



**CONDENSED INTERIM FINANCIAL STATEMENTS OF
CHIBOUGAMAU INDEPENDENT MINES INC.
FOR THE THREE MONTHS ENDED MARCH 31, 2021
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

NOTICE TO READER

The accompanying unaudited condensed interim financial statements of Chibougamau Independent Mines Inc. (the "Corporation") have been prepared by, and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Corporation's auditors.

CHIBOUGAMAU INDEPENDENT MINES INC.
Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

Three months ended
March 31,
2021 2020

Expenses

Administration (note 9)	\$ 5,982	\$ 5,375
Exploration and evaluation expenditures (note 10)	93,199	309,699
Management services (note 13)	19,764	18,599
Professional fees and outside services (note 9)	5,813	6,269
Transfer agent and filing fees	8,193	5,085
	132,951	345,027
Loss from operations	(132,951)	(345,027)

Other income

Increase in fair value of investments	14,389	17,988
Interest income	183	1,623
Other income	3,019	-
	17,591	19,611
Loss before taxes	(115,360)	(325,416)

Income taxes

Income tax recovery	(26,924)	(138,054)
Loss and comprehensive loss for the period	\$ (88,436)	\$ (187,362)
Basic and diluted loss per share (note 11)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding		
- basic and diluted	53,076,570	46,695,042

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

CHIBOUGAMAU INDEPENDENT MINES INC.

Condensed Interim Statements of Cash Flows

(Expressed in Canadian Dollars)

(Unaudited)

Three months ended
March 31,
2021 2020

Operating activities:

Loss and comprehensive loss for the period	\$	(88,436)	\$	(187,362)
Adjustments for:				
Increase in fair value of investments		(14,389)		(17,988)
Income tax recovery		(26,924)		(138,054)
Government grant revenue (note 8)		(1,088)		-
Interest expense accrued (note 8)		903		-
		(129,934)		(343,404)
Change in non-cash working capital items (note 14)		(87,539)		(53,564)
Net cash and cash equivalents used in operating activities		(217,473)		(396,968)

Financing activities:

Related party payable - Globex Mining Enterprises Inc.		5,192		17,203
Net cash and cash equivalents provided by financing activities		5,192		17,203

Net change in cash and cash equivalents		(212,281)		(379,765)
Cash and cash equivalents, beginning of period		1,169,138		540,035
Cash and cash equivalents, end of period	\$	956,857	\$	160,270

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

CHIBOUGAMAU INDEPENDENT MINES INC.

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

	As at March 31, 2021	As December 31, 2020
ASSETS		
Current assets		
Cash and cash equivalents (note 4)	\$ 956,857	\$ 1,169,138
Investments (note 5)	107,924	93,535
Accounts receivable	68,655	4,275
Prepaid and deposits	14,562	18,471
Total current assets	1,147,998	1,285,419
Non-current assets		
Long-term deposit	30,397	30,279
Total assets	\$ 1,178,395	\$ 1,315,698
LIABILITIES AND EQUITY		
Current liabilities		
Payables and accruals (note 6)	\$ 20,566	\$ 47,634
Related party payable - Globex Mining Enterprises Inc. (note 13(a))	22,049	16,857
Flow-through liability (note 7)	124,004	150,928
Total current liabilities	166,619	215,419
Non-current liabilities		
Loan payable (note 8)	52,125	51,104
Deferred government grant (note 8)	7,615	8,703
Total liabilities	226,359	275,226
Shareholders' equity		
Common shares (note 12(a))	10,983,617	10,983,617
Contributed surplus - equity settled reserve	777,049	777,049
Deficit	(10,808,630)	(10,720,194)
Total equity	952,036	1,040,472
Total liabilities and equity	\$ 1,178,395	\$ 1,315,698

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

General business description (note 1)
Commitments and contingencies (note 15)

CHIBOUGAMAU INDEPENDENT MINES INC.
Condensed Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
(Unaudited)

Equity attributable to shareholders

	Common shares	Contributed surplus - equity settled reserve	Deficit	Total
Balance, December 31, 2019	\$ 10,076,408	\$ 777,049	\$ (10,468,846)	\$ 384,611
Loss and comprehensive loss	-	-	(187,362)	(187,362)
Balance, March 31, 2020	\$ 10,076,408	\$ 777,049	\$ (10,656,208)	\$ 197,249
Balance, December 31, 2020	\$ 10,983,617	\$ 777,049	\$ (10,720,194)	\$ 1,040,472
Loss and comprehensive loss	-	-	(88,436)	(88,436)
Balance, March 31, 2021	\$ 10,983,617	\$ 777,049	\$ (10,808,630)	\$ 952,036

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

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

1. General Business Description

Chibougamau Independent Mines Inc. (the "Corporation", "CIM") was incorporated under the Canada Business Corporations Act on December 13, 2010, as a wholly-owned subsidiary of Globex Mining Enterprises Inc. ("Globex") with the intention of acquiring and developing properties located in the Chibougamau Mining District of Québec. It is focused on reviving production in the Chibougamau gold-copper mining camp.

On September 10, 2012, Globex and CIM entered into an Arrangement which resulted in the reorganization of the Corporation's capital and the receipt of cash and cash equivalents, certain investments held by Globex as well as the transfer of ten properties from Globex to CIM. Under a Plan of Arrangement, effective December 29, 2012, ten properties were transferred from Globex to CIM subject to a 3% Gross Metal Royalty ("GMR") in favour of Globex. On October 3, 2016, Globex announced that the 3% GMR on a number of claims related to the Mont Sorcier project had been reduced to 1%, but extended to claims acquired by CIM in 2016 and therefore applicable to the entire historical mineral deposit.

The Corporation's head office and principal business offices are located at 86, 14th Street, Rouyn-Noranda, Québec, J9X 2J1.

The CIM shares trade on the TSX Venture Exchange ("TSXV") under the symbol CBG, on the Stuttgart and Frankfurt exchanges under the symbol CLL1, as well as on the OTC Markets (USA) under the symbol CMAUF.

In March 2020, the World Health Organization declared coronavirus (COVID-19) a global pandemic. This contagious disease outbreak, which has continued to spread, has adversely affected workforces, economies, and financial markets globally, leading to an economic downturn. The duration and full financial effect of the COVID-19 pandemic is unknown at this time, as are the measures taken by governments, companies and others to attempt to reduce the spread of COVID-19. Any estimate of the length and severity of these developments is therefore subject to significant uncertainty, and accordingly estimates of the extent to which the COVID-19 may materially and adversely affect the Corporation's operations, financial results and condition in future periods are also subject to significant uncertainty, including potential restrictions on exploration and development sites access and supply chains disruptions that could delay the exploration and development plans of the properties of the Corporation.

2. Basis of Presentation

Statement of Compliance

The Corporation applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretation issued by the IFRS Interpretation Committee. These unaudited condensed interim financial statements have been prepared by management in accordance with IAS 34 - Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB.

The preparation of unaudited condensed interim financial statements in accordance with IAS 34, requires the use of certain critical judgments, estimates and assumptions that effect the applications of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the audited financial statements as at and for the year ended December 31, 2020.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

2. Basis of Presentation (Continued)

Basis of Presentation and Going Concern

These unaudited condensed interim financial statements were prepared on a going concern basis, under the historical cost basis, except for certain assets that are measured at fair value through profit and loss as indicated in note 3 of the Corporation's audited financial statements for the year ended December 31, 2020. All financial information is presented in Canadian dollars.

Since its incorporation, the Corporation has accumulated a deficit of \$10,808,630 (December 31, 2020 - \$10,720,194) and during the three months ended March 31, 2021, incurred a net loss and comprehensive loss of \$88,436 and cash used in operations of \$217,473. The Corporation's ability to continue as a going concern depends on its ability to realize its assets and to obtain additional financing. While it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. The above factors indicate a material uncertainty that casts significant doubt as to the Corporation's ability to continue as a going concern.

CIM is in the exploration stage and is subject to the risks and challenges particular to companies at this stage. There is no assurance that CIM's projects will be successful. As a result, there is uncertainty regarding CIM's ability to continue to operate as a going concern. The Corporation's continuing operations are dependent on the ability to secure adequate financing, the discovery of economically-recoverable mineral reserves, securing and maintaining title or beneficial interests in the mining properties and on future profitable production or proceeds from the disposition of mineral property interests.

These unaudited condensed interim financial statements have been prepared on a going-concern basis which contemplates that the Corporation will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. This assumption is based on the current net assets of the Corporation and management's current operating plans.

These unaudited condensed interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported amounts of revenues and expenses and the classification of statement of financial position items if the going concern assumption was deemed inappropriate. Management did not take these adjustments into account as it believes in the validity of the going concern assumption.

Approval of Financial Statements

The Corporation's Board of Directors approved these unaudited condensed interim financial statements on May 27, 2021.

3. Summary of Significant Accounting Policies

These unaudited condensed interim financial statements have been prepared using the same accounting policies and methods of computation as compared with the most recent annual financial statements (note 3) of the Corporation's audited financial statements for the year ended December 31, 2020.

The disclosure contained in these unaudited condensed interim financial statements does not include all the requirements in IAS 1 - Presentation of Financial Statements. Accordingly, these unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended December 31, 2020.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

4. Cash and Cash Equivalents

	March 31, 2021	December 31, 2020
Bank balances	\$ 882,502	\$ 1,094,555
Short-term deposit	74,355	74,583
	\$ 956,857	\$ 1,169,138

As of March 31, 2021, the Corporation was committed to incurring approximately \$26,000 and \$990,000, respectively, in Canadian Exploration Expenditures (as such term is defined in the Income Tax Act (Canada)) by December 31, 2021 and December 31, 2022 arising from the flow-through offerings.

5. Investments

March 31, 2021

	Number of shares	Cost	Unrealized loss	Fair value
Vanadium One Energy Corp. ("Vanadium")	719,500	\$ 125,912	\$ (17,988)	\$ 107,924

December 31, 2020

	Number of shares	Cost	Unrealized loss	Fair value
Vanadium	719,500	\$ 125,912	\$ (32,377)	\$ 93,535

6. Payables and Accruals

	March 31, 2021	December 31, 2020
Payables and accruals	\$ 20,568	\$ 47,634

Included in payables and accruals is \$6,130 payable to the Chief Financial Officer ("CFO") and Corporate Secretary (December 31, 2020 - \$6,186). See note 13 for further details.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

7. Flow-Through Liability

	March 31, 2021	December 31, 2020
Balance, beginning of period	\$ 150,928	\$ 192,323
Additions during the period (i)	-	116,488
Reduction related to qualified exploration expenditures	(26,924)	(157,883)
Balance, end of period	\$ 124,004	\$ 150,928

(i) The flow-through liability represents the excess of the proceeds received from flow-through shares over the fair value of the shares issued. Further details are provided in note 12(a)(i).

This liability is not settled through cash payments. Instead, this balance is amortized against qualifying flow-through expenditures which are required to be incurred before December 31, 2021 and December 31, 2022 (note 15).

8. Loan Payable

Canada Emergency Business Account (CEBA) Loan

Balance, December 31, 2020	\$ 51,104
Interest expense	1,021
Balance, March 31, 2021	\$ 52,125

Deferred government grant

Balance, December 31, 2020	\$ 8,703
Government grant revenue	(1,088)
Balance, March 31, 2021	\$ 7,615

9. Expenses by Nature

	Three months ended March 31,	
	2021	2020
Administration		
Insurance	\$ 2,976	\$ 2,480
Office supplies and maintenance	518	841
Other	1,289	855
Shareholder information	1,199	1,199
	\$ 5,982	\$ 5,375
Professional fees and outside services		
Audit and accounting fees	\$ 5,272	\$ 5,976
Legal fees	541	-
Other professional fees	-	293
	\$ 5,813	\$ 6,269

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

10. Exploration and Evaluation Expenditures

Exploration and evaluation expenses by project	Three months ended March 31,	
	2021	2020
Bateman Bay	\$ 30,959	\$ 290,506
Berrigan South and Berrigan Mine	11,989	-
Copper Cliff Extension	1,855	5,575
Grandroy	6,577	3,229
Jaculet	-	2,180
Kokko Creek	1,470	-
Lac Antoinette	2,616	-
Lac Chibougamau	18,598	-
Lac David Sud	174	2,811
Lac Elaine	7,424	-
Mont Sorcier (Sulphur Converting Property and Magnetite Bay)	574	-
Quebec Chibougamau Goldfields	1,444	-
General exploration	9,519	5,398
Exploration and evaluation expenditures	\$ 93,199	\$ 309,699

Exploration expenses by expenditure type	Three months ended March 31,	
	2021	2020
Consulting fees	\$ 3,192	\$ 1,727
Core shack, storage and equipment rental	-	10,403
Drilling	-	139,454
Geophysics	48,272	57,904
Laboratory analysis and sampling	-	2,467
Labour	41,735	69,925
Line cutting	-	4,000
Mining property tax and permits	-	1,716
Reports, maps and supplies	-	2,846
Transport and road access	-	19,257
	\$ 93,199	\$ 309,699

11. Loss Per Common Share

The calculation of basic and diluted loss per share for the three months ended March 31, 2021 was based on the loss attributable to common shareholders of \$88,436 (three months ended March 31, 2020 - \$187,362) and the weighted average number of common shares outstanding of 53,076,570 (three months ended March 31, 2020 - 46,695,042). Diluted loss per share did not include the effect of stock options as they are anti-dilutive.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

12. Share Capital

Authorized:

The Corporation is authorized to issue an unlimited number of common shares and an unlimited number of preferred shares, issuable in series.

Common shares: Voting

Preferred: Issuable in series, non-voting, conditions to be determined by the Board of Directors.

a) Changes in capital stock

	March 31, 2021		December 31, 2020	
Fully paid common shares	Number of shares	Capital stock	Number of shares	Capital stock
Balance, beginning of period	53,076,570	\$ 10,983,617	46,695,042	\$ 10,076,408
Private placements - Flow-through shares (i)	-	-	5,824,386	873,658
Private placements - common shares (i)	-	-	357,142	50,000
Shares issued as finder's fees (i)	-	-	200,000	28,000
Share issuance costs	-	-	-	(44,449)
Balance, end of period	53,076,570	\$ 10,983,617	53,076,570	\$ 10,983,617

(i) On December 23, 2020, the Corporation issued 5,824,386 flow-through common shares ("FT") at a price of \$0.17 per FT share for gross proceeds of \$990,146. The fair market value of the FT shares was \$873,658 (\$0.15 per share) based on the TSXV closing price of the Corporation's common shares on December 23, 2020. The \$116,488 difference between the gross proceeds and the fair value of the shares at issuance has been reflected in flow-through liability.

In addition, the Corporation issued 357,142 common shares at a price of \$0.14 per common share for gross proceeds of \$50,000.

The Corporation also issued 200,000 common shares in payment of finder's fees which were valued at \$28,000.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

12. Share Capital (Continued)

b) Stock options

The following is a summary of the share purchase option transactions under the stock option plan for the relevant periods:

	March 31, 2021		December 31, 2020	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance, beginning and end of period	1,675,000	\$ 0.13	1,675,000	\$ 0.13
Options exercisable	1,675,000	\$ 0.13	1,675,000	\$ 0.13

The following table summarizes information regarding the stock options outstanding and exercisable as at March 31, 2021:

Range of prices	Number of options outstanding	Number of options exercisable	Weighted average remaining contractual life (years)	Weighted average exercise price
\$0.05 - \$0.08	700,000	700,000	0.24	\$ 0.07
\$0.09 - \$0.15	300,000	300,000	0.48	0.14
\$0.17 - \$0.22	675,000	675,000	3.22	0.18
	1,675,000	1,675,000	1.49	\$ 0.13

13. Related Party Information

a) Related party payables

	March 31, 2021	December 31, 2020
Globex	\$ 22,049	\$ 16,857

The Corporation is considered a related party with Globex as management consisting of the President and Director, who hold the same positions with both entities. In addition, the President and Chief Executive Officer ("CEO") holds a large number of common shares of both organizations through Jack Stoch Geoconsultant Services Limited, a company controlled by the President and CEO, and therefore can significantly influence the operations of both entities. The amount payable bears no interest, is without specific terms of repayment and is unsecured.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

13. Related Party Information (Continued)

b) Management services

On December 29, 2012, CIM entered into a Management Services Agreement with Globex under which the Corporation would receive management services including administrative, compliance, corporate secretarial, risk management support and advisory services.

	Three months ended March 31,	
	2021	2020
Globex Management Services (i)	\$ 2,421	\$ 2,065
Management compensation (ii)(c)	17,343	16,534
	\$ 19,764	\$ 18,599

(i) Globex management services for the respective periods represents Globex's estimate of the specific costs related to performing these services in accordance with the Management Services Agreement.

(ii) Management compensation represents salaries and other benefits of the President and CEO as well as external services provided by the CFO and the Corporate Secretary. As at March 31, 2021, the balance due to CFO and Corporate Secretary is \$6,130 (December 31, 2020 - \$6,186) which is included in payables and accruals due under normal credit terms.

No other related party transactions had been incurred during the three months ended March 31, 2021 and 2020.

c) Management compensation

The total compensation for the respective periods paid to directors and key management personnel having authority and responsibility for planning, directing and controlling the activities of the Corporation (management personnel includes President and CEO, Vice-President Operations as well as CFO, Treasurer and Corporate Secretary) are as follows:

	Three months ended March 31,	
	2021	2020
Management compensation		
Management services (i)	\$ 17,343	\$ 16,534

(i) Includes the salaries and other benefits of the President and CEO as well as external services provided by the CFO and Corporate Secretary.

All related party transactions disclosed above were at the agreed amounts that approximate fair value.

CHIBOUGAMAU INDEPENDENT MINES INC.

Notes to the Condensed Interim Financial Statements

March 31, 2021

(Expressed in Canadian Dollars)

(Unaudited)

14. Supplementary Cash Flows Information

Changes in non-cash working capital items

	Three months ended March 31,	
	2021	2020
Accounts receivable	\$ (64,380)	\$ (35,562)
Prepaid and deposits	3,909	(2,654)
Payables and accruals	(27,068)	(15,348)
	<u>\$ (87,539)</u>	<u>\$ (53,564)</u>

15. Commitments and Contingencies

At period-end, the Corporation has a commitment to incur qualified exploration expenditures to meet its flow-through obligations as described in notes 7 and 12 and has no other outstanding commitments outside the normal course of the business. Pursuant to the terms of flow-through share agreement, the Corporation is in the process of complying with its flow-through contractual obligations to subscribers with respect to the Income Tax Act (Canada) requirements for flow-through shares. As of March 31, 2021, the Corporation was committed to incurring approximately \$26,000 and \$990,000, respectively, in Canadian Exploration Expenditures (as such term is defined in the Income Tax Act (Canada)) by December 31, 2021 and December 31, 2022 arising from the flow-through offerings.

The commitment to complete these expenditures by the dates noted above is based on a proposed change by the Government of Canada, which would extend the deadline to complete the necessary spending requirements from the issuance of flow-through shares raised in 2019 and 2020 by one year respectively.

The Corporation's operations are subject to governmental laws and regulations regarding environmental protection. The environmental consequences are difficult to identify and it is also a challenge to anticipate the impacts of deadlines.

At the period-end, management believes to the best of its knowledge that CIM is in conformity with all applicable laws and regulations. Restoration costs, if any, will be accrued in the unaudited condensed interim financial statements and reflected in the unaudited condensed interim statement of loss and comprehensive loss, if and when they can be reasonably estimated.