
STANDARD URANIUM LTD.

Condensed Consolidated Interim Financial Statements

July 31, 2020 and 2019

(Expressed in Canadian Dollars - unaudited)

STANDARD URANIUM LTD.

Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian dollars)

	July 31, 2020 (Unaudited) \$	April 30, 2020 (Audited) \$
Assets		
Current assets		
Cash	3,684,136	777,069
Amounts receivable (Note 3)	56,357	28,142
Prepaid expenses and deposits (Note 4)	324,208	55,000
Total current assets	4,064,701	860,211
Non-current assets		
Deposit (Note 4)	129,084	-
Exploration and evaluation asset (Note 5)	420,000	100,000
Total assets	4,613,785	960,211
Liabilities and shareholders' equity		
Current liabilities		
Accounts payable and accrued liabilities	344,335	411,286
Flow-through share premium liability (Note 6)	226,606	-
Total liabilities	570,941	411,286
Shareholders' equity		
Share capital (Note 7)	5,546,352	1,329,699
Subscriptions received (Note 7)	-	812,476
Shares issuable (Note 8)	168,000	-
Contributed surplus (Note 7)	1,525,633	94,500
Deficit	(3,197,141)	(1,687,750)
Total shareholders' equity	4,042,844	548,925
Total liabilities and shareholders' equity	4,613,785	960,211

Nature of and continuance of operations (Note 1)

Subsequent event (Note 11)

Approved on behalf of the Board on September 28, 2020:

/s/ Jon Bey/s/ Blair Jordan*The accompanying notes are an integral part of these condensed consolidated interim financial statements*

STANDARD URANIUM LTD.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss

(Expressed in Canadian dollars - unaudited)

	Three months ended July 31,	
	2020	2019
	\$	\$
Expenses		
Share-based compensation (Note 7)	564,421	-
Consulting fees (Note 8)	613,642	16,335
General and administrative	249,485	39,917
Exploration costs	34,736	258,501
Filing fees	33,433	-
Rent	5,345	-
Investor relations	4,229	5,313
Insurance	2,875	2,625
Professional fees	1,225	16,578
Loss and comprehensive loss	1,509,391	339,269
Basic and diluted loss per share	(0.03)	(0.01)
Weighted average number of shares outstanding – basic and diluted	52,789,284	37,598,333

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

STANDARD URANIUM CORP.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian dollars - unaudited)

	Share capital		Subscriptions received	Shares issuable	Contributed surplus	Deficit	Total
	Number	Amount					
		\$	\$	\$	\$	\$	\$
Balance, April 30, 2019	37,958,333	1,356,100	-	-	94,500	(842,661)	607,939
Subscriptions received	-	-	850,000	-	-	-	850,000
Net and comprehensive loss	-	-	-	-	-	(339,269)	(339,269)
Balance, July 31, 2019	37,958,333	1,356,100	850,000	-	94,500	(1,181,930)	1,118,670
Balance, April 30, 2020	38,008,334	1,329,699	812,476	-	94,500	(1,687,750)	548,925
Common shares issued for cash	26,897,359	3,946,653	(812,476)	-	866,712	-	4,000,889
Common shares issued for property	1,000,000	270,000	-	-	-	-	270,000
Bonus incentive shares issuable	-	-	-	168,000	-	-	168,000
Stock based compensation	-	-	-	-	564,421	-	564,421
Net and comprehensive loss	-	-	-	-	-	(1,509,391)	(1,509,391)
Balance, July 31, 2020	65,905,693	5,546,352	-	168,000	1,525,633	(3,197,141)	4,042,844

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

STANDARD URANIUM LTD.

Condensed Consolidated Interim Statements of Cash Flows

(Expressed in Canadian dollars - unaudited)

	Three months ended July 31,	
	2020	2019
	\$	\$
Cash provided by (used in):		
Operating activities		
Net loss	(1,509,391)	(339,269)
Adjustment for non-cash item		
Stock-based compensation	564,421	-
Shares issuable	168,000	-
Flow through share premium recovery	(7,694)	-
Changes in non-cash working capital items:		
Amounts receivable	(28,215)	16,009
Prepaid expenses	(269,208)	19,705
Accounts payable and accrued liabilities	(66,951)	15,324
Net cash used in operating activities	(1,149,038)	(288,231)
Investing activities		
Deposits	(129,084)	-
Exploration and development asset acquisition costs	(50,000)	-
Net cash used in investing activities	(179,084)	-
Financing activities		
Shares issued for cash, net of issuance costs	4,235,189	-
Share subscriptions received	-	850,000
Net cash provided by financing activities	4,235,189	850,000
Increase in cash	2,907,067	561,769
Cash, beginning	777,069	283,575
Cash, ending	3,684,136	845,344
Supplemental Disclosures:		
Interest paid	-	-
Income taxes paid	-	-

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

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

1. Nature and continuance of operations

Standard Uranium Ltd. (the “Company”) was incorporated in the province of British Columbia on November 20, 2017. The Company is engaged in the exploration and evaluation of resource properties. The Company’s registered office is #918 - 1030 West Georgia Street, Vancouver, British Columbia, V6E 2Y3.

Following the filing of the Company’s prospectus dated April 27, 2020, the Company’s listing application to the TSX Venture Exchange (“TSX-V”) was accepted and the Company began trading under the symbol “STND” on May 4, 2020.

These unaudited condensed consolidated interim 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. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at July 31, 2020, the Company has not generated any revenue and has incurred losses since inception. The Company’s continuation as a going concern is dependent on its ability to generate future cash flows and/or obtain additional financing. 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 cash on hand, loans from directors and companies controlled by directors and/or private placements of common stock. There is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. The Company’s operations have not been drastically impacted by the pandemic. Management of the Company continues to monitor the situation and is following the protocols and rules set in place by the provincial and federal governments.

2. Significant accounting policies

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board (“IASB”). Accordingly, certain information and footnote disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards (“IFRS”) have been omitted or condensed, and therefore these unaudited condensed consolidated interim financial statements should be read in conjunction with the Company’s April 30, 2020 audited annual consolidated financial statements and the notes to such financial statements.

These unaudited condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiary. 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. Inter-company balances and transactions, and any unrealized income and expenses arising from inter-company transactions, are eliminated in preparing the condensed consolidated interim financial statements.

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

2. Significant accounting policies (continued)

Name of subsidiary	Place of incorporation	Ownership interest
Standard Uranium (Saskatchewan) Ltd.	Saskatchewan	100%
Standard Uranium Holdings (Saskatchewan) Ltd.	Saskatchewan	100%

These unaudited condensed consolidated interim financial statements are based on the IFRS issued and effective as of September 28, 2020 the date these unaudited condensed consolidated interim

financial statements were authorized for issuance by the Company's Board of Directors, and follow the same accounting policies and methods of computation as the most recent annual consolidated financial statements, except for the impact of the changes in accounting policies disclosed below.

a) New accounting standard and interpretation

The Company adopted the following new accounting standard and interpretation:

Amendments to IFRS 3, Business Combinations (effective January 1, 2020) assist in determining whether a transaction should be accounted for as a business combination or an asset acquisition. It amends the definition of a business to include an input and a substantive process that together significantly contribute to the ability to create goods and services provided to customers, generating investment and other income, and it excludes returns in the form of lower costs and other economic benefits. The amendment has no impact on the Company's unaudited condensed consolidated interim financial statements.

3. Amounts receivable

Amounts receivable consist of GST receivable in the amount of \$56,357 (April 30, 2020: \$28,142).

4. Prepaid expenses and deposit

Prepaid expense consists of deposits and services to be rendered within the next 12 months of operations.

	As at July 31, 2020	As at April 30, 2020
	\$	\$
Drilling and equipment	210,000	-
Consulting services	77,873	55,000
Other	36,335	-
Balance, ending	324,208	55,000

The Company also has a long term deposit held with the Government of Saskatchewan in the amount of \$129,084 (2019 - \$Nil)

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

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5. Exploration and evaluation asset

The Company has acquired an option to acquire 90% interest in the Davidson River Property (the "Property") for an aggregate sum of \$1,000,000 and the issuance of 1,000,000 common shares of the Company. The Company has paid \$150,000 and is required to pay an additional \$850,000 over a period of five years from the date the Company is listed on a stock exchange. Upon listing on the TSX-V, the Company issued 1,000,000 common shares to the optionor. In addition, the Company has the right to acquire the remaining 10% interest in the Property for the sum of \$10,000,000 if exercised within one year of March 1, 2018, and increased thereafter by inflation, expiring February 28, 2028.

	Three months ended July 31, 2020	Year ended April 30, 2020
	\$	\$
Balance, beginning	100,000	100,000
Acquisition costs (common shares)	270,000	-
Acquisition costs (cash)	50,000	-
Balance, ending	420,000	100,000

6. Flow-through share premium liability

On July 16, 2020 the Company completed a public offering of securities whereby the Company issued 11,715,000 flow-through units for gross proceeds of approximately \$2,577,300. The flow-through shares were issued at a premium of \$0.02 per flow-through share, calculated as the difference in the price per flow-through unit and the price of a standard unit sold as part of the same offering, as tax deductions generated by the eligible expenditures will be passed through to the shareholders of the flow-through shares once the eligible expenditures are incurred and renounced.

The total flow-through share premium liability related to the 11,715,000 flow-through shares is \$234,300 and represents the Company's obligation to spend \$2,577,300 on eligible expenditures, which the Company is expected to incur before December 31, 2020 under the general rule and December 31, 2021 under the look-back rule. As of July 31, 2020, approximately \$29,652 eligible expenditures had been incurred, and the liability has been reduced as shown below.

Balance as at July 16, 2020 (issuance date)	\$ 234,300
Amortization of flow-through premium	(7,694)
Balance as at July 31, 2020	\$ 226,606

7. Share capital

Authorized share capital:

Unlimited common shares without par value.

Issued and outstanding:

At July 31, 2020, there were 65,905,692 (2019: 37,958,333) common shares issued and fully paid common shares outstanding.

7. Share capital (continued)

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

During the three months ended July 31, 2020:

- (a) Pursuant to a prospectus dated April 27, 2020, the Company issued 470,000 units with each unit comprising of one common share and one share purchase warrant exercisable to purchase one additional common share of the Company at a price of \$0.25 for a period of four years upon conversion of \$70,500 of the subscriptions received as at April 30, 2020. In addition, the Company also issued 132,189 common shares upon the conversion of special warrants issued upon receipt of subscriptions totaling \$19,828 as at April 30, 2020.
- (b) The Company issued 4,966,670 units upon conversion of subscriptions received as at April 30, 2020. Each unit is comprised of one common share and one share purchase warrant exercisable to purchase one additional common share of the Company at a price of \$0.25 for a period of four years.
- (c) The Company completed a public offering of securities whereby the Company issued 9,613,500 units and 11,715,000 flow-through units for gross proceeds of \$4,500,000. Each unit is comprised of one common share and one-half of one share purchase warrant and each flow-through unit is comprised of one flow-through common share and one-half of one share purchase warrant. Each whole warrant exercisable to purchase one additional common share of the Company at a price of \$0.30 for a period of three years, subject to acceleration provisions.

In connection with the public offering, the Company paid cash fees of \$265,335 and issued 931,750 broker warrants. Each broker warrant is exercisable into one additional common share of the Company at a price of \$0.20 for a period of three years.

- (d) The Company issued 1,000,000 common shares valued at \$270,000 to the optionor for the Davidson River Property upon listing on the TSX-V.

There were no share capital transactions during the three months ended July 31, 2019.

Reserves:

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

Options:

The Company has a stock option plan whereby a maximum of 10% of the issued and outstanding common shares of the Company may be reserved for issuance pursuant to the exercise of stock options. The terms of the granted options are fixed by the Board of Directors and are not to exceed ten years. The exercise price of options are determined by the Board of Directors, but shall not be less than the closing price of the Company's common shares on the day preceding the option grant date, less any discount permitted by the Exchange.

Options granted under the plan may vest immediately on grant, or over a period as determined by the Board of Directors or, in respect of options granted for investor relations services, as prescribed by Exchange policy.

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Notes to the Condensed Consolidated Interim Financial Statements
For the three months ended July 31, 2020 and 2019
(Expressed in Canadian dollars - unaudited)

7. Share capital (continued)

Options (continued):

A continuity schedule of the Company's outstanding stock options for the nine months ended July 31, 2020 and 2019 are as follows:

	July 31, 2020		July 31, 2019	
	Number outstanding	Weighted average exercise price	Number outstanding	Weighted average exercise price
Outstanding, beginning of period	-	\$ -	-	\$ -
Granted	5,000,000	0.18	-	-
Outstanding and exercisable, end of period	5,000,000	\$ 0.18	-	\$ -

At July 31, 2020, the Company had outstanding stock options exercisable to acquire common shares of the Company as follows:

Expiry date	Options outstanding	Exercise price	Weighted average remaining contractual life (years)
May 4, 2030	1,750,000	\$ 0.15	9.76
July 2, 2025	3,250,000	\$ 0.20	4.92

The Company calculates the fair value of the stock options granted using the Black-Scholes option pricing model. The Black-Scholes option pricing model inputs for options granted and vested during the three months ended July 31, 2020 are as follows:

Grant Date	Expiry Date	Exercise Price	Risk-Free Interest Rate	Expected Life	Volatility Factor	Dividend Yield	Fair Value
May 4, 2020	May 4, 2030	\$0.15	0.29%	3 years	64%	0%	\$0.16
July 2, 2020	July 2, 2025	\$0.20	0.31%	3 years	67%	0%	\$0.09

The risk-free interest rate is based on the Canadian government bond rate for a similar term as the expected life of the stock options. The forfeiture rate assumption is based on historical results and the annualized volatility is based on comparable companies' historical share prices.

Total expense arising from stock-based compensation recognized during the three months ended July 31, 2020 was \$564,421 (2019 - \$nil), using the Black-Scholes option pricing model.

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

7. Share capital (continued)

Warrants:

A continuity schedule of the Company's outstanding common share purchase warrants for the three months ended July 31, 2020 and 2019 is as follows:

	July 31, 2020		July 31, 2019	
	Number outstanding	Weighted average exercise price	Number outstanding	Weighted average exercise price
Outstanding, beginning of period	15,807,552	\$ 0.12	15,764,333	\$ 0.12
Granted	17,079,545	0.23	-	-
Outstanding and exercisable, end of period	32,887,097	\$ 0.17	15,764,333	\$ 0.12

At July 31, 2020, the Company had outstanding common share purchase warrants exercisable to acquire common shares of the Company as follows:

Grant Date	Number	Exercise Price	Expiry Date
		\$	
December 28, 2017	4,800,000	0.05	December 28, 2019
April 9, 2018	5,200,000	0.05	April 6, 2020
November 26, 2018	5,764,333	0.25	November 26, 2022
March 24, 2020	27,420	0.25	March 24, 2024
April 20, 2020	15,799	0.25	April 20, 2024
May 4, 2020	5,436,670	0.25	May 4, 2024
June 25, 2020	11,642,875	0.20	June 25, 2023
Total	32,887,097		

There were no warrants exercised, expired, or forfeited during the three months ended July 31, 2020 and 2019.

The Company allocates the fair value to share purchase warrants issued as part of units with common shares using the relative fair value method. The fair value of share purchase warrants granted as part of units and as compensation to finders and consultants is calculated using the Black-Scholes option pricing model. The fair value of common share purchase warrants issued during the three-month period ended July 31, 2020 were estimated at the date of issuance using the Black-Scholes option pricing model using the following assumptions:

Grant Date	Expiry Date	Exercise Price	Risk-Free Interest Rate	Expected Life	Volatility Factor	Dividend Yield	Fair Value
May 4, 2020	May 4, 2022	\$0.25	0.30%	2 year	65%	0%	\$0.10
July 25, 2020	July 25, 2023	\$0.25	0.30%	3 year	65%	0%	\$0.08

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

8. Related party transactions and balances

The Company's key management comprises of its officers and directors. During the three months ended July 31, 2020 the Company paid an officer and director \$40,000 (2019: \$12,000) for consulting services and an officer \$39,500 (2019: \$Nil) for consulting services. As of July 31, 2020 there was \$5,250 owing to related parties.

During the three months ended July 31, 2020 the Company issued a one-time bonus to a key officer of the Company. The bonus consisted of 800,000 stock options along with 800,000 common shares and a one time cash payment of \$64,000. The common shares were issuable as at July 31, 2020 and recorded at fair market value of \$168,000.

9. Financial instruments and risks

(a) Fair values

The fair values of cash and accounts payable approximate their carrying values due to the short-term to maturities of these financial instruments.

(b) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to interest rate risk.

(c) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is in its cash. The risk in cash is managed through the use of a major financial institution which has a high credit quality as determined by rating agencies. Credit risk is assessed as low.

(d) Foreign exchange rate risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company has no assets or liabilities denominated in foreign currencies; therefore, is not exposed to foreign exchange risk.

(e) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company requires funds to finance its business development activities. In addition, the Company needs to raise equity financing to carry out its exploration programs. There is no assurance that financing will be available or, if available, that such financings will be on terms acceptable to the Company. Liquidity risk is assessed as high.

(f) Price risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities is subject to risks associated with fluctuations in the market price of commodities.

STANDARD URANIUM LTD.

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended July 31, 2020 and 2019

(Expressed in Canadian dollars - unaudited)

10. Capital management

The Company's capital structure consists of cash and share capital. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support acquisition and exploration of resource properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company is dependent on external financing to fund its activities. In order to carry out exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new exploration and evaluation assets and seek to acquire interests in properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management since inception. The Company is not subject to externally imposed capital requirements.

11. Subsequent event

The Company has issued 800,000 common shares to its chief executive officer as bonus compensation for ongoing services provided to the Company and in connection with the Company's successful listing on the TSX-V (Note 8).