	608	(1,695)	6,320	5,647
Reporting issuer costs	2,052	805	7,902	14,370
	\$ 53,990	\$ 61,279	\$ 206,189	\$ 292,822

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## Petrolympic Ltd.

### Notes to Condensed Interim Consolidated Financial Statements Three and Nine Months Ended September 30, 2020 (Expressed in Canadian Dollars) (Unaudited)

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#### 15. Related party balances and transactions

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

As at September 30, 2020, Mendel Ekstein, an officer and director of the Company, controls or indirectly controls 26,528,736 common shares of the Company, or approximately 24% of the total common shares outstanding. As at September 30, 2020, Andreas Jacob, a director of the Company, controls or indirectly controls 11,967,625 common shares of the Company, or approximately 11% of the total common shares outstanding. As at September 30, 2020, the remaining directors and/or officers of the Company collectively control 220,874 common shares of the Company or less than 1% of the total common shares outstanding. To the knowledge of directors and officers of Petrolympic, the remainder of the Company's outstanding common shares are widely held. These holdings can change at any time at the discretion of the owner.

(a) Petrolympic entered into the following transactions with related parties. The Company defines key management as its Chief Executive Officer ("CEO"), Chief Financial Officer ("CFO") and Board of Directors:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
Marrelli Support Services Inc. ("Marrelli Support") (i)	\$ 6,266	\$ 6,068	\$ 20,501	\$ 18,662
DSA Corporate Services Inc. ("DSA Corp") (ii)	1,950	1,951	5,850	5,929
DSA Filing Services Limited ("DSA Filing") (iii)	5,482	69	5,482	5,201
Fogler Rubinoff LLP ("Fogler") (iv)	-	-	581	-
Mendel Ekstein (v)	-	26,193	29,588	87,727

(i) For the three and nine months ended September 30, 2020, the Company expensed \$6,266 and \$20,501, respectively (three and nine months ended September 30, 2019 - \$6,068 and \$18,662, respectively) to Marrelli Support for the services of Carmelo Marrelli to act as CFO of the Company. In addition, Marrelli Support also provides bookkeeping services to the Company. Carmelo Marrelli is the Managing Director of Marrelli Support. As at September 30, 2020, Marrelli Support was owed \$14,896 (December 31, 2019 - \$11,682) and this amount was included in accounts payable and accrued liabilities.

(ii) For the three and nine months ended September 30, 2020, the Company expensed \$1,950 and \$5,850, respectively (three and nine months ended September 30, 2019 - \$1,951 and \$5,929, respectively) to DSA Corp for corporate secretarial services. DSA Corp is affiliated with Marrelli Support through common ownership. As at September 30, 2020, DSA Corp was owed \$3,673 (December 31, 2019 - \$2,940) and this amount was included in accounts payable and accrued liabilities.

(iii) For the three and nine months ended September 30, 2020, the Company expensed \$5,482 (three and nine months ended September 30, 2019 - \$69 and \$5,201, respectively) to DSA Filing for corporate filing services. DSA Filing is affiliated with Marrelli Support through common ownership. As at September 30, 2020, DSA Filing was owed \$1,198 (December 31, 2019 - \$254) and this amount was included in accounts payable and accrued liabilities.

(iv) For the three and nine months ended September 30, 2020, the Company expensed \$nil and \$581, respectively (three and nine months ended September 30, 2019 - \$nil) to Fogler for legal services. Adam Szweras, the Corporate Secretary of Petrolympic, is a partner at Fogler. As at September 30, 2020, Fogler was owed \$nil (December 31, 2019 - \$963) and this amount was included in accounts payable and accrued liabilities.

(v) Refer to note 7.

## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

### 15. Related party balances and transactions (continued)

(b) Remuneration of directors and key management personnel of the Company was as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
Salaries and benefits	\$ 31,203	\$ 42,615	\$ 128,651	\$ 114,200
Share-based payment	4,990	-	4,990	98,573
Total remuneration	\$ 36,193	\$ 42,615	\$ 133,641	\$ 212,773

Payments to directors and key management personnel of the Company include certain transactions with related parties in (a) above, and (b) remuneration to directors and key management personnel of the Company. As at September 30, 2020, directors and key management personnel of the Company were owed \$446,857 or US\$335,000 (December 31, 2019 - \$284,725 or US\$245,000) for remuneration and reimbursable expenses, excluding amounts disclosed in (a) above.

Included in accounts payable and accrued liabilities is an amount of \$200,000 bonus payment to management, payable in common shares of the Company at \$0.105 per share for a total of 952,381 common shares to each officer, or 1,904,762 common shares in aggregate, subject to regulatory approval.

### 16. Commitments and contingencies

The Company's operations are subject to government environmental protection legislation. Environmental consequences are difficult to identify in terms of results, timetable and impact.

At this time, to management's best knowledge, the Company's operations are in compliance with current laws and regulations.

### 17. Segmented information

As at September 30, 2020, the Company operates primarily in two reportable geographical segments, being the exploration for petroleum and natural gas interests in Canada and the USA and the exploration for gold in Canada. The Company maintains a head office in Toronto, Canada.

#### Nine Months Ended September 30, 2020

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 202,172	\$ 3,462	\$ 205,634

#### Nine Months Ended September 30, 2019

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 429,059	\$ 7,161	\$ 436,220

## Petrolympic Ltd.

Notes to Condensed Interim Consolidated Financial Statements  
Three and Nine Months Ended September 30, 2020  
(Expressed in Canadian Dollars)  
(Unaudited)

### 17. Segmented information (continued)

#### Three Months Ended September 30, 2020

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 49,169	\$ (2,892)	\$ 46,277

#### Three Months Ended September 30, 2019

	Canada	USA	Total
Revenues	\$ -	\$ -	\$ -
Comprehensive loss	\$ 94,051	\$ 3,413	\$ 97,464

#### As at September 30, 2020

	Canada	USA	Total
Current assets	\$ 10,966	\$ 37,785	\$ 48,751
Non-current assets	\$ -	\$ 15,258	\$ 15,258

#### As at December 31, 2019

	Canada	USA	Total
Current assets	\$ 22,323	\$ 8,576	\$ 30,899
Non-current assets	\$ -	\$ 16,967	\$ 16,967

### 18. Subsequent event

On November 11, 2020, the Company announced that it entered into an agreement to acquire a gold property located in the south of the Sudbury mining camp, Province of Ontario (the "Property"). The Property consists of 24 maps designated mining claims (cells) covering 600 Ha property in Southwest of Espanola, Ontario, District of Sudbury (NTS 41/04F) approximately 70 km Southwest of the town of Sudbury, a major gold mining center in central Ontario.

On execution of the purchase agreement the Company paid the vendors an aggregate cash payment of \$25,000 as part of the purchase price. The remainder of the purchase price will be satisfied through the issuance of an aggregate of 500,000 common shares of the Company. Upon the completion of the transaction the Company will have acquired 100% interest in the mineral rights of the Property. The vendors will also receive a 2.0% NSR royalty from all eventual commercial mineral production on the project.

The issuance of the common shares under the transaction shall be subject to applicable securities laws, any securities regulatory authority having jurisdiction, and the policies of the TSXV, and the common shares shall be subject to a four-month hold period in accordance with applicable securities laws and the policies of the TSX Venture Exchange. Completion of the acquisition remains subject to approval by the TSX Venture Exchange.