



DESERT GOLD VENTURES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED MARCH 31, 2020 AND 2019

(Unaudited - Expressed in US Dollars)

NOTICE TO READERS

Under National Instrument 51-102, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements have been prepared by management and are not reviewed by the Company's independent auditor.

DESERT GOLD VENTURES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in US dollars)

	Note	March 31, 2020	December 31, 2019
		\$	\$
ASSETS			
Current assets			
Cash		41,295	204,379
GST receivables		11,822	23,148
Prepaid		6,421	6,216
		59,538	233,743
Non-current assets			
Equipment	3	24,154	30,004
Total assets		83,692	263,747
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	4	361,390	316,928
Notes payable	6	110,000	-
		471,390	316,928
EQUITY (DEFICIENCY)			
Share capital	7	26,571,115	26,571,115
Accumulated other comprehensive income		211,748	200,878
Reserves		18,110,865	18,110,865
Deficit		(45,281,426)	(44,936,039)
		(387,698)	(53,181)
Total liabilities and shareholders' deficiency		83,692	263,747

NATURE OF OPERATIONS AND GOING CONCERN (Note 1)

SUBSEQUENT EVENTS (Note 10)

Approved for issuance by the board of directors on July 13, 2020

"Sonny Janda"

Director - Sonny Janda

"Jared Scarf"

Director - Jared Scarf

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

DESERT GOLD VENTURES INC.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS**(Unaudited - Expressed in US dollars)**

Three months ended March 31,	Note	2020	2019
		\$	\$
Amortization		5,850	5,854
Investors and shareholders relationship		31,259	18,750
Office and administration		5,405	9,060
Professional and consulting fees	8	101,173	67,260
Prospecting rights and exploration	5	272,058	102,153
Rent		4,632	3,886
Share-based compensation	7	-	135,440
Transfer agent and listing fees		3,310	6,934
Travel		8,258	9,413
Loss before the following:		(431,945)	(358,750)
Gain on accounts payable write off		97,878	
Finance charges and foreign exchange	6	(11,320)	(4,746)
Net loss		(345,387)	(363,496)
Other comprehensive loss:			
Foreign exchange translation gain		10,870	(2,880)
Total comprehensive loss		(334,517)	(366,376)
Weighted average number of outstanding shares, basic and diluted		93,090,339	42,207,258
Loss per share, basic and diluted		(0.00)	(0.01)

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

DESERT GOLD VENTURES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY (DEFICIENCY)
(Unaudited - Expressed in US dollars)

	Number	Amount \$	Subscription received \$	Reserves			Accumulated other comprehensive income \$	Deficit \$	Total \$
				Others \$	Warrants \$	Option reserve \$			
December 31, 2018	38,306,258	19,274,667	175,920	13,755,601	682,763	3,061,113	198,115	(37,509,842)	(361,663)
Share issuance for cash	5,851,500	655,651	(175,920)	-	2,000	-	-	-	481,731
Share-based compensation	-	-	-	-	-	135,440	-	-	135,440
Translation between functional and reporting currency	-	-	-	-	-	-	(2,880)	-	(2,880)
Loss for the period	-	-	-	-	-	-	-	(363,496)	(363,496)
March 31, 2019	44,157,758	19,930,318	-	13,755,601	684,763	3,196,553	195,235	(37,873,338)	(110,868)
December 31, 2019	93,090,339	26,571,115	-	13,755,601	900,497	3,454,767	200,878	(44,936,039)	(53,181)
Translation between functional and reporting currency	-	-	-	-	-	-	10,870	-	10,870
Loss for the period	-	-	-	-	-	-	-	(345,387)	(345,387)
March 31, 2020	93,090,339	26,571,115	-	13,755,601	900,497	3,454,767	211,748	(45,281,426)	(387,698)

The accompanying notes are an integrated part of this condensed consolidated interim financial statements

DESERT GOLD VENTURES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in US dollars)

Three months ended March 31,	2020	2019
	\$	\$
OPERATING ACTIVITIES		
Loss for the period	(345,387)	(363,496)
Adjustments for non-cash items:		
Amortization	5,850	5,854
Gain on accounts payable write off	(97,878)	-
Share-based compensation	-	135,440
Changes in non-cash working capital items:		
GST receivables	11,326	5,471
Prepaid	(205)	(77,381)
Accounts payable and accrued liabilities	150,060	(69,816)
Cash used in operating activities	(276,234)	(363,928)
FINANCING ACTIVITIES		
Issuance (repayment) of promissory notes	110,000	(183,252)
Net proceeds from share issuance	-	481,731
Cash provided by financing activities	110,000	298,479
Effect of foreign exchange rate on cash	3,150	(2,880)
Increase (decrease) in cash	(163,084)	(68,329)
Cash, beginning of period	204,379	112,331
Cash, end of period	41,295	44,002

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

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Desert Gold Ventures Inc. (the "Company") is an exploration stage company and is engaged in the acquisition, exploration and development of mineral resource properties. The principal business of the Company is conducting mineral property exploration in Mali and Rwanda. The Company's shares are traded on the TSX Venture Exchange (the "TSX-V") under the symbol DAU.

The head office and principal address is located at 4770-72nd Street, Delta, BC V4K 3N3.

The Company is an exploration stage company primarily involved in mining and exploration activities which has incurred recurring losses from inception. These consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at March 31, 2020, the Company had not advanced its property to commercial production and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and or private placement of common shares. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its consolidated statement of financial position.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34 "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with the IFRS issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). Accordingly, certain disclosures required in annual financial statements have been condensed or omitted. These condensed interim financial statements are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that these condensed consolidated interim financial statements be read in conjunction with the most recent audited consolidated financial statements for the recent year ended December 31, 2019.

The condensed consolidated interim financial statements of the Company for three months ended March 31, 2020 and 2019 were approved and authorized for issue by the Board of Directors on June 13, 2020.

Basis of consolidation and presentation

These condensed consolidated interim financial statements have been prepared on an historical cost basis, modified where applicable. These statements have been prepared using the accrual basis of accounting except for cash flow information, are presented in US dollars, unless otherwise specified.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of consolidation and presentation (continued)

These condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries. All intercompany transactions and balances have been eliminated. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Subsidiaries of the Company are as follows:

Name	Country of incorporation	Ownership percentage	
		March 31, 2020	December 31, 2019
TransAfrika Belgique S.A. (dormant)	Belgium	100%	100%
TransAfrika Rwanda Gold S.A.R.L.	Rwanda	100%	100%
TransAfrika Senegal S.A. (dormant)	Senegal	100%	100%
GoldBanks Nevada Ventures Inc. (dormant)	USA	100%	100%
Ashanti Gold Corp.	Canada	100%	100%
Ashanti Gold Mali S.A.R.L.	Mali	100%	100%
Desert Gold Mali S.A.R.L.	Mali	100%	100%

Accounting Standards Adopted

The Company has not adopted new accounting policies since its recent year ended December 31, 2019.

Functional and reporting currency

The functional currency of each entity is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in United States dollar, which is the Company's reporting currency. The functional currency of the Company and its Canadian subsidiary Ashanti Gold Corp. is the Canadian dollar. The functional currency of other subsidiaries is the United States dollar, except for TransAfrika Mali S.A. and Desert Gold Mali S.A.R.L, which uses the CFA Franc.

3. EQUIPMENT

	Office equipment	Furniture and fixtures	Total
Cost:	\$	\$	\$
At March 31, 2020, December 31, 2019 and 2018	43,082	41,044	84,126
Amortization:			
At December 31, 2018	19,101	18,196	37,297
Charge for the period	8,616	8,209	16,825
At December 31, 2019	27,717	26,405	54,122
Charge for the period	2,996	2,854	5,850
At March 31, 2020	30,713	29,259	59,972
Net book value:			
At December 31, 2019	15,365	14,639	30,004
At March 31, 2020	12,369	11,785	24,154

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

4. ACCOUNT PAYABLES AND ACCRUED LIABILITIES

The Company's accounts payable and accrued liabilities consisted of the following:

	March 31, 2020	December 31, 2019
Trade payable	\$ 317,091	\$ 283,013
Accrued liabilities	43,382	33,915
Interest payable (Note 6)	917	-
	\$ 361,390	\$ 316,928

5. EXPLORATION AND EVALUATION PROPERTIES

The Company is an exploration stage Company which holds various mineral property interests.

Title to resource properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of resource properties in Mali and Rwanda.

Rwanda Project

On December 13, 2016 the Rwandan government issued the Company a commercial gold mining license, valid for a period of 10 years with an option to renew, which covers a 375-hectare block.

During the three months ended March 31, 2020, the Company incurred administration cost and back office of \$7,500 (2019- \$7,090) for the Rwanda project.

Mali Project

The Company holds the Farabantourou and Djimbala projects (collectively the "Mali Projects") through its subsidiary Desert Gold Mali SARL, located in Mali.

The Company's Farabantourou project consisted of a small-scale mining license issued in October 2018 for four years and a Farabantourou permit issued in November 2018 for an initial 3-year term with for two additional 2-year terms. The Company is required to incur minimum exploration expenditures of \$138,000, \$ 332,000, and \$371,000 during the first, second, and third year respectively for the maintenance of the Farabantourou permit

The expiry date of the Djimbala permit was December 30, 2018. The Company received a new permit on October 18, 2019 for an initial 3-year term. Furthermore, the license terms grant the Company the option to renew the permit for two additional 2-year terms. The Company is required to incur minimum exploration expenditures of \$123,000, \$ 321,000, and \$357,000 during the first, second, and third years respectively.

During the three months ended March 31, 2020, the Company incurred \$ 258,693 (2019 - \$95,063) for the exploration, permit application, and back office support for the Mali Projects.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

5. EXPLORATION AND EVALUATION PROPERTIES (CONTINUED)

Mineral Interests Acquired in 2019

a) On August 22, 2019, the Company acquired Ashanti Gold Corp. (“Ashanti”) by issuance of shares, replacement warrants and options.

At the transaction date, the Company determined that Ashanti did not constitute a business as defined under IFRS 3, Business Combinations, and the transaction was accounted for as an asset acquisition.

Ashanti’s two mineral interests are

- An option agreement to earn interest for a mining permit in Ghana (i)
- An exploration permit in Mali (the “Farikounda Permit”) (ii)

(i) On September 14, 2016, Ashanti entered into an option agreement for the Anumso Project in Ghana (the “Anumso Option”) with Goldplat PLC (“Goldplat”) whereby Ashanti earned an 51% of the Anumso Project in February 2019.

(ii) The Farikounda permit in Mali was recently renewed on November 25, 2019 for three years with the option to renew for two additional 2-year terms. The Company is required to incur minimum exploration expenditures of \$158,000, \$419,000, and \$347,000 during the first, second, and third year respectively.

The Company is making plans for these two projects and incurred \$Nil for the exploration during the three months ended March 31, 2020.

b) During the year ended December 31, 2019, the Company entered into an option agreement with Mineral Management Consulting (“MMC”) to acquire a 100% interest in two properties contiguous and proximal to the Company’s Farabantourou concession in Mali. The Company will earn a 100% interest in the Project satisfying the following headline terms:

- Desert Gold to pay MMC CAD \$500,000, of which CAD \$250,000 was paid in July, 2019 to earn an initial fifty-five (55%) percent interest with the balance of CAD \$250,000 to be paid over a three (3) year period (Note 10) ;
- The issuance of 1,000,000 Desert Gold common shares to MMC in four (4) equal instalments of which 250,000 shares were issued in August 2019 (with a market value of \$35,974) and the remaining instalments are to be issued annually over a three (3) year period;
- Incur exploration expenditures of CAD \$350,000 over a three (3) year period;
- MMC shall retain a two (2%) percent net smelter royalty on all ore mined from the properties;
- During the three (3) year option period, Desert Gold shall be responsible for maintaining the permit in good standing and performing any and all obligations required by law and will take over operation control of the projects on closing of the transaction with MMC.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

5. EXPLORATION AND EVALUATION PROPERTIES (CONTINUED)

Mineral Interests Acquired in 2019 (continued)

c) In August, 2019 the Company entered into an agreement (the "Agreement") with Altus Strategies PLC ("Altus"), to acquire Altus' Sebessoukoto Sud and Djelimangara gold projects (the "Project") which are contiguous to the Company's Senegal Mali Shear Zone Project located in western Mali.

The Company will earn a 100% interest in the Project by satisfying the following headline terms:

Part 1: Consideration

Upon signing of the Agreements, Desert Gold will:

- Within 5 business days make a cash payment to Altus of \$50,000 (paid in October 2019); and
- Within 14 business days and subject to any regulatory approval as may be required, issue 3,000,000 common shares of Desert Gold (issued in October 2019) to Altus.

Part 2: Milestone payments:

Upon the reception of a NI 43-101 compliant independent resource over the Project, which exceeds 500,000 ounces of gold, Desert Gold will (in respect of the first 500,000 ounces only):

- Within 5 business days make a cash payment to Altus of \$100,000; and
- Within 14 business days and subject to any regulatory or shareholder approvals as may be required, issue 2,000,000 common shares of Desert Gold to Altus.

Upon the reception of a NI 43-101 compliant independent resource over the Project which exceeds 1,000,000 ounces of gold then Desert Gold will (in respect of the second 500,000 ounces only):

- Within 5 business days make a cash payment to Altus of \$100,000; and
- Within 14 business days and subject to any regulatory or shareholder approvals as may be required, issue 3,000,000 shares of Desert Gold to Altus (issued on November 7, 2019)

Part 3: Project Royalties

Altus will retain a 2.5% Net Smelter Return ("Altus NSR") royalty on the Project.

Desert Gold will have the right to purchase up to 1.5% of the Altus NSR. The amount payable by Desert Gold to Altus will be calculated by reference to the NI 43-101 gold reserve figure reported in an independent definitive feasibility study on the Project as follows:

- If the reserve is greater than 1,000,000 ounces, then \$6.0M
- If the reserve is less than 1,000,000 ounces but greater than 500,000 ounces, then \$3.0M
- If the reserve is less than 500,000 ounces but greater than 250,000 ounces, then \$1.0M
- Furthermore, Desert Gold will have a 60-day right of first refusal, to acquire such portion of the balance of the Altus NSR that Altus may, from time to time, wish to sell.

Altus will provide Desert Gold a 10-day written notice of any intention to sell any of its Desert Gold shares. During that 10-day period, Desert Gold will have the right to find a third party to acquire such Desert Gold shares directly from Altus.

During the three months ended March 31, 2020, the Company incurred \$5,865 to transfer the title of the Sebessoukoto Sud and Djelimangara gold projects into the Company.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

5. EXPLORATION AND EVALUATION PROPERTIES (CONTINUED)

Mineral Interests Acquired in 2019 (continued)

d) In September, 2019, the Company entered into an option agreement with SUD Mining SARL ("SUD") to secure the right to acquire a 95% interest in the Linguekoto property (the "Linguekoto"), which is contiguous to the Company's SMSZ Project.

Terms of this option agreement are as follows:

- Desert Gold to pay SUD \$150,000, of which \$50,000 will be paid upon closing of the transaction (paid in October 2019) with the balance of \$100,000 to be paid over a three (3) year period;
- Incur exploration expenditures of \$120,000 over a three (3) year period;
- During the three (3) year option period, Desert Gold shall be responsible for maintaining the permit in good standing and perform any and all obligations required by law;
- Bonus shares: In the event that, within 60 months from the transaction date, 100,000 oz Au, NI 43-101 compliant reserves are discovered at Linguekoto, the Company will issue 250,000 common shares to SUD. The Company will issue an additional 250,000 common shares for every additional 100,000 ounces of gold, NI compliant 43-101 reserves declared at Linguekoto, up to a maximum aggregate amount of 1,250,000 shares.
- SUD will retain a 5% carried interest, in the concession, before any interest retained by the government of Mali.

Summary of exploration expenditures

Exploration expenditures incurred during the three months ended March 31, 2020 are as follow:

	Altus Option	Mali Projects	Rwanda Project	Total
	\$	\$	\$	\$
Acquisition	-	-	-	-
Permit renewal and maintenance	5,865	-	-	5,865
Drilling	-	128,816	-	128,816
Other exploration including back office support	-	60,070	-	60,070
Salaries	-	69,807	7,500	77,307
Total	5,865	258,693	7,500	272,058

6. NOTES PAYABLE

On March 3, 2020, the Company borrowed \$110,000 from a Canadian public company. Fees of \$10,000 have been paid. The Company has granted the lender a general and continuing collateral security to secure the due payment. This loan has an interest of 10% per annum and is due May 31, 2020. The loan is not repaid as of today and the lender has agreed to extend the term of the loan to payable on demand.

As of March 31, 2020, an interest expense of \$917 has been accrued.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

7. SHARE CAPITAL

(a) Share capital

Authorized share capital

Unlimited number of common shares without par value; and 1,250,000 preferred shares issuable in series with rights and restrictions to be determined by the directors prior to any issuances.

Issued share capital

2020

No shares were issued during the three months ended March 31, 2020 (Note 10).

2019

On November 30, 2018, the Company initiated a non-brokered private placement of up to 5,000,000 units at a price of CAD \$0.15 per unit (the "Unit") to raise up to an aggregate of \$750,000 (the "Financing"). Each Unit consisted of one common share and one common share purchase warrant (the "Warrant"). Each Warrant entitled the holder to purchase one additional common share of the Company at a price of \$0.15 per common share for a period of two (2) years from the closing of the Financing, subject to a 30-day acceleration period, upon announcement by the Company of the common shares trading at \$0.75 or more for 10 consecutive trading days. The Company received CAD\$240,000 (\$175,920) in subscriptions as at December 31, 2018.

During the three months ended March 31, 2020, the Company closed the Financing on January 25, 2019 by issuance of 5,851,500 Units for gross proceeds of CAD\$877,725 (\$658,444). The Company has paid CAD\$3,706 (\$2,793) and issued 24,710 Warrants for finder's fees.

(b) Stock options

Stock option continuity is as follows:

	Number	Weighted average exercise price
Balance, December 31, 2018	2,290,512	CAD\$ 0.24
Granted	1,125,000	0.19
Granted	2,925,000	0.16
Granted (replacement option)	342,840	0.85
Expired (replacement option)	(285,700)	0.88
Balance, March 31, 2020 and December 31, 2019	6,397,652	CAD\$ 0.19

The Company did not grant options during the three months ended March 31, 2020 (Note 10) and did not incur share-based expenses during the same period.

During the three months ended March 31, 2019, the Company granted 1,125,000 stock options to consultants, directors, and officers on February 8, 2019. These options vested on issuance, have an exercise price of CAD\$0.19 per share and will expire 5 years after issuance.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

7. SHARE CAPITAL

(b) Stock options (continued)

Stock options outstanding and exercisable as at March 31, 2020 are summarized as follows:

Exercise price (CAD\$)	Number of options outstanding	Weighted average remaining contractual life (Year)	Expiry date	Number of options exercisable
0.70	57,140	0.00	April 3, 2020	57,140
0.20	550,000	0.83	January 29, 2021	550,000
0.30	156,305	1.78	January 10, 2022	156,305
0.25	430,464	2.32	July 26, 2022	430,464
0.25	508,743	2.61	November 8, 2022	508,743
0.25	645,000	3.08	May 1, 2023	645,000
0.19	1,125,000	3.86	February 8, 2024	1,125,000
0.16	2,925,000	4.51	October 4, 2024	2,925,000
	6,397,652	3.53		6,397,652

(c) Warrants

On March 31, 2020, the weighted average remaining life of the Company's outstanding warrants was 1.48 years. Continuity is as follows:

	Number	Weighted average exercise price
Balance, December 31, 2018	18,937,318	CAD\$ 0.24
Exercise of warrants	(1,000,000)	0.09
Issuance of replacement warrants	6,415,236	0.84
Expiry of replacement warrants	(1,722,771)	1.34
Issuance of finders' warrants	24,710	0.15
Issuance of warrants for private placement	5,851,500	0.15
Issuance of warrants for private placement	21,953,543	0.24
Issuance of finders' warrants	1,163,181	0.18
Balance, December 31, 2019	51,622,717	0.27
Expiry of replacement warrants	(3,063,247)	0.35
Balance, March 31, 2020	48,559,472	CAD\$ 0.26

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

8. RELATED PARTY TRANSACTIONS

a) Transactions with key management personnel:

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Board of Directors and corporate officers. The aggregate values of transactions relating to key management are as follows:

Three months ended March 31,	2020	2019
	\$	\$
Consulting fees	\$ 79,944	53,610
Share-based compensation	-	117,000

b) Balances due to related parties:

Amounts due to related parties are unsecured, non-interest bearing and have no fixed terms of repayment. The Company's accounts payable and accrued liabilities (Note 4) included the following balances owing to related parties.

Subsequent to the period ended March 31, 2020, directors of the Company have waived \$27,088 of their consulting fees in order to improve the Company's working capital.

Due to Related parties	Nature	March 31, 2020	December 31, 2019
Chief executive officer	Consulting fees	\$ 5,120	\$ -
Chief financial officer	Consulting fees	4,255	3,080
Former Director	Consulting fees	1,516	1,608
Directors	Consulting fees	39,620	4,244
		\$ 50,511	\$ 8,932

9. FINANCIAL INSTRUMENTS

Classification of financial instruments

Financial instruments included in the statement of financial position are as follows:

		March 31, 2020	December 31, 2019
Cash	Amortized cost	\$ 41,295	\$ 204,379
Interest payable	Amortized cost	917	-
Note payable	Amortized cost	110,000	-
Trade payables	Amortized cost	\$ 317,091	\$ 283,012

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

9. FINANCIAL INSTRUMENTS (Continued)

Fair value

The fair value hierarchy established by IFRS 13 Fair Value Measurement has three levels to classify the inputs to valuation techniques used to measure fair value described as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the assets or liabilities either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

At the respective reporting dates, all of the Company's financial instruments had maturities less than one year. As a result, the carrying amount of note payable, accounts payable approximated their fair values due to their short-term maturities.

10. SUBSEQUENT EVENTS

On April 9, 2020, the Company signed a four-year option agreement with Indigo Exploration Inc ("Indigo"), whereby Indigo can acquire up to 100% interest in the Djimbala Permit (Note 5) by the issuance of shares of Indigo and completing work. Upon completing a positive title opinion and financing of at least \$500,000, Indigo would make a share issuance to Desert Gold equivalent of \$50,000 of Indigo common shares at a deemed price of 5 cents per share, and three subsequent share issuances over three years totaling \$300,000 at a deemed price equal to the volume weighted average price for the prior 10 day trading period. With work expenditures of CAD \$400,000, Indigo would earn 51% in the permit and with an additional CAD \$600,000 work expenditure, Indigo would earn 100% interest in the permit, subject to a 2% net smelter royalty ("NSR") in favor of the Company, where 1% NSR could be bought out at any time for USD \$1 million by Indigo.

On April 27, 2020, the Company raised CAD \$1,283,000 through the sale of 16,037,500 units at CAD\$0.08 per unit. Each unit consists of one common share and one-half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.15 per share for a period of three (3) years after issuance. In connection with closing, the Company will pay finders' fees of CAD \$46,550 and issue 581,875 non-transferable brokers warrants Each Broker Warrant entitles the holder to purchase one common share of the Company at a price of \$0.15 for a period of three years.

On May 5, 2020, the Company issued 250,000 common shares and paid CAD\$100,000 (\$75,364) to MMC to fulfil the annual instalment obligation in connection with the acquisition of mineral interest from MMC (Note 5).

On May 13, 2020, the Company granted a total of 2,925,000 incentive stock options to certain directors, officers, employees and consultants at exercise price of CAD\$0.10 per share and an expiry date five (5) years from the date of grant.

On May 26, the Company issued 25,000 common shares for options exercised at \$0.10 per share

On May 29, 2020, the Company granted a total of 300,000 incentive stock options to a consultant at exercise price of CAD\$0.20 per share and an expiry date five (5) years from the date of grant.

In June of 2020, 1,595,000 common shares were issued for warrant exercise at CAD\$0.09 per share.

In June of 2020, 559,960 common shares were cancelled.

DESERT GOLD VENTURES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2020 AND 2019
(Unaudited - Expressed in US dollars)

10. SUBSEQUENT EVENTS (CONTINUED)

The recent outbreak of the coronavirus, also known as "COVID-19", has spread across the globe and is impacting worldwide economic activity. Conditions surrounding the coronavirus continue to rapidly evolve and government authorities have implemented emergency measures to mitigate the spread of the virus. The outbreak and the related mitigation measures may have an adverse impact on global economic conditions as well as on the Company's business activities. The extent to which the coronavirus may impact the Company's business activities will depend on future developments, such as the ultimate geographic spread of the disease, the duration of the outbreak, travel restrictions, business disruptions, and the effectiveness of actions taken in Canada and other countries to contain and treat the disease. These events are highly uncertain and as such, the Company cannot determine their financial impact at this time.