



MANAGEMENT'S DISCUSSION AND ANALYSIS

For the three months ended March 31, 2021, and 2020



MANAGEMENT'S DISCUSSION AND ANALYSIS

The following discussion and analysis ("MD&A") of the operating results and financial condition of Unigold Inc. ("Unigold" or the "Corporation") for the three months ended March 31, 2021 and 2020 and should be read in conjunction with the audited, consolidated financial statements of the Corporation and related notes thereto for the years ended December 31, 2020 and 2019 (the "Annual Financial Statements") and the condensed consolidated interim financial statements for the three months ended March 31, 2021 and 2020 and the related notes thereto (the "Interim Financial Statements"). All financial information in this MD&A has been prepared in accordance with International Financial Reporting Standards ("IFRS"), and all dollar amounts are expressed in Canadian dollars (\$) unless otherwise indicated. Additional information, including the Corporation's press releases, has been filed electronically through the System for Electronic Document Analysis and Retrieval ("SEDAR") and is available online at www.sedar.com. The date of this report is May 31, 2021.

1. Corporation Overview

Unigold is a Canadian based, growth oriented, junior natural resource Corporation focused on exploring and developing its significant land position in the Dominican Republic, within the highly prospective Cretaceous-age Tiroo Formation. Unigold operates through its wholly owned Canadian subsidiary, Unigold Resources Inc., and its 97 per cent owned subsidiary, Unigold Dominicana, S.R.L., which is incorporated in the Dominican Republic ("DR").

2. Forward-Looking Statements

This MD&A contains "forward-looking information" within the meaning of applicable Canadian securities legislation. Forward-looking information includes, but is not limited to, information concerning Unigold's exploration program and planned gold production as well as Unigold's strategies and future prospects. Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans", "expects", or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "does not anticipate", or "believes" or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might", or "will be taken", "occur", or "be achieved". Forward-looking information is based on the opinions and estimates of management at the date the information is made, and is based on a number of assumptions and subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking information. Assumptions upon which such forward-looking information is based include, without limitation, availability of skilled labour, equipment, and materials; the potential of the Corporation's properties to contain economic metals deposits; the Corporation's ability to



meet its working capital needs for the twelve-month period ending March 31, 2022; and the plans, costs, timing and capital for future exploration and development of the Corporation's property interests in the Dominican Republic. Many of these assumptions are based on factors and events that are not within the control of Unigold and there is no assurance they will prove to be correct. Factors that could cause actual results to vary materially from results anticipated by such forward-looking information include changes in market conditions, variations in ore reserves, resources, grade or recovery rates, risks relating to international operations (including legislative, political, social, or economic developments in the jurisdictions in which Unigold operates), economic factors, government regulation and approvals, environmental and reclamation risks, actual results of exploration activities, fluctuating metal prices and currency exchange rates, costs, changes in project parameters, conclusions of economic evaluations, the possibility of project cost overruns or unanticipated costs and expenses, labour disputes and the availability of skilled labour, failure of plant, equipment or processes to operate as anticipated, capital expenditures and requirements for additional capital, risks associated with internal control over financial reporting, and other risks of the mining industry. Although Unigold has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking information, there may be other factors that cause actions, events or results not to be anticipated, estimated or intended. There can be no assurance that forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Unigold undertakes no obligation to update forward-looking information if circumstances or management's estimates or opinions should change except as required by applicable securities laws. The reader is cautioned not to place undue reliance on forward-looking information.

3. Nature of Operations

The Corporation published an updated Mineral Resource Estimate ("MRE") on May 13, 2021 with an effective date of May 10, 2021. The mineral resource was estimated by Mr. W. Lewis, P.Geo., Mr. A. San Martin, MAusIMM (CP), and Mr. R.M. Gowans, B.Sc., P.Eng., of Micon International Limited. ("Micon"). Micon is independent of Unigold and Messrs. Lewis, San Martin and Gowans meet the requirements of "Qualified Persons" as established by the Canadian Institute of Mining, Metallurgy and Petroleum ("CIM") Definition Standards for Mineral Resources and Mineral Reserves (May 2014). Full technical details of the estimate will be presented, together with the results of a Preliminary Economic Assessment ("PEA") on the oxide portion of the deposit, in a Technical Report that will be filed before June 10, 2021. The report will be available for review on SEDAR and on the Corporation's website.

Micon used the following assumptions and estimated the mineral resources using only gold recoveries for the oxide portions, and a Net Smelter Return ("NSR") model with gold, silver, and copper recoveries for the sulphide portion of the resource.

Table 1: Summary of Key Economic Parameters

| Candelones Parameters | Oxides (PEA) | | Sulphides |
|---------------------------------|--------------|------------|-----------|
| | Oxides | Transition | |
| Au price \$/oz | \$1,700 | \$1,700 | \$1,700 |
| Ag price \$/oz | \$20.00 | \$20.00 | \$20.00 |
| Cu price \$/lb | \$4.00 | \$4.00 | \$4.00 |
| Au recovery | 80% | 50% | 84% |
| Ag recovery | | | 55% |
| Cu recovery | | | 87% |
| Open Pit Mining Cost \$/t | \$2.35 | \$3.61 | \$2.85 |
| Mill Cost \$/t | \$7.40 | \$7.40 | \$25.00 |
| G&A Cost \$/t | \$2.39 | \$2.39 | \$2.39 |
| Open Pit Overall Cost \$/t | \$12.14 | \$13.40 | \$30.24 |
| Underground Mining Cost \$/t | | | \$60.00 |
| Underground Overall Cost \$/t | \$69.79 | \$69.79 | \$87.39 |
| Open Pit Au Cut-off g/t | 0.28 | 0.49 | 0.66 |
| Au Eq. Cut-off g/t | | | 0.65 |
| Open Pit NSR Cut-off (\$) | \$12.14 | \$13.40 | \$20.24 |
| Underground Au Cut-off (g/t) | 1.6 | 2.55 | 1.9 |
| Underground Au-Eq Cut-off (g/t) | 1.6 | 2.55 | 1.89 |
| Underground NSR Cut-off (\$) | \$69.79 | \$69.79 | \$77.39 |

Notes relating to Mineral Resource Estimate

Pit constrained resources are reported within an optimized pit shell; underground resources are reported within continuous and contiguous shapes which lie adjacent to and below the ultimate open pit shell and interpreted to be recoverable utilizing standard underground mining methods.

The pit constrained resource is reported within an optimized pit shell that assumed a maximum slope angle of 45 degrees. Open pit mining recovery was assumed to be 100%. Open pit dilution was assumed to be 0%. Underground mining recovery was assumed to be 100%. Underground dilution was assumed to be 0%.

Micon has not identified any legal, political, environmental or other risks that could materially affect the potential development of the mineral resource estimate.

The mineral resource estimates are classified according to the CIM Standards which define a Mineral Resource as "a concentration or occurrence of solid material of economic interest in or on the earth's crust in such form, grade or quality and quantity that there are reasonable prospects for eventual economic extraction. The location, quantity, grade or quality, continuity and other characteristics of a mineral resource are known, estimated or interpreted from specific geological evidence and knowledge including sampling. Mineral resources are sub-divided, in order of increasing geological confidence, into inferred, indicated and measured categories. An inferred mineral resource has a lower level of confidence than an indicated mineral resource. An indicated mineral resource has a higher level of confidence than an inferred mineral resource but has a lower level of confidence than a measured mineral resource."

The CIM Standards define an inferred mineral resource as: "that part of a mineral resource for which quantity and grade or quality are estimated on the basis of limited geological evidence and sampling. Geological evidence is sufficient to imply but not verify geological and grade or quality continuity. An inferred mineral resource has a lower level of confidence than that applying to an indicated mineral resource. It is reasonably expected that the majority of inferred mineral resources could be upgraded to indicated mineral resources with continued exploration."

All procedures, methodology and key assumptions supporting this mineral resource estimate shall be fully disclosed in a Technical Report that shall be available on SEDAR and the Corporation's website within forty-five (45) days of the effective date of the mineral resource estimate.

The reader is reminded that mineral resources are not mineral reserves and therefore do not have demonstrated economic viability.

Mineral resources at May 10, 2021 were estimated to be:

Table 2: Mineral Resource Estimates for the Candelones Project

| Effective Date | Mining Method | Mineralization Type | Category | Tonnes (x1,000) | Au g/t | Au oz (x1,000) | Strip Ratio | |
|----------------|--------------------------|-----------------------------------|-----------|-----------------|--------------|----------------|-------------|-----------|
| May 10, 2021 | OXIDE Open Pit (Starter) | Oxide (Heap Leach) | Measured | 1,851 | 0.82 | 49 | 0.13 | |
| | | | Indicated | 1,616 | 0.82 | 42 | | |
| | | Total Measured + Indicated | | | 3,467 | 0.82 | | 91 |
| | | Oxide (Heap Leach) | Inferred | 1,154 | 0.6 | 22 | | |
| | | Transition (Heap Leach) | | 478 | 0.87 | 13 | | |
| | | Total Inferred | | | 1,632 | 0.68 | | 36 |

| Mining Method | Category | NSR\$ Cut-off | Tonnes (x1,000) | AuEq g/t | Au g/t | Ag g/t | Cu % | AuEq oz (x1,000) | Au oz (x1,000) | Ag oz (x1,000) | Cu lb (x1,000) | Waste Ratio |
|-------------------------------------|------------|---------------|-----------------|-------------|-------------|-------------|-------------|------------------|----------------|----------------|----------------|-------------|
| Sulphide Open Pit | Measured | 20 | 6,280 | 2.22 | 1.9 | 3.28 | 0.18 | 449 | 383 | 662 | 25,042 | 6.24 |
| | Indicated | 20 | 13,098 | 1.63 | 1.4 | 4.18 | 0.12 | 688 | 591 | 1,762 | 34,201 | |
| | M+I | 20 | 19,378 | 1.82 | 1.56 | 3.89 | 0.14 | 1,137 | 974 | 2,425 | 59,243 | |
| | Inferred | 20 | 23,042 | 1.52 | 1.35 | 2.59 | 0.09 | 1,125 | 1,004 | 1,916 | 43,229 | |
| Sulphide Underground | Measured | 77 | 759 | 3.15 | 2.65 | 1.88 | 0.29 | 77 | 65 | 46 | 4,836 | |
| | Indicated | 77 | 348 | 2.73 | 2.35 | 2.32 | 0.22 | 31 | 26 | 26 | 1,652 | |
| | M+I | 77 | 1,107 | 3.02 | 2.56 | 2.02 | 0.27 | 107 | 91 | 72 | 6,488 | |
| | Inferred | 77 | 755 | 2.67 | 2.38 | 2.31 | 0.16 | 65 | 58 | 56 | 2,649 | |
| Total Measured and Indicated | | | 20,484 | 1.89 | 1.62 | 3.79 | 0.15 | 1,244 | 1,065 | 2,497 | 65,731 | |
| Total Inferred | | | 23,797 | 1.55 | 1.39 | 2.58 | 0.09 | 1,190 | 1,063 | 1,972 | 45,878 | |

Mineral resources are not mineral reserves and do not have demonstrated economic viability. A mineral resource is a concentration or occurrence of solid material of economic interest in or on the Earth's crust in such form, grade or quality and quantity that there are reasonable prospects for eventual economic extraction. The location, quantity, grade or quality, continuity and other geological characteristics of a mineral resource are known, estimated, or interpreted from specific geological evidence and knowledge, including sampling.

The current mineral resource established an initial measured and indicated resource for the Candelones sulphide resource. The economic viability of the oxide resource was assessed in a PEA which was released on April 26, 2021. Full technical details of the PEA will be presented, together with the results of a latest MRE, in a Technical Report that will be filed before June 10, 2021. The report will be available for review on SEDAR and on the Corporation's website. The PEA is discussed in more detail below.

The recoverability of the amounts shown for mineral properties and deferred exploration and evaluation costs are dependent upon the existence of economically recoverable mineral reserves, the ability of the Corporation to obtain the necessary financing to complete its

exploration programs and upon future profitable production or proceeds from disposition of such properties.

The Interim Financial Statements have been prepared on a going concern basis. The going concern basis of presentation assumes that the Corporation will continue in operation for the foreseeable future and be able to realize its assets and discharge its liabilities and commitments in the normal course of business. Because of continuing operating losses, the Corporation's continuance as a going concern is dependent upon its ability to obtain and manage adequate financing to meet the financial obligations of the Corporation or to reach profitable levels of operation. To address its financing requirements, the Corporation will seek from time to time, financing through measures that may include joint venture agreements, debt and equity financings, asset sales, and rights offerings to existing shareholders and/or another financial transaction.

It is not possible to predict whether financing efforts will be successful or if Unigold will attain profitable levels of operation. The Interim Financial Statements do not include any adjustments to the carrying values of assets and liabilities and the reported expenses and statement of financial position classification that would be necessary should the Corporation be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the Corporation's Interim Financial Statements. These adjustments could be material.

Looking forward – Strategy and Objectives for 2021

- Secure additional funding for the Corporation through private placements, rights issues, joint venture agreements, or other financing activity; and
- Utilize the funds raised to continue exploration of the Candelones Deposits with the following objectives:
 - Continue to work with the Government of the Dominican Republic in order to submit an application to convert a part of the Candelones Concession to a Mineral Exploitation (Mining) permit;
 - Continue drilling to expand the high-grade mineralization along strike and to depth;
 - Expand the newly identified near surface oxide and sub-surface sulphide mineralization to the east of the Candelones Extension deposit;
 - Establish a preliminary process flow sheet and process plant design for the sulphide mineralization;
 - Complete trade-off studies for underground versus open-pit sulphide mineralization; and
 - Begin systematic exploration of other targets within the Concession footprint recognizing observations collected during recent exploration drilling at Candelones Extension deposit.

The Corporation's long-term objective is to establish sustainable operations within the Neita Concession for the benefit of all stakeholders.

MD&A Period Highlights

CORPORATE

- Appointed Ramon Oscar Tapia Marion Landais as Country Director in the Dominican Republic, adding depth to our senior Management;
- A total of 3,645,000 warrants were exercised for proceeds of \$544,500;
- At the Annual and Special Meeting held on Thursday, May 27, 2021, all motions on the tabled Agenda were passed with the required number of votes cast. Messrs. Joseph Hamilton, Charles Page, Joseph Del Campo, Normand Tremblay and Jose Acero will continue to serve as directors of the Corporation until the next meeting of shareholders.

TECHNICAL

- Completed a PEA on the at-surface oxide mineral resource at the Candelones Main and Candelones Connector (PR 2021-06 dated April 26, 2021);
- Published its deepest drill intersection to date at Target B: 7.0 m averaging 21.89 g/t gold, 17.46 g/t silver, and 2.68% copper, and 0.78% zinc, the Corporation's highest-grade result to date at Target B;
- Discovered a new zone of oxide mineralization grading 2.08 g/t over 18 m on the east side of the sulphide mineralization.
- Continued a second phase of metallurgical tests designed to determine a process flowsheet for the comminution and recovery of gold from the Candelones deposits at Bureau Veritas Minerals, under the supervision of Micon;
- During the quarter ended March 31, 2021 (or "Reporting Period"), the Corporation expended \$1,325,994 for exploration costs – See Section 4 – *Results of Operations* for breakdown;
- The Corporation published an updated Resource Estimate for the mineralization at Candelones (see PR 2021-09 date May 13, 2021 for details):
 - Over 66% conversion of Inferred sulphide resource to Measured and Indicated categories;
 - Pit constrained Measured and Indicated Resource of 24.0 M tonnes averaging 1.50 g/t Au (1,158,000 ozs Au contained);
 - Inferred Resources of 25.4 M tonnes averaging 1.34 g/t Au (1,099,000 ozs Au) within the constrained pit;
- In Q1 2021, drilling extended the eastern limit of the Candelones Extension deposits 250 metres along strike to the east, intersecting sub-cropping oxide mineralization as well as near surface sulphide mineralization.

Results of Operations

A. Exploration

Geological Setting

Unigold's Neita concession covers a 21,031 Ha area within the highly prospective Tireo Formation, a 300 km x 75 km succession of intermediate volcanic and sedimentary rocks trending northwesterly through the island of Hispaniola. The island of Hispaniola was formed by island arc volcanism and tectonism, the result of subduction of the North America plate below the Caribbean plate during the Cretaceous Period. Island arc volcanism elsewhere in the world are highly prospective areas for:

- Cu and Cu-Au porphyry deposits;
- Low to high sulphidation Au and Au-Ag epithermal deposits; and
- Volcanogenic Hosted Massive Sulphide ("VHMS") Au-Ag-Cu-Zn deposits.

Recent exploration of the Tireo Formation has identified multi-million-ounce gold discoveries at Neita (Unigold), Romero (GoldQuest) and significant mineralization at La Miel (Eurasian Minerals /Newmont) in Haiti.

The current model guiding exploration assumes at least three mineralization events. The initial phase of mineralization is interpreted to be a low-grade gold, copper, zinc and silver VHMS event. This mineralization is believed to be the result of intermediate volcanism in a shallow-water, back-arc environment. Mineralization is hosted in dacite volcanoclastics that have been extensively brecciated. The dacites are capped by andesite volcanoclastics that are largely barren. A second style of mineralization, closely associated with the VHMS mounds, emplaced anomalous gold, silver, copper and zinc mineralization with disseminated sulphides that flood along the andesite-dacite contact and extends several tens of metres into the host dacites. This disseminated mineralization, spatially related to the andesite-dacite contact, was the focal point of exploration from 2010 through 2012. Subsequent volcanism is believed to have produced a second Intermediate Sulphidation Epithermal gold-copper mineralization event that migrated into the host dacites along high angle fault zones. Finally, late stage intermediate – mafic volcanism remobilized mineralization along the contacts of dikes and sills that appear to be intruded along the same fault systems as the epithermal gold-copper event.

Significant drill results for the period include:

| | |
|--------------------------|---|
| LP20-163 344.0 – 400.0m | 56.0m averaging 2.01 g/t Au, 1.4 g/t Ag, 0.19% Cu and 0.0% Zn; |
| Including 386.0 – 396.0m | 10.0m averaging 4.31 g/t Au, 2.7 g/t Ag, 0.27% Cu and 0.0% Zn; |
| LP20-165 243.0 – 541.0m | 298.0m averaging 1.21 g/t Au, 1.07 g/t Ag, 0.13% Cu and 0.07% Zn; |
| Including 256.0 – 273.0m | 17.0m averaging 6.26 g/t Au, 1.34 g/t Ag, 0.10% Cu and 0.14 % Zn; |
| and 458.0 – 465.0m | 7.0m averaging 21.89 g/t Au, 17.46 g/t Ag, 2.68% Cu and 0.78% Zn; |
| LP20-167 142.0 – 470.0m | 328.0m averaging 1.20 g/t Au, 2.30 g/t Ag, 0.12% Cu and 0.13% Zn; |
| Including 185.0 – 197.0m | 12.0m averaging 5.89 g/t Au, 18.00 g/t Ag, 0.06% Cu and 0.87% Zn; |

| | |
|-----------------------------|---|
| Including 323.0 – 356.0m | 33.0m averaging 4.89 g/t Au, 2.56 g/t Ag, 0.40% Cu and 0.00% Zn; |
| LP20-169 2.0 – 156.0m | 154.0m averaging 0.58 g/t Au, 1.95 g/t Ag, 0.11% Cu and 0.14% Zn; |
| Including 2.0 – 16.0m OXIDE | 14.0m averaging 2.11 g/t Au, 8.20 g/t Ag, 0.08% Cu and 0.10% Zn; |
| LP21-171 85.00 – 103.00 | 18.0m averaging 2.08 g/t Au, 1.10 g/t Ag, 0.30% Cu, 0.15% Zn. |

The intervals summarized above are reported as drilled interval length and not true width. True width cannot be estimated at this time due to insufficient information.

Turn around time for assay results continues to be six to eight weeks after completion of each hole.

Past Exploration Activity

For historical exploration activity, from 2007 to late 2020, see Unigold Annual Reports.

Recent Activity

Drilling during Q1-2021 transitioned from infill drilling in support of resource estimation to step out exploration drilling. Fourteen step out holes were completed testing for mineralization to the east and west of the Candelones Extension. To the west, a series of holes aligned along a N-S axis tested anomalous Induced Polarity (“IP”) responses at Candelones Connector. To the east, five holes at Montazo tested coincident soil geochemical and IP geophysical anomalies along a mapped andesite – dacite contact zone.

As at March 31, 2021, a total of 605 diamond drill holes totalling 148,005 metres have been completed within the Neita Concession.

Project work to date includes:

Table 3: Exploration Work to Date

| Compilation data | Q1 2021 | 2020 | PROJECT TO DATE |
|---------------------------------|-------------|---------------|-----------------|
| Oxide test pits | - | - | 31 |
| Drilling – holes | 24 | 51 | 605 |
| Drilling – metres | 7735 | 15,372 | 148,005 |
| Trenching – metres | - | - | 31,559 |
| Geochemical analysis | 2478 | 5,689 | 154,338 |
| Grab samples | - | - | 11,089 |
| Soil samples | - | - | 32,704 |
| Stream samples | - | - | 884 |
| Induced polarization lines – km | - | - | 196 |
| Magnetic survey lines – km | - | - | 687 |

A 5000 kg bulk sample oxide mineralization was collected in Q1 and shipped to Bureau Veritas in Vancouver for final 4.0 m x 51 cm column testing. This material will be used to complete

“run-of-mine” column testing. The results of these tests will be used to inform the feasibility study for the oxide portion of the deposit.

Further floatation test work on the sulphide mineralization is underway with the intention to optimize process variables for the recovery of gold, silver and copper. These tests, if results warrant, may culminate in process flowsheets for the sulphide mineralization. Depending on the results from this work, further tests may be required. Finally, preliminary standard geochemical tests will be used to characterize the tailings from the optimized process to allow more effective design of tailings facilities at a future operation.

In Q1/2021, the Corporation announced the highest-grade intercept to date at Target B, reporting 7.0 metres averaging 21.89 g/t Au, 17.46 g/t Ag, 2.68% Cu, and 0.78% Zn. This intercept is interpreted to have extended target B an additional 50 metres down dip suggesting potential for future resource additions at depth.

Also, in Q1/2021, the Corporation announced near surface oxide mineralization in LP20-169 a step out hole 150 metres east of the previously interpreted eastern limit of mineralization. The oxide mineralization, starting at a depth of two meters from surface, transitions into a broad zone of sulphide stockwork mineralization with elevated gold and copper grades that persists for over 100 meters. A second step out hole LP21-171, a further 100 meters to the east, intersected what is interpreted to be the same zone of stockwork sulphide mineralization over a 116.5-meter interval. This mineralization is interpreted to be the fault offset continuation of the Candelones Extension deposit and this hole suggests there is potential to increase the mineral resource further east of the current resource limit.

2021 Oxide PEA

The Corporation released the results of a positive PEA for the oxide portion of the Candelones mineralization. This independent study was prepared by Micon International Limited under the supervision of Mr. Richard Gowans, B.Sc. P.Eng., President and Principal Metallurgist, Micon International Limited (“Micon”) and included contributions from the geological and engineering teams at Micon and Halyard Inc. (Toronto). These firms provided the mineral resource estimates, design parameters and operating and capital cost estimates for mine operations, process facilities, major equipment selection, infrastructure, and project economic analysis. A full technical report will be filed before June 10, 2021, and will be available on the Corporation’s website.

The pertinent input parameters and results of the Candelones Oxide PEA Study (Base Case) are presented in Table 4 to Table 8. Table 8 presents the NPV and IRR sensitivity to variability in gold price, capital cost, and operating cost. Mineral resources for the Candelones project are shown in Table 2 above.

PEA Resource Estimate

The PEA is based on the measured, indicated, and inferred oxide mineral resource estimated by Mr. W. Lewis, P.Geo. and Mr. A. San Martin, MAusIMM (CP) of Micon, with an effective date of May 10, 2020 and will be included in a NI43-101 compliant technical report which will be

filed before June 10, 2021. Micon is independent of Unigold, and Messrs. Lewis and San Martin meet the requirements of a “Qualified Person” as established by the Canadian Institute of Mining, Metallurgy and Petroleum (“CIM”) Definition Standards for Mineral Resources and Mineral Reserves (May, 2014).

Cautionary Statement: *The reader is advised that the PEA summarized in this quarterly report and in the News Release dated April 26, 2021, is intended to provide only an initial, high-level review of the project potential and design options. The PEA mine plan and economic model include numerous assumptions and the use of inferred mineral resources. Inferred mineral resources are considered to be too speculative to be used in an economic analysis except as allowed for by NI 43-101 in PEA studies. There is no guarantee that inferred mineral resources can be converted to indicated or measured mineral resources, and as such, there is no guarantee the project economics described herein will be achieved. Totals in tables may differ due to rounding.*

Table 4: PEA Summary (reported in US\$)

| | |
|--|----------------|
| Total mineralized material mined (000 t) | 5,275 |
| Total waste (000 t) | 963 |
| Average grade (Au g/t) | 0.75 |
| Total gold contained (oz) | 126,995 |
| Total gold produced (oz) | 95,587 |
| Average gold recovery (%) | 75% |
| Average annual gold produced (oz) | 31,040 |
| Total initial Capex (US\$M) | \$36.5 |
| Sustaining capital (US\$M) | \$0.4 |
| Unit Operating Cost (per tonne) | |
| Mining (US\$/t) | \$3.22 |
| Processing (US\$/t) | \$5.97 |
| General & administration (US\$/t) | \$1.93 |
| Refining, delivery, royalty (US\$/t) | \$1.64 |
| Total operating cost per tonne processed (US\$/t) | \$12.76 |

Table 5: Capital Cost Summary (US\$ million)

| Capital Costs (US\$M) | Pre-Production | Sustaining | Total |
|-------------------------------|----------------|-------------|--------------|
| Mining | 1.84 | 0.43 | 2.27 |
| ADR Processing Plant | 11.84 | | 11.84 |
| Infrastructure | 12.86 | | 12.86 |
| EPCM, Indirects, Owners Costs | 5.18 | | 5.18 |
| Subtotal | 31.72 | 0.43 | 32.15 |
| Contingency | 4.76 | | 4.76 |
| Total Capital Costs | 36.48 | 0.43 | 36.90 |
| Closure and Rehabilitation | | 3.40 | |

Table 6: Summary Economics at US\$1,650 gold per oz (US\$ million)

| | |
|---|--------|
| LOM Net Smelter Return Revenue (US\$M) | \$150 |
| Total LOM Pre-Tax Cash Flow (US\$M) | \$90 |
| Average Annual Pre-Tax Cash Flow (US\$M) | \$29 |
| LOM Income Taxes (US\$M) | \$17 |
| Total LOM After-Tax Free Cash Flow after Capital Expenditures (US\$M) | \$34 |
| Average Annual After-Tax Free Cash Flow from Operations (US\$M) | \$23 |
| Discount Rate (%) | 5% |
| Pre-Tax 5% NPV (US\$M) | \$41 |
| Pre-Tax IRR | 50.3 % |
| After-Tax 5% NPV (US\$M) | \$26 |
| After-Tax IRR | 34.9 % |
| After-Tax Payback after start of production (Months) | 22 |

Table 7: All-In Sustaining Cost (US\$ million)

| | |
|--|--------------|
| Mining Cost (US\$M) | \$17.0 |
| Processing Cost (US\$M) | \$31.5 |
| General & Administrative (US\$M) | \$10.2 |
| Refining & Smelting (US\$M) | \$0.8 |
| Royalties (US\$M) | \$7.9 |
| Adjusted Operating Costs | \$67.3 |
| Sustaining (US\$M) | \$0.4 |
| Closure cost (US\$M) | \$3.4 |
| Total (US\$M) | \$71.2 |
| All-in Sustaining Cost (US\$/oz) | \$744 |
| <i>All-in Sustaining Costs are presented as defined by the World Gold Council less Corporate G&A</i> | |

Table 8: NPV & IRR Sensitivities (Base Case¹ in bold): 5% Discount Rate

| | | 75% | 80% | 85% | 90% | 95% | 100% | 105% | 110% | 115% | 120% | 125% |
|----------------|-------------|---------|---------|---------|---------|---------|----------------|---------|---------|---------|---------|---------|
| Gold Price | NPV (US\$M) | -\$ 0.1 | \$ 5.2 | \$ 10.5 | \$ 15.7 | \$ 21.0 | \$ 26.3 | \$ 31.6 | \$ 36.9 | \$ 42.2 | \$ 47.4 | \$ 52.7 |
| | IRR | 4.9% | 11.2% | 17.4% | 23.4% | 29.2% | 34.9% | 40.5% | 46.0% | 51.4% | 56.8% | 62.0% |
| Operating Cost | NPV (US\$M) | \$ 36.0 | \$ 34.1 | \$ 32.1 | \$ 30.2 | \$ 28.3 | \$ 26.3 | \$ 24.4 | \$ 22.4 | \$ 20.5 | \$ 18.5 | \$ 16.6 |
| | IRR | 45.3% | 43.3% | 41.2% | 39.1% | 37.0% | 34.9% | 32.8% | 30.7% | 28.5% | 26.4% | 24.2% |
| Capital Cost | NPV (US\$M) | \$ 35.5 | \$ 33.7 | \$ 31.8 | \$ 30.0 | \$ 28.2 | \$ 26.3 | \$ 24.5 | \$ 22.6 | \$ 20.8 | \$ 18.9 | \$ 17.1 |
| | IRR | 55.0% | 50.2% | 45.9% | 41.9% | 38.3% | 34.9% | 31.8% | 29.0% | 26.3% | 23.8% | 21.4% |

1 – Base Case: US\$1,650 gold per oz; CAPEX US\$36.90 Million; Operating Cost US\$12.76/ tonne processed

Mining

The mineral resources used in the mine plan for this PEA outcrop on surface and are contained within a pit with a maximum depth of approximately 30 metres. The mine has an estimated production rate of 5,000 tonnes per day. Contract mining is assumed using a local, established construction contractor in the Dominican Republic. The material is free-dig at surface. No drilling or blasting is contemplated in this study. Approximately 27% of the production is estimated to be transition material.

Processing

The PEA estimates that a total of 150,000 tpm of material will be extracted and hauled approximately 3 km onto a Run-of-Mine Heap leach pad. Gold and silver will be recovered in an adsorption-desorption-recovery circuit and electrowinning cells, with gold room recovery and production of bullion bars. Silver credits are not included in the financial modelling. No tailings facility is required. Gold recovery estimates for oxide and transition mineralization are based on a column leach test work currently ongoing at Bureau Veritas Commodities Canada Ltd. metallurgical test laboratories, Vancouver, where preliminary results indicate 87% gold extraction in 30 days for -19 mm oxide mineralization and over 60% gold extraction in 43 days for -12.5 mm transition mineralization. This study uses an average 75% leach recovery with a 10-week leach cycle.

Future Work

The capital and operating cost estimates for the PEA were developed from first principles and are thought to be accurate to preliminary feasibility levels. The Corporation intends to complete final metallurgical testing on the oxides, then move directly to complete detailed engineering and a feasibility study. The Corporation would like to be in a position to be able to make a production decision in early 2022.

Exploration Outlook

The material categories of cumulative exploration and evaluation assets are summarized below:

| | Balance Dec. 31, 2020 | Additions in Q1/2021 | Balance Mar. 31, 2021 |
|--|--------------------------------------|---------------------------------|--------------------------------------|
| Geology/Field | | | |
| Drilling (including supplies and logistics expenses) | \$14,551,497 | \$273,925 | \$14,825,422 |
| Consulting (contract geologists and other technical specialists) | 7,357,991 | 356,909 | 7,714,900 |
| Wages and salaries | 5,519,677 | 104,313 | 5,623,990 |
| Camp and field expense (including geochemistry and geophysics) | 2,540,002 | 119,505 | 2,659,507 |
| Travel, domestic and international | 1,633,695 | 1,454 | 1,635,149 |
| Community Social Responsibility (CSR) | 169,079 | 34,397 | 203,476 |
| Environment | 23,831 | 106,251 | 130,082 |
| Technical studies/Analysis | | | |
| Laboratory analysis | 5,045,358 | 102,911 | 5,148,269 |
| Financial/Administrative Support | | | |
| Taxes and duties | 571,060 | 187,612 | 758,672 |
| Other G&A, legal, insurance | 6,937,581 | 38,717 | 6,976,298 |
| | \$44,349,771 | \$1,325,994 | \$45,675,765 |

B. Financial Performance

FINANCIAL POSITION AND CORPORATE SPENDING

At March 31, 2021:

- Unigold had \$2,539,725 (December 31, 2020 – \$4,034,564) cash to settle accounts payables and accrued liabilities of \$165,779 (December 31, 2020 - \$107,324); and
- The Corporation had other current assets of:
 - receivables of \$69,710 (December 31, 2020 – \$174,811), which is principally recoverable HST of \$42,001 (December 31, 2020 – \$152,457); and
 - other financial assets and prepaid expenses of \$148,088 (December 31, 2020 – \$289,823) which is mainly attributable to: \$85,968 prepaid investor relations and market awareness services, \$14,648 for prepaid D&O, commercial, marine and medical insurance premiums, and \$14,858 for upfront SEDAR, TSXV, and OTC Exchange annual fees.

During the quarter ended March 31, 2021:

- Expended \$1,325,994 on exploration at Neita – primarily on drilling costs, lab analysis, metallurgy consulting costs, camp and field expenses and ongoing security and technical services at site and consulting fees for programs being developed in the areas of corporate social responsibility, and environment studies; and
- The Corporation recorded an operations loss of \$1,734,533 compared to a loss of \$1,126,525 recorded in Q1/2020; the Corporation also recorded \$94,078 (2020 - \$11,836) in share-based compensation expense for the estimated fair value of certain stock options granted during the three months ended March 31, 2021, and 2020, respectively.

Selected Period Information

The following table provides selected financial information and should be read in conjunction with the Corporation's Interim Financial Statements:

| At | March 31, 2021 | December 31, 2020 |
|--|---------------------------|------------------------------|
| Total assets | \$3,686,573 | \$5,285,186 |
| Total liabilities | \$165,779 | \$107,324 |
| Accumulated deficit | \$(66,733,515) | \$(64,982,369) |
| | | |
| Three months ended March 31, | 2021 | 2020 |
| Net loss for the period | \$(1,751,146) | \$(1,117,693) |
| Net loss per share | \$(0.01) | \$(0.01) |
| Weighted average shares issued and outstanding | 127,075,293 | 78,354,642 |

Between April and August 2020, the staffing at the project was reduced to a minimum, drilling was halted, and travel to and from the DR by the technical team ceased. However, this period provided an opportunity for increased laboratory analysis, the expansion of metallurgical studies, and a revamping of our data room. Operations resumed in late August 2020 and have been carried out, continuously, to date. Protocols for safety in the workplace have been stringent for the camp, and last week the workers received their first COVID-19 vaccine. Foreign consultants have been engaged at the site however Canadian management is waiting for their second vaccination before returning to the project.

A 36% increased net loss, from Q1/2020 compared to Q1/2021 resulted primarily from:

- Exploration expenditures increased by \$474,641 due to expanded activity in the areas of drilling, consulting, technical reports, camp and field expenses, CSR and environment study consulting, and taxes and duties owed for importing drill equipment and parts from Canada. Added labour and security for shifts conducted 24-7 also resulted in higher payroll, source deductions, and benefit costs at camp. Additionally, Mr. Tapia joined the Corporation's senior management team, in the Dominican Republic, on salary.
- Business development and travel expenses increased by \$78,176 for the continuing fees due to Clarkham Capital, an investor relations specialty firm engaged in 2020 for market awareness services in the UK and abroad, and attendance fees at the Metals Investor and Precious Metals Summit Conferences;
- Share-based compensation expense was \$94,078 compared to \$11,836 in the prior year period for the granting of 1,000,000 stock options in February 2021, and an additional expense of \$66,983 for the amortized fair value of share-based compensation expense for options granted in 2020 that vested during the current period; and
- Amortization expense increased from \$8,328 to \$51,735, with the additions of drilling equipment and parts of \$600,000 in 2020, and the purchase of 2 trucks and a Corporation SUV to be used to provide transportation from the cities to the camp and field site.

Quarterly Financial Information

The following table sets out selected financial information derived from the Corporation's consolidated financial statements for each of the eight most recently completed quarters:

| | 2021 | 2020 | | | | 2019 | | |
|---|---------|---------|---------|--------|---------|---------|--------|--------|
| <i>\$ thousands, except per share amounts⁽¹⁾</i> | Q1 | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 | Q2 |
| Interest income | 2.5 | 9.8 | 1 | - | - | - | - | - |
| Net loss | (1,751) | (1,646) | (1,878) | (456) | (1,118) | (1,476) | (714) | (234) |
| Net loss per share | (0.01) | (0.04) | (0.00) | (0.00) | (0.00) | (0.04) | (0.01) | (0.00) |
| E&E expenditures | (1,326) | (847) | (632) | (250) | (860) | (1,111) | (227) | (91) |

⁽¹⁾Quarter net loss for both 2021 and 2020 has been restated to reflect the policy change from capitalizing exploration and evaluation expenditures to charging them to the statement of loss and comprehensive loss.

4. Liquidity and Capital Resources

The Corporation considers the capital that it manages to include share capital, reserve for warrants, reserve for share-based payments, and accumulated deficit, which at March 31, 2021 was \$3,517,963 (December 31, 2020 - \$5,175,031). The Corporation manages and makes adjustments to its capital structure based on the funds needed in order to support the acquisition, exploration and development of mineral properties. Management does this in light of changes in economic conditions and the risk characteristics of the underlying assets. There has been no change with respect to the overall capital risk management strategy during the three months ended March 31, 2021, and 2020.

As of March 31, 2021, the Corporation had a cash balance of \$2,539,725 (December 31, 2020 - \$4,034,564) and working capital of \$2,591,744 (December 31, 2020 - \$4,391,874).

Unigold has no producing properties and, consequently, has no current operating income or cash flow. Financing of the Corporation's activities to date has been primarily obtained from equity issuances. The continuing development of the Corporation's properties therefore depends on the Corporation's future ability to obtain additional financing through equity issuances, debt or sale of assets.

5. Key Management Compensation

The following is the compensation recorded for Key Management, the aggregate of which was paid to individuals, personal management corporations, and corporate services providers during the three months ended March 31, 2021, and 2020:

| Three months ended March 31, | 2021 | 2020 |
|-------------------------------------|-----------------|-----------|
| Management fees ⁽¹⁾⁽²⁾ | \$67,984 | \$116,808 |
| Directors' fees ⁽³⁾ | 25,000 | 35,000 |
| Share-based compensation | — | 10,336 |
| | \$92,984 | \$162,144 |

(1) Includes the wages for and fees charged by the CEO, CFO, COO and Corporate Secretary;

(2) This figure does not include \$74,000 which is the aggregate of 100% of the COO's and 40% of the CEO's compensation during the quarter, which has been included in exploration expenditures; and

(3) Director's fees are lower in Q1/2021 as two former directors did not stand for re-election at the 2020 Annual General Meeting held October 27, 2020.

6. Related Party Transactions

The Corporation's related parties as defined by IAS 24, *Related Party Disclosures*, include the Corporation's subsidiaries, the Board of Directors, close family members and enterprises that are controlled by these individuals and key management, as well as certain persons performing similar functions.

During the three months ended March 31, 2021, and 2020, the Corporation entered into the following transactions with a related party:

| Three months ended March 31, | 2021 | 2020 |
|--|----------|-----------|
| Aggregate compensation paid to companies controlled by key management persons ⁽¹⁾ | \$16,319 | \$177,500 |

(1) A total of \$16,319 (2020 - \$177,500) was paid to a corporation ("Hanson") controlled by the Chief Operating Officer ("COO") for technical services provided by the employees of Hanson. Effective August 1, 2020, the COO became a full-time employee of the Corporation, and 100% of the fees paid to the COO, either directly or through Hanson have been charged to exploration expenditures.

These transactions were in the normal course of operations.

7. Commitments, Contingencies and Contractual Obligations

The Corporation's exploration activities are subject to various federal, provincial and international laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Corporation conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations. The Corporation plans to make expenditures, in the future, to comply with such laws and regulations, as applicable.

Contractual Obligations

Typically, the Corporation enters into agreements with time periods no longer than 12 months. Currently, the minimum contractual payments over the next five years are as follows:

| Year | Total | 2021 | 2022 | 2023 | 2024 | 2025 |
|-----------------------------------|-----------|-----------|------|------|------|------|
| Office lease | \$4,000 | \$4,000 | \$- | \$- | \$- | \$- |
| Corporate services | 84,000 | 84,000 | - | - | - | - |
| Management fees | 565,004 | 565,004 | - | - | - | - |
| Technical services - break fee | 200,000 | 200,000 | - | - | - | - |
| | \$853,004 | \$853,004 | \$- | \$- | \$- | \$- |

See Annual Financial Statements - note 13 - *Commitments and Contingencies*.

The Corporation has contracted Longford Exploration Services Ltd. ("Longford") to provide professional geological services in the Dominican Republic. The contract with Longford terminates on January 31, 2022, and can be extended for a further six months by mutual agreement. The Corporation may terminate the contract in advance by paying \$200,000 and covering demobilization costs for Longford staff in the Dominican Republic.

2015 Private Placement

In connection with the 2015 private placement, an investment agreement was signed which gives Osisko Gold Royalties Ltd. ("Osisko") certain rights as long as Osisko continued to hold Unigold shares equal to at least 10% of the issued and outstanding Unigold shares on a non-diluted basis. Osisko dropped below 10% ownership based on the June 23 financing. As a result, many of the rights granted to Osisko in the 2015 placement have terminated. Osisko continues to hold an option to purchase a 2% net smelter return ("NSR") royalty on Unigold's Neita property for a consideration of \$2,000,000, exercisable 90 days following the delivery of a feasibility study. Once exercised, Unigold will have the right to repurchase a 1% NSR (being 50% of the 2% NSR held by Osisko) for \$1,000,000 until 90 days following the achievement of commercial production.

Employment and Corporate Services Contracts

- (a) The Corporation is a party to certain corporate and technical employment contracts. If the employees are terminated for 'other than cause' or 'change of control', then the employees shall be entitled to severance payments equal to 12 months' compensation.
- (b) Directors' fees are set at \$20,000 per annum, per director. The Chair of the Audit Committee receives an additional \$20,000 per annum, for serving in that role.
- (c) The Dominican Republic has laws requiring severance payments if those employees are terminated. At December 31, 2020, the liability is approximately CAD \$143,963. This figure changes subject to fluctuating foreign exchange rates and the number of employees hired. As the likelihood of the terminations taking place is not determinable, the contingent payments have not been recorded in the Annual Financial Statements.
- (d) Grove has been retained to provide corporate services to Unigold for \$7,000 monthly. This arrangement is renewable annually and termination by the Corporation requires 90 days' written notice.

8. Trend Information

There are no major trends that are anticipated to have a material effect on the Corporation's financial condition and results of operations in the near future.

9. Off-Balance Sheet Arrangements

The Corporation has no off-balance sheet arrangements, no capital lease agreements, and no long-term debt obligations.

10. Proposed Transactions

There are no proposed transactions that will materially affect the performance of the Corporation. However, as is typical of the gold exploration sector, Unigold's Management is continually reviewing potential property acquisition, investment, and joint venture transactions and opportunities.

11. Significant Accounting Judgments and Estimates

The Corporation prepares its Annual Financial Statements in accordance with IFRS. The most significant accounting estimates are the policy of capitalizing exploration costs on its properties and the valuation of such properties, and the share-based compensation calculation.

The Corporation reviews its portfolio of exploration properties on an annual basis to determine whether a write-down of the capitalized cost of any property is required. The recoverability of the amounts shown for exploration properties and deferred exploration and evaluation assets is dependent on the existence of economically recoverable reserves, and the ability to obtain financing to complete the development of such reserves.

The Corporation uses the Black-Scholes model to determine the fair value of options and warrants. The main factor affecting the estimates of share-based compensation is the share price volatility used. The Corporation uses the historical price data and comparables in the estimate of future volatilities.

See Interim Financial Statements – note 4 - *Significant Accounting Judgements and Estimates*.

12. Risks and Uncertainties

At the present time, Unigold does not hold any interest in a mining property in production. The Corporation's viability and potential successes lie in its ability to develop, exploit and generate revenue out of mineral deposits. Revenues, profitability and cash flow from any future mining operations involving the Corporation will be influenced by precious and/or base metal prices and by the relationship of such prices to production costs. Such prices have fluctuated widely and are affected by numerous factors beyond the Corporation's control.

Permitting and Licencing

On May 22, 2018, Unigold announced that the Ministry of Energy and Mines of the Dominican Republic had granted the Corporation the Neita Fase II Exploration Concession. The Concession is valid for a three-year period after which there is a possibility of two additional

one-year extensions. On November 2, 2018, Unigold announced that the environmental permit (the “Environmental Permit”) for exploration on Neita had been approved by the Ministry of the Environment of the Dominican Republic. The Environmental Permit was valid for a two-year period. An application for an extension of the Environmental Permit was made to the Ministry of the Environment in Q2/2020. In mid-October 2020, the Environmental permit was extended for 60 days pending the review of the renewal application. In early November 2020, the permit was extended to May 21, 2021 to coincide with the anniversary of the Nieta Fase II exploration license. Unigold applied for the first one-year extension of the exploration concession and on March 12, 2021, the extension was granted until May 2022. On April 16, 2021, the Corporation requested an extension of the Environmental Permit until May 2022 to coincide with the new anniversary date for the Exploration Concession. While Unigold believes that it is in compliance with applicable legislation and is up-to-date with required regulatory filings, there can be no certainty that permits will be issued in a timely manner.

Unigold’s exploration properties are subject to ongoing renewal and application processes. Should renewals and applications not be granted, then the carrying value of the exploration properties and exploration and evaluation assets may be impaired.

Novel Coronavirus (“COVID-19”)

In March 2020, the World Health Organization declared a global pandemic related to COVID 19. Its impact on world economies has been far-reaching and business around the world is being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, appropriate use of personal protection equipment (“PPE”), and closures of non-essential services have triggered significant disruptions to business worldwide, resulting in and economic slowdown.

Global stock markets have also experienced high volatility and significant movement. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions. There is significant uncertainty surrounding COVID 19 and the extent and impact that it may have on our financial position and results, exploration activities, workers, partners, consultants, suppliers and on global financial markets is indeterminable at this time.

Nature of Mineral Exploration and Development Projects

Mineral exploration is highly speculative in nature, involves many risks and frequently is non-productive. There is no assurance that exploration efforts will be successful. The exploration and development of mineral deposits involves significant financial and other risks over an extended period of time, which even a combination of careful evaluation, experience, and knowledge may not eliminate. Few mining properties that are explored are ultimately developed into producing mines. Major expenses are required to establish reserves by drilling and to construct mining and processing facilities. Large amounts of capital are frequently required to purchase necessary equipment. It is impossible to ensure that the current or

proposed exploration programs on properties in which the Corporation has an interest will result in profitable commercial mining operations.

Success in establishing mineral reserves through exploration is the result of a number of factors, including the quality of management, the Corporation's level of geological and technical expertise, the quality of land available for exploration and other factors. Once mineralization is discovered, it may take several years in the initial phases of drilling until production is possible, during which time the economic feasibility of production may change. Substantial expenditures are required to establish proven and probable reserves through drilling, to determine the optimal metallurgical process to extract the metals from the ore and, in the case of new properties, to construct mining and processing facilities. Whether a deposit will be commercially viable depends on a number of factors, including the particular attributes of the deposit, such as its size and grade, costs and efficiencies of the recovery methods that can be employed, proximity to infrastructure, financing costs and governmental regulations, including regulations relating to prices, taxes, royalties, infrastructure, land use, importing and exporting of gold or silver, and environmental protection.

The effect of these factors cannot be accurately predicted, but the combination of these factors may result in the Corporation not receiving an adequate return on its invested capital. Because of these uncertainties, no assurance can be given that exploration programmes will result in the establishment or expansion of resources or reserves.

The Corporation's Properties Are Subject to Title Risks

The Corporation has taken all reasonable steps to ensure that it has proper title to its properties. However, the Corporation cannot provide any guarantees that there are no prior unregistered agreements, claims or defects that may result in the Corporation's title to its properties being challenged. A successful challenge to the precise area and location of these claims could result in the Corporation being unable to operate on its properties as anticipated or being unable to enforce its rights with respect to its properties, which could have a material and adverse effect on the Corporation's future cash flows, earnings, results of operations and financial condition.

The Corporation and Its Projects Are Subject to Risks of Operating in Foreign Countries

The Corporation's projects are subject to the risks of operating in foreign countries. The Corporation's foreign operations and investments and its ability to carry on its business in the normal course may be adversely affected by political and economic considerations such as civil unrest, war (including in neighbouring states), terrorist actions, labour disputes, corruption, sovereign risk, political instability, the failure of foreign parties, courts or governments to honour or enforce contractual relations, changing government regulations with respect to mining (including environmental requirements, taxation, land tenure, foreign investments, income repatriation and capital recovery), fluctuations in currency exchange and inflation rates, import and export restrictions, challenges to the Corporation's title to properties or mineral rights, problems renewing concessions and permits, opposition to mining from environmental or other non-governmental organizations, increased financing costs, instability due to economic under-development, inadequate infrastructure, and the

expropriation of property interests. In addition, the enforcement by Unigold of its legal rights to exploit its properties or to utilize its permits and concessions may not be recognized by the court systems in the Dominican Republic. The occurrence of one or more of these risks could have a material and adverse effect on the viability and financial performance of its foreign operations, which could have a material and adverse effect on the Corporation's future cash flows, earnings, results of operations and financial condition. Any of these events could also result in conditions that delay or prevent the Corporation from exploring or developing its properties even if economic quantities of minerals are found.

Financing Risk

To fund future investments in its mineral properties the Corporation requires capital. Dependent on exploration success results, the Corporation may not have sufficient working capital and may have to access the capital markets. Subject to economic conditions at the time, there can be no assurance the Corporation would be able to raise additional debt or equity financing on acceptable terms. If the Corporation cannot finance its future projects, it could have a material and adverse effect on the Corporation's future cash flows, earnings, results of operations and financial condition.

14. Environmental Matters

In the risks section above, reference was made to several risks impacting on environment matters. Unigold believes that it is in compliance with all environmental regulations in the Dominican Republic and has made no provision for environmental remediation costs as such costs are believed to be immaterial. Environmental remediation of exploration sites is an ongoing and continuous activity.

15. CSR, Safety and Health

The Corporation engages in and adheres to the principles of sound Corporate Social Responsibility with the local communities and people where it operates. While the Corporation recognizes that the funds to achieve these goals are derived from shareholders investment in the Corporation, it also believes that those same shareholders recognize that pragmatic and cost-effective CSR activity benefits all stakeholders and enables ongoing field activity with the support of local leaders, government, landowners and the community in general.

There were no lost time accidents during the period. There were no reportable environmental compliance events during the period.

16. Accounting Policies – Changes and Issuances

(a) Change in Accounting Policy for Exploration and Evaluation Expenditures

In order to enhance the relevance to the decision-making needs of users and improve comparability with its peers, the Corporation has voluntarily changed its accounting policy

with respect to exploration properties and deferred exploration expenditures, consistent with the guidance provided in IFRS 6 – Exploration for and Evaluation of Mineral Resources and IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors. The new accounting policy was adopted on December 31, 2020 (“Policy Change Date”). In prior periods the Corporation’s policy was to defer exploration expenditures until such time as the properties were put into commercial production, sold or become impaired. The Corporation elected to change this accounting policy to expense exploration expenditures as incurred, effective on the Policy Change Date. This policy change resulted in recording a write-down of the carrying value of the historic exploration and evaluation assets of \$41,760,970.

The full accounting policy is as follows:

The Corporation expenses exploration and evaluation expenditures as incurred. Expenses charged to Exploration properties include acquisition costs of mineral property rights, property option payments and certain exploration and evaluation activities. See Interim Financial Statements - note 4c – *Change in Accounting Policies for Exploration and Evaluation Expenditures*.

Once a project has been established as commercially viable, technically feasible and the decision to proceed with development has been approved by the Board of Directors, related development expenditures are capitalized. This includes costs incurred in preparing the site for mining operations. Capitalization ceases when the mine is capable of commercial production.

(b) Accounting standards and interpretations issued

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods on or after January 1, 2021, or later periods. Many are not applicable or do not have a significant impact to the Corporation and have been excluded.

See Interim Financial Statements – note 4 – *Summary of Significant Accounting Policies*

17. Financial Instruments and Capital Management

Fair Value

IFRS requires that the Corporation disclose information about the fair value of its financial assets and liabilities. The carrying amounts for cash and cash equivalents, sundry receivables, accounts payable and accrued liabilities on the Statements of Financial Position approximate fair value because of the limited term of these instruments. Fair value estimates are made at the statement of financial position date based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties in significant matters of judgment and therefore cannot be determined with precision. Changes in assumptions could significantly affect these estimates.

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Corporation's credit risk is primarily attributable to cash, other receivables, other financial assets and other investments. Cash is held with reputable Canadian financial institutions, from which management believes the risk of loss to be minimal. Financial instruments included in other receivables consist of harmonized sales tax due from the Federal Government of Canada.

Liquidity Risk

The Corporation has in place a planning and budgeting process to help determine the funds required to support the Corporation's normal operating requirements on an ongoing basis and its capital, administrative, and exploration and evaluation expenditures. The Corporation ensures that there are sufficient funds to meet its short-term requirements, taking into account its anticipated cash flows from operations and its holdings of cash and cash equivalents.

As at March 31, 2021, the Corporation has working capital of \$2,591,744 (December 31, 2020 – \$4,391,874). This is comprised of \$2,539,725 cash and cash equivalents (December 31, 2020 – \$4,034,564) to settle current accounts payable and accrued liabilities of \$165,779 (December 31, 2020 – \$107,324). The Corporation's other current assets consist of other receivables of \$69,710 (December 31, 2020 – \$174,811) and other financial assets and prepaid expenses of \$148,088 (December 31, 2020 – \$289,823).

At March 31, 2021, Management believes the Corporation has sufficient funding to meet the ongoing corporate costs of the Corporation, but depending on exploration results, the Corporation will need to seek additional funding for the advance of the Neita project.

See Interim Financial Statements – note 2 – *Going Concern*.

Market Risk

At the present time, the Corporation does not hold any interest in a mining property that is in production. The Corporation's viability and potential success depends on its ability to develop, exploit, and generate revenue from the development of mineral deposits. Revenue, cash flow, and profits from any future mining operations in which the Corporation is involved will be influenced by precious and/or base metal prices and by the relationship of such prices to production costs. Such prices can fluctuate widely and are affected by numerous factors beyond the Corporation's control.

Foreign Exchange Risk

The Corporation's financings are in Canadian dollars, however certain of the Corporation's transactions with its subsidiaries, Unigold Resources Inc. and Unigold Dominicana, S.R.L., are incurred in foreign currencies of United States Dollars ("US\$") and Dominican Republic Pesos ("DOP") and are therefore subject to gains or losses due to fluctuations in foreign currency exchange rates. The Corporation is therefore subject to foreign exchange risk. At March 31, 2021, the Corporation had foreign cash balances of the Canadian equivalent of \$231,617

(December 31, 2020 – \$308,579) and foreign accounts payable and accrued liabilities of \$88,365 (December 31, 2020 – \$30,097). Sensitivity to a plus or minus 5% change in the foreign exchange rate would have resulted in a decrease in the net assets of the Corporation in the amount of \$7,163 at March 31, 2021 (December 31, 2020 – \$13,924). The Corporation has no hedging policy to mitigate foreign exchange risk and purchases US\$ on an 'as needed basis' or when foreign currency rates are favourable.

Interest Rate Risk

The Corporation's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its financial institutions. The Corporation periodically monitors the investments it makes and is satisfied with the creditworthiness of its financial institutions. As of March 31, 2021, interest rate risk is minimal since the Corporation has no interest-bearing debt instruments.

Commodity Price Risk

The ability of the Corporation to develop its properties and the future profitability of the Corporation is directly related to the market price of certain minerals.

Sensitivity Analysis

The Corporation is exposed to foreign currency risk of fluctuations on financial instruments that are denominated in US\$ and Dominican Republic Pesos related to cash balances, other investments and accounts payable. Sensitivity to a plus or minus 5% change in the foreign exchange rate would not have resulted in a significant fluctuation in quarter ended March 31, 2021.

Capital Management

Unigold considers its capital structure to consist of total equity attributable to equity holders of the Corporation. The Corporation manages its capital structure and makes adjustments to it, in order to have the funds available to support its exploration and corporate activities. The Corporation's objective in managing capital is to safeguard its ability to operate as a going concern. The Corporation is in the development stage and as such is dependent on external financing. In order to carry out planned exploration and development, and pay for administrative and operating costs, the Corporation will spend its existing working capital. The Corporation's objective when managing capital is to safeguard the Corporation's ability to continue as a going concern in order to pursue the exploration of its exploration properties and maximize shareholder returns. The Corporation satisfies its capital requirements through careful management of its cash resources and by equity issues, as necessary, based on the prevalent economic conditions of both the industry and the capital markets and the underlying risk characteristics of the related assets. Management reviews its capital management approach on an ongoing basis. The Corporation is not subject to externally imposed capital requirements.

18. Financial Reporting and Disclosure Controls and Procedures

Management believes that based upon the evaluations and actions taken to date, reasonable assurance can be provided that there is no material misstatement of the financial results reported as of March 31, 2021.

19. Outstanding Share Data

| As at | Common Shares | Warrants | Finder Warrants | Stock Options | Fully Diluted |
|----------------|---------------|------------|-----------------|---------------|---------------|
| Dec. 31, 2020 | 127,075,293 | 20,304,167 | 1,957,470 | 9,796,000 | 159,132,930 |
| March 31, 2021 | 127,075,293 | 20,304,167 | 1,957,470 | 10,796,000 | 160,132,930 |
| May 31, 2021 | 130,720,293 | 16,704,167 | 1,912,470 | 10,796,000 | 160,132,930 |

20. Qualified Person

The foregoing scientific and technical information has been prepared or reviewed by Wes Hanson, P.Geo., the Chief Operating Officer of the Corporation. He also supervises all work associated with the Corporation's exploration programs in the Dominican Republic. Mr. Hanson is a "qualified person" within the meaning of National Instrument 43-101.

21. Corporate Directory

Directors

Joseph Hamilton
Charles Page (Lead Director)
Joseph Del Campo
Normand Tremblay
Jose Acero

Officers and Management

Joseph Hamilton, Chairman and CEO
Donna McLean, CFO
Wes Hanson, P.Geo., COO
Helga Fairhurst, Corporate Secretary
Ramon Oscar Tapia Marion Landais,
Country Director - Dominican Republic

Auditors

McGovern Hurley LLP,
Toronto, Ontario

Legal Counsel

Bennett Jones LLP,
Toronto, Ontario

Marat Legal, S.R.L.
Santo Domingo, Dominican Republic

Registrar & Transfer Agent

Computershare Trust Corporation of
Canada,
Toronto, Ontario

Banker

Bank of Montreal,
Toronto, Ontario

Executive Office

Ste. 2704 – 401 Bay St.
P.O. Box 4
Toronto, Ontario M5H 2Y4 Canada
Telephone: 416-866-8157

E-mail: unigold@unigoldinc.com

Shareholder Information

Contact Information:
Computershare Investor Services
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Toronto, ON M5J 2Y1
1 800 564-6253
Web Contact Form:
www.investorcentre.com/service

Further information about Corporation or copies of the Annual or Quarterly Reports and press releases are available from the Unigold's website at **www.unigoldinc.com**.

The Corporation's filings with Canadian securities regulatory authorities can be accessed on 'SEDAR' at www.sedar.com.

Information provided as at May 31, 2021