



**DISCOVERIES CORP.**

**NOTICE OF ANNUAL AND SPECIAL MEETING AND  
MANAGEMENT INFORMATION CIRCULAR**

**May 28, 2020**

**GOLDSPOT DISCOVERIES CORP.**

69 Yonge Street, Suite 1010  
Toronto, Ontario  
M5E 1K3

**NOTICE OF ANNUAL AND SPECIAL MEETING OF SHAREHOLDERS**

**NOTICE IS HEREBY GIVEN** that an annual and special meeting (the “**Meeting**”) of shareholders of **GoldSpot Discoveries Corp.** (the “**Corporation**”) will be held on June 25, 2020 at 11:00 a.m. (Toronto time) virtually via live audio webcast available online using the LUMI meeting platform at <https://web.lumiagn.com/273836486> and in the offices of Wildeboer Dellelce LLP, located at 365 Bay Street, Suite 800, Wildeboer Dellelce Place, Toronto, Ontario M5H 2V1, for the following purposes:

1. **TO RECEIVE** the audited financial statements of the Corporation for the financial year ended December 31, 2019 and the report of the auditor thereon;
2. **TO FIX** the number of directors of the Corporation at five (5);
3. **TO ELECT** the directors of the Corporation;
4. **TO APPOINT** the auditors of the Corporation and to authorize the directors to fix their remuneration;
5. **TO CONSIDER**, and if deemed advisable, to reapprove the stock option plan of the Corporation in accordance with stock exchange policies; and
6. **TO TRANSACT** such other business as may properly come before the Meeting or any adjournments or postponements thereof.

The specific details of the matters proposed to be put before the Meeting are set forth in the Circular.

The board of directors of the Corporation has by resolution fixed the close of business on Wednesday, May 20, 2020 as the record date, being the date for the determination of the registered holders of common shares of the Corporation entitled to receive notice of, and to vote at, the Meeting and any adjournment thereof.

To assure your representation at the Meeting as a **Registered Shareholder**, please complete, sign, date and return the enclosed proxy, whether or not you plan to personally attend the Meeting. Sending your proxy will not prevent you from voting in person at the Meeting. All proxies completed by Registered Shareholders must be received by the Corporation's transfer agent, **Computershare Investor Services Inc.**, not later than **Tuesday June 23, 2020 at 11:00 a.m. (Eastern Time)**. A Registered Shareholder must return the completed proxy to Computershare Investor Services Inc., as follows:

- (a) by **mail** in the enclosed envelope;
- (b) by the **Internet** or **telephone** as described on the enclosed proxy; or
- (c) by **registered mail**, by **hand** or by **courier** to the attention of Computershare Investor Services Inc., 100 University Avenue, 8th Floor, Toronto, Ontario, M5J 2Y1.

**Non-Registered Shareholders** whose shares are registered in the name of an intermediary should carefully follow voting instructions provided by the intermediary. A more detailed description on returning proxies by Non-Registered Shareholders can be found in the attached Circular.

If you receive more than one proxy or voting instruction form, as the case may be, for the Meeting, it is because your shares are registered in more than one name. To ensure that all of your shares are voted, you should sign and return all proxies and voting instruction forms that you receive.

Shareholders who are unable to attend the Meeting in person, are requested to date, complete, sign and return the enclosed form of proxy so that as large a representation as possible may be had at the Meeting.

The accompanying management information circular provides additional detailed information relating to the matters to be dealt with at the Meeting and is supplemental to, and expressly made a part of, this notice of annual and special meeting. Additional information about the Corporation and its consolidated financial statements are also available on the Corporation's profile at [www.sedar.com](http://www.sedar.com).

This year, the Corporation is providing registered shareholders with the opportunity to attend the Meeting either in person or virtually online and if attending online, to vote online, by proxy or in person during the Meeting. However, given the ongoing uncertainty surrounding the public health impact of the 2019 novel coronavirus ("COVID-19") and as part of the Corporation's social responsibility and preparedness plans in response to COVID-19, **the Corporation respectfully requests that all shareholders participate in the Meeting virtually** via live audio webcast to ensure the health and safety of shareholders, employees and the communities in which we live. The board of directors and management of the Corporation believe that enabling shareholders to attend the Meeting virtually will also lead to greater shareholder attendance and participation, especially in these difficult times, while concurrently complying with public health guidelines and restrictions on public gatherings. All shareholders, both Registered Shareholders and Non-Registered Shareholders (please see "Advice to Non-Registered Shareholders" in the accompanying management information circular to determine if you are a Non-Registered Shareholder) will have the opportunity to vote their shares in advance of the Meeting, either by completing a form of proxy (Registered Shareholders) or a voting instruction form (Non-Registered Shareholders), and the Corporation strongly encourages all shareholders to complete the proxy or voting instruction form before the Meeting to ensure your votes are represented at the Meeting.

Shareholders who elect to participate in the Meeting virtually will be able to listen to the Meeting, ask questions and if you are a Registered Shareholder, to vote, all in real time, via live audio webcast available online using the LUMI meeting platform at <https://web.lumiagm.com/273836486>. Shareholders will be able to access the Meeting using an Internet connected device such as a laptop, computer, tablet or mobile phone, and the Meeting platform will be supported across browsers and devices that are running the most updated version of the applicable software plugins.

Registered Shareholders who are unable to attend the Meeting either online through the LUMI meeting platform or in person are requested to read, complete, sign and mail the enclosed form of proxy or to vote electronically in accordance with the instructions set out in the proxy and in the Circular accompanying this Notice of Meeting. Non-Registered shareholders must seek instruction on how to complete a voting instruction form and to vote their shares from their broker, trustee, financial institution or other nominee. Generally, Non-Registered Shareholders are not permitted to vote at the Meeting and must ensure they complete their voting instruction form before the date of the Meeting in accordance with the instructions provided by their broker, trustee, financial institution or other nominee. Please see "Advice to Non-Registered Shareholders" in the accompanying management information circular for further information.

It is important to note that Registered Shareholders accessing the Meeting virtually must remain connected to the Internet at all times during the Meeting in order to vote when balloting commences. It is your responsibility to ensure Internet connectivity for the duration of the Meeting.

Following the conclusion of the formal business to be conducted at the Meeting, the Corporation will invite questions and comments from shareholders participating through the LUMI meeting platform who may submit their questions or comments by clicking on the messaging icon within the LUMI meeting platform to type their message or question. Messages or questions can be submitted at anytime during the Q&A session and until such time as the Chair ends the session.

If you are a registered shareholder and are attending the Meeting online, you can vote at the Meeting through the LUMI meeting platform available at <https://web.lumiagm.com/273836486>; however, the Corporation encourages you to vote by proxy in advance of the Meeting to ensure your shares are represented at the Meeting. The Corporation's goal is to secure as large a representation of shareholders as possible at the Meeting.

Should you have any questions regarding information contained in the enclosed documents or if you require assistance in voting your shares, please contact Computershare Investor Services Inc. toll-free in North America at 1-800-564-6253 or International at 514-982-7555 or by email at [service@computershare.com](mailto:service@computershare.com).

**DATED** at Toronto, Ontario this 28<sup>th</sup> day of May, 2020.

**BY ORDER OF THE BOARD**

*"Denis Laviolette" (signed)*

President & Executive Chairman of the Board

**GOLDSLOT DISCOVERIES CORP.**

69 Yonge Street, Suite 1010  
Toronto, Ontario  
M5E 1K3

**MANAGEMENT INFORMATION CIRCULAR  
As at May 28, 2020**

**SOLICITATION OF PROXIES**

**THIS MANAGEMENT INFORMATION CIRCULAR IS FURNISHED IN CONNECTION WITH THE SOLICITATION BY THE MANAGEMENT OF GOLDSLOT DISCOVERIES CORP.** (the “Corporation”) of proxies to be used at the annual and special meeting of shareholders of the Corporation to be held on **Thursday, June 25, 2020** at 11:00a.m. (Toronto time), virtually via live audio webcast available online using the LUMI meeting platform at <https://web.lumiagm.com/273836486> and in the offices of Wildeboer Dellelce LLP, located at 365 Bay Street, Suite 800, Wildeboer Dellelce Place, Toronto, Ontario M5H 2V1, and at all adjournments thereof, for the purposes set forth in the accompanying notice of meeting (the “**Notice of Meeting**”). Although it is expected that the solicitation of proxies will be primarily by mail, proxies may also be solicited personally or by telephone, facsimile or other proxy solicitation services. In accordance with National Instrument 54-101 - *Communication with Beneficial Owners of Securities of a Reporting Issuer* (“**NI 54-101**”), arrangements have been made with brokerage houses and clearing agencies, custodians, nominees, fiduciaries or other intermediaries to send the Notice of Meeting, this management information circular (the “**Circular**”), the form of proxy for the meeting and other meeting materials, if applicable (collectively the “**Meeting Materials**”) to the beneficial owners of the common shares of the Corporation (the “**Common Shares**”) held of record by such parties. The Corporation may reimburse such parties for reasonable fees and disbursements incurred by them in doing so. The costs of the solicitation of proxies will be borne by the Corporation. The Corporation may also retain, and pay a fee to, one or more professional proxy solicitation firms to solicit proxies from the shareholders of the Corporation in favour of the matters set forth in the Notice of Meeting.

**APPOINTMENT AND REVOCATION OF PROXIES**

Shareholders of the Corporation may be “Registered Shareholders” or “Non-Registered Shareholders” (also referred to as “beneficial shareholders”). If common shares of the Corporation (“**Common Shares**”) are registered in the Shareholder's name, they are said to be owned by a “**Registered Shareholder**”. If Common Shares are registered in the name of an intermediary and not registered in the Shareholder's name, they are said to be owned by a “**Non-Registered Shareholder**”. An intermediary is usually a bank, trust company, securities dealer or broker, or a clearing agency in which an intermediary participates. The instructions provided below set forth the different procedures for voting Common Shares at the Meeting to be followed by Registered Shareholders and Non-Registered Shareholders.

Registered Shareholders may vote in person at the Meeting or may appoint another person to represent such Registered Shareholder as proxy and to vote the Common Shares of such Registered Shareholder at the Meeting. In order to appoint another person as proxy, a Registered Shareholder must complete, execute and deliver the form of proxy accompanying this Circular, or another proper form of proxy, in the manner specified in the Notice of Meeting.

The purpose of a form of proxy is to designate persons who will vote on the shareholder’s behalf in accordance with the instructions given by the shareholder in the form of proxy. The persons named in the enclosed form of proxy are officers or directors of the Corporation. **A REGISTERED SHAREHOLDER DESIRING TO APPOINT SOME OTHER PERSON, WHO NEED NOT BE A SHAREHOLDER OF THE CORPORATION, TO REPRESENT HIM OR HER AT THE MEETING MAY DO SO BY FILLING IN THE NAME OF SUCH PERSON IN THE BLANK SPACE PROVIDED IN THE FORM OF PROXY OR BY COMPLETING ANOTHER PROPER FORM OF PROXY.** A Registered Shareholder wishing to be represented by proxy at the Meeting or any adjournment thereof must, in all cases, deposit the completed form of proxy with the Corporation’s transfer agent and registrar, Computershare Investor Services Inc. (the “**Transfer Agent**”) not later than 11:00 a.m. (Eastern time) on Tuesday,

June 23, 2020 or, if the Meeting is adjourned, not later than 48 hours, excluding Saturdays, Sundays and holidays, preceding the time of such adjourned Meeting at which the form of proxy is to be used. A form of proxy should be executed by the Registered Shareholder or his or her attorney duly authorized in writing or, if the Registered Shareholder is a corporation, by an officer or attorney thereof duly authorized.

Proxies may be deposited with the Transfer Agent using one of the following methods:

<b>By Mail or Hand Delivery:</b>	Computershare Investor Services Inc. 100 University Avenue, 8th Floor, Toronto, Ontario, M5J 2Y1
<b>Telephone:</b>	1-866-732-VOTE (8683) (toll free within North America) or 1-312-588-4290 (outside North America). You will need to provide your 15 digit control number (located on the form of proxy accompanying this Circular)
<b>By Internet:</b>	<a href="http://www.investorvote.com">www.investorvote.com</a> You will need to provide your 15 digit control number (located on the form of proxy accompanying this Circular)

A Registered Shareholder attending the Meeting has the right to vote in person and, if he or she does so, his or her form of proxy is nullified with respect to the matters such person votes upon at the Meeting and any subsequent matters thereafter to be voted upon at the Meeting or any adjournment thereof.

A Registered Shareholder who has given a form of proxy may revoke the form of proxy at any time prior to using it: (a) by depositing an instrument in writing, including another completed form of proxy, executed by such Registered Shareholder or by his or her attorney authorized in writing or by electronic signature or, if the Registered Shareholder is a corporation, by an authorized officer or attorney thereof at, or by transmitting by telephone or electronic means, a revocation signed, subject to the *Canada Business Corporations Act* (the “CBCA”), by electronic signature, to (i) the registered office of the Corporation, located at 69 Yonge Street, Suite 1010, Toronto, Ontario M5E 1K3, at any time prior to 5:00 p.m. (Eastern time) on the last business day preceding the day of the Meeting or any adjournment thereof or (ii) with the Chairman of the Meeting on the day of the Meeting or any adjournment thereof; or (b) in any other manner permitted by law.

### EXERCISE OF DISCRETION BY PROXIES

The Common Shares represented by proxies in favour of management nominees will be voted or withheld from voting in accordance with the instructions of the Registered Shareholder on any ballot that may be called for and, if a Registered Shareholder specifies a choice with respect to any matter to be acted upon at the meeting, the Common Shares represented by the proxy shall be voted accordingly. Where no choice is specified, the proxy will confer discretionary authority and will be voted for the election of directors, for the appointment of auditors and the authorization of the directors to fix their remuneration and for each item of special business, as stated elsewhere in this Circular.

The enclosed form of proxy also confers discretionary authority upon the persons named therein to vote with respect to any amendments or variations to the matters identified in the Notice of Meeting and with respect to other matters which may properly come before the Meeting in such manner as such nominee in his judgment may determine. At the time of printing this Circular, the management of the Corporation knows of no such amendments, variations or other matters to come before the Meeting.

### ADVICE TO NON-REGISTERED SHAREHOLDERS

**The information set forth in this section is of significant importance to many shareholders of the Corporation, as a substantial number of shareholders of the Corporation do not hold Common Shares in their own name.** Only Registered Shareholders or the persons they appoint as their proxies are permitted to attend and vote at the Meeting and only forms of proxy deposited by Registered Shareholders will be recognized and acted upon at the Meeting. Common Shares beneficially owned by a Non-Registered Holder are registered either: (i) in the name of an

intermediary (an “**Intermediary**”) with whom the Non-Registered Holder deals in respect of the Common Shares (Intermediaries include, among others, banks, trust companies, securities dealers or brokers and trustees or administrators of self-administered RRSPs, RRIFs, RESPs and similar plans); or (ii) in the name of a clearing agency (such as CDS Clearing and Depository Services Inc.) (each a “**Clearing Agency**”) of which the Intermediary is a participant. Accordingly, such Intermediaries and Clearing Agencies would be the Registered Shareholders and would appear as such on the list maintained by the Transfer Agent. Non-Registered Holders do not appear on the list of the Registered Shareholders maintained by the Transfer Agent.

The Corporation is not relying on the notice and access delivery procedures outlined in NI 54-101 to distribute copies of proxy-related materials in connection with the Meeting.

### ***Distribution of Meeting Materials to Non-Registered Holders***

In accordance with the requirements of NI 54-101, the Corporation has distributed copies of the Meeting Materials to the Clearing Agencies and Intermediaries for onward distribution to Non-Registered Holders as well as directly to NOBOs (as defined below).

Non-Registered Holders fall into two categories - those who object to their identity being known to the issuers of securities which they own (“**OBOs**”) and those who do not object to their identity being made known to the issuers of the securities which they own (“**NOBOs**”). Subject to the provisions of NI 54-101, issuers may request and obtain a list of their NOBOs from Intermediaries directly or via their transfer agent and may obtain and use the NOBO list for the distribution of proxy-related materials to such NOBOs. If you are a NOBO and the Corporation or its agent has sent the Meeting Materials directly to you, your name, address and information about your holdings of Common Shares have been obtained in accordance with applicable securities regulatory requirements from the Intermediary holding the Common Shares on your behalf.

The Corporation’s OBOs can expect to be contacted by their Intermediary. The Corporation does not intend to pay for Intermediaries to deliver the Meeting Materials to OBOs and it is the responsibility of such Intermediaries to ensure delivery of the Meeting Materials to their OBOs.

### ***Voting by Non-Registered Holders***

The Common Shares held by Non-Registered Holders can only be voted or withheld from voting at the direction of the Non-Registered Holder. Without specific instructions, Intermediaries or Clearing Agencies are prohibited from voting Common Shares on behalf of Non-Registered Holders. Therefore, each Non-Registered Holder should ensure that voting instructions are communicated to the appropriate person well in advance of the Meeting.

The various Intermediaries have their own mailing procedures and provide their own return instructions to Non-Registered Holders, which should be carefully followed by Non-Registered Holders in order to ensure that their Common Shares are voted at the Meeting.

Non-Registered Holders will receive either a voting instruction form or, less frequently, a form of proxy. The purpose of these forms is to permit Non-Registered Holders to direct the voting of the Common Shares they beneficially own. Non-Registered Holders should follow the procedures set out below, depending on which type of form they receive.

*Voting Instruction Form.* In most cases, a Non-Registered Holder will receive, as part of the Meeting Materials, a voting instruction form (a “**VIF**”). In order for Non-Registered Holders to have their shares voted at the Meeting, the VIF must be completed, signed and returned in accordance with the directions on the VIF.

*Form of Proxy.* Less frequently, a Non-Registered Holder will receive, as part of the Meeting Materials, a form of proxy that has already been signed by the Intermediary (typically by a facsimile, stamped signature) which is restricted as to the number of Common Shares beneficially owned by the Non-Registered Holder but which is otherwise not completed. If the Non-Registered Holder does not wish to attend and vote at the Meeting in person (or have another person attend and vote on the Non-Registered Holder’s behalf), the Non-Registered Holder must complete and sign the form of proxy and in accordance with the directions on the form.

### ***Voting by Non-Registered Holders at the Meeting***

Although a Non-Registered Holder may not be recognized directly at the Meeting for the purposes of voting Common Shares registered in the name of an Intermediary or a Clearing Agency, a Non-Registered Holder may attend the Meeting as proxyholder for the Registered Shareholder who holds Common Shares beneficially owned by such Non-Registered Holder and vote such Common Shares as a proxyholder. A Non-Registered Holder who wishes to attend the Meeting and to vote their Common Shares as proxyholder for the Registered Shareholder who holds Common Shares beneficially owned by such Non-Registered Holder, should (a) if they received a VIF, follow the directions indicated on the VIF; or (b) if they received a form of proxy strike out the names of the persons named in the form of proxy and insert the Non-Registered Holder's or its nominees name in the blank space provided. Non-Registered Holders should carefully follow the instructions of their Intermediaries, including those instructions regarding when and where the VIF or the form of proxy is to be delivered.

All references to shareholders in the Meeting Materials are to Registered Shareholders as set forth on the list of registered shareholders of the Corporation as maintained by the Transfer Agent, unless specifically stated otherwise.

## **PARTICIPATING AT THE VIRTUAL MEETING**

### **Participating at the Meeting**

The Meeting will be hosted in person and online by way of a live webcast. Due to COVID-19, current restrictions on public gatherings and in the best interests of the health of all participants in the Meeting, **the Corporation respectfully requests that all shareholders participate in the Meeting virtually.** A summary of the information Shareholders will need to attend the Meeting is provided below. The Meeting will begin at 11:00 a.m. EST on June 25, 2020 at Wildeboer Dellelce LLP, located at 365 Bay Street, Suite 800, Wildeboer Dellelce Place, Toronto, Ontario M5H 2V1.

- Registered Shareholders that have a 15-digit control number, along with duly appointed proxyholders who were assigned a Username by Computershare (see details under the heading "Appointment of Proxies"), will be able to vote and submit questions during the Meeting. To do so, please go to <https://web.lumiagm.com/273836486> prior to the start of the Meeting to login. Click on "I have a login" and enter your 15-digit control number or Username along with the password "**goldspot2020**". Non-Registered Shareholders who have not appointed themselves to vote at the Meeting, may login as a guest, by clicking on "I am a Guest" and complete the online form.
- United States Beneficial holders: To attend and vote at the Meeting virtually, you must first obtain a valid legal proxy from your broker, bank or other agent and then register in advance to attend the Meeting. Follow the instructions from your broker or bank included with these proxy materials, or contact your broker or bank to request a legal proxy form. After first obtaining a valid legal proxy from your broker, bank or other agent, to then register to attend the Meeting, you must submit a copy of your legal proxy to Computershare. Requests for registration should be directed to:

Computershare  
100 University Avenue  
8<sup>th</sup> Floor  
Toronto, Ontario  
M5J 2Y1  
OR  
Email at [USLegalProxy@computershare.com](mailto:USLegalProxy@computershare.com)

Requests for registration must be labeled as "Legal Proxy" and be received no later than 11:00 a.m. EST on June 23, 2020. You will receive a confirmation of your registration by email after we receive your registration materials. You may attend the Meeting and vote your Common Shares at <https://web.lumiagm.com/273836486> during the Meeting. Please note that you are required to register your appointment at [www.computershare.com/GoldSpot](http://www.computershare.com/GoldSpot).

- Non-Registered Shareholders wishing to attend the Meeting virtually who do not have a 15- digit control number or Username will only be able attend as a guest which allows them to listen to the Meeting however will not be able to vote or submit questions. Please see the information under the heading “Non-Registered Shareholders” for an explanation of why certain Shareholders may not receive a form of proxy.
- If you are using a 15-digit control number to login to the Meeting and you accept the terms and conditions, you will be revoking any and all previously submitted proxies. However, in such a case, you will be provided the opportunity to vote by ballot on the matters put forth at the Meeting. If you DO NOT wish to revoke all previously submitted proxies, do not accept the terms and conditions, in which case you can only enter the Meeting as a guest.
- If you are eligible to vote at the Meeting, it is important that you are connected to the internet at all times during the Meeting in order to vote when balloting commences. It is your responsibility to ensure connectivity for the duration of the Meeting.

### **Voting at the Meeting**

A Registered Shareholder, or a Non-Registered Shareholder who has appointed themselves or a third-party proxyholder to represent them at the Meeting, will appear on a list of shareholders prepared by Computershare, the transfer agent and registrar for the Meeting. To have their Common Shares voted at the Meeting, each Registered Shareholder or proxyholder will be required to enter their control number or Username provided by Computershare at <https://web.lumiagm.com/273836486> prior to the start of the Meeting if attending virtually. In order to vote, Non-Registered Shareholders who appoint themselves as a proxyholder **MUST** register with Computershare at <https://www.computershare.com/GoldSpot> **after** submitting their voting instruction form in order to receive a Username (please see the information under the headings “Appointment of Proxies” below for details). If a third-party proxyholder is attending the Meeting in person, you DO NOT need to register the appointment.

### **Appointment of Proxies**

Shareholders who wish to appoint a third-party proxyholder to represent them at the online meeting **must submit their proxy or voting instruction form (if applicable) prior to registering your proxyholder. Registering your proxyholder is an additional step once you have submitted your proxy or voting instruction form. Failure to register the proxyholder will result in the proxyholder not receiving a Username to participate in the meeting.** To register a proxyholder, shareholders MUST visit <https://www.computershare.com/GoldSpot> by 11:00 a.m. EST on June 23, 2020 and provide Computershare with their proxyholder’s contact information, so that Computershare may provide the proxyholder with a Username via email. If a third-party proxyholder is attending the meeting in person, you DO NOT need to register the appointment.

A proxy can be submitted to Computershare either in person, or by mail or courier, to 100 University Avenue, 8<sup>th</sup> Floor, Toronto, Ontario, M5J 2Y1, or via the internet at [www.investorvote.com](http://www.investorvote.com) . The proxy must be deposited with Computershare by no later than 11:00 a.m. EST on June 23, 2020, or if the Meeting is adjourned or postponed, not less than 48 hours, excluding Saturdays, Sundays and statutory holidays, before the commencement of such adjourned or postponed meeting. If a shareholder who has submitted a proxy attends the meeting via the webcast and has accepted the terms and conditions when entering the Meeting online, any votes cast by such shareholder on a ballot will be counted and the submitted proxy will be disregarded.

**Without a Username, proxyholders will not be able to participate online at the Meeting.**

### **RECORD DATE, VOTING SECURITIES AND PRINCIPAL HOLDERS OF VOTING SECURITIES**

Each holder of Common Shares of record at the close of business on Wednesday, May 20, 2020 (the “**Record Date**”) will be entitled to vote at the Meeting or at any adjournment thereof, either in person or by proxy. As at the Record

Date, there were a total of 94,724,876 Common Shares issued and outstanding. Each Common Share outstanding on the Record Date carries the right to one vote at the Meeting.

Only Registered Shareholders as of the Record Date are entitled to receive notice of, and to attend and vote at, the Meeting or any adjournment or postponement of the Meeting. On a show of hands, every Registered Shareholder and proxy holder will have one vote and, on a poll, every Registered Shareholder present in person or represented by proxy will have one vote for each Common Share held. Please see “Voting at the Virtual Meeting” for information regarding how Registered Shareholders who attend via live audio webcast online using the LUMI meeting platform at <https://web.lumiagn.com/273836486> are deemed to be present in person at the Meeting and will be able to vote their shares online.

To the knowledge of the Corporation’s directors and executive officers, as of the date hereof, no person or company beneficially owns, directly or indirectly, or exercises control or direction over, Common Shares carrying more than 10% of the voting rights attached to the outstanding Common Shares, other than as set forth below:

Name <sup>(1)</sup>	Number of Common Shares	Percentage of Issued and Outstanding Common Shares
Palisade Global Investments Inc.	13,593,329	14.35%

Notes:

(1) The above information is based upon the disclosure made by security holders on [www.SEDI.ca](http://www.SEDI.ca).

#### INTEREST OF CERTAIN PERSONS IN MATTERS TO BE ACTED ON

No director or executive officer of the Corporation who was a director or executive officer at any time since the beginning of the Corporation’s last financial year, or any associate or affiliates of any such directors or officers, has any material interest, direct or indirect, by way of beneficial ownership of securities or otherwise, in any matter to be acted upon at the Meeting.

On January 29, 2019, Goldspot Discoveries Inc. (“**Subco**”), a wholly-owned subsidiary of the Corporation entered into agreements with 10782343 Canada Ltd. (“**Triple Flag**”) pursuant to which Triple Flag has the right to nominate and/or appoint a candidate for election to the Board at a meeting of shareholders of Subco for a period of two years and thereafter a right to nominate one candidate for election so long as Triple Flag holds not less than 5% of the outstanding securities of Subco on an undiluted basis. Triple Flag’s nominee was James Dendle. On December 14, 2017, Subco entered into an agreement with Hochschild Mining Holdings Ltd. (“**Hochschild**”) pursuant to which Hochschild has the right to nominate a candidate for election to the Board so long as Hochschild holds not less than 10% of the outstanding securities of Subco on an undiluted basis. Hochschild’s candidate was Ramón Barúa. Subsequent to entering into these agreements, Subco amalgamated with the Corporation.

#### PARTICULARS OF MATTERS TO BE ACTED UPON

To the knowledge of the board of directors (the “**Board**”), the matters to be brought before the Meeting are those matters set forth in the accompanying Notice of Meeting.

#### 1. PRESENTATION AND RECEIPT OF FINANCIAL STATEMENTS

The audited consolidated financial statements of the Corporation as at and for the fiscal year ended December 31, 2019 and the accompanying auditors’ report will be presented to Shareholders at the Meeting. The financial statements, together with the auditors’ report for the fiscal year ended December 31, 2019, were mailed to those Shareholders who requested a copy and are available on SEDAR at [www.sedar.com](http://www.sedar.com). Shareholders of the Corporation may request copies of the Corporation’s financial statements and management discussion and analysis free of charge by contacting the Corporation at its head office at 69 Yonge Street, Suite 1010, Toronto, Ontario M5E 1K3 or by phone at (647) 992-9837.

## 2. FIXING NUMBER OF DIRECTORS

The Board currently consists of seven (7) directors. It is proposed to fix the number of directors of the Corporation until the next annual general meeting of Shareholders at five (5) directors. This requires the approval of the Shareholders by an ordinary resolution, which approval will be sought at the Meeting.

**UNLESS INSTRUCTIONS ARE GIVEN TO VOTE AGAINST THE RESOLUTION, THE PERSONS WHOSE NAMES APPEAR IN THE PROXY INTEND TO VOTE FOR THE RESOLUTION FIXING THE NUMBER OF DIRECTORS TO BE ELECTED AT THE MEETING AT FIVE (5).**

## 3. ELECTION OF DIRECTORS

The following table states the names of the persons nominated by management for election as directors, any offices with the Corporation currently held by them, their principal occupations or employment, the period or periods of service as directors of the Corporation and the approximate number of voting securities of the Corporation beneficially owned, directly or indirectly, or over which control or direction is exercised as of the date hereof.

Name, province or state and country of residence and position, if any, held in the Corporation	Principal occupation	Served as Director of the Corporation since	Number of Common Shares beneficially owned, directly or indirectly, or controlled or directed at present <sup>(1)</sup>	Percentage of Voting Shares Owned or Controlled
Denis Laviolette <sup>(4)</sup> Ontario, Canada	President and Executive Chairman of the Board	Feb. 8, 2019	2,535,821	2.68%
Vincent Dubé-Bourgeois Québec, Canada	Chief Executive Officer of the Corporation	Feb. 8, 2019	2,144,732	2.26%
James Dendle <sup>(3)(5)(6)</sup> Ontario, Canada	Vice President, Geology & Investor Relations at Triple Flag Precious Metals Corp.	Oct. 17, 2019	Nil	Nil
Gerry Feldman, CPA, CA <sup>(2)(3)</sup> Ontario, Canada	Partner of DNTW Toronto LLP, and Chief Financial Officer and Corporate Secretary of ThreeD Capital Inc.	Oct. 17, 2019	Nil	Nil
Jay Sujir <sup>(6)(7)(8)</sup> British Columbia, Canada	Partner at Farris LLP	Nominee	Nil	Nil

Notes:

- (1) The information as to voting securities beneficially owned, controlled or directed, not being within the knowledge of the Corporation, has been furnished by the respective nominees individually.
- (2) Member of the Audit Committee.
- (3) Member of Compensation and Corporate Governance Committee.
- (4) Executive Chairman of the Board of Directors.
- (5) Mr. Dendle serves on the Board pursuant to the terms and conditions of a nomination agreement between the Corporation and Triple Flag dated January 29, 2019. See "Interests of Certain Persons in Matters to be Acted Upon", above.
- (6) If elected, will be appointed to the Audit Committee.
- (7) If elected, will be appointed to the Compensation and Corporate Governance Committee.
- (8) Mr. Sujir is a securities and natural resources lawyer who has extensive experience in advising and assisting public companies. He has been a partner with Farris, Vaughan, Wills & Murphy, LLP since May 2015. He is a member of the Law Society of British Columbia and the Canadian Bar Association.

The term of office of each director will be from the date of the Meeting at which he is elected until the next annual meeting, or until his successor is elected or appointed.

**PROXIES RECEIVED IN FAVOUR OF MANAGEMENT WILL BE VOTED FOR THE ELECTION OF THE ABOVE-NAMED NOMINEES, UNLESS THE SHAREHOLDER HAS SPECIFIED IN THE PROXY THAT HIS OR HER SHARES ARE TO BE WITHHELD FROM VOTING IN RESPECT THEREOF. MANAGEMENT HAS NO REASON TO BELIEVE THAT ANY OF THE NOMINEES WILL BE UNABLE**

**TO SERVE AS DIRECTOR BUT, IF A NOMINEE IS FOR ANY REASON UNAVAILABLE TO SERVE AS A DIRECTOR, PROXIES IN FAVOUR OF MANAGEMENT WILL BE VOTED IN FAVOUR OF THE REMAINING NOMINEES AND MAY BE VOTED FOR A SUBSTITUTE NOMINEE UNLESS THE SHAREHOLDER HAS SPECIFIED IN THE PROXY THAT HIS OR HER SHARES ARE TO BE WITHHELD FROM VOTING IN RESPECT OF THE ELECTION OF DIRECTORS.**

***Corporate Cease Trade Orders or Bankruptcies***

Other than as set forth below, no proposed director, within 10 years before the date of this Circular, has been a director, chief executive officer or chief financial officer of any company that:

- (a) was subject to: (i) a cease trade order; (ii) an order similar to a cease trade order; or (iii) an order that denied the relevant company access to any exemption under securities legislation, that was in effect for a period of more than 30 consecutive days (collectively, an “**Order**”) and that was issued while the proposed director was acting in the capacity as director, chief executive officer or chief financial officer; or
- (b) was subject to an Order that was issued after the proposed director ceased to be a director, chief executive officer or chief financial officer and which resulted from an event that occurred while that person was acting in the capacity as director, chief executive officer or chief financial officer.

On May 10, 2019, the Corporation was subject to a failure-to-file cease trade order (the “**Cease Trade Order**”) issued by the Nova Scotia Securities Commission as a result of a delay in the filing of its interim financial statements, management discussion analysis and related certifications for the nine-month period ended February 28, 2019. The Cease Trade Order was revoked on May 14, 2019 following the filing of the requisite continuous disclosure documents. All of the current directors (except for Mr. James Dendle and Mr. Gerry Feldman) and officers were officers and/or directors of the Corporation at the time of the issuance of the Cease Trade Order.

No proposed director, within 10 years before the date of this Circular, has been a director or executive officer of any company that, while the proposed director was acting in that capacity, or within a year of the proposed director ceasing to act in that capacity, became bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency or was subject to or instituted any proceedings, arrangement or compromise with creditors or had a receiver, receiver manager or trustee appointed to hold its assets.

***Personal Bankruptcies***

None of the directors of the Corporation have, within the 10 years before the date of this Circular, become bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency, or become subject to or instituted any proceedings, arrangement or compromise with creditors, or had a receiver, receiver manager or trustee appointed to hold the assets of such person.

***Penalties and Sanctions***

None of the directors of the Corporation have been subject to any penalties or sanctions imposed by a court relating to securities legislation or by a securities regulatory authority or has entered into a settlement agreement with a securities regulatory authority or been subject to any other penalties or sanctions imposed by a court or regulatory body that would likely be considered important to a reasonable investor in making an investment decision.

**4. APPOINTMENT OF AUDITORS**

MNP LLP, Chartered Professional Accountants of 111 Richmond Street West, Suite 300, Toronto, ON M5H 2G4, were first appointed as auditors of the Corporation by the Board on October 17, 2019. Management of the Corporation proposes that MNP LLP be reappointed as the Corporation’s auditors until the close of the next annual general meeting of the Shareholders and that the remuneration of MNP LLP be fixed by the Board.

**PROXIES RECEIVED IN FAVOUR OF MANAGEMENT WILL BE VOTED IN FAVOUR OF THE APPOINTMENT OF MNP LLP AS AUDITORS OF THE CORPORATION TO HOLD OFFICE UNTIL THE NEXT ANNUAL MEETING OF SHAREHOLDERS AND THE AUTHORIZATION OF THE DIRECTORS TO FIX THEIR REMUNERATION, UNLESS THE SHAREHOLDER HAS SPECIFIED IN THE PROXY THAT HIS OR HER SHARES ARE TO BE WITHHELD FROM VOTING IN RESPECT THEREOF.**

## **5. APPROVAL OF STOCK OPTION PLAN**

The Corporation has adopted a stock option plan (the “**Stock Option Plan**”) for senior officers, directors, employees and consultants of the Corporation. The Stock Option Plan provides for the issue of stock options to acquire up to 10% of the Corporation’s issued and outstanding capital as at the date of grant, subject to standard anti-dilution adjustment. This is a “rolling plan” as the number of shares reserved for issue pursuant to the grant of stock options will increase as the Corporation’s issued and outstanding share capital increases. At no time will more than 10% of the outstanding shares be subject to grant under the Stock Option Plan. If a stock option expires, is exercised or otherwise terminates for any reason, the number of Common Shares in respect of that expired, exercised or terminated stock option shall again be available for the purpose of the Stock Option Plan. The principal features of the Stock Option Plan are described in more detail below (see “*Executive Compensation – Long Term Compensation*”).

As at May 28, 2020, no common shares had been issued under the Stock Option Plan and an aggregate of 7,053,232 common shares were issuable pursuant to outstanding options, representing 7.4%, respectively, of the total number of common shares outstanding as at that date. Accordingly, based upon the 94,724,876 common shares outstanding as at May 28, 2020, additional options exercisable for up to 2,419,255 common shares may be granted under the Stock Option Plan.

The Stock Option Plan is a “rolling” stock option plan and under Policy 4.4 of the TSXV. A listed company on the TSXV is required to obtain the approval of its Shareholders for a “rolling” stock option plan at each annual meeting of Shareholders. Accordingly, shareholders will be asked to approve the following resolutions:

### **“NOW THEREFORE BE IT RESOLVED BY ORDINARY RESOLUTION THAT:**

1. the continued use of the Stock Option Plan, as set forth in Schedule “A” of the management proxy circular of the Corporation dated May 28, 2020 is hereby ratified and approved;
2. the Corporation be and is hereby authorized to grant stock options pursuant and subject to the terms and conditions of the Stock Option Plan, entitling the option holders to purchase up to that number of common shares that is equal to 10% of the issued and outstanding shares of the Corporation at the time of the grant; and
3. any one director or officer of the Corporation be and is hereby authorized and directed to do all such acts and things and to execute and deliver under the corporate seal or otherwise all such deeds, documents, instruments and assurances as in his opinion may be necessary or desirable to give effect to the foregoing resolutions, including, without limitation, making any changes to the Stock Option Plan required by the TSX Venture Exchange or applicable securities regulatory authorities and to complete all transactions in connection with the implementation of the Stock Option Plan.

In accordance with the policies of the TSXV, the Stock Option Plan must be approved by the majority of votes cast at the Meeting on the resolution. See Schedule “A” for a copy of the Stock Option Plan.

**UNLESS INSTRUCTIONS ARE GIVEN TO VOTE AGAINST THE RESOLUTION, THE PERSONS WHOSE NAMES APPEAR IN THE PROXY INTEND TO VOTE FOR THE RESOLUTION RATIFYING AND APPROVING THE CONTINUED USE OF THE PLAN.**

## **STATEMENT OF EXECUTIVE COMPENSATION**

Under applicable securities legislation, the Corporation is required to disclose certain financial and other information relating to the compensation of the Chief Executive Officer, the Chief Financial Officer and the most highly

compensated executive officer of the Corporation as at December 31, 2019 (the Corporation's most recent year end) whose total compensation was more than \$150,000 for the financial year of the Corporation ended December 31, 2019 (collectively the "Named Executive Officers") and for the directors of the Corporation.

### Summary Compensation Table

The following table provides a summary of compensation paid, directly or indirectly, for each of the two most recently completed financial years to the Named Executive Officers and the directors of the Corporation:

TABLE OF COMPENSATION EXCLUDING COMPENSATION SECURITIES <sup>(1)</sup>							
Name and position	Fiscal Year	Salary, consulting fee, retainer or commission (\$)	Bonus (\$)	Committee or meeting fees (\$)	Value of perquisites (\$)	Value of all other compensation (\$)	Total compensation (\$)
William Carl Sheppard <sup>(2)</sup> Director and President	2019 2018	-- --	-- --	-- --	-- --	-- --	-- --
Rob Randall <sup>(3)</sup> Chief Financial Officer	2019 2018	-- --	-- --	-- --	-- --	-- --	-- --
Jim Megann <sup>(4)</sup> Director	2019 2018	-- --	-- --	-- --	-- --	-- --	-- --
Paul Sparkes <sup>(4)</sup> Director	2019 2018	-- --	-- --	-- --	-- --	-- --	-- --
Denis Laviolette <sup>(5)</sup> Chief Executive Officer, President, Director	2019 2018	154,000 --	-- --	-- --	-- --	-- --	154,000 --
Binh Quach <sup>(6)</sup> Chief Financial Officer	2019 2018	60,000 --	-- --	-- --	-- --	-- --	60,000 --
Vincent Dubé-Bourgeois <sup>(7)</sup> Chief Operating Officer, Director	2019 2018	154,000 --	-- --	-- --	-- --	-- --	154,000 --
Ramón Barúa <sup>(9)</sup> Director	2019 2018	-- --	-- --	52,000 --	-- --	-- --	52,000 --
Donovan Pollitt <sup>(9)</sup> Director	2019 2018	-- --	-- --	47,726 --	-- --	-- --	47,726 --
Frank Holmes <sup>(8)(9)</sup> Director and Board Chair	2019 2018	-- --	-- --	-- --	-- --	-- --	-- --
James Dendle Director	2019 2018	-- --	-- --	6,137 --	-- --	-- --	6,137 --
Gerry Feldman Director	2019 2018	-- --	-- --	6,137 --	-- --	-- --	6,137 --

Notes:

- (1) This table does not include any amount paid as reimbursement for expenses.
- (2) Mr. Sheppard resigned as President and a Director on February 8, 2019, the date of completion of the business combination between Duckworth Capital Corp. and GoldSpot Discoveries Inc. (the "Business Combination") and Mr. Denis Laviolette was appointed President, Chief Executive Officer and a director of the Corporation in his stead.
- (3) Mr. Randall resigned as Chief Financial Officer on February 8, 2019, the date of completion of the Business Combination and Mr. Binh Quach was appointed Chief Financial Officer in his stead.
- (4) Messrs. Megann and Sparkes respectively resigned as directors of the Corporation on February 8, 2019, the date of completion of the Business Combination.
- (5) Mr. Laviolette assumed the role as President, Chief Executive Officer and Director of the Corporation on February 8, 2019. As a result, the compensation paid to Mr. Laviolette, directly or indirectly, is only available for the year ended December 31, 2019. As discussed in the section titled "Employment, Consulting and Management Agreements", Mr. Laviolette earns a consulting fee of \$10,000 per month pursuant to a consultancy agreement dated January 1, 2018 with GoldSpot Discoveries Inc. In 2019, Mr. Laviolette was also paid an additional consulting fee of \$34,000. Note that Mr. Laviolette's total compensation for fiscal 2019 includes a \$10,000 payment made in January 2019 by GoldSpot Discoveries Inc. Effective May 28, 2020, Mr. Laviolette left the position of Chief Executive Officer and was appointed as the Executive Chairman of the Board of Directors.
- (6) Mr. Quach assumed the role as the Chief Financial Officer of the Corporation on February 8, 2019. As a result, the compensation paid to Mr. Quach directly or indirectly, is only available for the year ended December 31, 2019. As discussed in the section titled "Employment, Consulting and Management Agreements", Mr. Quach earns a consulting fee of 5,000 per month pursuant to a consultancy agreement dated January 1, 2018 with GoldSpot Discoveries Inc. Note that Mr. Quach's total compensation for fiscal 2019 includes a \$5,000 payment made in January 2019 by GoldSpot Discoveries Inc.
- (7) Mr. Dubé-Bourgeois assumed the role as Chief Operating Officer and Director of the Corporation on February 8, 2019. As a result, the compensation paid to Mr. Dubé-Bourgeois, directly or indirectly, is only available for the year ended December 31, 2019. As

discussed in the section titled “Employment, Consulting and Management Agreements”, Mr. Dubé-Bourgeois earns a consulting fee of \$10,000 per month pursuant to a consultancy agreement dated January 1, 2018 with GoldSpot Discoveries Inc. This was increased from \$8000 per month in 2019. In 2019, Mr. Dubé-Bourgeois was also paid an additional consulting fee of \$34,000. Note that Mr. Dubé-Bourgeois’ total compensation for fiscal 2019 includes a \$10,000 payment made in January 2019 by GoldSpot Discoveries Inc. Effective May 28, 2020 Mr. Dubé-Bourgeois was appointed Chief Executive Officer of the Corporation and his compensation will remain the same until otherwise determined by the Board of Directors.

(8) Effective May 28, 2020, Mr. Holmes retired as Chair of the Board.

(9) Not standing for re-election to the Board of Directors at the Meeting.

## Stock Options and Other Compensation Securities

The following table sets out, for each Named Executive Officer, information concerning all Option-based and share-based awards outstanding as of December 31, 2019.

STOCK OPTIONS AND OTHER COMPENSATION SECURITIES							
Name and position	Type of Compensation Security	Number of Compensation Securities, Number of Underlying Securities, and Percentage of Class	Date of Issue or Grant	Issue, Conversion or Exercise Price (\$)	Closing Price of Security or Underlying Security on Date of Grant (\$)	Closing Price of Security or Underlying Security at Year End (\$)	Expiry Date
William Carl Sheppard <sup>(1)</sup> Director and President	--	--	--	--	--	--	--
Rob Randall <sup>(1)</sup> Chief Financial Officer	--	--	--	--	--	--	--
Jim Megann <sup>(1)</sup> Director	--	--	--	--	--	--	--
Paul Sparkes <sup>(1)</sup> Director	--	--	--	--	--	--	--
Frank Holmes <sup>(2)</sup> Director and Board Chair	Options	2,000,000 27.13%	March 18, 2019	\$0.40	\$0.29	\$0.14	March 18, 2022
Denis Laviolette <sup>(3)</sup> President, Chief Executive Officer & Director	Options	620,511 8.42%	February 1, 2018	\$0.24	\$0.24	\$0.14	February 1, 2025
Vincent Dubé-Bourgeois <sup>(4)</sup> Chief Operating Officer and Director	Options	413,674 5.61%	February 1, 2018	\$0.24	\$0.24	\$0.14	February 1, 2025
Ramón Barúa <sup>(2)</sup> Director	Options	100,000 1.36%	March 18, 2019	\$0.40	\$0.29	\$0.14	March 18, 2022
Donovan Pollitt <sup>(2)</sup> Director	Options	100,000 1.36%	March 18, 2019	\$0.40	\$0.29	\$0.14	March 18, 2022
Binh Quach Chief Financial Officer	Options	413,674 5.61%	February 1, 2018	\$0.24	\$0.24	\$0.14	February 1, 2025
Gerry Feldman Director	--	--	--	--	--	--	--
James Dendle Director	--	--	--	--	--	--	--

Notes:

- (1) Messrs Sheppard, Randall, Megann and Sparkes all resigned effective February 8, 2019 in connection with the Business Combination. No compensation securities were granted to these gentlemen during the most completed financial year.
- (2) Not standing for re-election to the Board of Directors at the Meeting.
- (3) Effective May 28, 2020, Mr. Laviolette was named Executive Chairman of the Corporation.
- (4) Effective May 28, 2020, Mr. Dubé-Bourgeois was named Chief Executive Officer of the Corporation.

## **Exercise of Stock Options and Other Compensation Securities**

No compensation securities were exercised by any Named Executive Officers or directors of the Corporation during the fiscal year ended December 31, 2019.

## **Pension Plan Benefits**

For the most recently completed financial year, the Corporation did not have any pension or retirement benefit plans and none are proposed at this time.

## **Stock Option Plan and other Incentive Plans**

### ***Stock Option Plan***

The Corporation has in place a Stock Option Plan, as amended. The Corporation currently has no long-term incentive plans, other than stock options granted from time to time by the Board under the provisions of the Stock Option Plan. The purpose of the Stock Option Plan is to, among other things, encourage common share ownership in the Corporation by directors, officers, employees and consultants of the Corporation and its affiliates and other designated persons. Stock options may be granted under the Stock Option Plan only to directors, officers, employees and consultants of the Corporation and its subsidiaries and other designated persons as designated from time to time by the Board. The number of Common Shares which may be reserved for issue under the Stock Option Plan is limited to 10% of the issued and outstanding Common Shares as at the date of the grant of stock options. As at the date hereof, 9,472,487 stock options may be reserved for issue pursuant to the Stock Option Plan, 7,053,232 stock options are issued and outstanding and 2,419,255 stock options are still available for issue. Any Common Shares subject to a stock option which is exercised, or for any reason is cancelled or terminated prior to exercise will be available for a subsequent grant under the Stock Option Plan. The exercise price of any stock options cannot be less than the market price of the Common Shares. Stock Options granted under the Stock Option Plan may be exercised during a period not exceeding ten years, subject to earlier termination upon the termination of the optionee's employment, upon the optionee ceasing to be an employee, senior officer, director or consultant of the Corporation or any of its subsidiaries or ceasing to have a designated relationship with the Corporation, as applicable, or upon the optionee retiring, becoming permanently disabled or dying. The stock options are non-transferable. The Stock Option Plan contains provisions for adjustment in the number of Common Shares issuable thereunder in the event of a subdivision, consolidation, reclassification or change of the Common Shares, a merger or other relevant changes in the Corporation's capitalization. Subject to shareholder approval in certain circumstances, the Board may from time to time amend or revise the terms of the Stock Option Plan or may terminate the Stock Option Plan at any time. The Stock Option Plan does not contain any provision for financial assistance by the Corporation in respect of options granted under the Stock Option Plan.

## **Employment, Consulting and Management Agreements**

Set forth below are certain details relating to the compensation and arrangements of the Corporation's President, Denis Laviolette, its Chief Executive Officer, Vincent Dubé-Bourgeois and its Chief Financial Officer, Binh Quach.

### **Consultancy Agreement with Denis Laviolette**

The Corporation entered into a consultancy management agreement (the "**Laviolette Consultancy Agreement**") for an indefinite term, dated January 1, 2018 with Mr. Laviolette for his services as Chief Executive Officer and President of the Corporation.

The Laviolette Consultancy Agreement provides that the Corporation shall pay to Mr. Laviolette a consulting fee of \$10,000 per month (the "**Base Fees**") any discretionary bonuses (each a "**Discretionary Bonus**") that the Board may agree to award from time to time, such Discretionary Bonus payable pursuant to terms and conditions of the employee bonus plan of the Corporation. All the reasonable expenses related to the business of the Corporation and the provision of services under the Laviolette Consultancy Agreement, if such expenses have been authorized by the Corporation in writing in advance (including by electronics) will be reimbursed upon submittal by Mr. Laviolette of an expense report with appropriate supporting documentation to the Corporation. Mr. Laviolette is entitled to participate in the

Stock Option Plan, as may be determined by the Board from time to time or by the committee of the Board to which such authority is delegated.

The Laviolette Consultancy Agreement provides that the Corporation may terminate Mr. Laviolette on notice without cause if the Corporation makes payment to Mr. Laviolette at termination, of: (i) a lump sum payment equal to three months of the Consultant's Base Fees and (ii) a payment equal to one times the Base Fees prorated for each year that Mr. Laviolette has provided services to the Corporation pursuant to the Laviolette Consultancy Agreement. All stock options to purchase shares in the Corporation that have not vested as of the date notice of termination is given shall immediately vest and shall be exercisable by Mr. Laviolette for a period of one year from the date of termination, subject to terms and conditions of the Stock Option Plan.

The Laviolette Consultancy Agreement provides that the Corporation may terminate Mr. Laviolette with cause summarily and without notice.

The Laviolette Consultancy Agreement also includes a change of control provision that entitles Mr. Laviolette to terminate his consultancy upon a Change of Control (as defined below) and at any time in the 12 months that follow, upon which termination all of his stock options to purchase shares in the Corporation will immediately vest and he shall be entitled to receive:

- (a) a lump sum payment equal to six months of the Consultant's Base Fees;
- (b) a payment equal one times the Consultant's Base Fees prorated for each year that the Consultant has provided Services to the Corporation pursuant to this Agreement; and
- (c) a lump sum payment equal to all other accrued amounts payable by the Corporation under the Laviolette Consultancy Agreement.

**"Change of Control"** shall be deemed to have occurred:

- (a) upon any merger, amalgamation, recapitalization, take-over, plan of arrangement or similar transaction involving the Corporation (or, if the share capital of the Corporation is affected, any subsidiary of the Corporation) or any sale, lease or other transfer (in one transaction or a series of transactions contemplated or arranged by any party as a single plan) of all or substantially all of the assets of the Corporation or any subsidiary of the Corporation (each of the foregoing being an **"Acquisition Transaction"**) where either:
  - (i) the shareholders of the Corporation immediately prior to such Acquisition Transaction would not immediately after such Acquisition Transaction beneficially own more than 50% of:
    - (I) the then outstanding common shares of the corporation surviving or resulting from such merger, consolidation or recapitalization or acquiring such assets of the Corporation (or any subsidiary of the Corporation, as the case may be) (the **"Surviving Corporation"**) (or of its ultimate Corporation, if any); and
    - (II) the combined voting power of the then outstanding voting securities of the Surviving Corporation (or its ultimate Corporation, if any); or
  - (ii) the incumbent directors at the time of the initial approval of such Acquisition Transaction would not immediately after such Acquisition Transaction constitute a majority of the board of directors of the Surviving Corporation (or its ultimate Corporation, if any); or
- (b) when the shareholders of the Corporation approve any plan or proposal for the liquidation or dissolution of the Corporation or any subsidiary of the Corporation.

Mr. Laviolette was appointed as the Executive Chairman of the Board of Directors effective May 28, 2020. An employment agreement with the Corporation for this position has not been entered into as at the date hereof.

#### Consultancy Agreement with Binh Quach

The Corporation entered into a consultancy management agreement (the “**Quach Consultancy Agreement**”) for an indefinite term, dated January 1, 2018 with Mr. Quach for his services as Chief Financial Officer of the Corporation.

The Quach Consultancy Agreement provides that the Corporation shall pay to Mr. Quach a consulting fee of \$5,000 per month (the “**Base Fees**”) any discretionary bonuses (each a “**Discretionary Bonus**”) that the Board may agree to award from time to time, such Discretionary Bonus payable pursuant to terms and conditions of the employee bonus plan of the Corporation. All the reasonable expenses related to the business of the Corporation and the provision of services under the Quach Consultancy Agreement, if such expenses have been authorized by the Corporation in writing in advance (including by electronics) will be reimbursed upon submittal by Mr. Quach of an expense report with appropriate supporting documentation to the Corporation. Mr. Quach is entitled to participate in the Stock Option Plan, as may be determined by the Board from time to time or by the committee of the Board to which such authority is delegated.

The Quach Consultancy Agreement provides that the Corporation may terminate Mr. Quach on notice without cause if the Corporation makes payment to Mr. Quach at termination, of: (i) a lump sum payment equal to three months of the Consultant’s Base Fees and (ii) a payment equal to one times the Base Fees prorated for each year that Mr. Quach has provided services to the Corporation pursuant to the Quach Consultancy Agreement. All stock options to purchase shares in the Corporation that have not vested as of the date notice of termination is given shall immediately vest and shall be exercisable by Mr. Quach for a period of one year from the date of termination, subject to terms and conditions of the Stock Option Plan.

The Quach Consultancy Agreement provides that the Corporation may terminate Mr. Quach with cause summarily and without notice.

The Quach Consultancy Agreement also includes a change of control provision that entitles Mr. Quach to terminate his consultancy upon a Change of Control (as defined above for the Laviolette Consultancy Agreement) and at any time in the 12 months that follow, upon which termination all of his stock options to purchase shares in the Corporation will immediately vest and he shall be entitled to receive:

- (a) a lump sum payment equal to six months of the Consultant’s Base Fees;
- (b) a payment equal one times the Consultant’s Base Fees prorated for each year that the Consultant has provided Services to the Corporation pursuant to this Agreement; and
- (c) a lump sum payment equal to all other accrued amounts payable by the Corporation under the Quach Consultancy Agreement.

#### Consultancy Agreement with Vincent Dubé-Bourgeois

The Corporation entered into a consultancy management agreement (the “**Dubé-Bourgeois Consultancy Agreement**”) for an indefinite term, dated January 1, 2018 with Mr. Dubé-Bourgeois for his services as Chief Operating Officer of the Corporation.

The Dubé-Bourgeois Consultancy Agreement originally provided that the Corporation pay to Mr. Dubé-Bourgeois consulting fee of \$8,000 per month, however this was increased to \$10,000 per month in 2019 (the “**Base Fees**”). Additionally, the Dubé-Bourgeois Consultancy Agreement provides that the Corporation pay to Mr. Dubé-Bourgeois any discretionary bonuses (each a “**Discretionary Bonus**”) that the Board may agree to award from time to time, such Discretionary Bonus payable pursuant to terms and conditions of the employee bonus plan of the Corporation. All the reasonable expenses related to the business of the Corporation and the provision of services under the Dubé-Bourgeois Consultancy Agreement, if such expenses have been authorized by the Corporation in writing in advance (including

by electronics) will be reimbursed upon submittal by Mr. Dubé-Bourgeois of an expense report with appropriate supporting documentation to the Corporation. Mr. Dubé-Bourgeois is entitled to participate in the Stock Option Plan, as may be determined by the Board from time to time or by the committee of the Board to which such authority is delegated.

The Dubé-Bourgeois Consultancy Agreement provides that the Corporation may terminate Mr. Dubé-Bourgeois on notice without cause if the Corporation makes payment to Mr. Dubé-Bourgeois at termination, of: (i) a lump sum payment equal to three months of the Consultant's Base Fees and (ii) a payment equal to one times the Base Fees prorated for each year that Mr. Dubé-Bourgeois has provided services to the Corporation pursuant to the Dubé-Bourgeois Consultancy Agreement. All stock options to purchase shares in the Corporation that have not vested as of the date notice of termination is given shall immediately vest and shall be exercisable by Mr. Dubé-Bourgeois for a period of one year from the date of termination, subject to terms and conditions of the Stock Option Plan.

The Dubé-Bourgeois Consultancy Agreement provides that the Corporation may terminate Mr. Dubé-Bourgeois with cause summarily and without notice.

The Dubé-Bourgeois Consultancy Agreement also includes a change of control provision that entitles Mr. Dubé-Bourgeois to terminate his consultancy upon a Change of Control (as defined above for the Laviolette Consultancy Agreement) and at any time in the 12 months that follow, upon which termination all of his stock options to purchase shares in the Corporation will immediately vest and he shall be entitled to receive:

- (a) a lump sum payment equal to six months of the Consultant's Base Fees;
- (b) a payment equal one times the Consultant's Base Fees prorated for each year that the Consultant has provided Services to the Corporation pursuant to this Agreement; and
- (c) a lump sum payment equal to all other accrued amounts payable by the Corporation under the Dubé-Bourgeois Consultancy Agreement.

On May 22, 2020, Mr. Dubé-Bourgeois and the Corporation entered into an executive employment agreement (the "**Executive Agreement**"). Pursuant to the Executive Agreement, Mr. Dubé-Bourgeois will be paid \$150,000 annually, retroactive to January 1, 2020. Subject to the approval of the Board, Mr. Dubé-Bourgeois shall be eligible for bonuses as well as the award of stock options in accordance with the terms and conditions of the Corporation's stock option plan.

The Executive Agreement provides that the Corporation may terminate Mr. Dubé-Bourgeois on notice without cause by providing Mr. Dubé-Bourgeois: (i) twelve months salary, plus one month for each completed year of service, up to five years; (ii) the average of the previous three years bonuses; (iii) vested stock options; (iv) continuation of benefits; and (v) payment of any and all accrued and unused vacation (collectively, the "**Termination Entitlements**").

The Executive Agreement also includes a change of control provision that grants Mr. Dubé-Bourgeois the Termination Entitlements. A change of control under the Executive Agreement shall be deemed to have occurred when: (i) any transaction or series of transactions with any other person or entity that effects a transfer, conveyance, sale, lease or exchange of all or substantially all of the assets of the Corporation to any other person, or (ii) any acquisition or series of acquisitions by any person or group of persons, acting jointly or in concert, of that number of shares of the Corporation which have associated with them that number of votes which is greater than 50% of the votes associated with the then issued and outstanding voting securities of the Corporation, or (iii) any change in the composition of the Corporation's Board following which a majority of the directors in office after the change were not directors before the change.

Mr. Dubé-Bourgeois was appointed as Chief Executive Officer of the Corporation effective May 28, 2020. An employment agreement with the Corporation for this position has not been entered into as at the date hereof.

## Oversight and Description of Director and Named Executive Officer Compensation

### *Compensation of Directors*

The Corporation has a compensation committee (the “**Compensation Committee**”). The Board, at the recommendation of the Compensation Committee, determines the compensation payable to the directors of the Corporation and reviews such compensation periodically throughout the year. For their role as directors of the Corporation, each director of the Corporation may, from time to time, be awarded stock options under the provisions of the Stock Option Plan. There are no other arrangements under which the directors of the Corporation who are not executive officers were compensated by the Corporation or its subsidiaries during the most recently completed financial year end for their services in their capacity as directors of the Corporation.

### *Compensation of Named Executive Officers*

#### Principles of Executive Compensation

The Corporation believes in linking an individual’s compensation to his or her performance and contribution as well as to the performance of the Corporation as a whole. The primary components of the Corporation’s executive compensation are base salary and option-based awards. The Board believes that the mix between base salary and incentives must be reviewed and tailored to each executive based on their role within the organization as well as their own personal circumstances. The overall goal is to successfully link compensation to the interests of the shareholders. The following principles form the basis of the Corporation’s executive compensation program:

1. align interest of executives and shareholders;
2. attract and motivate executives who are instrumental to the success of the Corporation and the enhancement of shareholder value;
3. pay for performance;
4. ensure compensation methods have the effect of retaining those executives whose performance has enhanced the Corporation’s long-term value; and
5. connect, if possible, the Corporation’s employees into principles 1 through 4 above.

The Board is responsible for the Corporation’s compensation policies and practices. The Board has the responsibility to review and make recommendations concerning the compensation of the directors of the Corporation and the Named Executive Officers. The Board also has the responsibility to make recommendations concerning annual bonuses and grants to eligible persons under the Stock Option Plan. The Board, at the recommendation of the Compensation Committee, reviews and approves the hiring of executive officers.

#### Base Salary

The Board approves the salary ranges for the Named Executive Officers. The base salary review for each Chief Executive Officer and Chief Financial Officer is based on assessment of factors such as current competitive market conditions, compensation levels within the peer group and particular skills, such as leadership ability and management effectiveness, experience, responsibility and proven or expected performance of the particular individual. Comparative data for the Corporation’s peer group is also accumulated from a number of external sources including independent consultants. The Corporation’s policy for determining salary for executive officers of the Corporation is consistent with the administration of salaries for all other employees.

#### Annual Incentives

The Corporation is not currently awarding any annual incentives by way of cash bonuses. However, the Corporation, in its discretion, may award such incentives in order to motivate executives to achieve short-term corporate goals. The Board, at the recommendation of the Compensation Committee, approves annual incentives.

The success of Named Executive Officers in achieving their individual objectives and their contribution to the Corporation in reaching its overall goals are factors in the determination of their annual bonus. The Compensation Committee assesses each Named Executive Officers' performance on the basis of his or her respective contribution to the achievement of the predetermined corporate objectives, as well as to needs of the Corporation that arise on a day to day basis. This assessment is used by the Compensation Committee in developing its recommendations with respect to the determination of annual bonuses for the Named Executive Officers.

#### Compensation and Measurements of Performance

The Board, at the recommendation of the Compensation Committee, may approve targeted amounts of annual incentives for each Named Executive Officer at the beginning of each financial year. The targeted amounts are determined by the Board based on a number of factors, including comparable compensation of similar companies.

Achieving predetermined individual and/or corporate targets and objectives, as well as general performance in day to day corporate activities, triggers the award of a bonus payment to the Named Executive Officers. The Named Executive Officers receive a partial or full incentive payment depending on the number of the predetermined targets met and the Board's assessment of overall performance. The determination as to whether a target has been met is ultimately made by the Board and the Board reserves the right to make positive or negative adjustments to any bonus payment if they consider them to be appropriate.

#### Long Term Compensation

The Corporation currently has no long-term incentive plans, other than stock options granted from time to time by the Board under the provisions of the Stock Option Plan.

#### **Pension Disclosure**

There are no pension plan benefits in place for the Named Executive Officers or the directors of the Corporation.

### **SECURITIES AUTHORIZED FOR ISSUE UNDER EQUITY COMPENSATION PLAN**

The following table sets forth information with respect to all compensation plans of the Corporation under which equity securities are authorized for issue as of December 31, 2019:

#### **Equity Compensation Plan Information**

<b>Plan Category</b>	<b>Number of securities to be issued upon exercise of outstanding options (#)</b>	<b>Weighted-average exercise price of outstanding options (\$)</b>	<b>Number of securities remaining available for future issuance under equity compensation plans (#)</b>
Equity compensation plans approved by securityholders	7,370,732	\$0.32	2,101,755
Equity compensation plans not approved by securityholders	n/a	n/a	n/a
<b>Total</b>	<b>7,370,732</b>	<b>\$0.32</b>	<b>2,101,755</b>

Notes:

- (1) The Stock Option Plan is a "rolling" stock option plan whereby the maximum number of Common Shares that may be reserved for issue pursuant to the Stock Option Plan will not exceed 10% of the issued Common Shares at the time of the stock option grant. As at the date of this Circular, 9,472,487 Common Shares may be reserved for issue pursuant to the Stock Option Plan, 7,053,232 stock options have been issued and are outstanding and 2,419,255 are still available for issue.

## **INTEREST OF INFORMED PERSONS IN MATERIAL TRANSACTIONS**

Other than as otherwise disclosed in this Circular, no director, executive officer or principal shareholder of the Corporation, or associate or affiliate of any of the foregoing, has had any material interest, direct or indirect, in any transaction within the preceding three years or in any proposed transaction that has materially affected or will materially affect the Corporation.

## **INDEBTEDNESS OF DIRECTORS AND EXECUTIVE OFFICERS**

No director or officer of the Corporation or person who acted in such capacity in the last financial year of the Corporation, or any other individual who at any time during the most recently completed financial year of the Corporation was a director of the Corporation or any associate of the Corporation, is indebted to the Corporation, nor is any indebtedness of any such person to another entity the subject of a guarantee, support agreement, letter of credit or other similar arrangement or understanding provided by the Corporation.

## **AUDIT COMMITTEE INFORMATION REQUIRED IN THE INFORMATION CIRCULAR OF A VENTURE ISSUER**

National Instrument 52-110 - *Audit Committees* (“**NI 52-110**”) requires that certain information regarding the audit committee of a “venture issuer” (as that term is defined in NI 52-110) be included in the management information circular sent to shareholders in connection with the issuer’s annual meeting. The Corporation is a “venture issuer” for the purposes of NI 52-110.

### **Audit Committee Charter**

The full text of the charter of the Corporation’s Audit Committee is attached hereto as Schedule “B” (the “**Audit Committee Charter**”).

### **Composition of the Audit Committee**

The Audit Committee members during the 2019 fiscal period and to the date of this Circular were Ramón Barúa (Chair), Gerry Feldman, and Donovan Pollitt, each of whom is a director and financially literate. Mr. Barúa and Mr. Pollitt are not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for each of Mr. Barúa and Mr. Pollitt in due course. Financial literacy includes the ability to read and understand a set of financial statements that present a breadth and level of complexity of accounting issues similar to those expected to arise in the context of the Corporation. All three audit committee members are each considered to be independent in accordance with NI 52-110.

### **Relevant Education and Experience**

Each member of the Audit Committee has extensive experience in dealing with financial statements, accounting issues and principles, internal controls and procedures for financial reporting and other related accounting and auditing matters to public companies. Mr. Barúa is currently the chief financial officer of Hochschild Mining plc, a public mining company. Mr. Feldman is the chief financial officer and corporate secretary of ThreeD Capital Inc., a public investment company. He is also the managing partner of DNTW Toronto LLP Chartered Professional Accountants. Mr. Pollitt was the president and chief executive officer of Wesdome Gold Mines Ltd, a public mining company. Mr. Barúa and Mr. Pollitt are not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for each of Mr. Barúa and Mr. Pollitt in due course.

### **Audit Committee Oversight**

Since the commencement of the Corporation’s most recently completed financial year, there has not been a recommendation of the Audit Committee to nominate or compensate an external auditor which was not adopted by the Board.

## Reliance on Exemptions in NI 52-110

Since the commencement of the Corporation's most recently completed financial year, the Corporation has not relied on:

1. the exemption in section 2.4 (*De Minimis Non-audit Services*) of NI 52-110 (which exempts all non-audit services provided by the Corporation's auditor from the requirement to be pre-approved by the Audit Committee if such services are less than 5% of the auditor's annual fees charged to the Corporation, are not recognized as non-audit services at the time of the engagement of the auditor to perform them and are subsequently approved by the Audit Committee prior to the completion of that year's audit);
2. the exemption in subsection 6.1.1(4) (*Circumstance Affecting the Business or Operations of the Venture Issuer*) of NI 52-110 (an exemption from the requirement that a majority of the members of the Audit Committee must not be executive officers, employees or control persons of the Corporation or of an affiliate of the Corporation if a circumstance arises that affects the business or operations of the Corporation and a reasonable person would conclude that the circumstance can be best addressed by a member of the Audit Committee becoming an executive officer or employee of the Corporation);
3. the exemption in subsection 6.1.1(5) (*Events Outside Control of Member*) (an exemption from the requirement that a majority of the members of the Audit Committee must not be executive officers, employees or control persons of the Corporation or of an affiliate of the Corporation if an Audit Committee member becomes a control person of the Corporation or of an affiliate of the Corporation for reasons outside the member's reasonable control);
4. the exemption in subsection 6.1.1(6) (*Death, Incapacity or Resignation*) (an exemption from the requirement that a majority of the members of the Audit Committee must not be executive officers, employees or control persons of the Corporation or of an affiliate of the Corporation if a vacancy on the Audit Committee arises as a result of the death, incapacity or resignation of an Audit Committee member and the Board was required to fill the vacancy); or
5. an exemption from the requirements of NI 52-110, in whole or in part, granted by a securities regulator under Part 8 (*Exemptions*) of NI 52-110.

The Corporation is a "venture issuer" for the purposes of NI 52-110. Accordingly, the Corporation is relying upon the exemption in section 6.1 of NI 52-110 providing that the Corporation is exempt from the application of Part 3 (*Composition of the Audit Committee*) and Part 5 (*Reporting Obligations*) of NI 52-110.

## Pre-Approval Policies and Procedures

The Audit Committee has adopted specific policies and procedures for the engagement of non-audit services as described in the Audit Committee Charter set out in Schedule "B".

## Audit Fees

The following table provides details in respect of audit, audit related, tax and other fees billed by the external auditor of the Corporation for professional services rendered to the Corporation during the fiscal year ended December 31, 2019:

	Audit Fees (\$)	Audit-Related Fees (\$)	Tax Fees (\$)	All Other Fees (\$)
Year ended December 31, 2019	\$55,000	--	--	\$1,200

<b>Year ended December 31, 2018</b>	\$4,000	--	--	\$1,500
-------------------------------------	---------	----	----	---------

Audit Fees – aggregate fees billed and to be for professional services rendered by the auditor for the audit of the Corporation’s annual financial statements as well as services provided in connection with statutory and regulatory filings.

Audit-Related Fees – aggregate fees billed for professional services rendered by the auditor and were comprised primarily of audit procedures performed related to the review of quarterly financial statements and related documents.

Tax Fees – aggregate fees billed for tax compliance, tax advice and tax planning professional services. These services included reviewing tax returns and assisting in responses to government tax authorities.

All Other Fees – aggregate fees billed for professional services which included accounting advice and association fees.

## **REPORT ON GOVERNANCE**

The Corporation believes that adopting and maintaining appropriate governance practices is fundamental to a well-run company, to the execution of its chosen strategies and to its successful business and financial performance. National Instrument 58-101 – *Disclosure of Corporate Governance Practices* and National Policy 58-201 – *Corporate Governance Guidelines* (the “**Governance Guidelines**”) of the Canadian Securities Administrators set out a list of non-binding corporate governance guidelines that issuers are encouraged to follow in developing their own corporate governance guidelines. The following disclosure is required by the Governance Guidelines and describes the Corporation’s approach to governance and outlines the various procedures, policies and practices that the Corporation and the Board have implemented to address the foregoing requirements.

### **Board of Directors**

The Board is currently composed of seven directors. The Board has determined by resolution that the number of directors to be elected at the Meeting will be five. Please see “Particular of Matters to Be Acted Upon – 2. Election of Directors” above. Form 58-101F2 – *Corporate Governance Disclosure (Venture Issuers)* (“**Form 58-101F2**”) requires disclosure regarding how the Board facilitates its exercise of independent supervision over management of the Corporation by providing the identity of directors who are independent and the identity of directors who are not independent and the basis for that determination. NI 52-110 provides that a director is independent if he or she has no direct or indirect “material relationship” with the Corporation. “Material relationship” is defined as a relationship which could, in the view of the Board, be reasonably expected to interfere with the exercise of a director’s independent judgment. In addition, under NI 52-110, an individual who is, or has been within the last three years, an employee or executive officer of an issuer, is deemed to have a “material relationship” with the issuer. Accordingly, of the current directors, Denis Laviolette, President and Executive Chairman, and Vincent Dubé-Bourgeois, Chief Executive Officer, are considered not to be “independent”. The remaining current five directors are considered by the Board to be “independent” within the meaning of NI 52-110. Of the five nominees put forward for election to the Board at the Meeting (see “Particulars of Matters to be Acted Upon – 2. Election of Directors” above), Mr. Dubé-Bourgeois, Chief Executive Officer and Denis Laviolette, President and Executive Chairman, are considered not to be “independent”. In assessing Form 58-101F2 and making the foregoing determinations, the Board has examined the circumstances of each director in relation to a number of factors.

## **Directorships**

The following table sets forth the directors of the Corporation who currently hold directorships with other reporting issuers:

<b>Name of Director</b>	<b>Reporting Issuer</b>
Denis Laviolette	Xtra-Gold Resources Corp.
Frank Holmes <sup>(1)</sup>	Thunderbird Entertainment Group Inc.; HIVE Blockchain Technologies Ltd.

Note:

(1) Mr. Holmes is not standing for re-election to the Board of Directors.

## **Board Committees**

The Board has constituted two committees. The following directors are the current members of the following committees:

- *Audit Committee:* Ramón Barúa (Chair), Donovan Pollitt and Gerry Feldman. Mr. Barúa and Mr. Pollitt are not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for each of Mr. Barúa and Mr. Pollitt in due course.
- *Compensation and Corporate Governance Committee:* Donovan Pollitt (Chair), James Dendle and Gerry Feldman. Mr. Pollitt is not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for Mr. Pollitt in due course.

Members of these committees are appointed annually to hold office until the next annual meeting of the shareholders of the Corporation or until their successors are appointed.

### Audit Committee

The Audit Committee is composed of three directors who are “independent”. The operation of the Audit Committee is described in the section titled “*Audit Committee Information Required in The Information Circular of a Venture Issuer*” in this Circular.

### Compensation and Corporate Governance Committee

During fiscal 2019 and to the date of this Circular, the Compensation and Corporate Governance Committee was composed of three directors who are “independent”. Mr. Pollitt is not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for Mr. Pollitt in due course. The Compensation and Corporate Governance Committee is responsible for: (i) reviewing and approving corporate goals and objectives relevant to the compensation of the Chief Executive Officer of the Corporation, evaluating the performance of the Chief Executive Officer of the Corporation in light of those corporate goals and objectives, and determining (or making recommendations to the Board with respect to the compensation level of the Chief Executive Officer of the Corporation based on this evaluation); (ii) making recommendations to the Board with respect to other officers and directors compensation and incentive-compensation plans; and (iii) reviewing the executive compensation disclosure before the Corporation publicly discloses this information.

## **Orientation and Continuing Education**

The Compensation and Corporate Governance Committee is responsible for establishing and overseeing appropriate director orientation and continuing education programs. The Board does not have a formal orientation or education program for its members. A part of the Board’s continuing education is partly derived from correspondence with the Corporation’s legal counsel to remain up to date with developments in relevant corporate and securities law matters. Additionally, historically board members who have been nominated are familiar with the Corporation and the nature of its business.

## **Ethical Business Conduct**

The Board has adopted a Code of Business Conduct and Ethics (the “**Code**”) to encourage and promote a culture of ethical business conduct. The Board monitors compliance with the Code by obtaining a signed acknowledgement from each employee indicating their agreement to abide by the Code and encouraging reporting of non-compliant behaviour, including to members of the Audit Committee. The Board also promotes ethical business conduct through the nomination of Board members it considers ethical, through avoiding or minimizing conflicts of interest, and by having at least two of its Board members independent of corporate matters.

## **Compensation**

### *Principles of Executive Compensation*

Remuneration plays an important role in attracting, motivating, rewarding and retaining knowledgeable and skilled individuals to the Corporation’s management team. The main objectives the Corporation hopes to achieve through its compensation are:

- to attract and retain executives critical to the Corporation’s success, who will be key in helping the Corporation achieve its corporate objectives and increase shareholder value;
- to motivate the Corporation’s management team to meet or exceed targets;
- to recognize the contribution of the Corporation’s executive officers to the overall success and strategic growth of the Corporation; and
- to align the interests of management and the Corporation’s shareholders by providing performance-based compensation in addition to salary.

It is one of the aims of the compensation strategy to ensure that executives of the Corporation are paid reasonably and consistent with the level of responsibility and authority which they assume and taking into account the role they play in advancing the strategic objectives of the Corporation.

For the fiscal year ending December, 2019, the compensation committee of the Board (the “Compensation Committee”) was composed of three directors, being Donovan Pollitt, James Dendle and Gerry Feldman, all three of whom are considered to be independent. Mr. Pollitt is not standing for re-election to the Board at the Meeting. The Board intends to appoint a replacement for Mr. Pollitt in due course. The role of the Compensation Committee is to undertake periodic, independent reviews of market conditions to ensure that the executive officers of the Corporation are paid competitively relative to other comparable participants in the industry. When deemed necessary, the Compensation Committee may call upon outside resources to assist with these reviews and to ensure that the compensation packages available to executives are adequate to retain the existing compliment of executives and recruit others into this group as an integral part of facilitating and sustaining the continued growth of the Corporation.

The basic elements of the compensation strategy are base salary, annual incentives and long-term incentives.

### *Base Salary*

On an individual basis, base salaries are reviewed for each executive officer, including the CEO, and where it is deemed necessary, changes are made. In order to ensure that base salaries paid are competitive relative to other similar positions within the mining industry in Canada, surveys of such salaries are examined. Other considerations taken into account when examining base salaries include years of experience, the potential contribution which the individual can make to the success of the Corporation and the level of responsibility and authority inherent in the job and the importance of maintaining internal equity within the organization.

The former Chief Executive Officer, Denis Laviolette, entered into the Laviolette Consultancy Agreement with the Corporation. The Compensation Committee approved a base salary of \$154,000 for the 2019 fiscal year (2018: N/A). Mr. Laviolette was appointed as Executive Chairman of the Board of Directors effective May 28, 2020.

Prior to becoming Chief Executive Officer, Vincent Dubé-Bourgeois, entered into the Executive Agreement with the Corporation. Under the Executive Agreement, Mr. Dubé-Bourgeois is paid a base salary of \$150,000 annually. An

executive employment agreement appointing Mr. Dubé-Bourgeois to the role of Chief Executive Officer will be agreed upon in due course.

The Chief Financial Officer, Binh Quach, has entered into the Quach Consultancy Agreement with the Corporation. He received total compensation of \$60,000 for the 2019 fiscal year (2018: N/A).

#### *Annual Incentives*

The Compensation Committee may recommend bonuses be paid to executive officers of the Corporation when their performance warrants additional consideration.

No discretionary bonuses were paid in fiscal year ended December 31, 2019.

#### *Long-term Incentives*

Options to purchase the Common Shares of the Corporation encourage executive officers to own and hold the Corporation's Common Shares and are a method of linking the performance of the Corporation and the appreciation of share value to the compensation of the executive officer. When determining the number of options granted to an executive officer, items such as the relative position of the individual officer, the contribution made by that officer during the review period and the number of options granted previously would be taken into consideration.

The Compensation Committee recommends option grants to the Board. Pursuant to the Stock Option Plan, the Corporation's Board grants options to directors, executive officers, other employees and consultants as incentives. The level of stock options awarded to a Named Executive Officer (as hereinafter defined) is determined by his position and his potential future contributions to the Corporation.

#### **Nomination of Directors**

The recruitment of new directors has generally resulted from recommendations made by directors and shareholders. The assessment of the contributions of individual directors has principally been the responsibility of the Board. Prior to standing for election, new nominees to the Board are reviewed by the entire Board. The Compensation and Corporate Governance Committee, as necessary or appropriate, establishes qualifications for directors and procedures for identifying possible nominees who meet those criteria.

#### **Other Board Committees**

The Board has established an Audit Committee and a Compensation and Corporate Governance Committee.

#### **Assessments**

The Compensation and Corporate Governance Committee periodically assesses the effectiveness of the Board as a whole, all committees of the Board and the contribution, competency, skill and qualification and, if applicable, position distributions, of individual directors, including making recommendations where appropriate that a sitting director be removed or not re-appointed and should also provide or co-ordinate the provision of continuing education for the directors so as to assist the directors in maintaining the skill and knowledge necessary to meet their obligations as directors.

#### **Board and Senior Management Diversity**

In 2019, amendments to the CBCA were adopted requiring new disclosure of the number of: (i) women; (ii) Aboriginal peoples; (iii) people with disabilities; and (iv) members of visible minorities (collectively, the "**Designated Groups**") on the Board and in senior management positions with the Corporation.

The Corporation recognizes the benefits of having a diverse Board and management. Due to the relatively small size of the Board and stage of development of the Corporation, it has not adopted a formal diversity policy in respect of the Designated Groups, and instead has sought to increase diversity through the recruitment efforts of its officers and

directors. The Corporation remains receptive to increasing the diversity of the Board and management taking into account the skills, background, experience and knowledge desired at any particular time by the Board and its committees.

The Corporation has not adopted term limits for directors and does not support the adoption of quotas or targets regarding representation by the Designated Groups on the Board or in senior management positions. All such appointments and renewals are made based on merit, in the context of the skills, experience, independence, knowledge and other qualities which the Corporation as a whole requires to be effective, with due regard for the benefits of diversity (including the level of representation by members of the Designated Groups). The Corporation considers the representation of the Designated Groups in identifying and nominating new directors and members of senior management. In order to gather the information required to assess levels of diversity for the Corporation to comply with the new diversity disclosure requirements under the CBCA, existing and proposed directors and members of senior management of the Corporation will be asked whether they self-identify as belonging to one or more of the designated groups, on a voluntary basis. All responses will be considered in the context of the broader skills matrix sought by the Corporation for its respective positions from time to time.

The Corporation feels its corporate governance practices are appropriate and effective, given its relatively small size and the nature of its operations. These practices allow the Corporation to operate efficiently, with simple checks and balances that control and monitor management and corporate functions without excess administrative burden or delay.

As of the date of this Circular, the Corporation has a total of seven directors and 4 members of senior management. The number and proportion of directors and members of senior management who self-identify as being a member of the four Designated Groups has been furnished by the respective directors and members of senior management on a voluntary basis and such responses have not been independently verified by the Corporation. The number and proportion of directors and members of senior management who self-identify as being a member of the four Designated Groups are as follows:

#### *Directors*

None of the Directors of the Corporation identify as being a member of any of the four Designated Groups.

#### *Senior Management*

Fifty percent (50%) of the Corporation's senior management identifies as belonging to one of the four Designated Groups, that being, visible minorities.

### **OTHER MATTERS**

The management of the Corporation knows of no other matters to come before the Meeting other than as set forth in the Notice of Meeting. **However, if other matters which are not known to management should properly come before the Meeting, the accompanying form of proxy will be voted on such matters in accordance with the best judgment of the person or persons voting the proxy.**

### **ADDITIONAL INFORMATION**

Additional Information relating to the Corporation is available on SEDAR at [www.sedar.com](http://www.sedar.com).

Shareholders may contact the Corporation in order to request copies of: (i) this Circular; and (ii) the Corporation's consolidated financial statements and the related management's discussion and analysis (the "MD&A") which will be sent to the shareholder without charge upon request. Financial information is provided in the Corporation's consolidated financial statements and MD&A for its financial year ended December 31, 2019.

**APPROVAL OF THE BOARD OF DIRECTORS**

The contents of this Circular have been approved, and the delivery of it to each shareholder entitled thereto and to the appropriate regulatory agencies has been authorized by the Board.

**DATED** at Toronto, Ontario, on May 28, 2020.

**BY ORDER OF THE BOARD**

*“Denis Laviolette” (signed)*  
Executive Chairman of the Board

## SCHEDULE “A”

### GOLDSPOT DISCOVERIES CORP. STOCK OPTION PLAN

#### ARTICLE I DEFINITIONS AND INTERPRETATION

##### 1.1 DEFINITIONS

As used herein, unless anything in the subject matter or context is inconsistent therewith, the following terms shall have the meanings set forth below:

“**Administrator**” means the Board or such director or other senior officer or employee of the Company as may be designated as Administrator by the Board from time to time;

“**Award Date**” means, in respect of a particular Option, the date on which the Board grants the Option;

“**Blackout Period**” means a period during which the Company has prohibited Option Holders from exercising their Options under a formal decision under its internal trading policies as a result of the bona fide existence of undisclosed material information;

“**Board**” means the board of directors of the Company;

“**Company**” means Goldspot Discoveries Corp. and any subsidiary thereof, as the context may require;

“**Consultant**” means an individual, other than an employee, executive officer or director of the Company or a subsidiary, that:

- (i) is engaged to provide services to the Company (excluding services provided in relation to a distribution of the Company’s securities);
- (ii) provides the services under a written contract with the Company; and
- (iii) spends or will spend a significant amount of time and attention to the business and affairs of the Company;

and includes a corporation of which the individual is an employee or shareholder, and a partnership of which the individual is an employee or partner;

“**Director**” means a director or senior officer of the Company or a subsidiary of the Company;

“**Employee**” means (i) an individual considered an employee under the *Income Tax Act*, Canada (i.e. for whom income tax and other deductions are made by the Company); (ii) an individual who works full-time for the Company providing services normally provided by an employee of the Company but for whom income tax and other deductions are not made by the Company; or (iii) an individual who works for the Company on a continuing and regular basis for a minimum amount of time per week, but for whom income tax and other deductions are not made by the Company;

“**Exchange**” means the TSX Venture Exchange or any other Canadian stock exchange;

“**Exercise Notice**” means the notice respecting the exercise of an Option, in the form set out as Schedule “A” hereto, duly executed by the Option Holder;

“**Exercise Period**” means the period during which a particular Option may be exercised, being the period from and including the Award Date through to and including the Expiry Date;

“**Exercise Price**” means the price at which an Option may be exercised as determined in accordance with section 3.6;

“**Expiry Date**” means the date determined in accordance with section 3.3 and after which a particular Option cannot be exercised;

“**Insider**” means a Director, a director or senior officer of a company that is an Insider or subsidiary of the Company, or a person that beneficially owns or controls, directly or indirectly, voting shares carrying more than 10% of the voting rights attached to all outstanding voting shares of the Company;

“**Option**” means an option to acquire a Share awarded to a Director, Employee or Consultant pursuant to the Plan;

“**Option Agreement**” means the written agreement between the Company and an Option Holder giving effect to an award of Options;

“**Option Holder**” means a current or former Director, Employee or Consultant who holds an unexercised and unexpired Option or, where applicable, the Personal Representative of such person;

“**Permitted Assign**” means, in respect of an Option Holder, a registered retirement savings plan or a registered retirement income fund (each as defined in the *Income Tax Act* (Canada)) of the Option Holder, or a corporation wholly-owned by the Option Holder;

“**Personal Representative**” means (i) in the case of a deceased Option Holder, the executor or administrator of the deceased duly appointed by a court or public authority having jurisdiction to do so; and (ii) in the case of an Option Holder who for any reason is unable to manage his or her affairs, the person entitled by law to act on behalf of such Option Holder;

“**Plan**” means this stock option plan, as it may be amended from time to time;

“**Securities Act**” means the *Securities Act* (Ontario), as it may be amended from time to time;

“**Share**” or “**Shares**” means, as the case may be, one or more common shares in the capital of the Company; and

“**subsidiary**” has the meaning ascribed to that term in the Securities Act.

## 1.2 CHOICE OF LAW

The Plan is established under, and the provisions of the Plan shall be interpreted and construed solely in accordance with, the laws of the Province of Ontario and the federal laws of Canada applicable therein.

## 1.3 HEADINGS

The headings used herein are for convenience only and are not to affect the interpretation of the Plan.

# ARTICLE II PURPOSE AND PARTICIPATION

## 2.1 PURPOSE

The purpose of the Plan is to provide the Company with an equity-based mechanism to attract, retain and motivate Directors, Employees and Consultants, to reward them by the grant of Options under the Plan from time to time for their contributions toward the long term goals of the Company and to enable and encourage them to acquire Shares as long term investments.

## 2.2 PARTICIPATION

The Board shall, from time to time, in its sole discretion, determine those Directors, Employees and Consultants, if any, to whom Options are to be awarded and, subject to section 3.2, the number of Options so awarded. In determining the number of Options to be awarded to participant under the Plan, the Board may take into account the following criteria:

- (a) the person's remuneration as at the Award Date in relation to the total remuneration payable by the Company to all of its Employees and Consultants as at the Award Date;
- (b) the length of time that the person has provided services to the Company; and
- (c) the nature and quality of work performed by the person.

## 2.3 DOCUMENTATION

Upon first receiving an award of Options under the Plan, the Administrator shall provide a copy of the Plan to each Option Holder. Thereafter, a copy of any amendment to the Plan shall be promptly provided by the Administrator to each Option Holder.

Each Option awarded under the Plan shall be embodied in an Option Agreement which shall give effect to the provisions of the Plan.

## 2.4 PARTICIPATION VOLUNTARY

The participation of any Director, Employee or Consultant in the Plan is entirely voluntary and not obligatory and shall not be interpreted as conferring any rights or privileges, other than those rights and privileges expressly provided in the Plan. In particular, participation in the Plan does not constitute a condition of employment, appointment or engagement to provide services, or constitute a commitment on the part of the Company to continued employment, appointment or engagement to provide services, and neither the Plan nor any grant of Options under the Plan shall be construed as granting an Option Holder a right to be retained as an Employee or a Consultant or a claim or right to any future grant of options under the Plan. Neither the Plan nor any action taken hereunder shall interfere with the right of the Company to terminate the employment, appointment or provision of services of such Option Holder at any time. The payment of any sum of money in cash in lieu of notice of termination of employment, appointment or provision of services shall not be considered as extending the period of employment, appointment or the provision of services for the purposes of the Plan.

# ARTICLE III TERMS AND CONDITIONS OF OPTIONS

## 3.1 BOARD TO ALLOT SHARES

The Shares to be issued to Option Holders upon the exercise of Options shall be allotted and authorized for issuance by the Board prior to the exercise thereof.

## 3.2 NUMBER OF SHARES

The maximum number of Shares issuable under the Plan shall not exceed 10% of the number of Shares issued and outstanding as of each Award Date. Notwithstanding the foregoing, the number of Shares underlying Options that have been cancelled, that have expired without being exercised in full, and that have been issued upon exercise of Options shall not reduce the number of Shares issuable under the Plan and shall again be available for issuance hereunder.

### 3.3 TERM OF OPTION

Subject to section 3.5, the Expiry Date of an Option shall be the date so fixed by the Board at the time the particular Option is awarded, provided that such date shall not be later than the tenth anniversary of the Award Date of the Option.

Notwithstanding the foregoing, if the Expiry Date of an Option occurs either during a Blackout Period or within 10 business days following the expiry of a Blackout Period, then the Expiry Date of that Option will be deemed to be the date that is the tenth business day following the expiry of the Blackout Period.

### 3.4 LIMITATIONS

The maximum number of Shares which may be issuable, at any time, to Insiders under the Plan, together with any other Share-based compensation arrangements of the Company, shall be 10% of the total number of Shares issued and outstanding.

The maximum number of Shares which may be issued, within any one-year period, to Insiders under the Plan, together with any other Share-based compensation arrangements of the Company, shall be 10% of the total number of Shares issued and outstanding.

### 3.5 TERMINATION OF OPTION

An Option Holder may exercise an Option, in whole or in part, at any time and from time to time during the Exercise Period, provided that, with respect to the exercise of part of an Option, the Board may at any time and from time to time fix limits, vesting requirements or restrictions in respect of which an Option Holder may exercise part of any Option held by the Option Holder. Any Option or part thereof not exercised within the Exercise Period shall terminate and become null, void and of no further force and effect as of 5:00 p.m. (Toronto time) on the Expiry Date. Unless otherwise determined by the Board (but subject to the ten-year limit set forth in section 3.3), the Expiry Date of an Option shall be the earlier of the date so fixed by the Board on the Award Date referred to in section 3.3 above, and the date established, if applicable, in subsections (a) and (b) below.

(a) Death

In the event that an Option Holder should die while he or she is still a Director, Employee or Consultant, as the case may be, the Expiry Date shall be 12 months from the date of death of the Option Holder.

(b) Cessation of Service or Employment

In the event that an Option Holder ceases to be a Director, Employee or Consultant of the Company other than by reason of death, the Expiry Date of the Option shall be the 90th day following the date the Option Holder ceases to be a Director, Employee or Consultant (such date that the Option Holder ceases to be a Director, Employee or Consultant, the "Termination Date"), unless the Option Holder ceases to be such as a result of termination for cause, in which case the Expiry Date shall be the Termination Date.

For the purposes of this section 3.5, the date on which an Option Holder ceases to be a Director, Employee or Consultant, as the case may be, is deemed to be the date of resignation or notice of termination of the Option Holder's service or employment, as the case may be. Furthermore, an unvested Option (or any portion thereof) which vests on or after the Termination Date (or date of death, if applicable) but prior to the Expiry Date, in the circumstances set forth in clauses (a) and (b) above, other than as a result of termination for cause, shall be exercisable by the Option Holder (or the Option Holder's Personal Representative, in the event of the death of the Option Holder) until the Expiry Date. An unvested Option (or any portion thereof) held by an Option Holder who ceases to be a Director, Employee or Consultant, as the case may be, as a result of termination for cause, shall cease to vest and shall terminate and be of no further force and effect as at the Termination Date.

For greater certainty, notwithstanding the assignment or transfer of Options by an Option Holder to a Permitted Assign in accordance with section 3.7, this section 3.5 shall still apply in the event of that the Option Holder dies or ceases to otherwise be a Director, Employee or Consultant, as the case may be.

### 3.6 EXERCISE PRICE

The Exercise Price shall be that price per Share, as determined by the Board in its sole discretion, at which an Option Holder may purchase a Share upon the exercise of an Option, provided that the Exercise Price shall not be less than the closing price of the Shares on the Exchange (or, if the Shares are not listed for trading on the Exchange, then on such other Exchange or quotation system on which the Shares are then listed or quoted for trading) on the day preceding the Award Date and, where there is no such closing price on such trading day, the Exercise Price shall not be less than the average of the daily high and low board lot trading prices of the Shares on the Exchange (or if the Shares are no longer listed for trading on the Exchange, then on such other exchange or quotation system on which the Shares are then listed or quoted for trading) for the five (5) trading days immediately preceding the Award Date, or such other price as may be required or permitted by the Exchange from time to time. If the Shares are listed on the Exchange and on one or more other exchanges, the Exercise Price must be calculated based upon the applicable closing price or average price of the Shares, as applicable, on the Exchange on which the majority of the trading volume of the Shares occurs.

### 3.7 ASSIGNMENT OF OPTIONS

Except as otherwise permitted under the Plan, Options may not be assigned or transferred, provided however that the Personal Representatives of an Option Holder may, to the extent permitted by section 4.1, exercise the Option within the Exercise Period.

An Option Holder may assign or otherwise transfer Options to a Permitted Assign, provided that the Permitted Assign agrees to be bound by the terms of the Plan and provided further that section 3.5 shall continue to apply in respect of the Option Holder, except that any such Options so assigned or transferred may be exercised by the Permitted Assign.

### 3.8 ADJUSTMENTS

(a) If at any time while an Option remains unexercised with respect to any Shares underlying the Option, the Shares are consolidated, subdivided, converted, exchanged or reclassified or in any way substituted for (any of the foregoing events, a “Share Capital Event”), the Option, to the extent that it has not been exercised, shall be adjusted by the Board in accordance with such Share Capital Event in the manner the Board deems appropriate. No fractional shares shall be issued upon the exercise of the Options and accordingly, if as a result of the Share Capital Event, an Option Holder would become entitled to a fractional share, such Option Holder shall have the right to purchase only the next lowest whole number of shares and no payment or other adjustment will be made with respect to the fractional interest so disregarded. Additionally, no lots of Shares in an amount less than 100 Shares shall be issued upon the exercise of the Options unless such amount of Shares represents the balance left to be exercised under the Options.

(b) If at any time when an Option remains unexercised with respect to any Shares underlying the Option:

the Company seeks approval from its shareholders for a transaction which, if completed, would constitute an Acceleration Event; or

a third party makes a bona fide formal offer or proposal to the Company or its shareholders which, if accepted, would constitute an Acceleration Event;

the Company shall notify the Option Holder in writing of such transaction, offer or proposal as soon as practicable and, provided that the Board has determined that no adjustment shall be made pursuant to section 3.8(a): (i) the Board may permit the Option Holder to exercise the Option, as to all or any of the Shares in respect of which such Option has not previously been exercised (regardless of any vesting restrictions), during the period specified in the notice (but

in no event later than the Expiry Date of the Option), so that the Option Holder may participate in such transaction, offer or proposal; and (ii) the Board may require the acceleration of the time for the exercise of the Option and of the time for the fulfilment of any conditions or restrictions on such exercise.

For these purposes, an Acceleration Event means:

(a) the acquisition by any “offeror” (as defined in Part XX of the Securities Act) of beneficial ownership of more than 50% of the outstanding voting securities of the Company, by means of a take-over bid or otherwise;

any consolidation or merger of the Company in which the Company is not the continuing or surviving corporation or pursuant to which shares of the Company would be converted into cash, securities or other property, other than a merger of the Company in which shareholders immediately prior to the merger have the same proportionate ownership of stock of the surviving corporation immediately after the merger;

any sale, lease exchange or other transfer (in one transaction or a series of related transactions) of all or substantially all of the assets of the Company; or

the approval by the shareholders of the Company of any plan of liquidation or dissolution of the Company.

### 3.9 EXERCISE RESTRICTIONS

The Board may, at the time an Option is awarded or upon renegotiation of the same, attach restrictions relating to the exercise of the Option, including vesting provisions. Any such restrictions shall be recorded in the applicable Option Agreement.

## ARTICLE IV EXERCISE OF OPTION

### 4.1 EXERCISE OF OPTION

An Option may be exercised only by the Option Holder or the Option Holder’s Permitted Assign or Personal Representative. An Option Holder or the Option Holder’s Permitted Assign or Personal Representative may exercise an Option in whole or in part, subject to any applicable exercise restrictions, at any time or from time to time during the Exercise Period up to 5:00 p.m. (Toronto time) on the Expiry Date by delivering to the Administrator an Exercise Notice, the applicable Option Agreement and a certified cheque or bank draft payable to the Company in an amount equal to the aggregate Exercise Price of the Shares to be purchased pursuant to the exercise of the Option.

### 4.2 ISSUE OF SHARE CERTIFICATES

As soon as practicable following the receipt of the Exercise Notice, the Administrator shall cause to be delivered to the Option Holder a certificate for the Shares so purchased.

### 4.3 CONDITION OF ISSUE

The issue of Shares by the Company pursuant to the exercise of an Option is subject to this Plan and compliance with the laws, rules and regulations of all regulatory bodies applicable to the issuance and distribution of such Shares and to the listing requirements of any stock exchange or exchanges on which the Shares may be listed. The Option Holder agrees to comply with all such laws, rules and regulations and agrees to furnish to the Company any information, report and/or undertakings required to comply with and to fully cooperate with the Company in complying with such

laws, rules and regulations. The Company shall not be required to issue any Shares to an Option Holder pursuant to the exercise of Options if such issuance would violate the securities laws of any applicable jurisdiction.

## **ARTICLE V ADMINISTRATION**

### **5.1 ADMINISTRATION**

The Plan shall be administered by the Board, or an Administrator on the instructions of the Board or such committee of the Board formed in respect of matters relating to the Plan. The Board or such committee may make, amend and repeal at any time and from time to time such regulations not inconsistent with this Plan as it may deem necessary or advisable for the proper administration and operation of this Plan and such regulations shall form part of this Plan. The Board may delegate to the Administrator or any Director, Employee or officer of the Company such administrative duties and powers as it may see fit.

### **5.2 INTERPRETATION**

The interpretation by the Board or its authorized committee of any of the provisions of this Plan and any determination by it pursuant thereto shall be final and conclusive and shall not be subject to any dispute by any Option Holder. No member of the Board or any person acting pursuant to authority delegated by the Board hereunder shall be liable for any action or determination in connection with this Plan made or taken in good faith and each member of the Board and each such person shall be entitled to indemnification with respect to any such action or determination in the manner provided for by the Company.

## **ARTICLE VI AMENDMENT AND TERMINATION**

### **6.1 AMENDMENT**

Subject to applicable regulatory approval, the Board may from time to time amend this Plan and the terms and conditions of any Option previously awarded or thereafter to be awarded and, without limiting the generality of the foregoing, may make such amendments for the purpose of complying with any changes in any relevant law, Exchange policy, rule or regulation applicable to this Plan, any Option or the Shares, or for any other purpose which the Board may deem desirable or necessary and may be permitted by all relevant laws, rules and regulations, provided always that any such amendment shall not materially impair any right of any Option Holder pursuant to any Option awarded prior to such amendment. All of the foregoing amendments may be made without the approval of the Company's shareholders, except any such amendment to: (i) change the maximum number of Shares that may be issued under the Plan, whether as a fixed number of Shares or as a percentage of the number of Shares outstanding from time to time (other than to reflect an adjustment pursuant to section 3.8); (ii) reduce the Exercise Price or extend the Expiry Period of any Option; (iii) increase the limits on the number of Shares issuable to participants under the Plan who are Insiders; or (iv) expand the class of participants eligible to participate in the Plan.

### **6.2 TERMINATION**

The Board may terminate this Plan at any time provided that such termination shall not alter the terms or conditions of any Option or impair any right of any Option Holder pursuant to any Option awarded prior to the date of such termination and notwithstanding such termination, the Company, such Options and such Option Holders shall continue to be governed by the provisions of this Plan.

### 6.3 AGREEMENT

The Company and every person to whom an Option is awarded hereunder shall be bound by and subject to the terms and conditions of this Plan.

### 6.4 EFFECTIVE DATE

Subject to receipt of all applicable regulatory approvals, this Plan becomes effective on the date of its approval by the shareholders of the Company.

## SCHEDULE “B”

### GOLDSPOT DISCOVERIES CORP.

#### CHARTER OF THE AUDIT COMMITTEE OF THE BOARD OF DIRECTORS

##### *Name*

There shall be a committee of the board of directors (the “**Board**”) of GoldSpot Discoveries Corp. (the “**Company**”) known as the Audit Committee (the “**Committee**”).

##### *Purpose*

The Committee has been established to assist the Board in fulfilling its oversight responsibilities and fiduciary obligations. The primary functions and areas of responsibility of the Committee are to:

- review, report and provide recommendations to the Board on the annual and interim consolidated financial statements and related Management’s Discussion and Analysis (“**MD&A**”);
- identify and monitor the management of the principal risks that could impact the financial reporting of the Corporation;
- make recommendations to the Board regarding the appointment, terms of engagement and compensation of the external auditor;
- monitor the integrity of the Corporation’s financial reporting process and system of internal controls regarding financial reporting and accounting compliance;
- oversee the work of the external auditors engaged for the purpose of preparing or issuing an auditor’s report or performing other audit, review or attest services for the Corporation;
- resolve disagreements between management and the external auditor regarding financial reporting;
- receive the report of the external auditors, who must report directly to the Committee; and
- provide an avenue of communication among the Corporation’s external auditors, management, and the Board.

##### *Composition and Qualifications*

All Committee members shall meet all applicable requirements prescribed under the *Business Corporations Act* (Ontario), as well as any requirements or guidelines prescribed from time to time under applicable securities legislation, including National Instrument 52-110 as amended, restated or superseded. The Committee shall be comprised of not less than three directors as determined from time to time by the Board. Each member shall be a director and a majority of the members shall be independent directors who are free from any direct or indirect relationship that would, in the view of the Board, reasonably interfere with the exercise of the member’s independent judgment. While it is not necessary for members to have a comprehensive knowledge of generally accepted accounting principles and standards, all members of the Committee shall be “financially literate” so as to be able to read and understand a set of financial statements that present a breadth and level of complexity of accounting issues that are generally comparable to the issues raised by the Corporation’s financial statements. A director who is not financially literate may be appointed to the Committee by the Board provided that such director becomes financially literate within a reasonable period following his or her appointment, and provided that the Board has determined that such appointment will not materially adversely affect the ability of the Committee to act independently.

Committee members shall be appointed by the Board. The Board shall designate the Chair of the Committee. If a Chair is not designated or present at any meeting, the members of the Committee may designate a Chair by majority vote. The Chair shall have responsibility for ensuring that the Committee fulfills its mandate and duties effectively.

Each member of the Committee shall continue to be a member until a successor is appointed, unless the member resigns, is removed or ceases to be a director. The Board may fill a vacancy at any time.

### ***Meetings***

The Committee shall meet at least four times annually, or more frequently as circumstances dictate, and at least once in each fiscal quarter. A notification for each of the meetings shall be disseminated to Committee members two days prior to each meeting. A majority of the members of the Committee shall constitute a quorum for meetings.

An agenda shall be prepared by the Chair of the Committee as far in advance of each meeting as reasonably practicable. Minutes of all meetings of the Committee shall be prepared as soon as possible following the meeting and submitted for approval at or prior to the next following meeting.

The Committee should meet privately at least once per year with management of the Corporation, the Corporation's external auditors, and as a committee to discuss any matters that the Committee or any of these groups believe should be discussed.

### ***Specific Responsibilities and Duties***

Specific responsibilities and duties of the Committee shall include, without limitation, the following:

#### **General Review Procedures**

1. Review and reassess the adequacy of this Charter at least annually and submit any proposed amendments to the Board for approval.
2. Review the Corporation's annual audited financial statements, related MD&A, and other documents prior to filing or distribution of such documents or issuing a press release in respect of the financial statements and MD&A. Review should include discussion with management and external auditors of significant issues regarding accounting principles, practices, and significant management estimates and judgments.
3. Annually, in consultation with management and external auditors, consider the integrity of the Corporation's financial reporting processes and controls. Discuss significant financial risk exposures and the steps management has taken to monitor, control and report such exposures. Review significant findings prepared by the external auditors and the internal auditing department together with management's responses.
4. Review the effectiveness of the overall process for identifying the principal risks affecting financial reporting and provide the Committee's views to the Board of Directors.
5. Review with financial management and the external auditors the Corporation's quarterly financial results, related MD&A and other documents prior to the filing or distribution of such documents or issuing a press release in respect of the financial statements and MD&A. Discuss any significant changes to the Corporation's accounting principles. The Chair of the Committee may represent the entire Committee for purposes of this review.

#### **External Auditors**

6. The external auditors are ultimately accountable to the Committee, as representatives of the shareholders. The external auditors must report directly to the Committee, who shall review the

independence and performance of the auditors and annually recommend to the Board the appointment of the external auditors or approve any discharge of auditors when circumstances warrant. The Committee shall approve the compensation of the external auditors.

7. The Committee must approve all non-audit and non-tax services to be provided to the Corporation or its subsidiary entities, unless such non-audit and non-tax services are reasonably expected to constitute not more than twenty (20) percent of the total fees paid by the Corporation to the external auditor during the particular fiscal year.
8. On an annual basis, the Committee should review and discuss with the external auditors all significant relationships they have with the Corporation that could impair the auditors' independence.
9. Review the external auditors' audit plan and discuss and approve the audit scope, staffing, locations, reliance upon management, and general audit approach.
10. Prior to releasing the year-end earnings, discuss the results of the audit with the external auditors. Discuss any matters that are required to be communicated to audit committees in accordance with the standards established by the Canadian Institute of Chartered Accountants.
11. Consider the external auditors' judgments about the quality and appropriateness of the Corporation's accounting principles as applied in the Corporation's financial reporting.

#### **Legal Compliance**

12. On at least an annual basis, review with the Corporation's counsel any legal matters that could have a significant impact on the organization's financial statements, the Corporation's compliance with applicable laws and regulations and inquiries received from regulators or governmental agencies.

#### **Other Miscellaneous Responsibilities**

13. Annually assess the effectiveness of the Committee against its Mandate and report the results of the assessment to the Board.
14. Prepare and disclose a summary of the Mandate to shareholders.
15. Perform any other activities consistent with this Mandate, the Corporation's by-laws and governing law, as the Committee or the Board deems necessary or appropriate.

#### ***Authority***

The Committee shall have the authority to:

1. delegate approval-granting authority to pre-approve non-audit services by the external auditor to one or more of its members;
2. engage independent counsel and other advisors as it determines necessary to carry out its duties;
3. set and pay the compensation for any advisors employed by the Committee; and
4. communicate directly with the external auditors.

### ***Reporting***

The Committee shall report its deliberations and discussions regularly to the Board and shall submit to the Board the minutes of its meetings.

### ***Resources***

The Committee shall have full and unrestricted access to all of the Corporation's books, records, facilities and personnel as well as the Corporation's external auditors and shall have the authority, in its sole discretion, to conduct any investigation appropriate to fulfilling its responsibilities. The Committee shall further have the authority to retain, at the Corporation's expense, such special legal, accounting or other consultants or experts as it deems necessary in the performance of its duties and to request any officer or employee of the Corporation or the Corporation's external counsel or auditors to attend a meeting of the Committee.

### ***Limitation on the Oversight Role of the Committee***

Nothing in this Charter is intended, or may be construed, to impose on any member of the Committee a standard of care or diligence that is in any way more onerous or extensive than the standard to which all members of the Board are subject.

Each member of the Committee shall be entitled, to the fullest extent permitted by law, to rely on the integrity of those persons and organizations within and outside the Corporation from whom he or she receives information, and the accuracy of the information provided to the Corporation by such persons or organizations.

While the Committee has the responsibilities and powers set forth in this Charter, it is not the duty of the Committee to plan or conduct audits or to determine that the Corporation's financial statements and disclosures are complete and accurate and in accordance with generally accepted accounting principles and applicable rules and regulations, each of which is the responsibility of management and the Corporation's external auditors.