
SENTINEL RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JULY 31, 2021 AND 2020
(Unaudited – Expressed in Canadian Dollars)

NOTICE TO READER

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

The accompanying unaudited condensed interim consolidated financial statements have been prepared by and are the responsibility of the Company's management.

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

SENTINEL RESOURCES CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Unaudited – Expressed in Canadian Dollars)

	Note	July 31, 2021 \$	April 30, 2021 \$
ASSETS			
Current assets			
Cash		145,630	265,865
GST recoverable		120,794	122,309
Prepaid expenses		19,667	34,167
		286,091	422,341
Performance bonds		73,280	75,920
Exploration and evaluation assets	4	88,494	91,682
Total assets		447,865	589,943
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	51,519	45,142
SHAREHOLDERS' EQUITY			
Share capital	6	4,155,983	4,155,983
Subscriptions received	9	10,030	-
Contributed surplus	6	207,850	207,850
Accumulated other comprehensive income		3,668	1,293
Deficit		(3,981,185)	(3,820,325)
		396,346	544,801
Total liabilities and shareholders' equity		447,865	589,943

Nature of operations and going concern (Note 1)
Subsequent events (Notes 6 and 9)

Approved and authorized on behalf of the Board of Directors on September 28, 2021

"Robin Gamley" Director

"Greg Bronson" Director

SENTINEL RESOURCES CORP.
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
For the three months ended July 31, 2021 and 2020
(Unaudited – Expressed in Canadian Dollars)

	Notes	2021	2020
		\$	\$
Expenses			
Consulting fees	7	60,900	20,148
Filing fees		3,715	2,250
Foreign exchange loss		2,615	-
Marketing		54,500	-
Office expenses		10,969	131
Professional fees	7	28,237	18,483
Loss before other items		(160,936)	(41,012)
Other items			
Interest income		76	-
Net loss for the period		(160,860)	(41,012)
Items that may be reclassified subsequently to loss			
Exchange difference on translating foreign operations		2,375	-
Comprehensive loss for the period		(158,485)	(41,012)
Basic and diluted loss per share		(0.02)	(0.01)
Weighted average number of shares outstanding		9,358,421	6,185,480

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

SENTINEL RESOURCES CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Unaudited – Expressed in Canadian dollars, except for share figures)

	Number of Shares #	Share Capital \$	Share Issue Costs \$	Subscriptions Received \$	Contributed Surplus \$	Accumulated Other Comprehensive Income \$	Deficit \$	Total \$
Balance, April 30, 2020	6,183,333	865,000	(129,409)	-	26,833	-	(147,227)	615,197
Shares issued for acquisition of exploration and evaluation assets	16,667	7,500	-	-	-	-	-	7,500
Net loss and comprehensive loss	-	-	-	-	-	-	(41,012)	(41,012)
Balance - July 31, 2020	6,200,000	872,500	(129,409)	-	26,833	-	(188,239)	581,685
Shares issued for acquisition of exploration and evaluation assets	815,000	1,625,250	-	-	-	-	-	1,625,250
Shares issued for financing fees	70,176	73,684	-	-	-	-	-	73,684
Shares issued pursuant to private placement	1,333,333	1,500,000	(72,750)	-	-	-	-	1,427,250
Shares issued for option and warrant exercises	939,912	286,708	-	-	(4,734)	-	-	281,974
Share based compensation	-	-	-	-	185,751	-	-	185,751
Net loss and comprehensive loss	-	-	-	-	-	1,293	(3,632,086)	(3,630,793)
Balance, April 30, 2021	9,358,421	4,358,142	(202,159)	-	207,850	1,293	(3,820,325)	544,801
Subscriptions received	-	-	-	10,030	-	-	-	10,030
Net and comprehensive loss for the period	-	-	-	-	-	2,375	(160,860)	(158,485)
Balance, July 31, 2021	9,358,421	4,358,142	(202,159)	10,030	207,850	3,668	(3,981,185)	396,346

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

SENTINEL RESOURCES CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
For the three months ended July 31, 2021 and 2020
(Unaudited – Expressed in Canadian Dollars)

	2021	2020
	\$	\$
Operating activities:		
Net loss for the period	(160,860)	(41,012)
Changes in non-cash working capital related to operations:		
GST recoverable	1,515	(2,819)
Prepaid expenses	14,500	-
Accounts payable and accrued liabilities	6,377	4,504
Net cash used in operating activities	(138,468)	(39,327)
Investing activity:		
Acquisition and exploration costs on exploration and evaluation assets	-	(82,767)
Net cash used in investing activity	-	(82,767)
Financing activity:		
Subscriptions received	10,030	-
Net cash provided by financing activity	10,030	-
Decrease in cash during the period	(128,438)	(122,094)
Effect of exchange rate changes on cash	8,203	-
Cash – beginning of the period	265,865	324,860
Cash – end of the period	145,630	202,766
Supplemental cash flow information:		
Shares issued for acquisition of exploration and evaluation assets	-	7,500

SENTINEL RESOURCES CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three months ended July 31, 2021 and 2020

(Unaudited – Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Sentinel Resources Corp. (“the Company” or “Sentinel”) was incorporated under the Business Corporations Act of British Columbia on August 3, 2018. The Company is engaged in the exploration and evaluation of mineral properties. The Company’s head office is located at 204 - 998 Harbourside Drive, North Vancouver, BC V7P 3T2. The Company’s common shares are listed for trading on the Canadian Securities Exchange (the “Exchange”) under the trading symbol “SNL” and on the OTC under the symbol “SNLRF”.

On May 13, 2021, the Company consolidated its issued and outstanding common shares at a ratio of 3 pre-consolidated shares to one post-consolidation share (the "Consolidation"). All references to share and per share amounts in these condensed interim consolidated financial statements have been retroactively restated to reflect the Consolidation.

These condensed interim consolidated financial statements have been prepared assuming the Company will continue as a going concern, which contemplates the realization of assets and satisfaction of liabilities in the normal course of business. At July 31, 2021, the Company had accumulated losses of \$3,981,185 since its inception and expects to incur further losses in the development of its business. The continuation of the Company is dependent upon obtaining necessary financing to meet its ongoing operational levels of exploration and corporate overhead. In March 2020, there was a global pandemic outbreak of COVID-19. The actual and threatened spread of the virus globally has had a material adverse effect on the global economy and specifically, the regional economies in which the Company operates. The pandemic could result in delays in the course of business and could have a negative impact on the stock market, including trading prices of the Company’s shares and its ability to raise new capital. These events and conditions indicate a material uncertainty that may cast significant doubt upon the Company’s ability to continue as a going concern.

Additional funds will be required to enable the Company to continue its operations and there can be no assurance that financing will be available on terms which are acceptable to the Company. These condensed interim consolidated financial statements do not give effect to any adjustments to the amounts and classifications of assets and liabilities which might be necessary should the Company be unable to continue its operations as a going concern.

SENTINEL RESOURCES CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PRESENTATION

a) Statement of compliance

These condensed interim consolidated financial statements have been prepared in conformity with International Accounting Standard (“IAS”) 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company’s audited financial statements for the year ended April 30, 2021. They do not include all the information required for complete annual financial statements in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”) and therefore should be read together with the audited financial statements for the year ended April 30, 2021.

b) Basis of presentation

These condensed interim consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair value. In addition, these condensed interim consolidated financial statements are prepared using the accrual basis of accounting, aside from cash flow information.

c) Consolidation

These condensed interim consolidated financial statements include the financial statements of the Company and its wholly-owned and controlled subsidiary, Sentinel Resources (Australia) Pty Ltd., incorporated in New South Wales, Australia on August 24, 2020.

Control is achieved when the Company has the power to, directly or indirectly, govern the financial and operating policies of an entity so as to obtain benefits from its activities. Subsidiaries are fully consolidated from the date on which control is obtained and continue to be consolidated until the date that such control ceases. Intercompany balances, transactions and unrealized intercompany gains and losses are eliminated upon consolidation.

d) Foreign currencies

The functional currency of a company is the currency of the primary economic environment in which the company operates. The presentation currency for a company is the currency in which the company chooses to present its financial statements.

These condensed interim consolidated financial statements are presented in Canadian dollars. The functional currency of Sentinel Resources Corp. is the Canadian dollar and the functional currency of Sentinel Resources (Australia) Pty Ltd. is the Australian dollar. Subsidiaries whose functional currencies differ from that of the parent company (“foreign operations”) are translated into Canadian dollars as

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follows: assets and liabilities – at the closing rate as at the reporting date, and income and expenses – at the average rate of the period. All resulting changes are recognized in other comprehensive loss as cumulative translation differences.

Foreign currency transactions are translated into the functional currency using exchange rates prevailing at the dates of the transactions. At the end of each reporting period, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at that date. Non-monetary assets and liabilities are translated using the historical rate on the date of the transaction. Non-monetary assets and liabilities that are stated at fair value are translated using the historical rate on the date that the fair value was determined. All gains and losses on translation of these foreign currency transactions are charged to profit or loss.

When the Company disposes of its entire interest in a foreign operation, or loses control, joint control, or significant influence over a foreign operation, the foreign currency gains or losses accumulated in other comprehensive loss related to the foreign operation are reclassified to profit or loss. If an entity disposes of part of an interest in a foreign operation which remains a subsidiary, a proportionate amount of foreign currency gains or losses accumulated in other comprehensive loss related to the subsidiary are reallocated between controlling and non-controlling interests.

e) Critical judgments and estimates

Going concern assumption

These condensed interim consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The assessment of the Company's ability to fund future operations and continue as a going concern involves judgment. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. If the going concern assumption were not appropriate for these condensed interim consolidated financial statements, then adjustments may be necessary to the carrying value of assets and liabilities, the reported revenue and expenses and the consolidated statement of financial position classifications used.

Impairment of exploration and evaluation assets

The carrying value and recoverability of exploration and evaluation assets requires management to make certain estimates, judgments and assumptions about each project. Management considers the economics of the project, including the latest resource prices and the long-term forecasts, and the overall economic viability of the project.

Shares issued for exploration and evaluation assets

Management makes judgments in determining the share price attributed to issuances of shares for exploration and evaluation assets. Management considers market conditions, recent or pending private

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placements of the Company, and or contracted terms of the issuance. Should management’s judgment as to an appropriate share price be incorrect, the value could be materially different.

Share-based payments

The Company uses the fair-value method of accounting for share-based payments related to incentive stock options and compensation warrants granted, modified or settled. Under this method, compensation cost attributable to options granted is measured at fair value, using the Black-Scholes option pricing model, at the grant date and expensed over the vesting period. In determining the fair value, the Company makes estimates of the expected volatility of the stock, the expected life of the options, and an estimated risk-free interest rate.

3. RECENT ACCOUNTING PRONOUNCEMENTS

Future accounting standards issued but not yet effective

In January 2020, the IASB issued amendments to IAS 1, *Presentation of Financial Statements* to clarify the requirements for classifying liabilities as current or non-current. The amendments are effective for annual periods beginning on or after January 1, 2022. Adoption thereof is not expected to have a material impact on the presentation of the Company’s financial statements.

4. EXPLORATION AND EVALUATION ASSETS

	Pass	Litter Bear	Waterloo	Salama	Gold and Silver Projects	Total
	\$	\$	\$	\$	\$	\$
April 30, 2020	310,000	-	-	-	-	310,000
Acquisition costs – cash	15,000	25,000	30,000	26,200	-	96,200
Acquisition costs – shares issued	7,500	-	155,250	1,470,000	-	1,632,750
Assaying and sampling	9,675	-	4,645	-	-	14,320
Claim fees	-	-	-	3,512	18,979	22,491
Consulting	9,281	-	21,620	-	74,473	105,374
Equipment	4,173	-	-	-	-	4,173
Geologists	27,019	-	-	-	480	27,499
Travel	9,753	-	-	-	-	9,753
Foreign exchange	-	-	-	-	(2,250)	(2,250)
	82,401	25,000	211,515	1,499,712	91,682	1,910,310
Write-down	(392,401)	(25,000)	(211,515)	(1,499,712)	-	(2,128,628)
April 30, 2021	-	-	-	-	91,682	91,682
Foreign exchange	-	-	-	-	(3,188)	(3,188)
July 31, 2021	-	-	-	-	88,494	88,494

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Pass Property

On September 30, 2018, the Company entered into an assignment agreement (the “Assignment Agreement”) with Madjak Management Ltd. (“Madjak”), which was amended and restated on August 28, 2019 (the “Amended and Restated Assignment Agreement”), to acquire a 100% interest in the North Pass and Anjuli Rose Claims as well as an option (the “Option Agreement”) to acquire a 100% interest in the Pass Claim (collectively the “Pass Property”). The Pass Property is located in the Nelson Mining Division in the Province of British Columbia.

Under the terms of the Assignment Agreement, the Company paid \$100,000 and issued 1,666,667 units (at fair value of \$100,000) of the Company during the year ended April 30, 2019. Each unit consisted of one common share of the Company and one share purchase warrant, with each warrant entitling the holder to purchase an additional share of the Company at a price of \$0.30 per share for a period of three years from the date of issue. On August 28, 2019, the Company cancelled the 1,666,667 units previously issued under the Assignment Agreement. In addition, the Company paid a total of \$200,000 during the year ended April 30, 2020.

As a result of closing the Amended and Restated Assignment Agreement, the Company assumed all of Madjak’s rights and obligations under the Option Agreement. In order to exercise the option, the Company was required to:

(a) pay the Optionor \$5,000 and issue 16,666 common shares upon acceptance by the Exchange of the Pass Claim being acquired or optioned by the Company (paid and issued shares during the year ended April 30, 2020);

(b) pay the Optionor \$15,000 and issue 16,667 common shares, no later than three months after the date of the Exchange acceptance of the Pass Claim being acquired or optioned by the Company (paid \$15,000 and issued shares at fair value of \$7,500 during the year ended April 30, 2021);

(c) pay the Optionor \$15,000, no later than one year after the date of the Exchange acceptance of the Pass Claim being acquired or optioned by the Company; and

(d) pay the Optionor \$35,000, no later than two years after the date of the Exchange acceptance of the Pass Claim being acquired or optioned by the Company.

The Optionor would also retain a 2% net smelter return royalty (the “NSR”). The Company had the option to purchase 1% of the NSR by paying the Optionor a total of \$500,000.

During the year ended April 30, 2021, the Company decided to drop the Pass Property, as the Company had determined that the claims were no longer a good fit in the Company's portfolio of properties. As a result, the Company wrote down the capitalized balance of the project to \$nil and recognized an impairment charge,

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calculated in accordance with level 3 of the fair value hierarchy, of \$392,401 for the year ended April 30, 2021.

Little Bear Project

The Company entered into an option agreement (the “Little Bear Option Agreement”) to acquire a mineral exploration project in British Columbia. Pursuant to the Little Bear Option Agreement, the Company could earn a 100% interest in two mineral claims, known as the Little Bear 1 and Little Bear 2 claims, located on Vancouver Island, British Columbia, by making a one-time cash payment of \$25,000 (paid in May 2020) and completing a \$50,000 work program.

During the year ended April 30, 2021, the Company decided to drop the Little Bear Property just before the claims were about to expire. As a result, the Company wrote down the capitalized balance of the project to \$nil and recognized an impairment charge, calculated in accordance with level 3 of the fair value hierarchy, of \$25,000 for the year ended April 30, 2021.

Waterloo Property

In September 2020, the Company entered into an option agreement with RebelEX Resources Corp. (“RebelEx”), to acquire up to a 100% interest in the historic Waterloo silver-gold property, located near Vernon, British Columbia. Terms of the option agreement were as follows:

1. Making cash payments to RebelEX of an aggregate of \$200,000, including: (i) \$30,000 within 10 business days of the effective date of the agreement (“Effective Date”) (paid during the year ended April 30, 2021); (ii) \$30,000 on or before the date that is 12 months following the Effective Date; (iii) \$40,000 on or before the date that is 24 months following the Effective Date; (iv) \$40,000 on or before the date that is 36 months following the Effective Date; and (v) \$60,000 on or before the date that is 48 months following the Effective Date;
2. Issuing to RebelEX the aggregate amount of 1,333,333 common shares of the Company as follows: (i) 100,000 common shares within 10 business days following the Effective Date (issued at fair value of \$126,000 during the year ended April 30, 2021); (ii) 200,000 common shares on or before the date that is 12 months following the Effective Date; (iii) 233,333 common shares on or before the date that is 24 months following the Effective Date; (iv) 266,667 common shares on or before the date that is 36 months following the Effective Date; (v) 533,333 common shares on or before the date that is 48 months following the Effective Date;
3. Funding aggregate expenditures on the property of \$1,200,000 as follows: (i) \$200,000 on or before the date that is 12 months following the Effective Date; (ii) \$250,000 on or before the date that is 24 months following the Effective Date; (iii) \$250,000 on or before the date that is 36 months following the Effective Date; and (iv) \$500,000 on or before the date that is 48 months following the Effective Date.

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After the Company has earned the 100% Interest, the Company would pay to RebelEX a royalty being equal to 2% of NSR. The Company may purchase 1% of the NSR for \$1,000,000.

In connection with the transaction, the Company was to issue 145,000 common shares to an arm's length finder over the term of the option agreement. On October 7, 2020, 15,000 of these finder's shares were issued at a fair value of \$29,250.

During the three months ended July 31, 2021, the Company decided to relinquish the Company's option to acquire the Waterloo Property. As a result, the Company wrote down the capitalized balance of the project to \$nil and recognized an impairment charge of \$211,515, calculated in accordance with level 3 of the fair value hierarchy, for the year ended April 30, 2021.

Salama Gold Project

In October 2020, the Company acquired the Salama Gold Project, consisting of four gold focused mining concessions totaling approximately 2,700 hectares, located in western Peru. The Company entered into an assignment agreement with a third party whereby it assumed all of the right, title and interest in and to a purchase agreement with the holders of the Salama Gold Project. Under the terms of the various agreements, the Company acquired a 100% interest in the Salama Gold Project, royalty free, by making a cash payment of \$26,200 (US\$20,000) and issuing a total of 700,000 common shares (issued at a fair value of \$1,470,000 during the year ended April 30, 2021). During the year ended April 30, 2021, the Company decided to drop the Salama Gold Project. As a result, the Company wrote down the capitalized balance of the project to \$nil and recognized an impairment charge of \$1,499,712, calculated in accordance with level 3 of the fair value hierarchy, for the year ended April 30, 2021.

Gold Projects

In October 2020, the Company has acquired, by staking, 8 gold-focused exploration concessions totaling approximately 94,500 hectares located in New South Wales, Australia. The concessions are known as Star of Hope, Golden Bar, Alliance Reef, Stanleys, Lady Mary, Waddery West, Wittagoona Reef and Toolom South (collectively, the "Gold Projects"). The Company is required to post a refundable performance bond of \$9,723 (AUD\$10,000) per concession and spend exploration and associated expenses on each concession of \$24,308 (AUD\$25,000) in Year One and \$48,615 (AUD\$50,000) in Year Two.

Silver Projects

In October 2020, the Company has acquired, by staking, 7 silver-focused exploration concessions totaling approximately 38,600 hectares located in New South Wales, Australia. The concessions are known as; Wallah Wallah, Stony Creek, Carrington, Dartmoor, Glens Skarn, Broken Hill West and Goongong (collectively, the "Silver Projects"). The Company is required to post a refundable performance bond of \$9,723 (AUD\$10,000) per concession and spend exploration and associated expenses on each concession of \$24,308 (AUD\$25,000) in Year One and \$48,615 (AUD\$50,000) in Year Two.

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5. LOANS PAYABLE

On August 25, 2020, the Company entered into loan agreements with several lenders in the total amount of \$200,000. \$50,000 of the loans were from the CEO of the Company. The loans bore an interest rate of 10% per annum and were to be due and payable on August 25, 2021. In addition, the Company issued 70,176 common shares of the Company at a fair value of \$73,684 to the lenders. The loans have been fully repaid during the year ended April 30, 2021.

	\$
Balance, April 30, 2020	-
Proceeds	200,000
Interest	3,507
Repayment	(203,507)
Balance, April 30, 2021 and July 31, 2021	-

6. SHARE CAPITAL

a) **Authorized** – Unlimited common shares without par value.

b) **Issued and outstanding** – 9,358,421 common shares

c) **Consolidation**

On May 13, 2021, the Company consolidated its issued and outstanding common shares at a ratio of 3 pre-consolidated shares to one post-consolidation share. All references to share and per share amounts in these condensed interim financial statements have been retroactively restated to reflect the Consolidation.

d) **Issuances**

During the year ended April 30, 2021, the Company issued the following common shares:

On June 2, 2020, the Company issued 16,667 shares at a fair value of \$7,500 for the acquisition of the Pass Property. Refer to Note 4.

On August 26, 2020, the Company issued 70,176 shares at a fair value of \$73,684 to the lenders of the loan agreements. Refer to Note 5.

On September 3, 2020, the Company issued 100,000 shares at a fair value of \$126,000 for the acquisition of the Waterloo Property. Refer to Note 4.

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On September 21, 2020, the Company closed a non-brokered private placement financing of 666,667 units at a price of \$0.75 per unit for gross proceeds of \$500,000. Each unit comprises one common share of the Company and one share purchase warrant. Each warrant entitles the holder thereof to purchase one common share for \$1.20 for a period of one year from the date of issuance. The Company assigned \$nil to the warrants. The Company paid finders fees totalling \$15,750.

On October 6, 2020, the Company issued 700,000 shares at a fair value of \$1,470,000 for the acquisition of the Salama Gold Project. Refer to Note 4.

On October 7, 2020, the Company issued 15,000 finders shares at a fair value of \$29,250 for the acquisition of the Waterloo Property. Refer to Note 4.

On October 22, 2020, the Company closed a non-brokered private placement financing of 666,666 units at a price of \$1.65 per unit for gross proceeds of \$1,000,000. Each unit comprises one common share of the Company and one share purchase warrant. Each warrant entitles the holder thereof to purchase one common share for \$3.00 for a period of one year from the date of issuance. The Company assigned \$nil to the warrants. The Company paid finders fees totalling \$57,000.

During the year ended April 30, 2021, the Company issued 903,333 common shares pursuant to exercise of warrants for total gross proceeds of \$271,000. The weighted average share price at dates the warrants were exercised was \$2.03.

During the year ended April 30, 2021, the Company issued 8,333 common shares pursuant to exercise of stock options for total gross proceeds of \$2,500. A value of \$251 was transferred from contributed surplus to share capital as a result. The weighted average share price at dates the stock options were exercised was \$1.20.

During the year ended April 30, 2021, the Company issued 28,246 common shares pursuant to exercise of agent's options for total gross proceeds of \$8,474. A value of \$4,483 was transferred from contributed surplus to share capital as a result. The weighted average share price at dates the agent's options were exercised was \$1.50.

e) Escrowed Shares

As at July 31, 2021, 200,000 common shares are held in escrow (April 30, 2021 – 200,000) to be released pro-rata to the shareholders as to 10% on the listing date with the remaining escrow shares being released in six equal tranches of 15% every six months as to 150,000 common shares on each of August 27, 2021, February 27, 2022, August 27, 2022 and February 27, 2023. These escrow shares may not be transferred, assigned or otherwise dealt without the consent of the regulatory authorities.

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f) Stock Options

On March 15, 2019, the Company adopted a stock option plan (the “Stock Option Plan”), which provides that, subject to the requirements of the Exchange, the aggregate number of securities reserved for issuance will be 10% of the number of the Company’s common shares issued and outstanding at the time such options are granted. Options may be granted under the Stock Option Plan to the directors, officers, employees, management or consultants of the Company and its affiliates, if any, as the Board of Directors may from time to time designate. The Stock Option Plan provides that the number of common shares that may be reserved for issuance to any one individual upon exercise of all stock options held by such individual may not exceed 5% of the issued common shares, if the individual is a director, officer, employee or consultant, or 1% of the issued common shares, if the individual is engaged in providing investor relations services, on a yearly basis. All options granted under the Stock Option Plan will expire not later than the date that is ten years from the date that such options are granted. Options terminate earlier as follows: (i) immediately in the event of dismissal with cause; (ii) 90 days from date of termination other than for cause; or (iii) one year from the date of death or disability.

On August 21, 2020, the Company granted 100,000 options to consultants of the Company. The stock options have an exercise price of \$0.84 per share and expire on August 21, 2025. The options vested immediately upon grant. The fair value of the options granted was \$0.63.

On October 1, 2020, the Company granted 83,333 options to a director and a consultant of the Company. The stock options have an exercise price of \$2.01 per share and expire on October 1, 2025. The options vested immediately upon grant. The fair value of the options granted was \$1.47 per share.

The fair value of these options on the date of grant was determined using the Black-Scholes option pricing model and the following assumptions:

	2021	2020
Risk free interest rate	Nil	0.33%
Expected life	Nil	5 years
Expected volatility	Nil	100%
Expected forfeiture	Nil	Nil
Expected dividends	Nil	Nil

The expected volatility assumption was based on the estimated volatility of comparable companies trading on the Exchange.

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The changes in the stock options for the year ended April 30, 2021 and three months ended July 31, 2021 are as follows:

	Number of options	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, April 30, 2020	91,667	\$0.30	4.71
Granted	183,333	\$1.38	-
Exercised	(8,333)	\$0.30	-
Balance and exercisable, April 30, 2021 and July 31, 2021	266,667	\$1.05	3.91

The balance of options outstanding as at July 31, 2021 was as follows:

Expiry date	Exercise price	Remaining Life (years)	Options Outstanding	Unvested	Vested
January 14, 2025	\$0.30	3.46	83,334	-	83,334
August 21, 2025	\$0.84	4.06	100,000	-	100,000
October 1, 2025	\$2.01	4.17	83,333	-	83,333
	\$1.05	3.91	266,667	-	266,667

g) Warrants

Details of warrants activity for the year ended April 30, 2021 and three months ended July 31, 2021 are as follows:

	Number of Warrants #	Weighted Average Exercise Price \$
Balance, April 30, 2020	4,000,000	0.30
Issued	1,333,333	2.10
Exercised	(903,333)	0.30
Balance, April 30, 2021 and July 31, 2021	4,430,000	0.29

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The balance of warrants outstanding as at July 31, 2021 is as follows:

Expiry Date	Exercise Price \$	Remaining Life (Years)	Warrants Outstanding #
September 18, 2021	1.20	0.17	666,667 ⁽¹⁾
October 22, 2021	3.00	0.42	666,666
September 30, 2021	0.30	0.13	983,334
December 31, 2021	0.30	0.23	2,113,333
		0.29	4,430,000

⁽¹⁾ These warrants expired unexercised subsequent to July 31, 2021.

h) Agent's Options

The changes in the Agent's options for the year ended April 30, 2021 and three months ended July 31, 2021 are as follows:

	Number of Agent's options	Weighted average exercise price (per share)	Weighted average remaining life (years)
Balance, April 30, 2020	151,667	\$0.30	1.83
Exercised	(28,246)	\$0.30	-
Balance, April 30, 2021 and July 31, 2021	123,421	\$0.30	0.58

The balance of Agent's options outstanding as at July 31, 2021 was as follows:

Expiry date	Exercise price	Remaining life (years)	Options Outstanding	Unvested	Vested
February 28, 2022	\$0.30	0.58	123,421	-	123,421

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7. RELATED PARTY TRANSACTIONS

The Company incurred charges from directors and officers, or to companies associated with these individuals during the three months ended July 31, 2021 and 2020 as follows:

	2021	2020
	\$	\$
Accounting fees	6,943	4,158
Consulting fees	36,240	-
	43,183	4,158

Accounts payable and accrued liabilities at July 31, 2021 includes \$12,617 (April 30, 2021 – \$13,640) due to the CEO and a company in which the CFO is an owner. Related party transactions are conducted in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the parties.

Key management of the Company includes the CEO, the CFO and the Directors. During the three months ended July 31, 2021, compensation paid to key management consisted of accounting fees of \$6,943 (2020 – \$4,158) paid to a company in which the CFO is an owner, consulting fees of \$22,500 (2020 – \$nil) paid to the CEO, and consulting fees of \$13,740 (2020 – \$nil) paid to a company controlled by a director of the Company.

8. COMMITMENT

On August 1, 2020, the Company entered into a consulting agreement with an individual for public company finance and administration support at a rate of \$7,500 per month (\$90,000 per year) for a term of 5 years. On a change of control of the Company, a payment to the consultant of 24 months (\$180,000) is required.

9. SUBSEQUENT EVENTS

Private Placement Financing

On August 5, 2021, the Company closed a non-brokered private placement financing by issuing 11,764,706 units at a price of \$0.17 per unit for total proceeds of \$2,000,000. Each unit consists of one common share and one share purchase warrant, with each warrant entitling the holder to purchase one additional share at a price of \$0.23 per share for a period of one year from the date of issue. The Company paid finders fees totaling \$87,085 and issued 512,262 brokers warrants. The Company has the right to accelerate the expiry date of the warrants if, at any time, the average closing price of the Company's common shares is equal to or greater than \$0.50 for 10 consecutive trading days. In the event of acceleration, the expiry date will be accelerated to a date that is 10 business days after the Company issues a news release announcing that it has elected to exercise this acceleration right. As at July 31, 2021, \$10,030 of subscription proceeds have been received in advance of the closing of the private placement.

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Stock Option Grant

On August 13, 2021, the Company granted a total of 1,800,000 stock options to its directors, officers, employees, consultants and advisors. All of the stock options are exercisable at \$0.37 per share with 50% of the options vesting 3 months after the grant date and the remaining 50% of the options vesting 6 months after the grant date.

Acquisition of Hub City Minerals Corp.

On August 27, 2021, the Company entered into a share purchase agreement (the "Acquisition Agreement") with Hub City Minerals Corp. ("Hub City") and the shareholders of Hub City, whereby the Company has acquired 67% of the issued and outstanding shares and share purchase warrants of Hub City. Hub City, through a 75% interest in Hub City Lithium Inc., owns a series of lithium focused permits in Saskatchewan.

Under the terms of the Acquisition Agreement, the Company acquired 14,070,000 Hub City Units (the "Hub City Units") in exchange for the issuance of 14,070,000 Sentinel units (each, "Sentinel Unit") to the shareholders of the Hub City Units. Each Sentinel Unit will consist of one common share of Sentinel and one share purchase warrant, with each share purchase warrant entitling the holder to acquire one additional common share of Sentinel under the existing terms of the outstanding share purchase warrants of Hub City.

The transaction was closed on September 2, 2021.