

CRESVAL CAPITAL CORP.

Interim Consolidated Financial Statements

For the Three Months Ended March 31, 2021 and 2020

(Unaudited – Prepared by Management)

(Stated in Canadian Dollars)

NOTICE TO READER

Pursuant to 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 interim financial statements have not been reviewed by an auditor.

The condensed consolidated interim financial statements for the Company for the first quarter ended March 31, 2021 have been prepared by and are the responsibility of the Company's management.

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

CRESVAL CAPITAL CORP.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Stated in Canadian Dollars)

As at	Note	March 31, 2021	December 31, 2020
ASSETS			
Current Assets			
Cash		\$ 31,170	\$ 31,205
Receivables		4,852	1,509
Prepaid expenses		295	295
		36,317	33,009
Non-Current Assets			
Exploration and evaluation assets	4	159,437	159,437
Reclamation bonds	5	10,000	10,000
Property, plant and equipment	6	1,415	1,534
		170,852	170,971
		\$ 207,169	\$ 203,980
LIABILITIES			
Current Liabilities			
Trade and other payables		\$ 306,348	\$ 289,202
Short-term loan	7	52,318	51,578
Due to related parties	9	624,547	587,759
		983,213	928,539
SHAREHOLDERS' DEFICIENCY			
Share capital	8	2,712,169	2,756,169
Reserves	8	6,000	72,000
Units returnable	8(b)	-	(110,000)
Deficit		(3,494,213)	(3,442,728)
		(776,044)	(724,559)
		\$ 207,169	\$ 203,980

Note 1 – Nature of Operations and Going Concern

These financial statements are authorized for issue by the Board of Directors on May 27, 2021.

s/ "Lee Ann Wolfin"

Director

Lee Ann Wolfin

s/ "Anthony Taylor"

Director

Anthony Taylor

The accompanying notes form an integral part of these consolidated financial statements.

CRESVAL CAPITAL CORP.
CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Stated in Canadian Dollars)

Three months ended March 31,	Note	2021	2020
Operating Expenses			
Consulting and management fees	9	\$ 30,000	\$ 39,000
Depreciation	6	119	126
Office supplies and services		687	227
Professional fees		8,247	5,168
Shareholder information and communications		2,829	200
Share transfer, listing and filing fees		8,636	6,781
Travel		-	112
Operating Loss		(50,518)	(51,614)
Interest expense	7	(967)	-
LOSS AND COMPREHENSIVE LOSS FOR THE YEAR		\$ (51,485)	\$ (51,614)
Loss per share - basic and diluted		\$ (0.002)	\$ (0.002)
Weighted average number of shares – (basic and diluted)		30,218,231	30,198,451

The accompanying notes form an integral part of these consolidated financial statements.

CRESVAL CAPITAL CORP.
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY
(Stated in Canadian Dollars)

	Number of shares issued	Share Capital \$	Reserves \$	Subscription Receivable \$	Units Returnable \$	Deficit \$	Total Shareholders' Deficiency \$
Balance, December 31, 2019	30,018,231	2,708,169	-	-	-	(3,199,439)	(491,270)
Units issued for private placement (Notes 2 and 8)	2,400,000	48,000	72,000	(10,000)	(110,000)	-	-
Loss and comprehensive loss	-	-	-	-	-	(51,614)	(51,614)
Balance, March 31, 2020	32,418,231	2,756,169	72,000	(10,000)	(110,000)	(3,251,053)	(542,884)
Balance, December 31, 2020	32,418,231	2,756,169	72,000	-	(110,000)	(3,442,728)	(724,559)
Units returned (Notes 2 and 8)	(2,200,000)	(44,000)	(66,000)	-	110,000	-	-
Loss and comprehensive loss	-	-	-	-	-	(51,485)	(51,485)
Balance, March 31, 2021	30,218,231	2,712,169	6,000	-	-	(3,494,213)	(776,044)

The accompanying notes form an integral part of these consolidated financial statements.

CRESVAL CAPITAL CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Stated in Canadian Dollars)

Three months ended March 31,	2021	2020 (Note 2)
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Loss for the period	\$ (51,485)	\$ (51,614)
<i>Items not affecting cash:</i>		
Depreciation	119	126
Interest expense on short-term loan	740	-
Cash provided by (used in) changes in non-cash working capital items:		
Receivables	(3,343)	(1,536)
Prepaid expenses and deposits	-	(5,000)
Accounts payable and accrued liabilities	17,146	(6,314)
Due to related parties	36,788	52,742
	(35)	(11,596)
INVESTING ACTIVITIES		
Exploration and evaluation asset expenditures	-	(1,292)
	-	(1,292)
FINANCING ACTIVITIES		
None	-	-
	-	-
INCREASE (DECREASE) IN CASH	(35)	(12,888)
CASH, beginning of period	31,205	19,909
CASH, end of period	\$ 31,170	\$ 7,021
Supplementary Disclosure of Statements of Cash Flows Information		
Cash paid for interest	\$ -	\$ -
Cash paid for taxes	-	-
Interest received	-	-
Non-cash investing and financing activities:		
Transfer expired options to deficit	-	-
Transfer expired warrants to share capital	-	-
Exploration and evaluation assets in accounts payable	32,268	32,268
Exploration advance allocated to exploration and evaluation asset	-	-

The accompanying notes form an integral part of these consolidated financial statements.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 1 – NATURE OF OPERATIONS AND GOING CONCERN

Cresval Capital Corp. (the “Company”) was incorporated under the laws of the Province of British Columbia, Canada on July 23, 2001. The consolidated financial statements include the accounts of Cresval Capital Corp. and its wholly-owned subsidiary, 1151009 BC Ltd., a company incorporated under the laws of British Columbia, Canada. The Company’s head office and principal place of business is Suite 1101, 1985 Bellevue Avenue, West Vancouver, BC, Canada. The Company is a reporting issuer in the provinces of British Columbia and Alberta, Canada and trades on the TSX Venture Exchange (“TSXV”) under the symbol “CRV”.

The Company has one main exploration project located in British Columbia, Canada, and has not yet determined whether the property contains ore reserves which are economically recoverable. The underlying carrying value of the mineral property interest and related deferred exploration and evaluation expenditures is dependent upon the existence of economically recoverable reserves, confirmation of the Company’s interest in the related mineral claims, its ability to obtain necessary financing to complete the exploration and evaluation, and future profitable production or proceeds from the sale of all or an interest in the related mineral claims.

These 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. As at March 31, 2021, the Company had a working capital deficiency and has incurred ongoing losses. The Company has not yet realized any revenues from its operations. It will be required to raise new financing through the sale of shares or issuance of debt to continue with the exploration of its mineral properties. Although management intends to secure additional financing as may be required, there can be no assurance that management will be successful in its efforts to secure additional financing or that it will ever develop a self-supporting business. These financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and thus be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in these financial statements. These material uncertainties may cast significant doubt on the Company’s ability to continue as a going concern.

In March 2020 the World Health Organization declared COVID-19 a global pandemic. This contagious disease outbreak, which continues to spread, has adversely affected workforces, economies, and financial markets, leading to an economic downturn. It has also disrupted the normal operations of many businesses, and it is not possible for the Company to estimate the duration or magnitude of these adverse conditions.

NOTE 2 – BASIS OF PRESENTATION

Statement of Compliance with International Financial Reporting Standards

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”) as issued by the International Accounting Standards Board (“IASB”), on a basis consistent with the accounting policies disclosed in the audited financial statements for the year ended December 31, 2020, except for newly adopted accounting policies, if any, as stated in Note 3 below.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 2 – BASIS OF PRESENTATION (continued)

Amendment and Restatement of Comparative Amounts

The comparative amounts presented in the consolidated statement of changes in shareholders' deficiency and the consolidated statement of cash flows for the three months ended March 31, 2020 are the amended and restated amounts, which were corrected for misstatements in the original interim consolidated financial statements. The amendments related to the accounting for the issuance of units during the quarter ended March 31, 2020, and resulted in an increase to Trade and other payables of \$120,000 and a decrease to Shareholders' Deficiency in the same amount, broken out as to Subscription receivable of \$10,000 and Units returnable of \$110,000. See Note 8 for further information.

NOTE 3 – SIGNIFICANT ACCOUNTING POLICIES

These unaudited condensed interim financial statements should be read in conjunction with the most recently issued annual audited financial statements of the Company, which include information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies were presented as Note 3 to the financial statements for the year ended December 31, 2020 and have been consistently applied in the preparation of these unaudited condensed interim financial statements.

NOTE 4 – EXPLORATION AND EVALUATION ASSETS

	Thunder Copper Claims	New Raven Claim	Total
Balance, December 31, 2019	\$ 163,776	\$ 53,980	\$ 217,756
Claim renewal	-	1,292	1,292
Balance, March 31, 2020	\$ 163,776	\$ 55,272	\$ 219,048

	Thunder Copper Claims	New Raven Claim	Total
Balance, December 31, 2020	\$ 159,437	\$ -	\$ 159,437
No activity	-	-	-
Balance, March 31, 2021	\$ 159,437	\$ -	\$ 159,437

Thunder Copper Claims, British Columbia, Canada

The Company holds mineral claims located in the Lilloet Mining Division, British Columbia known as the Thunder Copper Property (formerly the "MIKE Claims" or the "Copper Mineral Claims").

New Raven Claim, British Columbia, Canada

The Company determined that the prospect for success on the New Raven claim is limited and recognized an impairment loss related to this exploration and evaluation asset in 2020.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 5 – RECLAMATION BONDS

As at March 31, 2021, the Company has term deposits in the amount of \$10,000 (December 31, 2020 - \$10,000) as security to the Province of British Columbia for future site reclamation. The Company evaluated its site restoration liability to be \$nil as at March 31, 2021 (December 31, 2020 - \$nil).

NOTE 6 – PROPERTY, PLANT AND EQUIPMENT

	Equipment and Vehicle \$	Total \$
Cost:		
December 31, 2019	24,171	24,171
Additions/disposals	-	-
December 31, 2020	24,171	24,171
Additions/disposals	-	-
March 31, 2021	24,171	24,171
Accumulated depreciation:		
December 31, 2019	22,158	22,158
Depreciation	479	479
December 31, 2020	22,637	22,637
Depreciation	119	119
March 31, 2021	22,756	22,756
Carrying amounts:		
December 31, 2020	1,534	1,534
March 31, 2021	1,415	1,415

NOTE 7 – SHORT-TERM LOAN

In June 2020, the Company received two short-term loans from arm's length parties for gross proceeds of \$150,000. Of this amount, \$100,000 was repaid in August 2020. The remaining \$50,000 short-term loan, which remains outstanding as of March 31, 2021, bears interest at an annual rate of 6.0% and does not have fixed repayment terms. As of March 31, 2021, there is \$2,318 of accrued interest on the outstanding short-term loan (December 31, 2020 - \$1,578).

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 8 – SHARE CAPITAL

- (a) Authorized: unlimited number of common shares without par value.
- (b) Issued:

Year ended December 31, 2020

On January 9, 2020, the Company issued a total of 2,400,000 units pursuant to a private placement, of which 200,000 were flow-through units. The units were valued at \$0.05 per unit for a total value of \$120,000. Of the \$120,000 of total value, \$72,000 was attributed to the warrant portion of the units.

As a result of non-compliance with the TSXV policies relating to this private placement, the TSXV required the Company to cancel 2,200,000 of the 2,400,000 units relating to this private placement. In January 2021, the Company cancelled those 2,200,000 units. As of December 31, 2020, the 2,200,000 units, valued at \$110,000, were recorded as “Units returnable” in the Shareholders’ Deficiency section of the consolidated statement of financial position with a corresponding balance in trade and other payables. None of these cancelled units are attributable to directors, officers or related parties.

Each of the remaining 200,000 units, which were issued to an arm’s length party, consists of one common share and one common share purchase warrant exercisable at a price of \$0.07 for a period of two years.

- (c) Share-based compensation

The Company has a stock option plan under which the Board of Directors may grant options to directors, officers, other employees and key consultants.

Under the plan, the number of shares reserved for issuance pursuant to the exercise of all options under the plan may not exceed 10% of the issued and outstanding common shares on a non-diluted basis at any time. The options expire not more than five years from the date of grant, or earlier if the individual ceases to be associated with the Company, and vest over terms determined at the time of grant.

The Company had no options activity during the three months ended March 31, 2021 and for the year ended December 31, 2020. As of March 31, 2021 and December 31, 2020, the Company had no options outstanding.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
 For the three months ended March 31, 2021 and 2020
 (Stated in Canadian Dollars)

NOTE 8 – SHARE CAPITAL (Continued)

(d) Warrants

The continuity of warrants for the three months ended March 31, 2021 and 2020 are as follows:

Expiry Date	Exercise Price	Dec. 31, 2020	Granted	Exercised	Expired/ cancelled/ returnable	March 31, 2021
May 8, 2024	\$0.05	2,400,000	-	-	-	2,400,000
Jan. 9, 2022	\$0.07	200,000	-	-	-	200,000
		2,600,000	-	-	-	2,600,000
Weighted average		\$0.052	-	-	-	\$0.052

Expiry Date	Exercise Price	Dec. 31, 2019	Granted	Exercised	Expired/ cancelled/ returnable	March 31, 2020
Dec. 7, 2020	\$0.10	950,000	-	-	-	950,000
May 8, 2024	\$0.05	2,400,000	-	-	-	2,400,000
Jan. 9, 2022	\$0.07	-	2,400,000	-	(2,200,000)	200,000
		3,350,000	2,400,000	-	(2,200,000)	3,550,000
Weighted average		\$0.064	\$0.07	-	\$0.07	\$0.065

NOTE 9 – RELATED PARTY BALANCES AND TRANSACTIONS

a) Key management transactions

The Company defines its directors and officers as its key management personnel. The compensation costs for key management personnel for the three months ended March 31, 2021 and 2020 are as follows:

	March 31, 2021	March 31, 2020
Consulting fees and management fees	\$ 30,000	\$ 39,000
	\$ 30,000	\$ 39,000

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 9 – RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

b) Due to related parties

As at March 31, 2021, the balance of Due to related parties is \$624,547 (December 31, 2020 - \$587,759) and is comprised of \$415,195 due to the president of the Company (December 31, 2020 - \$395,062), \$1,000 due to the Company's former CEO (December 31, 2020 - \$1,000), \$49,102 due to a private company affiliated with the Company's current CFO (December 31, 2020 - \$32,447), and \$159,250 (December 31, 2020 - \$159,250) due to a private Company whose owner is related to a current director. These amounts due to related parties are non-interest bearing, with no specific terms of repayment. In addition, there is an amount due to a private company affiliated with the Company's former CFO in the amount of \$10,100 (December 31, 2020 - \$10,100), which is included in Trade and other payables as of March 31, 2021 and December 31, 2020.

NOTE 10 – FINANCIAL INSTRUMENTS

The Company's financial instruments are exposed to certain financial risks, credit risk, liquidity risk and market risk.

a) *Credit Risk*

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Company manages credit risk, in respect of cash, by maintaining the majority of cash at high credit rated Canadian financial institutions. As at March 31, 2021, the Company had no cash that exceeded the amounts covered under federal deposit insurance. Receivables are due from a government agency.

b) *Liquidity Risk*

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they become due. The Company manages its liquidity risk by forecasting cash flows required by operations and anticipated investing and financing activities. The Company is exposed to liquidity risk. The Company will be required to raise debt or equity in order to meet its ongoing operating obligations.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 10 – FINANCIAL INSTRUMENTS (Continued)

c) *Market Risk*

Market risk consists of interest rate risk, foreign currency risk and other price risk. These are discussed further below.

Interest Rate Risk

Interest rate risk consists of two components:

- (i) To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to interest rate cash flow risk.
- (ii) To the extent that changes in prevailing market rates differ from the interest rate in the Company's monetary assets and liabilities, the Company is exposed to interest rate price risk.

Management considers the interest rate risk to be minimal.

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Company is not exposed to foreign currency risk.

Price Risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is not significantly exposed to other price risk.

d) *Classification of Financial instruments*

The Company provides information about its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value.

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company has valued its cash using Level 1 inputs as at March 31, 2021. The fair value of reclamation bonds, short-term loan, due to related parties, and trade and other payables approximate their carrying values because of the short-term nature of these instruments.

CRESVAL CAPITAL CORP.

Notes to the Consolidated Financial Statements
For the three months ended March 31, 2021 and 2020
(Stated in Canadian Dollars)

NOTE 11 – CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration of its property and to maintain flexible capital structure for its project for the benefit of its stakeholders. In the management of capital, the Company includes shareholders' deficiency.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or debt. Management reviews the capital structure on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital restrictions.

NOTE 12 – SEGMENTED INFORMATION

The Company operates in one operating segment in one geographic region being the acquisition and exploration of mineral properties in Canada.