
**SOKOMAN MINERALS CORP.
(FORMERLY "SOKOMAN IRON CORP.")
CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS
THREE MONTHS ENDED SEPTEMBER 30, 2019
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Sokoman Minerals Corp. (formerly "Sokoman Iron Corp.") ("Sokoman" or the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at September 30, 2019	As at June 30, 2019
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,999,410	\$ 2,555,285
HST receivable (note 3)	284,171	214,078
Prepaid expenses (note 3)	84,440	151,839
Security deposit (note 3)	4,900	4,900
Marketable securities (note 4)	20,000	22,500
Total current assets	2,392,921	2,948,602
Non-current assets		
Property and equipment (note 5)	21,342	22,978
Exploration and evaluation assets (note 6)	938,866	938,466
Total assets	\$ 3,353,129	\$ 3,910,046
EQUITY AND LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 9)	\$ 127,803	\$ 71,592
Deferred premium on flow-through shares	-	6,827
Total liabilities	127,803	78,419
Equity		
Share capital (note 8)	12,844,018	12,751,188
Warrants (note 8)	1,938,532	1,970,269
Contributed surplus	4,425,759	4,347,881
Deficit	(15,982,983)	(15,237,711)
Total equity	3,225,326	3,831,627
Total equity and liabilities	\$ 3,353,129	\$ 3,910,046

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

Nature of operations and going concern (note 1)

Subsequent event (note 10)

Approved on behalf of the Board:

(Signed) "Tim Froude" _____ Director

(Signed) "Colin Bowdidge" _____ Director

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****Unaudited**

	Three Months Ended September 30, 2019	Three Months Ended September 30, 2018
Expenses		
Mineral exploration expenses (notes 7 and 9)	\$ 523,315	\$ 196,552
Office and general	9,338	5,759
Filing fees	4,066	4,743
Business development and promotion (note 9)	97,851	143,652
Management fees (note 9)	6,000	26,000
Professional fees (note 9)	23,915	16,988
Salaries and benefits (note 9)	17,500	37,519
Share-based payments (note 9)	77,878	212,541
Amortization (note 5)	31	39
Net loss before other items	\$ (759,894)	\$ (643,793)
Other items		
Flow through share premium renunciation	\$ 6,827	\$ 2,006
Interest income	10,295	-
Loss on marketable securities	(2,500)	-
	14,622	2,006
Net and comprehensive loss for the period	\$ (745,272)	\$ (641,787)
Basic and diluted net loss per share	\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding	102,719,361	92,846,309

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

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Condensed Interim Consolidated Statements of Cash Flows

(Expressed in Canadian Dollars)

Unaudited

	Three Months Ended September 30, 2019	Three Months Ended September 30, 2018
Operating activities		
Net loss for the period	\$ (745,272)	\$ (641,787)
Adjustments for:		
Amortization	31	39
Amortization in exploration expenses	1,605	311
Share-based compensation	77,878	212,541
Flow through share premium renunciation	(6,827)	(2,006)
Loss on marketable securities	2,500	-
Changes in non-cash working capital items:		
HST receivable	(70,093)	(23,750)
Prepaid expenses	67,399	(429,321)
Accounts payable and accrued liabilities	56,211	73,834
Net cash used in operating activities	(616,568)	(810,139)
Investing activities		
Exploration and evaluation assets expenditures	(400)	-
Net cash used in investing activities	(400)	-
Financing activities		
Proceeds from private placements	-	3,001,500
Share issuance costs	-	(17,806)
Warrants exercised	61,093	835,080
Stock options exercised	-	40,000
Net cash provided by financing activities	61,093	3,858,774
Net change in cash and cash equivalents	(555,875)	3,048,635
Cash and cash equivalents, beginning of period	2,555,285	556,021
Cash and cash equivalents, end of period	\$ 1,999,410	\$ 3,604,656
Supplemental information		
Shares issued to acquire exploration properties	\$ -	\$ 123,750

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

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Condensed Interim Consolidated Statements of Changes in Equity

(Expressed in Canadian Dollars)

Unaudited

	Share capital					
	Number of shares	Share capital	Warrants	Contributed surplus	Deficit	Total
Balance, June 30, 2018	58,365,809	\$ 8,542,247	\$ 809,097	\$ 3,769,842	\$ (11,757,064)	\$ 1,364,122
Private placement	20,010,000	3,001,500	-	-	-	3,001,500
Share issue costs	-	(17,806)	-	-	-	(17,806)
Warrant valuation	-	(1,238,514)	1,238,514	-	-	-
Warrants exercised	13,220,500	835,080	-	-	-	835,080
Fair value of warrants exercised	-	268,083	(268,083)	-	-	-
Stock options exercised	500,000	40,000	-	-	-	40,000
Fair value of stock options exercised	-	34,827	-	(34,827)	-	-
Shares issued to acquire exploration properties	750,000	123,750	-	-	-	123,750
Share-based payments	-	-	-	212,541	-	212,541
Net loss and comprehensive loss for the period	-	-	-	-	(641,787)	(641,787)
Balance, September 30, 2018	92,846,309	\$ 11,589,167	\$ 1,779,528	\$ 3,947,556	\$ (12,398,851)	\$ 4,917,400
Balance, June 30, 2019	102,237,380	\$ 12,751,188	\$ 1,970,269	\$ 4,347,881	\$ (15,237,711)	\$ 3,831,627
Warrants exercised	1,056,335	61,093	-	-	-	61,093
Fair value of warrants exercised	-	31,737	(31,737)	-	-	-
Share-based payments	-	-	-	77,878	-	77,878
Net loss and comprehensive loss for the period	-	-	-	-	(745,272)	(745,272)
Balance, September 30, 2019	103,293,715	\$ 12,844,018	\$ 1,938,532	\$ 4,425,759	\$ (15,982,983)	\$ 3,225,326

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

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

1. Nature of operations and going concern

Sokoman Minerals Corp. (formerly "Sokoman Iron Corp.") ("Sokoman" or "Company") is a public company listed on the TSX Venture Exchange (TSXV-SIC) and operating under the laws of the Province of British Columbia. The Company is an exploration-stage company that is in the process of exploring its mineral properties located in Canada and has not yet determined whether these properties contain reserves that are economically recoverable. The Company's registered office is 82 Richmond Street East, Toronto, Ontario M5C 1P1.

These unaudited condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern which assumes continuity of operations and realization of assets and settlement of liabilities in the normal course of business for the foreseeable future, which is at least, but not limited to, one year from September 30, 2019. At September 30, 2019, the Company has an accumulated deficit of \$15,982,983 (June 30, 2019 - deficit of \$15,237,711) and has working capital of \$2,265,118 (June 30, 2019 - \$2,870,183). The Company's ability to continue as a going concern is dependent upon its ability to generate sufficient funds and continue to obtain sufficient capital from investors to meet its current and future obligations. The Company is subject to risks and challenges similar to other exploration stage companies. As a result of these risks, a material uncertainty exists that casts significant doubt as to the appropriateness of the going concern assumption. There is no assurance that the Company's funding initiatives will continue to be successful and these Interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and statements of financial position classifications that would be necessary if the going concern assumption was inappropriate. These adjustments could be material. The Company will have to raise additional funds to advance its exploration and development efforts and, while it has been successful in doing so in the past, there can be no assurance that it will be able to do so in the future.

2. Summary of significant accounting policies

Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34 - Interim Financial Reporting. The accounting policies followed in these unaudited condensed interim consolidated financial statements are the same as those applied in the audited annual financial statements of the Company for the year ended June 30, 2019.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS issued and outstanding as of November 28, 2019, the date the Audit Committee approved the statements.

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and disclosures of contingent assets and contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant accounts that require estimates as the basis for determining the stated amounts include exploration and evaluation assets, share-based payments, allocation of financing proceeds, and income taxes. Differences may be material.

The Company operates in one segment defined as the cash generating unit ("CGU") which is North America. These financial statements were authorized for issue by the Board of Directors on November 28, 2019.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

2. Summary of significant accounting policies (continued)

Changes in accounting policy

Effective July 1, 2019, the Company adopted IFRS 16. IFRS 16 was issued in January 2016 and replaces IAS 17 – Leases as well as some lease related interpretations. With certain exceptions for leases under twelve months in length or for assets of low value, IFRS 16 states that upon lease commencement a lessee recognises a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the liability plus any initial direct costs. After lease commencement, the lessee shall measure the right-of-use asset at cost less accumulated depreciation and accumulated impairment. A lessee shall either apply IFRS 16 with full retrospective effect or alternatively not restate comparative information but recognise the cumulative effect of initially applying IFRS 16 as an adjustment to opening equity at the date of initial application. IFRS 16 requires that lessors classify each lease as an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. Otherwise it is an operating lease. The adoption of IFRS 16 had no impact to the Company's consolidated financial statements

3. Accounts receivable and security deposit

	As at September 30, 2019	As at June 30, 2019
Prepaid expenses	\$ 84,440	\$ 151,839
Security deposit	4,900	4,900
HST receivable	284,171	214,078
	\$ 373,511	\$ 370,817

4. Marketable securities

All of the marketable securities held by the Company were acquired through current and prior year's property option and sales transactions with the below listed companies. The Company does not purchase shares of publicly-listed companies on the open market. As at September 30, 2019, the following securities were included in marketable securities:

	Number of shares	Acquisition cost	Fair value adjustment	Fair value
Newfoundland Fluorspar Exploration Ltd. (i)	1,000,000	\$ -	\$ -	\$ -
Puddle Pond Resources Inc. (ii)	150,000	-	-	-
White Metal Resources Corp. (iii)	500,000	22,500	(2,500)	20,000
		\$ 22,500	\$ (2,500)	\$ 20,000

(i) See note 6.

(ii) See note 6.

(iii) During the year ended June 30, 2019, the Company received 500,000 shares as an option payment with fair value of \$22,500 for its Startrek property (see note 6).

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

5. Property and equipment

Cost	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2018	\$ 7,260	\$ 20,965	\$ 32,968	\$ 61,193
Additions	-	21,494	-	21,494
Balance, June 30, 2019 and September 30, 2019	\$ 7,260	\$ 42,459	\$ 32,968	\$ 82,687

Accumulated Amortization	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2018	\$ 6,482	\$ 19,225	\$ 29,378	\$ 55,085
Depreciation for the year	156	3,748	720	4,624
Balance, June 30, 2019	\$ 6,638	\$ 22,973	\$ 30,098	\$ 59,709
Depreciation for the period	31	1,461	144	1,636
Balance, September 30, 2019	\$ 6,669	\$ 24,434	\$ 30,242	\$ 61,345

Carrying value	Office equipment	Trucks	Prospecting equipment	Total
Balance, June 30, 2019	\$ 622	\$ 19,486	\$ 2,870	\$ 22,978
Balance, September 30, 2019	\$ 591	\$ 18,025	\$ 2,726	\$ 21,342

6. Exploration and evaluation assets

	June 30, 2018	Additions (Disposals)	June 30, 2019	Additions (Disposals)	September 30, 2019
Burin Property	\$ 1	\$ -	\$ 1	\$ -	\$ 1
Lamaline	1	-	1	-	1
Iron Horse	234,875	-	234,875	-	234,875
Startrek	41,000	(22,500)	18,500	-	18,500
Crippleback	31,150	36,250	67,400	400	67,800
East Alder	81,500	85,000	166,500	-	166,500
Unity Resource	82,500	-	82,500	-	82,500
Clarks Brook	19,250	(19,250)	-	-	-
Moosehead	368,689	-	368,689	-	368,689
Meadows	1,350	(1,350)	-	-	-
Total	\$ 860,316	\$ 78,150	\$ 938,466	\$ 400	\$ 938,866

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Burin/Lamaline

The Burin property was acquired by staking and option agreements and consists of three projects; Lamaline (formerly Salmonier Hill), Lawn and Little St. Lawrence. The property lies at Tidewater immediately adjacent to the towns of Lawn, St. Lawrence and Lamaline on the southern portion of the Burin Peninsula, on Newfoundland's south coast. The Company has completed acquiring all previously optioned claims and now controls 100% interest (subject to certain Net Smelter Royalty ("NSR") requirements). Management has determined at the present time it has no intention to spend further on this property as result it has been written down.

On October 12, 2010 the Company optioned a portion of its Burin uranium claim holdings (Little St. Lawrence) to Newfoundland Fluorspar Exploration Ltd. ("Newfluorex"), a privately held corporation. The Company has received a total of \$25,000 cash during the year ended June 30, 2016 and 1,000,000 Newfluorex shares which were received in prior years, representing payment in full. The Newfluorex shares have been valued at \$nil as Newfluorex is not quoted on an active market. Discussions with potential joint venture partners is ongoing.

In July 2012, the Company optioned the Lamaline portion of its Burin claim holdings to Puddle Pond Resources Inc. ("Puddle Pond") which is a privately held corporation. Puddle Pond can earn up to a 75% interest in the Lamaline gold project, by issuing 150,000 shares (issued) of Puddle Pond and by producing a bankable feasibility study by completing sufficient exploration on the property to keep the claims in good standing. Puddle Pond can earn a further 10 interest by incurring the costs of a bankable feasibility study. At completion of a bankable feasibility study, a joint venture will be formed between Puddle Pond and Sokoman. Should Sokoman choose not to fund the joint venture, Sokoman's share in the joint venture will be diluted down. Should Sokoman's share be diluted to less than 15%, Sokoman's interest reverts to a 2% NSR. The total NSR payable to Sokoman is capped at CAD \$3,000,000. The Puddle Pond shares have been valued at \$nil as Puddle Pond is not quoted on an active market.

Iron Horse

The Iron Horse project is located approximately 120 kilometers Northeast of Labrador City, Labrador. A 50:50 joint venture agreement was formed with Metals Creek Resources Corp who was at that point the project operator. On May 16, 2012, Sokoman and Metals Creek announced a new agreement announcing that Sokoman would be increasing its interest in the joint venture to a maximum of 70% by meeting the following criteria; an additional 10% (aggregate 60%) by issuing on signing of the agreement a total of 1.5 million common shares (issued) of Sokoman to Metals Creek and by assuming responsibility for all expenditures related to the 2012 exploration program with a minimum exploration expenditure of \$500,000 (\$330,791 in expenditures, as at June 30, 2017); an additional 10% (aggregate of 70%) by issuing an additional 2.5 million common shares (issued) of Sokoman within 18 months of the new agreement and producing a NI 43-101 compliant resource of at least 50 million tonnes by the fourth anniversary of the new agreement.

The Company has amended the agreement whereby Sokoman can earn a 100% interest in Iron Horse by issuing 15 million additional shares (issued) to Metals Creek and by paying a lump sum of \$1 million upon delivery of a feasibility study. Metals Creek retains a 1.9% NSR on the Iron Horse Property. The amended agreement was subsequently approved by the TSX Venture and the amended agreement supersedes all earlier agreements. Through a 2012 financing arrangement with Callinan Royalties, (now Altius Minerals Corp through a takeover), Sokoman is required to maintain the property in good standing through December 31, 2020 with no financial commitments required. As part of the financing arrangement, Callinan (now Altius) holds a 1% NSR on the Iron Horse Property.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Startrek

The Company acquired 100% interest in two antimony/gold properties in northeastern Newfoundland, the Startrek and Antimony Ridge properties. The Company has issued two million common shares of Sokoman Iron Corp. The property is subject to a 2% NSR royalty to the vendors. This acquisition agreement is with parties related to a Director at the time. The Antimony Ridge property has since been dropped leaving only the Startrek property.

On December 17, 2018, the Company entered into an option agreement to grant White Metal Resources Corp ("White Metal") a 100% interest in the Startrek property. As consideration, White Metal is to issue to the Company the following:

- (i) 500,000 common shares of White Metal upon regulatory approval (received);
- (ii) 500,000 common shares on or before December 18, 2019;
- (iii) 500,000 common shares on or before December 18, 2020; and
- (iv) 500,000 common shares on or before December 18, 2021;

Central Newfoundland Gold Project

During the year ended June 30, 2017, the Company acquired, through a combination of staking and option, the central Newfoundland Gold Project which consists of three separate properties: 1. Crippleback Lake; 2. Princess Lake; and, 3. East Alder properties in central Newfoundland.

Crippleback Lake

The property was acquired during the year ended June 30, 2017. To obtain a 100% interest, the Company is committed to the following payments: total cash of \$34,500 (\$20,450 paid, balance paid subsequent to September 30, 2019) and, share payments totaling 600,000 (450,000 shares issued, 150,000 shares issued subsequent to September 30, 2019) over a three-year option agreement. The vendors will retain a 2% NSR with a buyback of 1% for \$1 million, as well as, a 1% NSR on Sokoman's contiguous claims with a \$500,000 cash buyback of 0.5%. The vendors will also receive 10% of the value of any third party transaction Sokoman completes on the property, as well as first consideration for any eligible field work.

Princess Lake

The property was acquired during the year ended June 30, 2017. To obtain a 100% interest, the Company is committed to total share payments of 1.2 million shares, payable in three tranches of 400,000, as follows: on signing (issued) and 400,000 on each of the first (issued) and second anniversary dates of the agreement. The vendors retain a 2% NSR with a buyback of 1% for \$1 million. The property has been returned to the vendors.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Central Newfoundland Gold Project (continued)

East Alder

The property was acquired during the year ended June 30, 2017 and consists of two licenses and two separate agreements with:

a) Benton Resources Inc.

To obtain a 100% interest in this property, the Company is committed to the following payments:

- (i) 1 million common shares, due on signing of the agreement (issued);
- (ii) \$1,500 in cash, due on signing of the agreement (paid);
- (iii) 500,000 common shares, due on first anniversary of agreement date (issued);
- (iv) 500,000 common shares, due on second anniversary of agreement date (issued);

Sokoman is also committed to \$600,000 in payments, contingent on its reaching the following milestones:

- (i) \$100,000 payment in cash/shares/or mix, upon completion of a NI 43-101 compliant resource;
- (ii) \$200,000 payment in cash/shares/or mix upon completion of a pre-feasibility;
- (iii) \$300,000 cash payment upon completion of a final/full/bankable feasibility;

Benton Resources Inc. also retains a 2% NSR of which 1% can be purchased for \$1 million.

b) Unity Resources – a private consortium;

To obtain a 100% interest in this property, the Company is committed to the following payments:

- (i) 750,000 common shares, due on signing of the agreement (issued);
- (ii) \$5,000 in cash, due on signing of the agreement (\$1,500 paid);
- (iii) 650,000 common shares, due on first anniversary of agreement date (issued);

Sokoman is also committed to \$600,000 in payments, contingent on its reaching the following milestones:

- (i) \$100,000 payment in cash/shares/or mix, upon completion of a NI 43-101 compliant resource;
- (ii) \$200,000 payment in cash/shares/or mix upon completion of a pre-feasibility;
- (iii) \$300,000 cash payment upon completion of a final/full/bankable feasibility;
- (iv) The vendors retain a 2% NSR of which half (1%) can be purchased for \$1 million cash.

Clarks Brook

The property was acquired during the year ended June 30, 2018. This property consists of two licenses and two separate agreements with, to earn an initial 75% interest, Sokoman must make cash payments of \$45,000 over three years (no cash on signing, \$10,000 paid) and issue a total of 3,000,000 Sokoman common shares over three years (1,250,000 shares issued) and incur work expenditures of \$800,000 over three years (\$100,000 by 1st anniversary). Sokoman will be the operator during the earn-in period. Once a 75% interest is earned by Sokoman, either a 75/25 joint venture will be formed, or Sokoman may elect to earn an additional 25% interest to bring its total property interest to 100%. The terms to increase its interest from 75% to 100% include payments of \$100,000 and the issuance of an additional 2,000,000 Sokoman shares within 60 days of the 3rd anniversary date. The property has been returned to the vendors and the property was written down to \$nil during the year ended June 30, 2019.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

6. Exploration and evaluation assets (continued)

Moosehead

The Company acquired 100% of the property during the year ended June 30, 2018. The Company issued 7,754,371 common shares and issued 1,428,571 share purchase warrants. The purchase warrants have a strike price of \$0.05 per share and expire in three years, March 17, 2021. The property is subject to a 0.5% NSR royalty. The Company had a requirement to incur \$500,000 in exploration expenditures on the property, which was incurred during the year ended June 30, 2019. Hence this spending requirement has been met.

Meadows

The Company acquired a 100% interest in two Licences via staking in late 2017. The Licences were issued in January 2018. Total acquisition costs include \$4,500 in refundable security. During the year ended June 30, 2019, the Company decided to no longer pursue the property and wrote off the property to \$nil.

7. Mineral exploration expenses

A summary of exploration expenditures incurred for the period ended September 30, 2019 is as follows:

For three months ended September 30, 2019	Moosehead	Clarks Brook	Fleur de Lys	Total
Field office expenses	\$ 53,847	\$ 16,808	\$ 7,303	\$ 77,958
Geo services	4,654	451	4,864	9,969
Drilling	246,016	58,829	17,336	322,181
Assays	32,752	-	-	32,752
Wages and salaries	75,250	-	-	75,250
Amortization	1,605	-	-	1,605
Travel and accomodations	3,600	-	-	3,600
Total	\$ 417,724	\$ 76,088	\$ 29,503	\$ 523,315

For three months ended September 30, 2018	Moosehead	Meadows	Total
Field office expenses	\$ 24,003	\$ 2,521	\$ 26,524
Geo services	1,485	-	1,485
Drilling	129,362	-	129,362
Assays	13,579	-	13,579
Wages and salaries	25,291	-	25,291
Amortization	311	-	311
Total	\$ 194,031	\$ 2,521	\$ 196,552

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

8. Share capital

(a) Authorized share capital

- (i) an unlimited number of common shares
- (ii) an unlimited number of preferred shares issued in series

(b) Issued

	Number of shares	Share capital
Balance, June 30, 2018	58,365,809	\$ 8,542,247
Private placement (i)	20,010,000	3,001,500
Share issue costs	-	(17,806)
Warrant valuation	-	(1,238,514)
Warrants exercised	13,220,500	835,080
Fair value of warrants exercised	-	268,083
Stock options exercised	500,000	40,000
Fair value of stock options exercised	-	34,827
Shares issued to acquire exploration properties	750,000	123,750
Balance, September 30, 2018	92,846,309	\$ 11,589,167
Balance, June 30, 2019	102,237,380	\$ 12,751,188
Warrants exercised	1,056,335	61,093
Fair value of warrants exercised	-	31,737
Balance, September 30, 2019	103,293,715	\$ 12,844,018

(i) On August 15, 2018, the Company completed a non-brokered private placement for total proceeds of \$3,001,500 consisting of 20,010,000 units at a price of \$0.15 per unit. Each unit consists of one common share and one common share purchase warrant.

Each warrant is exercisable into one common share at a price of \$0.25 per share for a period of two years from closing. The grant date fair value of the warrants was estimated to be \$1,238,514 using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%, expected volatility of 186%, risk-free interest rate of 2.09%, and expected life of 2 years.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

8. Share capital (continued)

(c) Stock options

The Company has adopted an incentive stock option plan in accordance with the policies of the TSX Venture (the "Stock Option Plan") which provides that the Board of Directors of the Company may from time to time, in its discretion, grant to directors, officers, employees and consultants of the Company non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance under the Stock Option Plan shall not exceed ten percent (10%) of the issued and outstanding Common Shares exercisable for a period of up to five (5) years.

A summary of changes of the Company's stock options is presented below for the periods ended September 30, 2019 and 2018:

	Number of stock options	Weighted average exercise price
Balance, June 30, 2018	2,300,000	\$ 0.08
Expired	(500,000)	0.08
Granted (i)(ii)	4,550,000	0.16
Balance, September 30, 2018	6,350,000	\$ 0.14
Balance, June 30, 2019 and September 30, 2019	6,412,500	\$ 0.13

(i) On September 12, 2018, the Company granted 3,950,000 stock options to directors, officers and a consultant of the Company exercisable at a price of \$0.16 per common share. The options vest 1/4 each on grant date and every six months thereafter and expire in five years. The grant date fair value of \$629,208 was assigned to the stock options as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.16, expected dividend yield of 0%, expected volatility of 253% which is based on historical volatility of the Company's share price, risk-free rate of return of 2.25% and an expected maturity of 5 years. For the three months ended September 30, 2019, \$58,348 (three months ended September 30, 2018 - \$185,879) was expensed to share-based compensation.

(ii) On September 25, 2018, the Company granted 600,000 stock options to consultants of the Company exercisable at a price of \$0.165 per common share. The options vest 1/4 each on grant date and every six months thereafter and expire in five years. The grant date fair value of \$101,525 was assigned to the stock options as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.17, expected dividend yield of 0%, expected volatility of 251% which is based on historical volatility of the Company's share price, risk-free rate of return of 2.35% and an expected maturity of 5 years. For the three months ended September 30, 2019, \$10,319 (three months ended September 30, 2018 - \$26,662) was expensed to share-based compensation.

(iii) On February 5, 2019, the Company granted 500,000 stock options to a director of the Company exercisable at a price of \$0.12 per common share. The options vest 1/4 each on grant date and every six months thereafter and expire in five years. The grant date fair value of \$59,507 was assigned to the stock options as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.12, expected dividend yield of 0%, expected volatility of 235% which is based on historical volatility of the Company's share price, risk-free rate of return of 1.85% and an expected maturity of 5 years. For the three months ended September 30, 2019, \$9,211 (three months ended September 30, 2018 - \$nil) was expensed to share-based compensation.

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

8. Share capital (continued)**(c) Stock options (continued)**

The following table reflects the actual stock options issued and outstanding as of September 30, 2019:

Expiry date	Exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding
March 12, 2022	0.08	2.45	1,362,500
September 12, 2023	0.16	3.95	3,950,000
September 25, 2023	0.165	3.99	600,000
February 5, 2024	0.12	4.35	500,000
	0.13	3.33	6,412,500

(d) Warrants

Warrant transactions and the number of warrants outstanding are summarized as follows:

	Number of warrants	Weighted average exercise price
Balance, June 30, 2018	28,324,071	\$ 0.06
Issued	20,010,000	0.25
Expired	(13,220,500)	0.06
Balance, September 30, 2018	35,113,571	\$ 0.17
Balance, June 30, 2019	35,622,500	\$ 0.19
Exercised	(1,056,335)	0.06
Balance, September 30, 2019	34,566,165	\$ 0.20

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

8. Share capital (continued)**(d) Warrants (continued)**

The following table reflects the warrants outstanding as of September 30, 2019:

Expiry date	Exercise price (\$)	Grant date value	Number of warrants outstanding
December 1, 2019	0.09	\$ 2,544	150,000
December 1, 2019	0.09	84,218	1,208,000
December 1, 2019	0.06	10,294	60,000
December 12, 2019	0.09	1,703	110,000
December 12, 2019	0.06	27,154	158,700
August 15, 2020	0.25	1,238,514	20,010,000
December 1, 2020	0.07	57,519	3,391,165
December 1, 2020	0.07	8,370	540,000
December 12, 2020	0.07	3,100	200,000
July 21, 2021	0.05	6,240	400,000
December 30, 2021	0.08	4,500	100,000
January 20, 2022	0.05	198,308	4,520,000
January 20, 2022	0.08	17,500	400,000
January 20, 2022	0.05	16,700	380,800
June 27, 2020	0.35	108,874	1,225,000
June 30, 2020	0.35	152,994	1,712,500
	0.20	\$ 1,938,532	34,566,165

Sokoman Minerals Corp. (Formerly "Sokoman Iron Corp.")

Notes to Condensed Interim Consolidated Financial Statements

Three Months Ended September 30, 2019

(Expressed in Canadian Dollars)

Unaudited

9. Related party transactions

(a) The Company entered into the following transactions with related parties:

(i) Included in business development and promotion is \$18,750 for the three months ended September 30, 2019 (three months ended September 30, 2018 - \$22,913) paid to a company related to a director.

(ii) Included in business development and promotion is \$12,000 for the three months ended September 30, 2019 (three months ended September 30, 2018 - \$6,253) paid to a director. As at September 30, 2019, \$nil (June 30, 2019 - \$4,000) was owed to this director and this amount was included in accounts payable and accrued liabilities.

(iii) Included in professional fees is \$1,216 for the three months ended September 30, 2019 (three months ended September 30, 2018 - \$10,785) paid to a company controlled by the Corporate Secretary. As at September 30, 2019, \$1,374 (June 30, 2019 - \$nil) was owed to this company and this amount was included in accounts payable and accrued liabilities.

(iv) Included in professional fees is \$12,574 (three months ended September 30, 2018 - \$1,703) paid to Marrelli Support Services Inc. ("MSSI") for Eric Myung, an employee of MSSI, to act as the Chief Financial Officer ("CFO") of the Company and bookkeeping services. As at September 30, 2019, \$2,887 (June 30, 2019 - \$5,886) was owed to this company and this amount was included in accounts payable and accrued liabilities.

(b) Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. Remuneration of directors and key management personnel of the Company, except as noted in (a) above, was as follows:

	Three Months Ended September 30, 2019	Three Months Ended September 30, 2018
Salaries and benefits	\$ 17,500	\$ 36,667
Wages and salaries		
included in mineral exploration expenses	17,500	24,988
Directors' fees	6,000	-
Share-based payments	66,082	181,173
	\$ 107,082	\$ 242,828

As at September 30, 2019, \$6,000 (June 30, 2019 - \$2,531) was owed to key management personnel and this amount was included in accounts payable and accrued liabilities.

10. Subsequent event

Subsequent to September 30, 2019, the Company made a cash payment of \$15,000 and issued 150,000 shares pursuant to the Crippleback agreement.