

# CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF GLOBEX MINING ENTERPRISES INC. THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2021 (EXPRESSED IN CANADIAN DOLLARS) (UNAUDITED)

## **NOTICE TO READER**

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

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

		nber 30,	•	nber 30,
	2021	2020	2021	2020
Continuing operations				
Revenues (note 12)	\$ 19,393,384	\$ 6,601,256	\$ 25,430,177	\$ 6,751,200
	•		•	· · · · ·
Expenses				
Exploration and evaluation expenditures (note 14)	750,609	424,964	1,248,078	1,139,302
Professional fees and outside services (note 13)	284,032	98,730	695,391	306,960
Administration (note 13)	73,958	73,284	376,538	243,110
Salaries (note 19)	124,148	53,832	215,722	72,373
Depreciation (note 9)	12,086	8,095	25,936	24,282
(Gain) loss on foreign exchange	(74,242)	35,116	(17,259)	(59,996)
Bad debt expense	-	-	1,055	5,913
	1,170,591	694,021	2,545,461	1,731,944
Income from operations	18,222,793	5,907,235	22,884,716	5,019,256
Other (expenses) income				
(Decrease) increase in fair value of financial assets	(2,768,089)	745,161	(834,798)	1,581,066
Gain on the sale of investments	17,095	613,652	443,634	481,736
Interest and dividends	23,872	39,182	26,195	53,870
Other income	7,631	-	37,707	30,000
Management services (note 17)	5,248	-	7,669	3,951
Gain on sale of property, plant and equipment (note	•	_	74,059	5,000
1 1 7/1 1 1	(2,714,243)	1,397,995	(245,534)	2,155,623
Income before taxes	15,508,550	7,305,230	22,639,182	7,174,879
Income tax (expense) recovery	(2,772,964)	(16,021)		3,578
Income and comprehensive income for the period	\$ 12,735,586	\$ 7,289,209		\$ 7,178,457
Basic income per share (note 15)	\$ 0.23	\$ 0.13	\$ 0.36	\$ 0.13
Diluted income per share (note 15)	\$ 0.22	\$ 0.13	\$ 0.35	\$ 0.12
Weighted average number of common shares				
outstanding - basic	55,252,439	54,631,852	55,097,598	54,519,560
Weighted average number of common shares				
outstanding - diluted	56,955,908	58,004,067	56,725,716	58,577,057

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

Cash reserved for exploration

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

Nine months ended September 30, 2021 2020 Operating activities: Income for the period \$ 19,624,656 \$ 7,178,457 Adjustments for: Disposal of mineral properties for investments (note 18) (9,111,331)(3,817,500)Decrease (increase) in fair value of financial assets 834,798 (1,581,066)Depreciation (note 9) 25,936 24,282 Foreign exchange rate variation on reclamation bond 3.790 (56,629)Gain on sale of investments (443,634)(481,736)Gain on sale of property, plant and equipment (note 9) (74,059)(5,000)Deferred tax recovery (109,253)Fair value of shares issued in connection with mineral property (notes 16 and 18) 284,130 68,750 Foreign exchange loss (2,024)(44,002)Government grant revenue (note 11) (2,176)Interest expense accrued (note 11) 2,075 Other income (note 11) (9,706)Restoration liabilities (note 8) 10,000 11,132,455 1,186,303 Change in non-cash working capital items (note 18) 472,434 (43,415)Net cash and cash equivalents provided by operating activities 11.604.889 1,142,888 Financing activities: Proceeds from exercised options (note 16) 67,000 9.400 Share capital issue costs (note 16) (1,135)Share repurchased (note 16) (61,451)(2,660)Proceeds from loan payable 40,000 Repayment of loan payable (50,000)Increase in related party payable (note 17) 16.989 Net cash and cash equivalents provided by (used in) financing activities (44,451)62,594 Investing activities: Acquisition of property, plant and equipment (note 9) (602,014)(3.521)Proceeds from disposition of property, plant and equipment (note 9) 104,825 5,000 Acquisition of investment (390,943)Proceeds from sale of investment 955,695 1,235,260 Investment in joint venture (38,058)Increase in related party receivable (note 17) 2.418 Net cash and cash equivalents provided by investing activities 69,981 1,198,681 Net change in cash and cash equivalents 11,630,419 2,404,163 Effect of exchange rate changes on cash held in foreign currencies 2,024 44,002 Cash and cash equivalents, beginning of period 4,772,492 2,850,512 \$ 16,404,935 Cash and cash equivalents, end of period 5,298,677 Cash and cash equivalents \$ 16,404,935 4,983,348

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

315,329

5,298,677

\$ 16,404,935

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

	Se	As at September 30, 2021			
ASSETS					
Current assets					
Cash and cash equivalents (note 5)	\$	16,404,935	\$	4,772,492	
Investments (note 6)		13,845,165		5,689,750	
Accounts receivable (note 7)		123,867		190,487	
Prepaid expenses and deposits		82,138		133,449	
Related party receivable (note 17)		15,370		17,788	
Current income tax receivable		<u> </u>		13,340	
Total current assets		30,471,475		10,817,306	
Non-current assets					
Reclamation bonds (note 8)		817,818		821,608	
Investment in joint venture		7,595		7,595	
Property, plant and equipment (note 9)		935,006		389,694	
Total assets	\$	32,231,894	\$	12,036,203	
LIABILITIES AND EQUITY					
Current liabilities					
Payables and accruals (note 10)	\$	221,605	\$	185,832	
Current income tax payable		305,390		-	
Total current liabilities		526,995		185,832	
Non-current liabilities					
Loan payable (note 11)		-		51,104	
Deferred government grant (note 11)		-		8,703	
Restoration liabilities (note 8)		904,490		904,490	
Total liabilities		1,431,485		1,150,129	
Equity					
Share capital (note 16)		56,442,482		56,116,917	
Contributed surplus		4,955,690		4,990,930	
Deficit		(30,597,763)		(50,221,773)	
Total equity		30,800,409		10,886,074	
Total liabilities and equity	\$	32,231,894	\$	12,036,203	

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

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity (Expressed in Canadian Dollars) (Unaudited)

# Equity attributable to shareholders

	Share		ontributed			
	capital		surplus	Deficit		Total
Balance, December 31, 2019	\$ 55,901,915	\$	4,926,434	\$ (56,200,470)	\$	4,627,879
Share repurchased	(8,222)		-	5,562		(2,660)
Share issuance costs	(1,135)		-	-		(1,135)
Exercise of stock options	19,536		(10,136)	-		9,400
Shares issued for mineral properties	68,750		-	-		68,750
Income and comprehensive income	-		-	7,178,457		7,178,457
Balance, September 30, 2020	\$ 55,980,844	\$	4,916,298	\$ (49,016,451)	\$ 1	1,880,691
Balance, December 31, 2020	\$ 56,116,917	\$	4,990,930	\$ (50,221,773)	\$ 1	10,886,074
Share repurchased	(60,805)		-	(646)		(61,451)
Exercise of stock options	102,240		(35,240)	- ` ´		67,000
Shares issued for mineral properties	284,130		-	-		284,130
Income and comprehensive income	-		-	19,624,656	1	19,624,656
Balance, September 30, 2021	\$ 56,442,482	\$	4,955,690	\$ (30,597,763)	\$ 3	80,800,409

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

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 1. General Business Description

Globex Mining Enterprises Inc. ("Globex" or the "Corporation") is a North American focused exploration and development property bank which operates under the project generator business model. It seeks to create shareholder value by acquiring mineral properties, undertaking limited exploration and therefore readying them for optioning, joint venturing, or outright sale. Globex's current mineral portfolio consists of approximately 202 early to mid-stage exploration, development and royalty properties which contain Base Metals (copper, nickel, zinc, lead), Precious Metals (gold, silver, platinum, palladium), Specialty Metals and Minerals (manganese, vanadium, titanium dioxide, iron, molybdenum, lithium, cobalt, scandium, antimony, rare earths and associated elements) and Industrial Minerals (mica, silica, potassic feldspar, pyrophyllite, kaolin as well as talc and magnesite).

Globex was incorporated in the Province of Quebec and following the approval of shareholders on June 12, 2014, it was continued under the Canada Corporations Act, effective October 28, 2014. Its head office is located at 89 Belsize Drive, Toronto, Ontario M4S 1L3 and its principal business office is located at 86, 14th Street, Rouyn-Noranda, Quebec, J9X 2J1, Canada.

Globex's common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol GMX, in Europe under the symbol G1MN on the Frankfurt, Stuttgart, Berlin, Munich, Tradegate, Lang & Schwarz Stock Exchanges and trades under the symbol GLBXF on the OTCQX International Exchange in the United States.

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

#### **Basis of Presentation**

These unaudited condensed interim consolidated 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 consolidated financial statements for the year ended December 31, 2020. All financial information is presented in Canadian dollars.

# **Statement of Compliance**

These unaudited condensed interim consolidated financial statements have been prepared by management in accordance with IAS 34, Interim Financial Reporting ("IAS 34").

The preparation of unaudited condensed interim consolidated 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 and estimates made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied (note 4) in the audited consolidated financial statements as at and for the year ended December 31, 2020. These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 2. Basis of Presentation (Continued)

## **Approval of Financial Statements**

The Corporation's Board of Directors approved these unaudited condensed interim consolidated financial statements on November 15, 2021.

## 3. Summary of Significant Accounting Policies

These unaudited condensed interim consolidated financial statements have been prepared using the same accounting policies and methods of computation as compared with the most recent annual consolidated 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 consolidated financial statements does not include all the requirements in IAS 1, Presentation of Financial Statements. Accordingly, these unaudited condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2020.

# 4. Acquisition of Rockport

On July 1, 2021, the Corporation acquired Rockport Mining Corp. ("Rockport") which amalgamated with Globex on July 14, 2021. Rockport is a private exploration and holding company which owned two royalties on Globex properties in New Brunswick.

In accordance with IFRS 3 - Business Combinations, the acquisition does not meet the definition of a business combination as Rockport has not yet commenced principal operations and is in the exploration stage. Consequently, the acquisition has been recorded as an acquisition of an asset. Globex acquired each outstanding Rockport common shares in exchange for a cash payment of \$18,000.

## **Purchase Price Consideration**

Cash payment	\$ 18,000
Total	\$ 18,000
Net Assets Acquired (Fair Value)	
Mining properties (note 14(ix))	\$ 18,000
Total net assets	 18,000

## 5. Cash and Cash Equivalents

	As at September 30, 2021	As at December 31, 2020
Bank balances	\$ 16,304,177	\$ 4,058,962
Short-term deposit	100,758	713,530
	\$ 16,404,935	\$ 4,772,492

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

#### 6. Investments

		September 30, 2021		December 31, 2020
Corporation Name	Number of shares/warrants	Fair value	Number of shares	Fair value
Class 1 Nickel and Technologies Limited	25,000	\$ 6,300	53,846	\$ 48,461
Electric Royalties Ltd. (4)	11,960,000	4,784,000	3,000,000	735,000
Electric Royalties Ltd warrants (4)	5,500,000	600,457	-	-
Excellon Resources Inc. (5)	338,240	554,714	111,024	419,671
Falco Resources Ltd.	350,000	129,500	350,000	143,500
Galway Metals Inc.	200,000	128,000	200,000	228,000
Great Thunder Gold Corp.	150,000	55,500	150,000	94,500
Integra Resources Corp.	51,200	148,480	51,200	256,000
Knick Exploration Inc.	1,000,000	-	1,000,000	-
First Energy Metals Limited (1)	2,000,000	360,000	-	-
NSGold Corporation	1,745,408	453,806	1,745,408	418,898
Opawica Explorations Inc.	125,000	36,250	125,000	20,625
Pasofino Gold Limited (3)	21,428	19,285	300,000	57,000
Pershimex Resources Corporation	175,000	7,875	175,000	7,875
Renforth Resources Inc.	4,008,000	260,520	9,550,000	525,250
Rogue Resources Inc.	50,000	5,750	50,000	4,250
Sphinx Resources Ltd.	513,000	7,695	513,000	10,260
Starr Peak Exploration Ltd.	1,057,600	2,009,440	1,200,000	2,172,000
Tres-Or Resources Ltd.	220,000	19,800	220,000	31,900
Troilus Gold Corp.	350,000	252,000	350,000	427,000
Yamana Gold Inc. <sup>(2)</sup>	706,714	3,533,570	-	-
Other equity investments	-	472,223	-	89,560
·		\$ 13,845,165		\$ 5,689,750

Most of these investments were received under various mining option agreements and all of the shareholdings represent less than 10% of outstanding shares of each individual Issuer.

<sup>&</sup>lt;sup>(1)</sup> On June 11, 2021, First Energy Metals Limited. issued to Globex 2,000,000 shares (fair market value of \$530,000) in connection with the option on the McNeely Lithium property.

<sup>(2)</sup> On June 22, 2021, Yamana Gold Inc. ("Yamana") issued to Globex 706,714 shares (fair market value of \$4,000,000) in connection with the option on the Francoeur/Arntfield/Lac Fortune gold property.

<sup>(3)</sup> In July 2021, Pasofino Gold Limited completed a fourteen for one reverse split.

<sup>(4)</sup> On August 10, 2021, Electric Royalties Inc. ("Electric Royalties") issued to Globex 9,000,000 shares (fair market value of \$3,600,000 and 5,500,000 warrants (fair market value of \$600,457) in connection with the Mid-Tennessee Zinc Mines Royalty and Glassville property.

<sup>&</sup>lt;sup>(5)</sup> On September 23, 2021, Excellon Resources Inc. issued to Globex 232,240 shares (fair market value of \$380,874) in connection with the Silver City option in Europe.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

# 7. Accounts Receivable

	Septembe 2021	er 30,	December 31, 2020		
Trade receivables	\$ 98,	111	\$	173,597	
Bad debt provision	(4,	109)		(4,109)	
Net trade receivables	94,	002		169,488	
Taxes receivable	29,	865		20,999	
	<b>\$ 123</b> ,	867	\$	190,487	

Net trade receivables of \$94,002 (December 31, 2020 - \$169,488) consist primarily of amounts recoverable under joint venture arrangements and royalties. These items are all current and the Corporation anticipates full recovery of these amounts. The taxes receivable represents harmonized and Quebec sales tax ("GST", "HST", "QST") receivable from Canadian taxation authorities.

#### 8. Reclamation Bonds and Restoration Liabilities

## **Reclamation Bonds**

	Sep	December 31, 2020		
Nova Scotia bond - Department of Natural Resources	\$	57,974	\$	57,974
Option reimbursement		(50,000)		(50,000)
Nova Scotia bond		7,974		7,974
Washington State bond - Department of Natural Resources		138,977		142,767
Deposits with Province of Quebec, Ministère de l'Energie et des				
Ressources Naturelles		670,867		670,867
	\$	817,818	\$	821,608

## **Restoration Liabilities**

	Sep	otember 30, 2021	December 31, 2020		
Francoeur Property restoration and rehabilitation liabilities					
Balance, beginning and end of the period	\$	894,490	\$	894,490	
Lac Ontario Property restoration and rehabilitation liabilities					
Balance, beginning of the period		10,000		-	
Additions during the period		-		10,000	
Balance, end of the period		10,000		10,000	
Total restoration liabilities	\$	904,490	\$	904,490	

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

# 9. Property, Plant and Equipment

	Land and	Mining	Office	Computer	
Cost	buildings	equipment	equipment	systems	Total
Balance, December 31, 2019	\$ 536,967	\$ 88,210	\$ 146,274	\$ 302,975	\$ 1,074,426
Additions	-	20,000	-	3,521	23,521
Balance, December 31, 2020	536,967	108,210	146,274	306,496	1,097,947
Additions	574,599	-	7,070	20,345	602,014
Dispositions	(30,766)	-	-	-	(30,766)
Balance, September 30, 2021	\$ 1,080,800	\$ 108,210	\$ 153,344	\$ 326,841	\$ 1,669,195

Accumulated depreciation	and and	e	Mining quipment	е	Office equipment	Computer systems	Total
Balance, December 31, 2019	\$ 157,365	\$	88,210	\$	146,274	\$ 283,029	\$ 674,878
Depreciation during the year	13,838		1,000		-	18,537	33,375
Balance, December 31, 2020	171,203		89,210		146,274	301,566	708,253
Depreciation during the period	16,127		3,000		353	6,456	25,936
Balance, September 30, 2021	\$ 187,330	\$	92,210	\$	146,627	\$ 308,022	\$ 734,189

	Land and		Mining			Office		Computer		
Carrying value	b	ouildings	е	quipment	е	quipment		systems		Total
Balance, December 31, 2020	\$	365,764	\$	19,000	\$	-	\$	4,930	\$	389,694
Balance, September 30, 2021	\$	893,470	\$	16,000	\$	6,717	\$	18,819	\$	935,006

During the nine months ended September 30, 2021, the Corporation sold land for cash proceeds of \$104,825 (nine months ended September 30, 2020 - \$5,000) which resulted in a gain on sale of property, plant and equipment of \$74,059 (nine months ended September 30, 2020 - \$5,000).

# 10. Payable and Accruals

	September 30, 2021	De	cember 31, 2020
Trade payables and accrued liabilities	\$ 171,125	\$	146,494
Sundry liabilities	50,480		39,338
	\$ 221,605	\$	185,832

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 11. Loan Payable

Canada Emergency Business Account (CEBA) Loan	
Balance, December 31, 2020	\$ 51,104
Interest expense	2,075
Repayment	(53,179)
Balance, September 30, 2021	\$ -
Deferred government grant	
Balance, December 31, 2020	\$ 8,703
Grant revenue	(2,176)
Repayment	(6,527)
Balance, September 30, 2021	\$ -

During the nine months ended September 30, 2021, the Corporation repaid \$50,000 of the principal loan and as a result, the balance of the CEBA loan and deferred government grant as at September 30, 2021 is \$nil and a gain on repayment in the amount of \$9,706 was recorded as other income.

### 12. Revenues

A summary of the revenues for the respective period-ends follows:

		Three months ended September 30,		nths ended mber 30,
	2021	2020	2021	2020
Option income and advance royalties	\$ 19,231,331	\$ 6,293,500	\$ 24,571,331	\$ 6,319,000
Royalties	162,053	307,756	858,846	432,200
	\$ 19,393,384	\$ 6,601,256	\$ 25,430,177	\$ 6,751,200

In the three and nine months ended September 30, 2021, Globex reported option income and advances royalties of \$19,231,331 and \$24,571,331, respectively (three and nine months ended September 30, 2020 - \$6,293,500 and \$6,319,000, respectively) which consisted of cash receipts of \$14,650,000 and \$15,460,000, respectively (three and nine months ended September 30, 2020 - \$2,476,000 and \$2,501,500, respectively) and shares in optionee corporations with a fair market value of \$4,581,331 and \$9,111,331, respectively (three and nine months ended September 30, 2020 - \$3,817,500).

Nine months ended September 30, 2021:

- On January 1, 2021, Globex received a cash payment of \$200,000 from Tres-Or Resources Ltd. in connection with the option of Fontana/Duvay Property, Duverny Twp., Quebec.
- On February 5, 2021, Globex received a cash payment of \$10,000 from High Tide Resources Inc. in connection with the option of Lac Pegma Property, Quebec.
- On March 11, 2021, the Corporation announced that it had agreed to sell its Mid-Tennessee Zinc Mines Royalty to Electric Royalties for the following consideration:
  - \$250,000 (received on March 16, 2021) for an exclusive 90-day due diligence and funding period by Electric Royalties. Should the sale transaction proceed on the terms agreed to below, this cash payment will be deducted from the final cash portion of the purchase price. Should the transaction not proceed, Globex will keep this initial cash payment.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 12. Revenues (Continued)

Nine months ended September 30, 2021 (continued):

- If the transaction proceeds, Electric Royalties will pay the following to Globex:
  - \$13,500,000 in a single cash payment (received on August 11, 2021);
  - 8,752,860 Electric Royalties shares (received on August 10, 2021 and valued at \$3,501,144);
  - 5,348,970 Electric Royalties warrants (received on August 10, 2021 and valued at \$583,968), each of which entitles Globex to purchase one additional Electric Royalties share at a price of \$0.60 for a period of four years; and
  - \$1,000,000 as a future cash payment should the price of zinc rise to or above a price of \$2.00 USD per pound for at least 90 consecutive days.

In addition to the Mid-Tennessee Mines Zinc Royalty, Electric Royalties is acquiring a 1% Gross Metal Royalty on Globex's 100% owned Glassville, New-Brunswick, manganese exploration property for the following consideration, received by Globex at closing:

- 247,140 Electric Royalties shares (received on August 10, 2021 and valued at \$98,856); and
- ° 151,030 Electric Royalties warrants (received on August 10, 2021 and valued at \$16,489), each of which entitles Globex to purchase one additional Electric Royalties share at price of \$0.60 for a period of four years.
- On March 17, 2021, Globex received a cash payment of \$50,000 from Starr Peak Exploration Ltd. in connection with the Normetal/Normetmar copper, zinc and silver property, the Rousseau gold project and the Turgeon Lake gold property located in Northern Quebec.
- On April 16, 2021, Globex received a cash payment of \$50,000 from Platinum Group in connection with the Bilson Cubric property.
- On June 7, 2021, Globex received a cash payment of \$250,000 and 2,000,000 common shares with a fair value of \$530,000 from First Energy Metals Limited in connection with the McNeely Lithium property.
- On June 22, 2021, Globex announced that it completed the sale of the Francoeur/Arntfield/Lac Fortune gold property as well as 30 claims in Beauchastel township and three claims in Malartic township, Quebec. At closing, Globex received 706,714 common shares from Yamana with a current market value of \$4,000,000. In addition, Yamana will make the following additional cash payments to Globex, which Globex may elect to receive in Yamana shares:
  - ° First anniversary of closing: \$3,000,000;
  - Second anniversary of closing: \$2,000,000;
  - Third anniversary of closing: \$3,000,000; and
  - Fourth anniversary of closing: \$3,000,000.

Globex retained a 2% GMR on all mineral production from the properties, of which 0.5% may be purchased by Yamana for \$1,500,000.

- On July 16, 2021, Globex received a cash payment of \$50,000 from Maple Gold Mines Ltd. ("Maple") in connection with the option of the Eagle Gold Mine property.
- On August 4, 2021, Globex received a cash payment of \$1,000,000 from Wesdome Gold Mines Ltd. in connection with the sale of the Tarmac Gold Property.
- On September 23, 2021, Globex received a cash payment of \$100,000 from Excellon Resources Inc. in connection with the Silver City option in Europe. In addition, Globex received 232,240 common shares with a fair value of \$380.874.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 12. Revenues (Continued)

Nine months ended September 30, 2020:

- On March 18, 2020, Globex received a cash payment of \$25,000 from Tres-Or Resources Ltd. in connection with the option of Fontana Property, Duverny Twp., Quebec.
- On June 22, 2020, Globex received a cash payment of \$500 from Marthy Hubert in connection with 3 mineral titles located in Quebec.
- On July 2, 2020, Globex received a cash payment of \$500,000 from Electric Royalties in connection with a number of non-core specialty mineral royalties. In addition, on July 13, 2020, Globex received 3,000,000 common shares with a fair value of \$900,000 from Electric Royalties.
- On July 8, 2020, Globex received a cash payment of \$80,000 from Eros Resources Corp. in connection with the Bell Mountain Property, USA.
- On July 10, 2020, Globex received a cash payment of \$5,000 from Vior Inc. in connection with the Windfall Property, Quebec.
- On July 20, 2020, Globex received 350,000 common shares with a fair value of \$444,500 from Troilus Gold Corp. in connection with the Rosario, Lac Testard Ouest, Pyrox, Lac De Maurès Est, Claudette Zone, Boulder Lake, Boulder Gold, and Lac Chix properties, Chibougamau, Quebec.
- On August 5, 2020, Globex received 400,000 common shares with a fair value of \$48,000 from Tres-Or Resources Ltd. in connection with the option of Fontana Property, Duverny Twp., Quebec.
- On August 10, 2020, Globex received a cash payment of \$35,000 from Emgold Mining Corporation in connection with the Casa South Property, Quebec.
- On August 12, 2020, Globex received a cash payment of \$50,000 from Starr Peak Exploration Ltd. in connection with the Normetal/Normetar copper, zinc and silver property, the Rousseau gold project and the Turgeon Lake gold property located in Northern Quebec. In addition, Globex received 1,200,000 common shares with a fair value of \$2,100,000.
- On August 19, 2020, Globex received a cash payment of \$100,000 from Osisko Mining Inc. in connection with the options in Windfall East Property.
- On August 26, 2020, Globex received a cash payment of \$1,606,000 from Eldorado Gold (Quebec) Inc. in connection with the sale of the Sigma East Property, Bourlamaque Twp., Quebec.
- On September 21, 2020, Globex received a cash payment of \$100,000 from Excellon Resources Inc. in connection with the Silver City option in Europe. In addition, Globex received 65,657 common shares with a fair value of \$325,000.

During the three and nine months ended September 30, 2021, Globex recorded metal royalty income of \$162,053 and \$858,846, respectively (three and nine months ended September 30, 2020 - \$307,756 and \$432,200, respectively) from Nyrstar Mid-Tennessee Mines.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

# 13. Expenses by Nature

	Three months ended September 30,		Nine months Septembe				
		2021	2020		2021		2020
Administration							
Office expenses	\$	62,470	\$ 57,753	\$	323,398	\$	186,487
Advertising and shareholder information		1,581	6,581		27,946		18,859
Transfer agent		8,844	1,091		20,655		9,185
Other administration		1,063	3,376		3,997		5,981
Conventions and meetings		-	4,483		542		22,598
	\$	73,958	\$ 73,284	\$	376,538	\$	243,110

	Three months ended September 30,		Nine months Septembe				
		2021	2020		2021		2020
Professional fees and outside services							
Investor relations	\$	42,354	\$ 41,087	\$	151,163	\$	111,756
Legal fees		164,555	7,078		262,613		23,743
Other professional fees		46,320	12,658		151,139		28,452
Filing fees		13,948	3,580		40,656		23,809
Audit and accounting fees		16,855	14,500		66,866		50,359
Management consulting		<u>-</u>	19,827		22,954		68,841
	\$	284,032	\$ 98,730	\$	695,391	\$	306,960

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars)

(Unaudited)

(Onlaudited)								
14. Exploration and Evaluation Expenditures		T1	. 41			N12	. 41	
		Three months ended Nine months ended						
		Septen 2021	ıber	30, 2020		Septei 2021	npe	r 30, 2020
Ontorio		2021		2020		2021		2020
Ontario Timmins Talc-Magnesite (Deloro)	\$	_	\$	110	¢	5,209	\$	6,352
Laguerre-Knutson (Hearst, McVittie)	Ψ	834	φ	42,195	φ	7,292	φ	62,220
Other projects		3,205		4,979		11,069		20,566
Other projects	\$	4,039	\$	47,284	•	23,570	\$	89,138
Quebec	Ψ	4,039	Ψ	47,204	Ψ	23,370	Ψ	09,130
Courville (Courville)	\$	27,924	\$	25,093	¢	49,805	\$	25,093
Depletion (Guyenne)	Ψ	645	Ψ	2,486	Ψ	20,663	Ψ	23,166
Discoflo (Desjardins)		-		2,400		20,003		1,860
Discovery North (Desjardins)		15,265		10,099		15,265		10,099
Eagle-Northwest (Joutel-Valrennes)		54,904		11,255		54,904		11,255
Fabie Bay / Magusi (Hebecourt, Montbray)		14,325		830		19,545		3,430
Francoeur (Beauchastel)		2,262		81,832		62,677		194,047
Great Plains (Clermont)		8,970		92		17,110		4,477
Guyenne (Guyenne)		10,539		-		34,189		-
Joutel (Joutel)		16,844		290		18,853		1,190
Kelly Lake (Blondeau)		1,996		436		36,068		7,291
Lac Fortune Gold Mine (Beauchastel)		<u>-</u>		9,776		-		100,377
Lac Ontario (St-Urban)		670		8,085		3,900		9,054
Lac Savignac (Northern Quebec)		-		152		-		3,144
Lyndhurst (Destor/Poularies)		3,360		-		8,258		-
Mc Neely (Lacorne/Landrienne)		611		11,111		10,514		15,276
Moly Hill (La Motte)		-		-		1,429		4,325
Napping Dwarf (Glandelet)		-		12,210		-		12,210
Pyrox (Clairy)		-		152		-		8,062
Riviere Opinaca		-		-		8,061		-
Rouyn-Merger (Rouyn)		329,733		-		329,733		-
Shortt Lake Mine		8,439		211		8,694		666
Silidor Mine (Rouyn)		3,752		9,257		5,750		10,919
Smitth-Zulapa-Vianor (Tiblemont)		57,047		771		57,302		13,715
Standard Gold (Duverny)		67		23,998		867		25,020
Tarmac (Dubuisson)		-		-		1,018		4,192
Tavernier Tiblemont (Tavernier)		-		-		1,347		39,128
Vauze (Dufresnoy)		-		- 4 07E		1,760		10,063
Venus (Barraute)		-		4,875 117		-		40,413
Wrightbar Gold Mine (Bourlamaque) Other projects		86,683		91,483		200,232		4,647
Quebec general exploration		51,881				165,223		253,730
Quebec general exploration	\$	695,917	\$	65,487 370,098	¢	1,133,167	\$	203,003 1,039,852
Other regions	Ψ	093,917	Ψ	370,090	Ψ	1,133,167	φ	1,039,632
Other regions Nova Scotia	\$	_	\$	6,393	¢	106	\$	6,502
New Brunswick	Ψ	<u>-</u> 21,733	ψ	239	φ	62,105	φ	433
Canada (others)				108		111		254
Europe		- 9,190		-		9,190		57
Other including Bell Mountain (USA)		19,730		842		19,829		3,066
Table in the state of the state	\$	50,653	\$	7,582	\$	91,341	\$	10,312
Exploration and evaluation expenditures	<del></del>	750,609	<u>Ψ</u> \$	424,964		1,248,078	<u>Ψ</u> \$	1,139,302
Exploration and Evaluation expenditures	φ	130,009	ψ	424,904	φ	1,240,010	φ	1,108,002

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 14. Exploration and Evaluation Expenditures (Continued)

	Three months ended September 30,		Nine moi Septei	 		
	2021		2020		2021	2020
Exploration and evaluation expenditures						
Consulting	\$ 28,379	\$	13,082	\$	57,258	\$ 51,676
Environmental	-		10,000		-	10,000
Geology	-		2,750		-	2,750
Geophysics	158,256		100,157		208,711	146,707
Laboratory analysis and sampling	4,764		8,306		5,794	8,491
Labour	196,143		210,154		544,839	636,839
Line cutting	-		-		-	5,168
Mineral property acquisitions	305,403		27,347		321,436	141,508
Mining property tax, permits and prospecting	45,934		15,930		81,151	55,526
Reports, maps and supplies	622		5,944		14,111	27,191
Transport and road access	11,108		31,294		14,778	53,446
	\$ 750,609	\$	424,964	\$	1,248,078	\$ 1,139,302

- (i) On March 16, 2020, the Corporation acquired 100% interest in the Lac Fortune Gold Mine Property located in Beauchastel Township, Quebec for 250,000 Globex shares (valued at \$68,750) and a 2% NSR of which 1% may be purchased by Globex for \$200,000 at any time.
- (ii) On July 2, 2020, the Corporation announced it acquired the final claim covering the southern half of the New Marlon Gold Mine property which consolidates the Silidor and New Marlon Mines assets located in Rouyn township, Quebec, immediately northwest and adjoining the town of Rouyn-Noranda.
- (iii) On July 13, 2020, the Corporation sold a number of non-core specialty mineral royalties to a new energy centric royalty company, Electric Royalties. In exchange for the royalties or portions of royalties Globex will receive \$500,000 (received) and 3,000,000 Electric Royalties shares (valued at \$900,000). Should the Authier Lithium deposit reach commercial production within 6 years of agreement, Globex will receive an additional \$250,000 cash payment adjusted for inflation.
- (iv) On July 21, 2020, the Corporation sold 91 claims totaling 4,960 hectares comprising of the Rosario, Lac Testard Ouest, Pyrox, Lac De Maurès Est, Claudette Zone, Boulder Lake, Boulder Gold, and Lac Chix properties located approximately 80 km north of Chibougamau, Quebec to Troilus Gold Corp. In exchange for 100% interest in the claims, Troilus Gold Corp. paid Globex 350,000 Troilus Gold Corp. common shares (valued at \$444,500) and granted Globex a 2% GMR, 1% of which may be purchased at any time for \$1,000,0000.
- (v) On August 10, 2020, the Corporation sold 100% interest in the Normetal/Normetmar copper, zinc and silver property, the Rousseau gold project and the Turgeon Lake gold property located in Northern Quebec, to Starr Peak Exploration Ltd. In exchange, Globex will receive \$150,000 in cash payments (\$50,000 on signing (received), \$50,000 at 6 months and \$50,000 at one year), 1.2 million Starr Peak shares (valued at \$2,100,000) and a 2.5% GMR, 1% of which may be purchased by Starr Peak Exploration Ltd. prior to commercial production for \$1.5 million. Starr Peak Exploration Ltd. will acquire 100% interest in the properties subject to the royalty (GMR).

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 14. Exploration and Evaluation Expenditures (Continued)

- (vi) On August 25, 2020, the Corporation sold 100% interest in all 16 cell fractions of the Sigma East Property, located east of the Sigma Mine and 1 cell fraction, the Sigma 2 property, to Eldorado Gold Quebec Inc., a subsidiary of Eldorado Gold Corporation, for a single cash payment of \$1,606,000 (received). The Corporation also announced that it sold six cells in the Windfall mining camp to Osisko Mining Inc. In exchange for the cells, Osisko Mining Inc. has paid Globex \$100,000 in cash. Globex has retained a 2% GMR.
- (vii) On September 16, 2020, the Corporation announced that it acquired 15 claims (20 km north-northeast of Hartland, New Brunswick in Carleton County, covering the Grassville South manganese zone.
- (viii) On February 16, 2021, the Corporation announced that it acquired a 100% interest in the Bald Hill Antimony Property located in Queens County, New Brunswick. The Bald Hill Antimony Property consists of 26 claims covering the Bald Hill antimony deposit and surrounding area. An additional eight claims adjoining Globex's Devils Pike gold deposit property was also acquired.
- (ix) On July 14, 2021, Globex purchased 100% interest in Rockport a private exploration and holding corporation for a single modest cash payment. Rockport held royalties on Globex's Devil's Pike gold and Bald Hill antimony properties in New Brunswick. Refer to note 4.
- (x) On July 29, 2021, the Corporation purchased 100% interest in a block of claims in Rouyn and Joannes townships, Quebec (the "Rouyn Merger Property"). The vendor, IAMGOLD Corporation received 183,000 Globex shares (valued at \$203,130) and a 1% NSR. In addition, in September 2021, the Corporation acquired a 1% royalty equivalent to a GMR.
- (xi) On September 3, 2021, the Corporation purchased a 1% royalty equivalent to a GMR of the Rouyn Merger Property. The vendor received 75,000 Globex shares (valued at \$81,000).

## 15. Income Per Common Share

Basic income per common share is calculated by dividing the net income by the weighted average number of common shares outstanding during the period. Diluted income per common share is calculated by dividing the net income applicable to common shares by the weighted average number of common shares outstanding during the period, plus the effects of dilutive common share equivalents such as stock options.

Diluted net income per share is calculated using the treasury method, where the exercise of options is assumed to be at the beginning of the period and the proceeds from the exercise of options and the amount of compensation expense measured, but not yet recognized in income are assumed to be used to purchase common shares of the Corporation at the average market price during the period. Diluted income did not include the effect of options for the three and nine months ended September 30, 2020, as they are anti-dilutive.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

# 15. Income Per Common Share (Continued)

## Basic and diluted income per common share

The following table sets forth the computation of basic and diluted income per share:

	Three months ended September 30,		Nine mon Septen				
		2021	2020		2021		2020
Numerator							
Income for the period	\$ 1:	2,735,586	\$ 7,289,209	\$	19,624,656	\$	7,178,457
Denominator							
Weighted average number of common shares							
- basic	5	5,252,439	54,631,852		55,097,598		54,519,560
Effect of dilutive shares							
Stock options ("in the money")		-	2,830,000		-		2,830,000
Shares assumed to be repurchased		1,703,469	542,215		1,628,118		1,227,497
Weighted average number of common shares							
- diluted	5	6,955,908	58,004,067		56,725,716		58,577,057
Income per share							
Basic	\$	0.23	\$ 0.13	\$	0.36	\$	0.13
Diluted	\$	0.22	\$ 0.13	\$	0.35	\$	0.12

## 16. Share Capital

In accordance with the Certificate of Continuance, under the Canada Business Corporations Act, effective October 28, 2014, the Corporation was authorized to issue an unlimited number of common shares and an unlimited number of preferred shares, issuable in series.

# **Changes in capital stock**

		September 30, 2021		December 31, 2020
	Number of		Number of	_
Fully paid common shares	shares	Capital stock	shares	Capital stock
Balance, beginning of period	55,004,417	\$ 56,116,917	54,389,852	\$ 55,901,915
Issued in connection with mineral property				
acquisition (i)(ii)(x)	258,000	284,130	250,000	68,750
Issued on exercise of				
options (iii)(iv)(v)(vi)(vii)(viii)(xi)(xii)(xii	130,000	102,240	395,000	178,683
Share issuance costs (xv)	-	-	-	(1,150)
Share repurchase (ix)(xvi)	(59,600)	(60,805)	(30,435)	(31,281)
Balance, end of period	55,332,817	\$ 56,442,482	55,004,417	\$ 56,116,917

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 16. Share Capital (Continued)

### Changes in capital stock (continued)

#### 2021 issuances

## Shares issued in connection with mineral property acquisitions

- (i) On July 29, 2021, Globex acquire a 100% interest in the Rouyn Merger Property by issuing 183,000 Globex common shares at a price of \$1.11 per share for a value of \$203,130.
- (ii) On September 3, 2021, Globex acquire a 100% interest in the Gaston Vezina Estate Royalty by issuing 75,000 Globex common shares at a price of \$1.08 per share for a value of \$81,000.

## Issued on exercise of options

- (iii) On March 17, 2021, 10,000 stock options with a fair value per share of \$0.364 were exercised at an exercise price of \$0.68 per share. Globex's shares closed at \$0.98 per share that date.
- (iv) On May 25, 2021, 50,000 stock options with a fair value per share of \$0.3542 were exercised at an exercise price of \$0.69 per share. Globex's shares closed at \$1.46 per share that date.
- (v) On June 15, 2021, 20,000 stock options with a fair value per share of \$0.1996 were exercised at an exercise price of \$0.35 per share. Globex's shares closed at \$1.39 per share that date.
- (vi) On June 23, 2021, 10,000 stock options with a fair value per share of \$0.1996 were exercised at an exercise price of \$0.35 per share. Globex's shares closed at \$1.28 per share that date.
- (vii) On July 7, 2021, 30,000 stock options with a fair value per share of \$0.197 were exercised at an exercise price of \$0.39 per share. Globex's shares closed at \$1.09 per share that date.
- (viii) On August 18, 2021, 10,000 stock options with a fair value per share of \$0.1996 were exercised at an exercise price of \$0.35 per share. Globex's shares closed at \$1.12 per share that date.

## Normal course issuer bid

(ix) During the nine months ended September 30, 2021, 59,600 commons shares were repurchased for cash consideration of \$61,451 in accordance with the Normal course issuer bid ("NCIB"). The amount by which the repurchased amount was less than the stated capital of the shares has been credited to deficit.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 16. Share Capital (Continued)

## Changes in capital stock (continued)

#### 2020 issuances

### Shares issued in connection with mineral property acquisitions

(x) On March 23, 2020, Globex acquired a 100% interest in the Lac Fortune Gold Mine Property located in Beauchastel Township, Quebec by issuing 250,000 Globex common shares at a deemed price of \$0.275 per share for a deemed value of \$68,750.

## Issued on exercise of options

- (xi) On September 25, 2020, 30,000 stock options with a fair value per share of \$0.296 were exercised at an exercise price of \$0.235 per share. Globex's shares closed at \$0.71 per share that date.
- (xii) On September 25, 2020, 10,000 stock options with a fair value per share of \$0.124 were exercised at an exercise price of \$0.235 per share. Globex's shares closed at \$0.71 per share that date.
- (xiii) On October 19, 2020, 100,000 stock options with a fair value per share of \$0.1871 were exercised at an exercise price of \$0.34 per share. Globex's shares closed at \$0.69 per share that date.
- (xiv) On October 28, 2020, 255,000 stock options with a fair value per share of \$0.1324 were exercised at an exercise price of \$0.285 per share. Globex's shares closed at \$0.68 per share that date.

#### Share issuance costs

(xv) During the year ended December 31, 2020, the share issuance costs totaled \$1,150.

## Normal course issuer bid

(xvi) During the year ended December 31, 2020, 30,435 commons shares were repurchased for cash consideration of \$17,632 in accordance with the NCIB. The amount by which the repurchased amount was less than the stated capital of the shares has been credited to deficit.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

# 16. Share Capital (Continued)

## **Stock options**

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

		September 30, 2021		December 31, 2020
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance, beginning of period	2,830,000	\$ 0.41	2,870,000	•
Exercised	(130,000)	0.52	(395,000	0.29
Granted (i)	-	-	355,000	0.69
Balance - end of period	2,700,000	\$ 0.40	2,830,000	\$ 0.41
Options exercisable	2,700,000	\$ 0.40	2,830,000	\$ 0.41

(i) On November 12, 2020, 210,000 stock options with a fair value per share of \$0.3542 were granted at an exercise price of \$0.69 per share. Globex's shares closed at \$0.67 per share on the day before. On December 14, 2020, 145,000 stock options with a fair value per share of \$0.3636 were granted at an exercise price of \$0.68 per share. Globex's shares closed at \$0.68 per share on the day before.

The following table summarizes information regarding the stock options outstanding and exercisable as at September 30, 2021:

Range of prices	Number of options outstanding	Number of options exercisable	Weighted average remaining contractual life (years)	Weighted average exercise price
\$0.22 - \$0.24	70,000	70,000	2.38	\$ 0.24
\$0.25 - \$0.29	10,000	10,000	2.42	0.29
\$0.30 - \$0.38	1,550,000	1,550,000	2.48	0.36
\$0.39 - \$0.43	690,000	690,000	4.82	0.39
\$0.44 - \$0.50	85,000	85,000	1.34	0.44
\$0.50 - \$0.69	295,000	295,000	4.16	0.69
	2,700,000	2,700,000	3.22	\$ 0.40

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 16. Share Capital (Continued)

## Stock options (continued)

## Stock-based compensation and payments

The Corporation uses the fair value method for stock options granted to directors, officers, employees and non-employees. Accordingly, the fair value of the options at the date of grant is charged to operations, with an offsetting credit to contributed surplus, over vesting periods (which can vary from immediate vesting to 5 years).

Globex uses the Black-Scholes option pricing model to estimate fair value using the following weighted average assumptions:

	September 30, 2021	December 31, 2020
Stock price	-	\$0.67
Expected dividend yield	-	Nil
Expected stock price volatility	-	64.60%
Risk free interest rate	-	0.45%
Expected life	-	5 years
Weighted average fair value of granted options	-	\$0.36

## **NCIB**

On March 11, 2020, the Corporation announced that TSX approved the renewal of the NCIB. Under the original NCIB, Globex was entitled to repurchase for cancellation up to 1,000,000 common shares, representing 1.84% of Globex's issued and outstanding shares as of March 1, 2020, over a twelve-month period starting on March 13, 2020 and ending on March 12, 2021. The purchases by Globex will be effected through the facilities of the TSX and on other alternative trading systems in Canada and will be made at the market price of the shares at the time of the purchase.

On July 8, 2021, the Corporation announced that TSX approved the renewal of the NCIB. The Corporation is entitled to repurchase for cancellation up to 1,000,000 common shares, representing 1.82% of Globex's issued and outstanding shares as of June 30, 2021, over a twelve-month period starting on July 12, 2021 and ending on July 11, 2022. The purchases by Globex will be effected through the facilities of the TSX and on other alternative trading systems in Canada and will be made at the market price of the shares at the time of the purchase.

During the nine months ended September 30, 2021, 59,600 common shares of Globex were purchased for cash consideration of \$61,451 in accordance with the NCIB. The amount by which the repurchased amount was less than the stated capital of the shares has been credited to deficit.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 17. Related Party Information

Related party receivable	September 3 2021	), De	December 31, 2020		
Jack Stoch Geoconsultant Limited ("GJSL")	\$ -	\$	62		
Chibougamau Independent Mines Inc. ("CIM")	14,494	,	16,857		
Duparquet Assets Limited	876	j	869		
	\$ 15,370	\$	17,788		

The receivables due from related parties bear no interest, are without specific terms of repayment and are not secured.

As reflected in the unaudited condensed interim consolidated statement of cash flows there was a net cash decrease of \$2,418 in the related party receivable balance during the nine months ended September 30, 2021 (nine months ended September 30, 2020 - increase of \$16,989 in related party payable balance).

#### CIM

CIM is considered a related party as Globex Management consisting of the President and Chief Executive Officer ("CEO") and a Director hold the same positions with both entities. In addition, the President and CEO holds a large number of common shares of both organizations through GJSL, a private company which is the principal shareholder of CIM, and Globex and therefore can significantly influence the operations of both entities.

# **Management services**

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

Management services income of \$5,248 and \$7,669, respectively for the three and nine months ended September 30, 2021 (three and nine months ended September 30, 2020 - \$nil and \$3,951, respectively) represents Globex's estimate of the specific costs related to performing these services in accordance with the Management Services Agreement.

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

## **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, Executive Vice-President, Chief Financial Officer, Treasurer and Corporate Secretary) are as follows:

	Three months ended September 30,		Nine months ended September 30,			
	2021		2020	2021		2020
Management compensation						
Salaries and other benefits	\$ 64,858	\$	43,848 \$	155,970	\$	135,079
Professional fees and outside services (i)	15,633		19,827	64,676		68,841
	\$ 80,491	\$	63,675 \$	220,646	\$	203,920

(i) In the three and nine months ended September 30, 2021, management consulting fees of \$15,633 and \$64,676, respectively (three and nine months ended September 30, 2020 - \$19,827 and \$68,841, respectively) were paid to the Chief Financial Officer and the Corporate Secretary. They were appointed on September 20, 2017. As at September 30, 2021, the balance due to Chief Financial Officer and Corporate Secretary is \$3,194 (December 31, 2020 - \$3,931) which is included in payables and accruals due under normal credit terms.

Notes to the Condensed Interim Consolidated Financial Statements September 30, 2021 (Expressed in Canadian Dollars) (Unaudited)

## 18. Supplementary Cash Flows Information

Changes in non-cash working capital items	September 30 2021	0, September 30, 2020
Accounts receivable	\$ 66,620	\$ (92,007)
Prepaid expenses and deposits	51,311	(102,446)
Current income tax receivable	13,340	108,607
Payables and accruals	35,773	42,431
Current income tax payable	305,390	-
	\$ 472,434	\$ (43,415)
	September 30	
Non-cash operating and investing activities	2021	2020
Disposal of mineral properties for investments	\$ 9,111,331	\$ 3,817,500
Shares issued for mineral properties	\$ 284,130	\$ 68,750

## 19. Canada Emergency Wage Subsidy

In response to COVID-19, the Government of Canada announced the Canada Emergency Wage Subsidy ("CEWS") program in April 2020. CEWS provides a wage subsidy on eligible remuneration, subject to a maximum per employee, to eligible employers based on meeting certain eligibility criteria. The Corporation has determined that it has qualified for this subsidy. The Corporation has recognized the government grant as there is reasonable assurance that it will comply with the eligibility criteria. Included in salaries expense for the nine months ended September 30, 2021 is \$109,810 (nine months ended September 30, 2020 - \$184,978) relating to the CEWS program in order to reduce the expense that the grant is intended to offset.

## 20. Subsequent Events

- (i) On October 25, 2021, the Corporation announced that it acquired a 2% royalty equivalent to a GMR covering a significant length of the Cadillac Break east of Rouyn-Noranda and an additional large block of claims northwest of Rouyn-Noranda. Globex initially entered into discussions with the estates of two well-known and respected prospector/entrepreneurs following the purchase by Globex of the Rouyn Merger Property on which a 2% royalty was held by the estates. Globex is pleased to have acquired the royalty which was paid for by the issuance of 150,000 Globex shares.
- (ii) From October 20 to October 27, 2021, Globex acquired by claim designation 66 claims with an area of 3,624.88 hectares (8,871.67 acres) in the Des Herbiers Township Quebec which includes several uranium showings that have been channel sampled and drilled outlining large areas of low grade uranium mineralization.