



**Allegiant Gold Ltd.
1090 Hamilton Street
Vancouver, B.C.
V6B 2R9
Canada**

Condensed Interim Consolidated Financial Statements

**Six Month Period Ended
March 31, 2020**

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements; they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

ALLEGIANT GOLD LTD.**Condensed Interim Consolidated Statements of Financial Position**

(Expressed in Canadian dollars)

(Unaudited)

	March 31, 2020	September 30, 2019
	(\$)	(\$)
ASSETS		
Current assets		
Cash	237,678	401,455
Short-term investments (Note 4)	811,991	652,153
Receivables	4,508	2,324
Prepaid expenses	31,348	33,031
Total current assets	1,085,525	1,088,963
Non-current assets		
Exploration and evaluation assets (Note 5)	25,445,813	24,001,252
Reclamation bonds (Note 6)	306,887	341,135
TOTAL ASSETS	26,838,225	25,431,350
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 9)	76,316	40,798
Total current liabilities	76,316	40,798
Non-current liabilities		
Due to Columbus Gold Corp. (Note 9)	1,434,692	1,331,645
TOTAL LIABILITIES	1,511,008	1,372,443
SHAREHOLDERS' DEFICIENCY		
Share capital (Note 8)	25,147,350	25,147,350
Reserves (Note 8)	6,781,765	5,161,075
Deficit	(6,601,898)	(6,249,518)
	25,327,217	24,058,907
TOTAL LIABILITIES & SHAREHOLDERS' DEFICIENCY	26,838,225	25,431,350

Nature of operations and going concern (Note 1)**Subsequent events (Note 13)**

On behalf of the Board of Directors:

"Peter Gianulis"
Director

"Shawn Nichols"
Director

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

ALLEGIANT GOLD LTD.**Condensed Interim Consolidated Statements of Income (Loss) and Comprehensive Income (Loss)**

(Expressed in Canadian dollars)

(Unaudited)

	Three Month Period Ended March 31, 2020	Three Month Period Ended March 31, 2019	Six Month Period Ended March 31, 2020	Six Month Period Ended March 31, 2019
	(\$)	(\$)	(\$)	(\$)
Operating expenses				
Administration and office (Note 9)	37,341	76,681	74,069	180,188
Director fees (Note 9)	18,000	45,000	36,000	90,000
General exploration	4,842	7,996	4,842	81,077
Investor relations	10,360	13,955	13,607	47,737
Management fees (Note 9)	21,000	57,500	98,404	95,000
Professional fees	47,908	18,539	99,980	65,580
Share-based payments (Note 9)	21,654	-	21,654	
Transfer agent and filing fees	31,852	40,387	49,586	49,177
Travel	2,748	1,990	20,012	6,250
Option payments received (Note)	(272,672)	-	(272,672)	-
	(76,967)	262,048	145,482	615,009
	76,967	(262,048)	(145,482)	(615,009)
Interest income	1,007	7,606	3,228	19,596
Loss on short-term investments	(4,787)	-	(102,646)	
Impairment of exploration and evaluation assets (Note 5)	-	-	-	(454,591)
Accretion expense (Note 9)	(52,484)	(25,746)	(103,047)	(43,365)
Foreign exchange gain (loss)	(1,571)	(14,623)	(4,433)	(3,712)
Net loss	19,132	(294,811)	(352,380)	(1,097,081)
Item that may be subsequently reclassified to net loss				
Exchange differences on translating foreign operations	1,915,993	(497,349)	1,599,036	875,781
Comprehensive income (loss)	1,935,125	(792,160)	1,246,656	(221,300)
Basic and diluted loss per share	0.00	(0.00)	(0.01)	(0.02)
Weighted average common shares outstanding:				
Basic	61,843,850	60,811,482	61,843,850	60,835,758
Diluted	61,843,850	60,811,482	61,843,850	60,835,758

ALLEGiant GOLD LTD.**Condensed Interim Consolidated Statements of Cash Flows**

(Expressed in Canadian dollars)

(Unaudited)

	Six Month Period Ended March 31, 2020 (\$)	Six Month Period Ended March 31, 2019 (\$)
Net loss	(352,380)	(1,097,081)
Adjusted for items not involving cash:A48		
Accretion expense	103,047	43,365
Impairment of exploration and evaluation assets	-	454,591
Loss on short-term investments	102,646	-
Option payments received	(272,672)	-
Share-based payments	21,654	-
Unrealized foreign exchange (gain) loss	(175)	(13,799)
Changes in non-cash working capital:		
Prepaid expenses and receivables	(2,722)	17,178
Accounts payable and accrued liabilities	35,518	(220,484)
Cash flows used in operating activities	(365,084)	(816,230)
Exploration and evaluation expenditures	(137,799)	(1,588,131)
Reclamation bonds	53,320	(7,865)
Proceeds from sale of short-term investments	272,913	-
Interest received	2,221	19,829
Cash flows provided by (used in) investing activities	190,656	(1,576,167)
Change in cash	(174,428)	(2,392,397)
Effect of exchange rate changes on cash denominated in a foreign currency	10,651	48,999
Cash, beginning of the period	401,455	3,813,893
Cash, end of the period	237,678	1,470,495

Supplemental cash flow information (Note 12)

ALLEGiant GOLD LTD.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

(Expressed in Canadian dollars)

(Unaudited)

	Share Capital		Reserves				
	Number of Shares	Amount	Options, RSUs and Warrants	Accumulated Other Comprehensive Income (Loss)	Total	Deficit	Shareholders' Equity
		(\$)	(\$)	(\$)		(\$)	(\$)
Balance at October 1, 2018	60,811,482	24,943,755	3,163,340	899,297	4,062,637	(3,865,015)	25,141,377
Shares for debt	32,368	13,595	-	-	-	-	13,595
Shares issued for extension of amounts due to Columbus Gold Corp. (Note 8)	1,000,000	190,000	-	-	-	-	190,000
Comprehensive income (loss)	-	-	-	875,781	875,781	(1,097,081)	(221,300)
Balance at March 31, 2019	61,843,850	25,147,350	3,163,340	1,775,078	4,938,418	(4,962,096)	25,123,672
Share-based payments (Note 8)	-	-	53,700	-	53,700	-	53,700
Contributions - discount of amounts due to Columbus Gold Corp. (Note 9)	-	-	-	383,701	383,701	-	383,701
Comprehensive income (loss)	-	-	-	(214,744)	(214,744)	(1,287,422)	(1,502,166)
Balance at September 30, 2019	61,843,850	25,147,350	3,217,040	1,944,035	5,161,075	(6,249,518)	24,058,907
Share-based payments (Note 8)	-	-	21,654	-	21,654	-	21,654
Comprehensive income (loss)	-	-	-	1,599,036	1,599,036	(352,380)	1,246,656
Balance at March 31, 2020	61,843,850	25,147,350	3,238,694	3,543,071	6,781,765	(6,601,898)	25,327,217

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

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Allegiant Gold Ltd. (the “Company” or “Allegiant”), was incorporated on September 26, 2017 under the laws of the Province of British Columbia, Canada. The Company was a wholly-owned subsidiary of Columbus Gold Corp. (“Columbus Gold”), a Toronto Stock Exchange listed company, until January 25, 2018, when it was spun-out of Columbus Gold by way of a plan of arrangement (the “Arrangement”) as a separate entity. The Company obtained its initial listing on the TSX Venture Exchange (“TSXV”) on January 30, 2018. The common shares of the Company are also listed on the OTCQX effective February 26, 2018.

The Company’s head office and principal address is located at 1090 Hamilton Street, Vancouver, British Columbia, V6B 2R9, Canada.

On October 1, 2017, the Company acquired Allegiant Gold Holding Ltd. (“AGHL”) from Columbus Gold (note 5), which indirectly held all of Columbus Gold’s exploration and evaluation assets in the United States of America.

The Company’s principal business activities are the exploration and development of resource properties located in the United States of America. The Company is in the process of exploring and developing its resource properties, but it has not yet determined whether these properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production or from proceeds of disposition. The Company’s exploration and evaluation activities are not dependent on seasonality and may operate year-round; however, the Company may adjust the level of exploration and evaluation activities to manage its capital structure in light of changes in global economic conditions. To date, the Company has not received any revenue from mining operations and is considered to be in the exploration stage.

These condensed interim consolidated financial statements have been prepared on a going concern basis which implies that the Company will continue realizing assets and discharging liabilities in the normal course of business for the foreseeable future. Should the going concern assumption not continue to be appropriate, further adjustments to carrying values of assets and liabilities may be required. At March 31, 2020, the Company had working capital of \$1,009,209 (September 30, 2019 – \$1,048,165) and deficit of \$6,601,898 (September 30, 2019 - \$6,249,518). Accordingly, the ability of the Company to realize the carrying value of its assets and continue operations as a going concern is dependent upon its ability to raise additional debt or equity to fund ongoing costs of operations and/or secure new or additional partners in order to advance its projects. These material uncertainties may cast significant doubt upon the Company’s ability to continue as a going concern. These financial statements do not include any adjustments relating to the recovery of assets and classification of assets and liabilities that may arise should the Company be unable to continue as a going concern.

2. BASIS OF PREPARATION

Statement of Compliance

These condensed interim financial statements, including comparatives, have been prepared in accordance with IAS 34, Interim Financial Reporting, as issued by the International Accounting Standards Board (“IASB”) and the interpretations of the IFRS Interpretations committee. They do not include all disclosures required by International Financial Reporting Standards (“IFRS”) for annual financial statements, and therefore should be read in conjunction with the Company’s audited financial statements for the year ended September 30, 2019, prepared in accordance with IFRS as issued by the IASB.

These condensed interim consolidated financial statements were approved by the Board of Directors of the Company on May 29, 2020.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (continued)**Basis of Measurement**

These consolidated financial statements have been prepared on the historical cost basis. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Functional and Presentation Currency

The functional currency of the Company is the Canadian dollar, which is also the presentation currency of the consolidated financial statements.

Basis of Consolidation

These consolidated financial statements include the accounts of Allegiant and its wholly-owned subsidiaries as follows:

Entity	Ownership Interest	Place of Incorporation
Allegiant Gold Holding Ltd.	100%	British Columbia, Canada
Allegiant Gold (U.S.) Ltd.	100%	Arizona, USA

All inter-company transactions and balances have been eliminated upon consolidation.

Control exists where the parent entity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Subsidiaries are included in the consolidated financial statements from the date control commences until the date control ceases.

Use of Estimates and JudgementsSignificant estimates and assumptions

The preparation of the consolidated financial statements in accordance with IFRS requires management to make estimates and assumptions which affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

Estimates and assumptions used by management where there is risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation assets, assumptions used in determination of the fair value of share-based payments, the recoverability and measurement of deferred tax assets, decommissioning obligations, restoration and similar liabilities and contingent liabilities.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (continued)Significant judgments

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in preparing the Company's consolidated financial statements include the assumption that the Company will continue as a going concern, classification of expenditures as exploration and evaluation expenditures or operating expenses and the classification of financial instruments.

3. SIGNIFICANT ACCOUNTING POLICIES

These condensed interim consolidated financial statements have been prepared using the same accounting policies as those used in the Company's annual financial statements at September 30, 2019, with the exception of the newly adopted standard noted below.

IFRS 16, Leases

This new standard replaces the existing leasing guidance in IAS 17, Leases.

IFRS 16 distinguishes between leases and service contracts on the basis of whether the customer controls the asset being leased. For those contracts determined to meet the definition of a lease, IFRS 16 requires a lessee to recognize on the balance sheet a lease asset along with the associated lease liability which reflects future lease payments, similar to current finance lease accounting. There are limited exceptions for leases with a term of less than 12 months or leases of assets which have a very low value. As a result of the adoption of IFRS 16, operating leases which were previously only recognized on the statement of earnings will be recognized on the balance sheet.

The purpose of the standard is to provide users of the financial statements with a more accurate picture of a company's leased assets and associated liabilities, while also improving the comparability of companies that lease assets to those that purchase them.

The adoption of this standard did not have a material impact on the Company's financial statements.

4. SHORT-TERM INVESTMENTS

	March 31, 2020	September 30, 2019
	(\$)	(\$)
Barrian Mining Corp. (Note 4)	804,562	635,645
Barksdale Metals Corp. (Note 4)	7,429	16,508
	811,991	652,153

During the six month period ended March 31, 2020, the Company recorded a loss on short-term investments of \$102,646 (2019-\$Nil).

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

Property	Balance at September 30, 2019	Additions	Option Payment(s) Received	Impairment	Foreign Exchange	Balance at March 31, 2020
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
Bolo	4,050,740	-	(272,672)	-	254,174	4,032,242
Browns Canyon	696,156	-	-	-	45,994	742,150
Clanton Hills	67,118	-	-	-	4,434	71,552
Eastside	18,501,403	115,788	-	-	1,230,361	19,847,552
Four Metals ⁽¹⁾	-	-	-	-	-	-
Goldfield West	409,303	19,800	-	-	28,409	457,512
Mogollon ⁽²⁾	-	-	-	-	-	-
Overland Pass	91,406	-	-	-	6,042	97,448
White Horse Flats	99,462	-	-	-	6,571	106,033
White Horse North	85,664	-	-	-	5,660	91,324
	24,001,252	135,588	(272,672)	-	1,581,645	25,445,813

A summary of exploration and evaluation assets by property for the year ended September 30, 2019 is set out below:

Property	Balance at September 30, 2018	Additions	Option Payment(s) Received	Impairment	Foreign Exchange	Balance at September 30, 2019
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
Big Lime	1,383	-	-	(1,415)	32	-
Bolo	4,262,334	6,057	(334,550)	-	116,899	4,050,740
Browns Canyon	156,978	536,467	-	-	2,711	696,156
Clanton Hills	56,933	8,696	-	-	1,489	67,118
Eastside	17,076,272	973,829	-	-	451,302	18,501,403
Four Metals ⁽¹⁾	-	-	-	-	-	-
Goldfield West	179,253	225,901	-	-	4,149	409,303
Hughes Canyon	153,925	284,203	-	(453,591)	15,463	-
Mogollon ⁽²⁾	261,469	4,149	(273,303)	-	7,685	-
Monitor Hills	91,753	406,763	-	(505,141)	6,625	-
Overland Pass	64,208	25,563	-	-	1,635	91,406
Silver Dome	30,459	1,804	-	(33,002)	739	-
White Horse Flats	71,948	25,671	-	-	1,843	99,462
White Horse North	62,141	21,931	-	-	1,592	85,664
	22,469,056	2,521,034	(607,853)	(993,149)	612,164	24,001,252

⁽¹⁾ Optioned to third party. Proceeds received exceed carrying value of property. Refer to "Four Metals" section for further details.

⁽²⁾ Optioned to third party. Proceeds received exceed carrying value of property. Refer to "Mogollon" section for further details.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (continued)

A summary of the exploration and evaluation assets by cost category is set out below:

	Amount
	(\$)
Balance at September 30, 2018	22,469,056
Acquisition and land costs	554,092
Camp costs	11,227
Drilling	755,417
Geology, trenching and geophysics	328,652
Management and administration	567,754
Technical studies	174,321
Travel	129,571
Option payment(s) received	(607,853)
Impairment	(993,149)
Foreign exchange	612,164
Balance at September 30, 2019	24,001,252
Acquisition and land costs	19,800
Geology, trenching and geophysics	51,528
Management and administration	269
Technical studies	59,471
Travel	4,520
Option payment(s) received	(272,672)
Foreign exchange	1,581,645
Balance at March 31, 2020	25,445,813

Bolo

The Bolo project is located approximately 60 km northeast of Tonopah, Nevada. The Company holds a 100% interest in Bolo, subject to underlying royalties.

On June 27, 2018, the Company entered into an agreement with Barrian Mining Corp. ("Barrian"), under which Barrian may acquire up to a 50.01% undivided interest in Bolo by issuing common shares of Barrian to the Company, with an aggregate value of \$1,310,000 (US\$1,000,000) over a three year period, and also incurring certain exploration and evaluation expenditures on Bolo with a minimum aggregate value of \$5,240,000 (US\$4,000,000) by December 31, 2022. On April 24, 2019, the Company received 1,672,750 common shares of Barrian, representing an initial \$334,550 (US\$250,000) share option payment. On January 29, 2020, the Company received 4,118,438 common shares of Barrian, based on a volume weighted average price, representing the first anniversary \$272,672 (US\$250,000) share option payment.

Barrian may acquire an additional 24.99% interest in Bolo by incurring an additional \$5,240,000 (US\$4,000,000) in certain exploration and evaluation expenditures on Bolo within two years of acquiring the initial 50.01% interest in Bolo. If Barrian does not acquire the additional 24.99% interest, then Barrian will transfer a 0.02% interest in Bolo back to the Company.

Eastside

The Eastside project is located approximately 32 km west of Tonopah, Nevada. The Company holds a 100% interest in Eastside, subject to underlying royalties.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS (continued)*Four Metals*

On April 19, 2018 the Company and MinQuest Ltd. entered into an option agreement with Arizona Standard (US) Corp. (the “Four Metals Optionee”) and Barksdale Metals Corp. (“Barksdale”) granting the Four Metals Optionee an option to acquire a 100% interest in the Four Metals project located in Santa Cruz County, Arizona. The Four Metals Optionee is a wholly-owned subsidiary of Barksdale. The common shares of Barksdale are listed for trading on the TSXV. The Company and MinQuest Ltd. each own a 50% interest in 16 unpatented lode mining claims that, in addition to 24 unpatented lode mining claims that are 100% owned by the Company, comprise the Four Metals project. The option agreement requires the Four Metals Optionee to pay \$294,750 (US\$225,000) in staged payments over a five-year period. In addition, Barksdale will issue common shares with a total value of \$294,750 (US\$225,000) in staged issuances over the same five-year period. The cash payments and share issuances are shared equally with MinQuest Ltd. so that the Company will receive 50% of the cash and share payments.

On April 18, 2019, the Company received cash of \$16,670 (US\$12,500) and 33,016 common shares of Barksdale, with a fair value of \$16,838 (US\$12,500). On April 19, 2018, the Company received cash of \$16,670 (US\$12,500).

Mogollon

On June 19, 2018, the Company entered into an agreement with Barrian, granting Barrian an option to acquire a 100% interest in Mogollon by issuing common shares of Barrian with an aggregate value of \$1,310,000 (US\$1,000,000) over an approximate three-year period. On April 24, 2019, the Company received 1,672,750 common shares of Barrian, representing an initial \$334,550 (US\$250,000) option payment. On January 29, 2020, the Company received 4,118,438 common shares of Barrian, based on a volume weighted average price, representing the first anniversary \$272,672 (US\$250,000) share option payment.

Other

The Company has additional exploration and evaluation assets located in the USA, comprised of the following properties: Clanton Hills, Browns Canyon, Overland Pass, Goldfield West, White Horse Flats, and White Horse North.

6. RECLAMATION BONDS

The drilling permits for the following properties require refundable reclamation bonds, which are held by the USA Forest Service and the US Bureau of Land Management:

	March 31, 2020	September 30, 2019
	(\$)	(\$)
Browns Canyon	8,926	8,373
Eastside	281,583	291,393
Hughes Canyon	7,775	18,179
Monitor Hills	-	15,120
Red Hills	8,603	8,070
	306,887	341,135

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

7. RESTORATION PROVISION

The Company has restoration obligations in connection with certain properties in Nevada. The Company has in place reclamation bonds with the USA Forest Service and the US Bureau of Land Management (also refer to Note 6) to cover these obligations.

8. SHARE CAPITALCommon shares

Authorized - unlimited common shares without par value.

At March 31, 2020, the Company had 61,843,850 (September 30, 2019 – 61,843,850) common shares issued and outstanding.

On March 5, 2019, the Company issued 1,000,000 common shares (the “Extension Shares”) of Allegiant in exchange for extending the due date of the Grid Note to December 31, 2020 (see Note 11). The fair value of the Extension Shares was \$190,000 at the time of issuance.

On October 24, 2018, the Company extinguished an existing debt in the amount of \$13,595 by issuing 32,368 common shares (each a “Settlement Share”) at a fair value price of \$0.42 per Settlement Share to certain of its independent directors.

Share options

The Company has a share option plan to issue share options whereby the total share options outstanding may be up to 10% of its issued capital at the time of an applicable option grant. The Board of Directors may from time to time, grant options to directors, officers, employees or consultants. The exercise price of an option is not less than the closing price on the TSXV on the last trading day preceding the grant date.

The continuity of the Company's share options is as follows:

	Number of Options	Weighted Average Exercise Price (\$)
Balance, October 1, 2018	5,090,000	0.58
Granted	1,000,000	0.10
Cancelled	(3,000,000)	0.57
Forfeited	(405,000)	0.60
Balance, September 30, 2019	2,685,000	0.41
Cancelled	(750,000)	0.46
Forfeited	(245,000)	0.60
Balance, March 31, 2020	1,690,000	0.30

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)

A summary of the Company's options at March 31, 2020 is as follows:

Exercise Price (\$)	Options Outstanding		Options Exercisable	
	Number of Options Outstanding	Weighted Average Remaining Contractual Life (yrs)	Number of Options Exercisable	Weighted Average Remaining Contractual Life (yrs)
0.60	690,000	2.85	690,000	2.85
0.10	1,000,000	4.50	1,000,000	4.50
0.10-0.60	1,690,000	3.83	690,000	3.83

The fair value of share options recognized as an expense during the year ended September 30, 2019 was \$53,700.

The fair value of each share option is estimated on the date of grant using the Black-Scholes Option Pricing Model that uses the assumptions noted in the table below. Expected volatilities are based on historical volatility of the Company's shares, and other factors. The expected term of share options granted represents the period of time that share options granted are expected to be outstanding. The risk-free rate of periods within the contractual life of the share option is based on the Canadian government bond rate. Assumptions used for share options granted during the year ended September 30, 2019 were as follows:

Grant Date	Number of Share Options	Expected Price Volatility	Risk Free Interest Rate	Expected Life (yrs)	Expected Dividend Yield	Fair Value Per Option (\$)	Total Fair Value (\$)
September 20, 2019	1,000,000	114.0%	1.4%	5.00	-	0.05	53,700

Warrants

A total of 7,267,604 warrants expired during the six month period ended March 31, 2020.

There was no warrant activity during the year ended September 30, 2019.

There were no warrants outstanding as at March 31, 2020.

Reserves*Share options and warrants*

The share options and warrants 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.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

8. SHARE CAPITAL (continued)*Accumulated other comprehensive income (loss)*

The accumulated other comprehensive income (loss) reserve records unrealized exchange differences arising on translation of foreign operations that have a functional currency other than the Company's reporting currency.

Other Reserves

The fair value of the extension of the Grid Note owing to Columbus Gold Corp. was determined to be \$383,665 using a discount rate of 15%. It has been recognized in other reserves as a contribution to equity.

9. RELATED PARTY TRANSACTIONS

Columbus Gold, a company with certain directors and officers in common, provides the Company with administration and management services on a shared cost basis under a corporate services agreement (the "CSA"). The most recent CSA expired on December 31, 2019.

As at March 31, 2020, the Company had a principal balance of \$1,604,405 (September 30, 2019 - \$1,604,405) owing to Columbus Gold (the "Grid Note") originally due on March 1, 2019. On March 5, 2019, the Company issued 1,000,000 common shares (the "Extension Shares") of Allegiant in exchange for extending the due date to December 31, 2020. The fair value of the Extension Shares was \$190,000 at the time of issuance.

As the Grid Note was initially a non-current liability, the Company discounted the Grid Note with a 20% annual discount rate, resulting in a discount of \$213,639 allocated to the reserves account. Upon issuing the Extension Shares, the Grid Note was recognized as a new financial liability and the fair value of the Extension Shares was recognized as a loss. The Company discounted newly issued Grid Note with a 15% annual discount rate, resulting in a discount of \$383,665 allocated to the reserves account. A continuity table of the Grid Note is as follows:

	(\$)
Balance, September 30, 2018	1,604,405
Fair value discount – 15%	(383,665)
Accretion for the period	146,142
Balance, September 30, 2019	1,331,645
Accretion for the period	103,047
Balance, March 31, 2020	1,434,692

The Company engaged the services of Cordilleran Exploration LLC ("Cordex") to generate, evaluate, and explore mineral properties on behalf of the Company, primarily in Nevada. The agreement expired on June 30, 2019. Monthly payments consisted of a management fee which ranged from \$27,155 (US\$21,167) to \$28,865 (US\$22,500) and net smelter return ("NSR") royalty for Cordex on existing and new properties. The principal of Cordex is a former officer and director of a subsidiary of the Company.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

9. RELATED PARTY TRANSACTIONS (continued)

The following is a summary of related party transactions:

	March 31, 2020 (\$)	March 31, 2019 (\$)
Amounts paid or accrued to Columbus Gold Corp., a corporation that shares directors in common	24,481	145,311
Management and consulting fees paid or accrued to a corporation controlled by the former Chairman of the Company	41,500	95,000
Management and administration fees paid or accrued to the CEO of the Company	72,000	-
Professional fees paid or accrued to a corporation controlled by the CFO of the Company	33,000	-
Directors fees paid or accrued	36,000	90,000
Share-based compensation in the form of vested RSUs issued to present and former directors and officers of the Company	20,211	-
Consulting fees paid or accrued to a former officer and director of a subsidiary of the Company	42,207	-
Consulting fees paid or accrued to Cordex	-	174,000
	269,399	504,311

The following summarizes advances and amounts payable to related parties:

	March 31, 2020 (\$)	September 30, 2019 (\$)
Due to Columbus Gold - Grid Note	(1,434,692)	(1,331,645)
Travel advances to Chairman of the Company	5,000	5,000
Amounts due to directors, included in accounts payable	(18,000)	(5,972)
	(1,447,692)	1,332,617

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

10. SEGMENTED INFORMATION

The Company has one reportable business segment, being mineral exploration and development. Assets by geographical area are as follows:

	March 31, 2020 (\$)	September 30, 2019 (\$)
Current assets		
Canada	935,951	956,025
USA	149,574	132,938
	1,085,525	1,088,963
Non-current assets		
Canada	-	-
USA	25,752,700	24,342,387
	25,752,700	24,342,387
Total assets		
Canada	935,951	956,025
USA	25,902,274	24,475,325
	26,838,225	25,431,350

11. FINANCIAL RISK AND CAPITAL MANAGEMENTFinancial risk

The Company's financial instruments are exposed to certain financial risks. The risk exposures and the impact on the Company's financial instruments at March 31, 2020 are summarized below. The Board of Directors periodically reviews with management the principal risks affecting the Company and the systems that have been put in place to manage these risks.

Credit risk

The credit risk exposure on cash is limited to its carrying amount at the date of the statements of financial position. Cash is held as cash deposits with creditworthy banks in Canada and the USA, and risk is assessed as low.

The credit risk exposure on reclamation bonds is limited to its carrying amount at the date of the statements of financial position. Reclamation bonds are held by the USA Forest Service and the US Bureau of Land Management, and risk is assessed as low.

Liquidity risk

Liquidity risk arises from the Company's general and capital financing needs. The Company manages liquidity risk by attempting to maintain sufficient cash balances. Liquidity requirements are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short term obligations. As at March 31, 2020, the Company had a working capital of \$1,009,209 (September 30, 2019 – \$1,048,165).

Liquidity risk is assessed as high.

ALLEGiant GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

11. FINANCIAL RISK AND CAPITAL MANAGEMENT (continued)Market risks

(i) Foreign currency risk

The Company's functional currency is the Canadian dollar. The Company is exposed to the currency risk related to the fluctuation of foreign exchange rates in its US subsidiary, Allegiant Gold (U.S.) Ltd. The Company also has certain assets and liabilities denoted in US dollars. A significant change in the currency exchange rates between the Canadian dollar relative to the US dollar could have an effect on the Company's results of operations, financial position and/or cash flows. The Company has not hedged its exposure to currency fluctuations.

(ii) Commodity price risk

The Company's ability to raise capital to fund exploration or development activities is subject to risks associated with fluctuations in the market price of gold. The Company closely monitors commodity prices to determine the appropriate course of action to be taken.

(iii) Interest rate risk

The Company does not have any variable interest-bearing debt and is therefore not exposed to interest rate risk.

Sensitivity analysis

A 1% change in interest rates does not have a material effect on the Company's profit or loss.

The Company has certain assets and liabilities in US Dollars, a currency other than the functional currency of Company. The Company estimates that a +/-10% change in the value of the Canadian dollar relative to the US dollar does not have a material effect on the Company's profit or loss.

Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain a flexible capital structure for its projects for the benefit of its stakeholders. As the Company is in the exploration stage, its principal source of funds is from equity financings and debt from Columbus Gold.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, enter into joint venture property arrangements, acquire or dispose of assets or adjust the amount of cash and investments.

Fair value

The fair value of the Company's financial instruments, including cash, short-term investments, receivables and accounts payable, approximates their carrying value due to the immediate or short-term maturity of these financial instruments. The fair value of the reclamation bonds approximates their fair value based on current interest rates and high liquidity.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

11. FINANCIAL RISK AND CAPITAL MANAGEMENT (continued)

The fair value of the short-term investments is measured using level 1 of the fair value hierarchy.

The fair value of non-current amounts due to Columbus Gold are based on the fair value of the common shares issued as consideration for an extension.

IFRS 9, Financial Instruments: Disclosure establishes a fair value hierarchy that prioritizes the input to valuation techniques used to measure fair value as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At March 31, 2020, amounts due to Columbus Gold are categorized as Level 2 in the fair value hierarchy above.

The Company has determined the estimated fair values of its financial instruments based upon appropriate valuation methodologies.

12. SUPPLEMENTAL CASH FLOW INFORMATION

On January 29, 2020, the Company received 2,059,219 common shares of Barrian representing the first anniversary \$272,672 (US\$250,000) option payment for the Bolo property (Note 4)

On January 29, 2020, a total of 7,267, 604 share purchase warrants expired without being exercised.

On April 24, 2019, the Company received 1,672,750 common shares of Barrian, representing an initial \$334,550 (US\$250,000) option payment for the Bolo property (Note 4).

On April 24, 2019, the Company received 1,672,750 common shares of Barrian, representing an initial \$334,550 (US\$250,000) option payment for the Mogollon property (Note 4).

On April 18, 2019, the Company received 33,016 common shares of Barksdale with a fair value of \$16,838, in connection with the Four Metals property (Note 4).

On March 5, 2019, the Company issued 1,000,000 common shares of Allegiant in exchange for extending the maturity date of a promissory note payable to Columbus Gold (Note 7).

On October 24, 2018, the Company issued 32,368 common shares (Note 7) to Directors of the Company to settle directors' fees accrued at a fair value of \$13,595.

ALLEGIANT GOLD LTD.

Notes to the Condensed Interim Consolidated Financial Statements

Six Month Period Ended March 31, 2020

(Unaudited - Expressed in Canadian Dollars)

13. SUBSEQUENT EVENTS

Subsequent to March 31, 2020, the Company:

- a) received option payments on the Four Metals project consisting of \$17,625 (US\$12,500) in cash and 68,493 in common shares of Barksdale with a fair value of \$15,753.
- b) announced a non-brokered private placement under which it intends to raise up to \$3,000,000 through the issuance of 12,000,000 units at \$0.25 per unit. Each unit will consist of a common share of the Company and one half of a share purchase warrant, and each whole share purchase warrant will entitle the holder to acquire an additional common share of the Company at a price of \$0.40 for a period of 18 months from the date of closing.
- c) granted 350,000 incentive stock options that are exercisable at \$0.28 per share for a period of 36 months. The options vest in equal quarterly tranches over a one year period from the date of grant.