



## **MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2021**

### **1 INTRODUCTION**

The following Management's Discussion and Analysis ("MD&A") is a review by management ("Management") of the operations, results, and financial position of Avidian Gold Corp. ("Avidian" or the "Company") for the three months ended September 30, 2021 (the "Reporting Period"). This MD&A is prepared as of November 26, 2021, unless otherwise indicated, and should be read in conjunction with the Company's unaudited interim financial statements and related notes for the three months ended September 30, 2021 ("Reporting Period") and ("Interim Financial Statements") and the audited financial statements and related notes for the year ended June 30, 2021 ("Annual Financial Statements") which have been prepared in accordance with International Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). All figures are presented in United States dollars ("\$\$") unless otherwise indicated. Additional information relevant to the activities of the Company has been filed electronically through the System for Electronic Document Analysis and Retrieval ("SEDAR") – <http://www.sedar.com> and are also available on the Company's website <http://www.avidiangold.com>.

### **2 CAUTIONARY NOTE**

#### **FORWARD-LOOKING STATEMENTS**

Forward-looking statements look into the future and provide an opinion as to the effect of certain events and trends on the business. Forward-looking statements may include words such as "plans", "intends", "anticipates", "should", "estimates", "expects", "believes", "indicates", "suggests" and similar expressions.

This MD&A contains forward-looking statements. These forward-looking statements are based on current expectations and various estimates, factors and assumptions and involve known and unknown risks, uncertainties and other factors. Information concerning mineral resource estimates and the interpretation of drill results may also be considered as forward-looking statements; as such information constitutes a prediction of what mineralization might be found to be present if and when a project is actually developed.

Readers are cautioned not to place undue reliance on forward-looking these statements as the Company's actual results, performance or achievements may differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements if known or unknown risks, uncertainties or other factors affect the Company's business, or if the Company's estimates or assumptions prove inaccurate. Therefore, the Company cannot provide any assurance that forward-looking statements will materialize. Factors that could cause results or events to differ materially from current expectations expressed or implied by the forward-looking statements, include, but are not limited to, possible variations in mineral resources, labour disputes, operating or capital costs; availability of sufficient financing to fund

planned or further required work in a timely manner and on acceptable terms; failure of equipment or processes to operate as anticipated; and political, regulatory, environmental and other risks of the mining industry.

Subject to applicable laws, the Company assumes no obligation to update or revise any forward-looking statement, whether as a result of new information, future events or any other reason.

For a description of material factors that could cause the Company's actual results to differ materially from the forward-looking statements in this MD&A, please see "Risks and Uncertainties" in Section 4.15.

### **3 HIGHLIGHTS**

#### **EXPLORATION**

➤ At Golden Zone property, Alaska:

During the period July 2020 to July 2021 the following work was completed.

- A helicopter LiDAR and Orthophoto survey was flown over the entire property.
- A 588.7 line km Drone-Mag magnetometer survey was flown over the northern portion of the property covering the Breccia Pipe Deposit area.
- Staked an additional 1,975 hectares (4,880 acres) of claims adjoining the southwestern portion of the property along the strike extension of the newly discovered MJ mineral occurrence (grab samples of **5.17 g/t Au and 4.2 g/t Au plus 2.77% Cu**) extending the mineralized trend to 19 kilometres in strike length and overall property size to 125.3 sq km. Three mineral occurrences are located on the newly staked area known as Silver Kitty, Ready Cash and Canyon Creek.
- Immediately west of the Silver Kitty occurrence, described as a chalcopyrite-bearing and sphalerite-bearing skarn adjacent to a porphyritic stock, a grab sample returned **12.5 g/t Au**. This sample is located approximately 500 m southwest and on trend with the MJ discovery.
- At the Ready Cash occurrence, a grab sample returned **0.4 g/t Au, 17.7 g/t Ag and 4.7% Cu**.

*It should be noted that, due to their selective nature, assay results from grab samples noted may not be representative of the overall grade and extent of mineralization on the subject areas. All drill core assays and trench results noted above are presented in core/sample lengths as at this time there is insufficient data with respect to the orientation of the mineralized intersections to calculate true widths.*

Highlights of the exploration activities carried out on the property from during the Reporting Period are as follows:

- 27 Reverse Circulation ("RC") drill holes were completed on the property for 3,288 m;
- Of the 2021 RC holes completed, 17 were drilled on the Mayflower Extension Zone ("MEZ"), located adjacent to the Breccia Pipe Deposit, and established that the MEZ has been defined along a 600 m strike length and remains open at depth and to the northeast;
- 2,275 drill hole samples were collected and shipped to ALS Global for analysis, assays are pending
- A 1,200 line km drone magnetic survey was completed on the property, with interpretative results pending;

- Reconnaissance mapping and sampling was carried out in the south western portion of the property following up on the previous discoveries made at the JJ-J4 and MJ, that cover a strike length of approximately 4.5 km (see press release dated October 21, 2021); and
- 70 surface rock samples were collected during the above program with assays pending.

➤ At Amanita property, Alaska:

During the period July 1, 2020 to July 1, 2021 the following work was completed.

- A high-resolution drone magnetic survey (443.6 line km) over the entire property at 50 metre (“m”) line spacing with selected areas flown at a 25 m line spacing;
- A helicopter-borne LiDAR survey over the entire property;
- Nine HQ-diameter oriented core holes for a total of 1,945 m;
- Gold mineralization was encountered in all holes with highlights as follows:
- **22.72 m of 3.11 g/t Au** (includes **12.87 m of 6.23 g/t Au**) in Hole AM20-02 (this intersection occurs approximately 60 m below Trench D-West, which returned **27.0 m of 4.22 g/t Au**);
- **24.21 m of 1.30 g/t Au** in hole AM20-03, approximately 60 m below surface, that includes a higher grade intersection of **5.77 m of 2.64 g/t Au**, and,
- **2.93 m of 4.26 g/t Au** in Hole AM-20-08 approximately 10 m below surface, including **1.50 m of 8.07 g/t Au**.
- Drill hole and surface trench structural analysis was completed detailing the structural controls to the gold mineralization and outlined follow up drill targets.

## **CORPORATE/FINANCE**

- Appointed John Schaff as Vice President Exploration. Mr. Schaff joined Avidian from Coeur Mining where he was Exploration Manager for the past four years. During his tenure at Coeur, he played an integral part in the recent discovery of the C-Horst deposit, located in the highly active Bare Mountain Mining District near Beatty, Nevada.

## **4 DISCUSSION AND ANALYSIS**

### **4.1 BACKGROUND**

#### **The Company**

Avidian Gold Corp. (“Avidian” or the “Company”) was incorporated pursuant to the provisions of the British Columbia Business Corporations Act on September 24, 2013. The Company was continued into the Province of Ontario on October 20, 2020. The registered head office of the Company is located at 18 King Street East, Suite #902, Toronto, Ontario, M5C 1C4.

Avidian is in the business of acquiring and exploring gold projects. As of September 30, 2021, the Company has acquired the rights to explore four gold properties in the United States of America and has majority ownership of High Tide Resources Corp. which holds the right to explore two properties in Eastern Canada.

#### **HIGH TIDE RESOURCES CORP.**

Over the course of late 2019 and early 2020, High Tide applied for and was granted all exploration permits from the Government of Newfoundland & Labrador and commenced detailed planning for a diamond drill program at Labrador West. The compilation work and data review of the widely spaced historical drilling identified a large area of iron intercepts exceeding 200 metres in thickness that would form the target area of a Phase One 1,000 m drill program. All support contracts – drilling, accommodation, geological and

helicopter - were in place by February with the idea of starting the program in mid-March. By early March the COVID-19 pandemic had begun to spread to North America and by mid-March all non-essential travel and work in Newfoundland & Labrador was halted; consequently, the Phase One drill program was paused at that time. The drill program re-commenced in August using local consultants with 4 core holes completed for 999 m. A total of 564 samples were collected for assay. Significant results therein include: **314.7 m of 29.6% total iron, 321.5 m of 26.8% total iron, 57.2 m of 31% total iron and 60.0 m of 33.8% total iron.** A NI 43-101 report was completed on December 2, 2020 and can be viewed on SEDAR.

On January 8, 2021, Hide Tide announced it had entered into a purchase Agreement with Globex Mining Enterprises Inc. (“Globex” GMX-TSX, GLBXF-OTCQX International, G1MN-Frankfurt) to purchase 100% of the Lac Pegma Copper-Nickel-Cobalt sulphide deposit located approximately 50 kilometres south of Fermont, Quebec.

The terms of the purchase agreement are as follows; the Company has paid Globex \$10,000 in cash and will issue 650,000 shares of High Tide at the time of the Company’s IPO/Liquidity event. In addition, Globex will retain a 2% Gross Metal Royalty (“GMR”) with a 1% buy-back option for \$1.5M CAD exercisable at any time at the discretion of the Company.

On February 12, 2021, High Tide announced the appointment of Todd Burlingame as Vice President Corporate Development. Mr. Burlingame is a resource development professional and geologist with over 30 years of greenfield and brownfield mineral exploration and development experience across northern Canada.

On April 12, 2021, High Tide announced the appointment of a new Board of Directors. New Board members include independent director Dr. Joseph Poveromo, a global authority in iron ore and steel making, Mr. Serge Pelletier a mining engineer with experience in small to large scale mining operations with BHP Billiton and, Ms. Carol Seymour, a senior geologist with Altius Resources Inc. with extensive experience in the Labrador Trough. Further Board appointments included Mr. Steve Roebuck, currently serving as President & CEO of Avidian, and Mr. Stephen Altmann who is serving as a director and Chairman of High Tide.

On May 17, 2021, High Tide announced that it had commenced a Heliborne High-Resolution Magnetic and Time-Domain Electromagnetic Survey at the Lac Pegma Property.

In October 2021, High Tide initiated the process of becoming a reporting issuer with the intention to list its common shares on a recognized Canadian stock exchange (the “Listing Exchange”). In connection with the Listing (as defined hereinafter), High Tide issued 7,332,063 subscription receipts (each a “Subscription Receipt”) in two tranches at a price of CDN\$0.15 per Subscription Receipt (the “Offering”), with 3,371,732 Subscription Receipts issued on September 14th, 2021 and 3,960,331 Subscription Receipts issued on September 16th, 2021. Each Subscription Receipt is convertible into one unit of High Tide (each, a “Subscription Receipt Unit”), with each Subscription Receipt Unit comprised of one common share and one half of one common share purchase warrant (each whole, a “Subscription Receipt Warrant”) with each Subscription Receipt Warrant entitling the holder to purchase one common share at a price of CDN\$0.20 for a period of 36 months from the Exchange Date (as defined hereinafter).

Persons who acted as finders to the Offering will be issued an aggregate of 67,584 broker warrants (“Broker Warrant”) with each Broker Warrant entitling the holder to purchase one Subscription Receipt Unit at a price of CDN\$0.15 for a period of thirty-six months from the closing date of the Offering.

The subscription funds from the Offering (the “Escrowed Funds”) will be held in escrow by the subscription receipt and escrow agent (the “Subscription Receipt and Escrow Agent”) until the satisfaction of the following conditions: (i) the receipt of written confirmation from the Listing Exchange that all conditions precedent to High Tide listing its common shares on the Listing Exchange have been satisfied (the

“Listing”), and (ii) the Listing to occur within six months of the closing date of the Offering (the “Escrow Release Conditions”).

At the time the Escrow Release Conditions are satisfied, the Company will forthwith deliver a certificate (the “Release Certificate”) executed by High Tide to the Subscription Receipt and Escrow Agent confirming that the Escrow Release Conditions have been met upon which the Subscription Receipts shall be deemed to be automatically exchanged (the “Exchange Date”), for no additional consideration and without further action on the part of the holders of the Subscription Receipts for Subscription Receipt Units of High Tide, and the Escrowed Funds will be released by the Subscription Receipt and Escrow Agent to High Tide. The Offering was completed on a “non-brokered” private placement basis pursuant to exemption under applicable securities legislation.

High Tide filed its preliminary prospectus on October 1, 2021 and is awaiting regulatory comments and approval.

\* \* \*

Additional information related to the Company and its subsidiaries is available on its website at [www.avidiangold.com](http://www.avidiangold.com).

### **Directors, Officers and Management**

David C. Anderson – Chairman and Director  
Stephen Roebuck – President and Chief Executive Officer  
Dino Titaro – Independent Director and Vice Chairman  
James Polson – Independent Director  
Stephen Altmann – Independent Director  
Rick Winters – Independent Director  
Donna McLean – Chief Financial Officer  
John Schaff – Vice President, Exploration

### **Corporate Office**

Suite 902 – 18 King St. East  
Toronto, ON M5C 1C4  
Tel. (647) 259-1786  
Email: [info@avidiangold.com](mailto:info@avidiangold.com) website: <http://avidiangold.com>

### **Exchange Listing**

The Company’s common shares (“Common Shares”) are traded on the TSX Venture Exchange (“TSX-V”) under the symbol AVG and on the OTCQB Venture marketplace (“OTCQB”) under the ticker symbol “AVGDF”.

### **Nature of Operations and Company Focus**

Avidian is in the business of acquiring and exploring gold and non-precious projects. As of September 30, 2021, the Company has acquired the rights to explore three gold properties in the United States of America (“United States”) and has 67% ownership of High Tide, which holds the right to explore the Labrador West property in Newfoundland, Canada and the Lac Pegma property in Quebec, Canada.

Avidian operates in two jurisdictions: United States and Canada.

In the **United States**, the Company is engaged, through its 100% interest in Avidian Gold US Inc. and Avidian Gold Alaska Inc. in the acquisition and exploration of resource properties. Avidian holds properties in Alaska and Nevada, two major gold producing areas. To date the exploration focus has been primarily on the more advanced Golden Zone property in Alaska.

In **Canada**, Avidian's majority-controlled private subsidiary High Tide has rights to an iron ore project in Labrador and a copper-nickel-cobalt sulphide deposit located in Quebec.

## **4.2 OVERALL PERFORMANCE – Financial Position, Results of Operations and Cash Flows**

### **Financial Position**

The Company's financial position at September 30, 2021 and June 30, 2021 is summarized as follows:

Financial Position	September 30, 2021	June 30, 2021
	\$	\$
Current assets	4,123,416	5,410,500
Non-current assets	97,456	106,569
Total assets	4,220,872	5,517,069
Current liabilities	1,139,518	357,520
Non-current liabilities	1,202,231	2,849,727
Total liabilities	2,341,749	3,207,247
Equity attributable to shareholders of the Corporation	1,337,137	1,698,064
Non-controlling interest	541,986	611,758
Total liabilities and shareholders' equity	4,220,872	5,517,069

For the three months ended September 30, 2021:

- the Company's cash position decreased to \$2,936,024 from \$5,218,564. During the period, cash was used to fund exploration and general corporate expenses. The remaining current assets are largely comprised of HST receivable;
- non-current assets had a small decrease in the property and equipment account due to amortization of equipment;
- the revaluation of the warrant liability and convertible debenture resulted in a decrease in total liabilities to \$2,341,749; and
- the change in shareholders' equity relates to the net loss recorded during the period.

## **4.3 SELECTED FINANCIAL RESULTS**

**Financial Position – See 4.2 above**

### **Results of Operations**

For the three months ended September 30, 2021, the Company recorded net loss of \$618,062 (2020 - \$5,096,113). The loss for the period was lower than the prior year because of: i) the decrease in exploration costs to \$1,735,204 compared to \$2,450,388 in the prior year. However, it should be noted that the prior year comparative included \$818,070 in exploration expenditures related to the acquisition of Amanita NE which was a non-cash expense, ii) and increase in share-based compensation to \$184,993 compared to

\$85,082 due to an option grant in July 2021, and iii) the warrant revaluation gain of \$1,587,745 compared to the warrant revaluation loss of \$2,268,102 in the prior year as a result of a lower share price.

<b>STATEMENTS OF LOSS</b>	<b>Three months ended September 30, 2021</b>	Three months ended September 30, 2020
Exploration expenses	<b>\$1,735,204</b>	\$2,450,388
Share-based compensation expense	<b>184,993</b>	85,082
Corporate overhead expense	<b>251,831</b>	209,408
	<b>\$2,172,028</b>	\$2,744,878
<b>Other income/expenses:</b>		
Foreign exchange loss (gain)	<b>\$33,779</b>	\$(23,885)
(Gain) loss on warrant revaluation	<b>(1,587,745)</b>	2,268,102
Loss on conversion feature	-	107,018
<b>Net loss for the period</b>	<b>\$618,062</b>	\$5,096,113
<b>Non-controlling interest</b>	<b>69,772</b>	199,089
<b>Net loss attributable to Shareholders of the Company</b>	<b>\$548,290</b>	\$4,897,024

### Cash Flows

<b>Cash Flow Activities</b>	<b>Three months ended September 30, 2021</b>	Three months ended September 30, 2020
Operating	<b>\$(2,284,910)</b>	\$(1,556,770)
Financing	<b>2,370</b>	2,745,343
Investing	-	-
<b>Increase (decrease) in cash during the period</b>	<b>\$(2,282,540)</b>	\$1,188,573

For the Reporting Period, net cash used for operating activities was \$2,284,910 (2020 - \$1,556,770). The majority of the cash (84%) (2020 – 93%) was used for project evaluation and exploration. The Company generated \$2,370 (2020 - \$2,745,343) in financing activities from the issuance of shares during the period.

## 4.4 PROJECTS REVIEW

### ALASKA PROJECTS

#### Location, tenure and historical data

Avidian holds properties in Alaska and Nevada. These properties comprise large land positions in recognized, prolific gold belts where historically multi-million ounce deposits have been discovered. All of the properties are at an advanced exploration stage and either host a resource or have drill/trench intercepts of economic interest. They also have historical databases and multiple identified drill-ready targets. To date the exploration focus has been primarily on the more advanced Golden Zone property in Alaska.

## A Golden Zone

The Golden Zone and Amanita properties lie within the prolific Tintina Gold Belt that hosts multi-million ounce gold deposits such as Donlin Creek (+39 Moz measured plus indicated gold resource), the producing Fort Knox Gold Mine (+8 Moz produced and contains 1.5 Moz proven plus probable reserves) and Dublin Gulch (4.8 Moz indicated gold resource and 1.5 Moz inferred gold resource). Both properties have well documented gold showings that trend over several kilometers in length, are easily accessible all year round by road, and are close to major infrastructure.

The Golden Zone property is located 320 km north of Anchorage, Alaska, and approximately 8 km west of the main transportation route between Anchorage and Fairbanks. This 12,525 hectare (125.25 sq km) property is comprised of a 1,184 hectare (11.84 sq km) Uplands Mining Lease (with 32 years remaining on the lease) surrounded by 11,325 hectares (113.25 sq km) of State of Alaska claims and a non-contiguous 16 hectare Mill Site Lease. The property hosts a number of high grade gold surface showings along a 15 km long well mineralized trend hosting grades of 4 g/t Au to > 25 g/t Au plus Ag ± base metals, with significant drill and trench intersections.

The property also hosts the Breccia Pipe Deposit, which contains a NI 43-101 Indicated gold resource of 267,400 ounces (4,187,000 tonnes at 1.99 g/t Au), plus an Inferred gold resource of 35,900 ounces (1,353,000 tonnes at 0.83 g/t Au). The deposit is exposed on surface and remains open at depth and along strike.

### Exploration Work

Exploration programs to date over the 15 km mineralized strike length at the Golden Zone property have defined three major target areas within this district scale property. The current Breccia Pipe Deposit resource and Mayflower Extension Zone lies within one of these target areas. Copper King and the recently discovered JJ - J4 zone and MJ zone lie within the other two target areas. Below is a summary of the recent relevant exploration results on the property.

Highlights from the 2020 work program to date are as follows.

- A helicopter LiDAR and Orthophoto survey was flown over the entire property.
- 588.7 line km Drone-Mag airborne magnetometer geophysical survey was flown over the northern portion of the property.
- An additional 4,880 acres of claims were staked, adjoining the south western portion of the property along the strike extension of the MJ mineral occurrence
- grab samples results from the newly staked ground include **12.5 g/t Au** and **0.4 g/t Au, 17.7 g/t Ag and 4.7% Cu**

*It should be noted that, due to their selective nature, assay results from grab samples noted may not be representative of the overall grade and extent of mineralization on the subject areas. All drill core assays noted above are presented in core length as at this time there is insufficient data with respect to the orientation of the mineralized intersections to calculate true widths.*

Exploration activities were carried out on the property from July to September 2021. Highlights are as follows:

- 27 Reverse Circulation ("RC") drill holes were completed on the property for 3,288 m.
- Of the 2021 RC holes completed, 17 were drilled on the Mayflower Extension Zone ("MEZ"), located adjacent to the Breccia Pipe Deposit, and established that the MEZ has been defined along a 600 m strike length and remains open at depth and to the northeast.



- 2,275 drill hole samples were collected and shipped to ALS Global for analysis, assays are pending
- A 1,200 line km drone magnetic survey was completed on the property, with interpretative results pending.
- Reconnaissance mapping and sampling was carried out in the south western portion of the property following up on the previous discoveries made at the JJ-J4 and MJ, that cover a strike length of approximately 4.5 km (see press release dated October 21, 2021).
- 70 surface rock samples were collected during the above program with assays pending.

## **Next Steps**

The 2021 Drone-Mag survey results are being interpreted and will be compiled and integrated with other existing geophysical surveys on the property. The Company is also incorporating previous geological and drill hole work (with the 2021 drill hole results pending) into an updated compilation taking into account the new results from the 2021 Drone-Mag survey. It is anticipated that the Company will carry out a drilling program in 2022 on several target areas on the property as well as following up on the large prospects of the JJ-J4 and MJ prospect areas. The plan for the 2022 drill program will be to expand on the resource inventory in the vicinity of the Breccia Pipe deposit, particularly the MEZ area, as well as test the extent of the replacement mineralization in the Copper King prospect area and initial drilling on the prospects located in the southwestern portion of the property. The detailed program and budget for 2022 is in the early stage of planning.

## **B. Amanita**

### **Location, tenure and historic data**

The Amanita property is comprised of State of Alaska claims totaling 1,460 hectares (14.6 sq km) and is located 15 km northeast of Fairbanks, Alaska, and approximately 5 km southwest and contiguous to the Fort Knox open-pit gold mine. Fort Knox is currently producing approximately 380,000 oz of gold per annum at a grade of less than 0.5 g/t Au. The Fairbanks mining district has historically produced in excess of 20 Moz of gold. Mineralization at Fort Knox is contained within a northeast/southwest structural corridor that trends southwest directly onto the Amanita property. This corridor at Amanita is approximately 1.6 km long and hosts multiple historical drill intersections >1.5 g/t Au, such as 13.7 m at 3.0 g/t Au and 4.5 m at 11.4 g/t Au, with visible gold noted in some of the drill holes as well as in selected float samples. This corridor has been sparsely drill tested, with the drill intersections all occurring at a depth of less than 150 m.

### **Exploration Work**

Avidian believes the Amanita property has the potential to host one or more oxide gold resources within a 4 km long mineralized structural corridor that trends directly onto the adjacent and contiguous Fort Knox gold mine property. Historical drilling along this corridor (referred to as the Tonsina Trend) indicates that oxide gold mineralization extends from surface to a depth of at least approximately 150 m. Historical reverse circulation drilling of 30 holes (from a drill campaign of 39 holes) intersected gold grades of > 1.0 g/t Au over widths of 1.5 m, with visible gold identified in six holes. Some highlight intersections include 14 m of 3.02 g/t Au, 11 m of 1.08 g/t Au, 5 m of 2.30 g/t Au and 3 m of 14.04 g/t Au.

Highlights from the 2020 work program to date are as follows.

- A drone LiDAR and Orthophoto survey has been completed over the entire property.
- 443.6 line km Drone-Mag airborne magnetometer geophysical survey has been flown over the entire property with interpretations of this data underway.

- Completed a core HQ-diameter oriented core drilling program, with 9 core holes completed for a total of 1,944.5 metres as follows:
  - three core holes (AM20-1, 2, 8) were drilled in the vicinity of Trench C & D (completed in 2019) to test the NE-SW trending zone of gold mineralization;
  - two core holes (AM20-3, 4) drilled to test for possible NE-SW trending parallel gold zones anywhere from 20 to 250 m southeast of the hole AM20-2;
  - three core holes (AM20-5, 6, 7: note hole AM20-6 was abandoned at 54.25 m due to rock conditions and hole AM20-7 was drilled at the same collar location) drilled to test for a possible strike extension of mineralized trenches on trend with hole AM20-1 & 2) 140 m to the northeast and 230 m to the southeast, respectfully); and,
  - one hole (AM20-9) drilled 1.1 km southwest of the trenches to test possible SW extension of the mineralization coincident with geophysical targets.

Drill hole assay results were received for all of the drill holes during the first quarter of 2021 with oxide gold mineralization encountered in all holes.

Drill AM20-01 was designed to pass under the north-trending intersection of **22.5 m of 11.51 g/t Au** in Trench C-North and intercept this zone at a vertical depth of approximately 50 m. The upper 75 m of AM20-01 is structurally complex and movement along these structures likely displaced the mineralization as no significant mineralization was intercepted in the upper part of the hole. Several thin anomalous (>0.25 g/t) gold values were encountered including **3.12 m of 1.39 g/t Au** at a depth of 95 m. The structural complexity in the upper 75 meters of AM20-01 is also evident in the property wide magnetic survey that indicates multiple, major, structural trends intersecting in the area of AM20-01.

Hole AM20-02 was designed to test the down-dip extension of the Trench D-West intersection of **27.0 m of 4.22 g/t Au**, interpreted to reflect the same mineralized zone targeted by Hole AM20-01. The upper parts of the hole contain intersections of **4.54 m of 0.68 g/t Au** and **6.10 m of 1.49 g/t Au**, but the highlight intersection is **33.89 m of 2.56 g/t Au**, which includes **27.22 m of 3.11 g/t Au**, which itself includes **12.87 m of 6.23 g/t Au**. **This intersection** lies approximately 60 m below the Trench D-West intersection, demonstrating its down-dip extension. This mineralization remains open at depth and along strike.

AM20-03 was designed to test for a parallel NE-SW striking mineralized zone similar to that encountered in hole AM20-02 and is located approximately 150 m east of hole AM20-02. Additionally, the objective of this hole was to assess the validity of historical RC hole AH-05, which was a reverse circulation hole that reportedly intersected **22.9 m of 1.01 g/t Au** at a vertical depth of approximately 50 m below surface. Hole AM20-03 intersected **24.21 m of 1.3 g/t Au** at essentially the same depth interval. Previous blaster analysis work completed in the late 1990's on the historical RC holes suggested that the assay results from the RC drilling may have been understated. The results from hole AM20-03 appear to support this suggestion and Avidian plans to re-evaluate a number of the historical RC assay results.

The strike of the mineralized zone encountered in hole AM-20-03 appears to be NE-SW trending towards historical hole AH-19, located approximately 150 m to the NE. This historical hole intersected, essentially from surface, **6.10 m of 7.14 g/t Au**, including **3.05 m of 14.04 g/t Au**. This trend of mineralization is open along strike in both directions and at depth and appears to represent a parallel zone to that encountered in hole AM20-02.

Hole AM20-04 is a 180 m step-back of hole AM20-03. This hole intersected **4.02 m of 1.65 g/t Au** approximately 45 m below surface and may represent another separate NE-SW parallel mineralized zone to that encountered in hole AM20-03.

Holes AM20-05, 06, 07 and 09 were step-out holes investigating geophysical and/or geochemical anomalies as well as obtaining structural information that could assist in follow-up drilling programs that would 1) test for strike extensions to the mineralized zones reported above in the 2020 drill program and 2019 trenching program; 2) outline other mineralized gold zones; and 3) define possible areas where follow-up drilling will be required to test for the potential intrusive source to the gold mineralization encountered to date on the property.

Holes AM20-06 and AM20-07 were drilled from the same collar location as AM20-06 was abandoned at 54.25 m due to rock conditions. Hole AM20-07 intersected multiple thin intersections, such as **1.4 m of 2.93 g/t Au** and **4.60 m of 1.47 g/t Au** that on a preliminary basis appear to trend to the NE into the mineralized zone of **6.10 m of 1.49 g/t Au** in AM20-02 (located 250 m to the NE).

Hole AM20-08 was drilled subparallel to the mineralized trend encountered in hole AM20-02 to test for cross-cutting structural features that could also be mineralized. This hole encountered near-surface mineralization of **2.93 m of 4.26 g/t Au**, including **1.5 m of 8.07 g/t Au**, which may be a NE trending zone also encountered at the top of hole AM20-05, located 180 m to the NE, of **1.51 m of 1.31 g/t Au**. A lower intersection of **4.29 m of 1.12 g/t Au** appears to be a cross-cutting mineralized feature that trends to the NW and could possibly be the same zone as that encountered at surface in Trench D-West (50 m to the SE) that returned **12 m of 1.34 g/t Au**.

Drill hole and surface trench structural analysis has been completed detailing the structural controls to the gold mineralization and outlined follow up drill targets.

### **Next Steps**

The initial plan for 2021 was a reverse circulation drilling program to commence outlining the extent of the mineralization encountered in holes AM20-02 and AM20-03 as well as the other hole in this vicinity to start defining a resource outline to the mineralization as well as use these results to potentially trace the mineralization back to a possible intrusive source. As a result of weather conditions and suitable drill equipment being unavailable, this program has been deferred to 2022.

### **C. Amanita NE**

A drone LiDAR and Orthophoto survey and a Drone-Mag airborne magnetometer geophysical survey have been completed on this property. Limited follow up work is planned for the property in 2022.

## **NEVADA PROJECTS**

### **D. Jungo Property**

The 2,000 hectare (20 sq km) Jungo Property is situated within the Humboldt mineral trend, Nevada, that hosts the multi-million ounce Hycroft and Sleeper gold deposits. Hycroft hosts 10.5 Moz of proven plus probable reserves plus 11 Moz of measured plus indicated resource. Sleeper has produced +1.6 Moz and contains a resource of 3.1 Moz of measured plus indicated and 1.5 Moz inferred. The Jungo property lies between these two deposits.

Historical work on the property has outlined a 5 km long gold-copper system that has been sparsely tested by geophysics, trenching and drilling. Historical drilling along the 5 km strike length includes: 1.52 m at 2.5 g/t Au, 71.6 g/t Ag and 0.67 % Cu, 7.62 m at 0.90 g/t Au, 28.9 g/t Ag and 1.73% Cu, and 12.19 m at 1.29 g/t Au, 28.6 g/t Ag and 0.72% Cu. Historical trenching along the 5 km strike length includes: 6.10 m at 2.12 g/t Au, 6.10 m at 1.21 g/t Au, and 3.05 m at 2.36 g/t Au.

## Next Steps for Jungo

No exploration activity took place on the Jungo property during the Reporting Period in 2021. Avidian is evaluating the possibility of doing a small RC drilling program on this property and/or spinning out the property into another vehicle, either private or public, so as to maximize its unrecognized value for Avidian shareholders. A NI 43-101 technical report on the property is currently being prepared by Mine Development Associates. Avidian has received its work permit allowing the Company to carry out field work on its drill ready targets in 2022.

## NEWFOUNDLAND PROJECTS (HIGH TIDE) - See High Tide Resources Corp.

### Evaluation and Exploration Expenditures

During the three months ended September 30, 2021, a total of **\$1,735,204** (2020 - \$2,450,388) was incurred for project costs, as follows:

	Three months ended September 30, 2021	Three months ended September 30, 2020
<b>Golden Zone</b>		
Acquisition and holding costs	\$ 56,387	\$ 60,075
Assays	1,929	688
Camp supplies	104,227	11,552
Drilling	821,540	-
Equipment rental and fuel	191,363	-
Geophysics	107,000	113,027
Geological consulting fees	156,159	26,833
	\$ 1,438,605	\$ 212,175
<b>Amanita</b>		
Acquisition and holding costs	\$ 78,086	\$ 50,000
Assays	-	400
Drilling	-	310,390
Geophysics	-	66,727
Geological consulting fees	44,773	422,850
	\$ 122,859	\$ 850,367
<b>Amanita NE</b>		
Acquisition and holding costs	\$ 5,325	\$ 830,274
Geological consulting fees	-	31,324
	\$ 5,325	\$ 861,598
<b>Labrador West</b>		
Acquisition and holding costs	\$ -	\$ -
Assays	-	6,216
Camp supplies	-	32,044
Drilling	-	234,104
Equipment rental and fuel	9,404	100,051
Geological consulting fees	43,576	112,074
	\$ 52,980	\$ 484,489
<b>Lac Pegma</b>		
Acquisition and holding costs	\$ -	\$ -
Assays	7,128	-
Equipment rental and fuel	11,456	-
Geological consulting fees	55,256	-
	\$ 73,840	\$ -
<b>Jungo</b>		
Acquisition and holding costs	\$ 41,595	\$ 38,775
Geological consulting fees	-	2,984.00
	\$ 41,595	\$ 41,759
<b>TOTAL EXPLORATION AND EVALUATION</b>	\$ 1,735,204	\$ 2,450,388

#### 4.5 SUMMARY OF QUARTERLY RESULTS

The following are selected financial data from the Company's Interim Financial Statements for the last eight quarters, ending with the most recently completed quarter, being the three months ended September 30, 2021:

	2022	2021				2020		
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Total revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net (loss) earnings	<b>(548,290)</b>	(869,202)	615,119	(330,051)	(4,897,024)	(307,014)	(867,571)	(523,246)
Net (loss) earnings per share - basic and fully diluted	<b>0.00</b>	(0.01)	0.01	0.00	(0.04)	0.00	(0.01)	(0.01)

#### 4.6 LIQUIDITY AND CAPITAL RESOURCES

The Company finances its activities by raising capital in the equity markets and has no regular source of revenue or cash flow. The Company is dependent upon its ability to obtain the necessary equity financing to generate sufficient amounts of cash and cash equivalents, in the short and long term to meet its obligations as they become due and finance its exploration programs.

The Company's property interests are at an early stage of exploration and, in common with many exploration companies, it raises financing for its evaluation and exploration activities in discrete tranches. The existing funds may not be sufficient to explore potential gold project acquisitions and in due course, further funding could be required.

The Company's ability to continue as a going concern is highly dependent on its ability to obtain additional sources of financing to successfully explore, evaluate and develop gold projects and ultimately, to achieve profitable operations. The success of these endeavours cannot be predicted at this time. The Annual Financial Statements do not reflect adjustments to the carrying values and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern, and such adjustments may be material.

In June 2021, the Company announced the closing of a CDN\$4,414,166 (US\$3,650,074) non-brokered private placement. The proceeds from this financing are being used to: a) reduce indebtedness; b) meet the financial obligations of the Company for ongoing corporate costs; and c) to advance exploration on Avidian's current projects.

#### 4.7 ESTIMATED WORKING CAPITAL REQUIREMENTS

The Company's working capital requirements are discussed in detail in Section 4.2 Overall Performance and Section 4.6 Liquidity and Capital Resources. Fixed costs to maintain operations, pay taxes and overheads are about \$235,000 per annum. Annual corporate and general costs to maintain the requirements of a listed Company are estimated to be about \$100,000. Therefore, minimum working capital requirements are estimated at \$335,000 per year. Project costs vary.

#### **4.8 OUTSTANDING SHARE DATA**

<b>As at</b>	<b>Common Shares</b>	<b>Warrants</b>	<b>Stock Options</b>	<b>Fully Diluted</b>
<b>June 30, 2021</b>	164,862,041	46,930,958	11,415,149	223,208,148
<b>September 30, 2021</b>	164,892,041	46,900,958	12,940,149	224,733,148
<b>November 26, 2021</b>	165,142,041	46,650,958	12,940,149	224,733,148

#### **4.9 RELATED PARTY TRANSACTIONS**

In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and nonexecutive) of the Company.

The remuneration of key management personnel is comprised of fees paid to officers for the period ended September 30, 2021 totaling \$21,595 (2020 - \$12,068), consulting fees of \$66,472 (2020 - \$41,294) and share-based compensation of \$128,625 (2020 - \$49,540).

#### **4.10 OFF-BALANCE-SHEET TRANSACTIONS**

There are no off-balance sheet transactions contemplated at this time.

#### **4.11 PROPOSED TRANSACTIONS**

The Company has no proposed transaction to acquire or dispose of any asset, however Management has been actively identifying and evaluating new opportunities with the goal of acquiring additional mineral exploration projects, as industry conditions are creating opportunities for companies such as Avidian, to expand their asset base.

#### **4.12 ACCOUNTING POLICIES AND CRITICAL ACCOUNTING ESTIMATES**

##### **a) Changes in Accounting Policies**

The Interim Financial Statements of the Company and its subsidiaries have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC") effective for the Company's reporting for the three months ended September 30, 2021.

The significant accounting policies of the Company are summarized in Note 2 of the Company's Annual Financial Statements. New accounting standards and amendments issued but not yet adopted are also addressed in the Interim Financial Statements. Management does not expect the adoption of such new standards and amendments to have any material impact on its Annual Financial Statements.

##### **b) Critical Accounting Estimates**

The Company prepares its consolidated financial statements in accordance with IFRS. Under IFRS, Management is required to make judgments, estimates and assumptions about future events that could affect the carrying amounts of the assets and liabilities. Although these estimates are based on Management's best knowledge of the amount, event or actions, actual results may differ from those estimates and these differences could be material.

The areas that require Management to make significant judgments, estimates and assumptions in determining carrying values include, but are not limited to:

- i. the assessment of the primary economic environment in order to determine the Company's functional currency;
- ii. the carrying valuation of assets and impairment charges;
- iii. the valuation of the accretion and derivative liability of compound financial instruments;
- iv. the inputs used in accounting for valuation of warrants and options which are included in the statement of financial position;
- v. the inputs used in accounting for share-based payment expense in the statement of loss;
- vi. the \$nil provision for decommissioning and restoration obligations which are included in the statement of financial position;
- vii. the inputs used for assessing impairment included the estimates of the discounted figure after-tax cash flows expected to be derived from the Company's mining properties;
- viii. the existence and estimated amount of contingencies; **See Section 4.14 - Commitments and Contingencies** and
- ix. the determination of the Company's provision for taxes.

### **4.13 FINANCIAL INSTRUMENTS**

#### Fair Value of Financial Instruments

The Company's financial assets are classified in the following categories: at fair value through profit or loss or as loans and receivables. The classification depends on the purpose for which the financial assets were acquired. As at September 30, 2021, the Company's financial assets are comprised of cash and amounts receivable.

Financial assets at fair value through profit are carried at fair value. Gains and losses are reflected in the consolidated statements of operations and comprehensive loss.

Cash, and amounts receivable are classified as loans and receivables and are recognized initially at fair value and subsequently measured at amortized cost.

Financial assets are derecognized when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership. The Company assesses at each financial reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired.

The Company's financial liabilities consist of trade payables, accrued liabilities, warrant liability, convertible debenture and conversion option component of convertible debenture. Trade payables, accrued liabilities and convertible debenture are classified as other financial liabilities and are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method. Financial liabilities are derecognized when the contractual obligations are discharged, cancelled or expired. The Company's conversion option component of the convertible debenture is classified as fair value through profit and loss and are recognized initially at fair value and subsequently re-measured at fair value at each reporting date.

#### Financial Risk Factors

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate, foreign exchange rate, and commodity price risk). Risk management is carried out by Management with guidance from the Audit Committee under policies approved by the Board. The Board also provides regular guidance for overall risk management. There have been no significant changes in the risks, objectives, policies and procedures during the reporting period.

### *Credit risk*

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is attributable to cash. Cash is held with a reputable financial institution, from which Management believes the risk of loss to be remote. The Company's believes it has no significant credit risk.

### *Liquidity risk*

Liquidity risk arises through an excess of financial obligations over financial assets at any point in time. The Company's approach to managing liquidity risk is to maintain readily available cash to continue operations and meets its financial obligations when they become due.

### *Market risk*

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

#### (a) Interest rate risk

The Company has cash balances and no interest-bearing debt. Management is satisfied with the credit ratings of its banks.

#### (b) Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash and trade payables and accrued liabilities that are denominated in US Dollars ("USD").

#### (c) Commodity price risk

The Company is exposed to price risk with respect to gold prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to gold price movements and volatilities. The Company closely monitors gold prices to determine the appropriate course of action to be taken by the Company.

## **4.14 COMMITMENTS AND CONTINGENCIES**

The Company's exploration activities are subject to various federal, provincial, state and international laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company strives to conduct 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 Company is obligated to spend CDN\$415,972 (\$328,054) by December 31, 2021 and CDN\$2,187,512 (\$1,725,167) by December 31, 2022 for the issuance of flow-through shares by HTR Corp. As at September 30, 2021, the Company had spent CDN\$173,703 (\$138,051) and is obligated to spend an additional CDN\$242,269 (\$190,003) to satisfy the December 31, 2021 obligation. The Company has not incurred any expenditures with respect to its December 31, 2022 obligation. The flow-through agreements require the Company to renounce certain tax deductions for Canadian exploration expenditures incurred on the Company's mineral properties to flow-through participants. The Company has indemnified the subscribers for certain tax related amounts that become payable by the subscribers should the Company not meet its expenditure commitments.

See Notes 14 and 15 from the Interim Financial Statements for the period ended September 31, 2021.



## **4.15 RISKS AND UNCERTAINTIES**

Although Management attempts to mitigate risks associated with exploration and mining and minimize their effect on the Company's financial performance, there is no guarantee that the Company will be profitable in the future and the Company's Common Shares should be considered speculative.

### **COVID - 19**

In March 2020, the World Health Organization declared a global pandemic related to COVID-19. Its impact on global economies has been far-reaching and business around the world are 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, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.

The Company is pleased to report that in 2021 it was able to carry out its field programs in a safe and COVID-19 free manner with no incidents affecting any of its employees or contactors.

### **Laws and Regulations Governing Operations**

The operations of the Company's properties will be subject to various laws and regulations relating to the environment, prospecting, development, production, waste disposal and other matters. Amendments to current laws and regulations governing activities related to the Company's mineral properties may have material adverse impact on operations.

### **Exploration, Development and Operating Risk**

Mineral exploration involves many risks, which even a combination of experience, knowledge and careful evaluation, may not be able to overcome. Operations in which the Company has a direct or indirect interest will be subject to the hazards and risks normally associated with mineral exploration and the development of deposits, many of which could result in work stoppages, damage to property, and possible environmental damage. Mining involves a high degree of risk and few properties that are explored are ultimately developed into producing mines. None of the properties in which Avidian has an interest has a defined orebody and there is no assurance that any of Avidian's mineral exploration and development activities will result in the discovery of a commercially viable mineral deposit. Exploring in a foreign jurisdiction subjects the Company to additional risks including potential political change, changes in law or policies, inability to obtain permits or delays in obtaining them, limitations on foreign ownership and other risks not specified here. Foreign currency fluctuations may also adversely affect the Company's financial position and operating results.

### **Ability of Community Stakeholders to Impede Project Success**

The Company recognizes that it is crucial that it engages with key constituency groups to mitigate the social and business risk associated with exploration on properties owned by non-shareholding stakeholders.

### **Property Title**

Property title may be jeopardized by unregistered prior agreements or by the Company not fully complying with regulatory requirements.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee that challenges to the titles may not emerge.

## **Environmental Matters**

The Company's exploration activities are subject to various federal, cantonal, provincial and international laws and regulations governing the protection of the environment. The Company believes that its operations are materially in compliance with all applicable laws and regulations. However, the Company has engaged, and is reliant upon, an environment specialist consultant to keep the Company informed and compliant with respect to environmental rules and regulations.

## **Funding**

The Company will require significant capital to finance its overall objectives and there can be no assurance that the Company will be able to raise the capital required, thus jeopardizing the Company's ability to achieve its objectives, meet its obligations or continue as a going-concern. Given the nature of the Company's operations, which consist of exploration, evaluation, development and acquisition of mineral properties or mining projects, the Company believes that the most meaningful financial information relates primarily to current liquidity and solvency. There can be no assurance that the Company's directors/officers will fund the Company's working capital needs.

Failure to obtain sufficient and timely financing may result in delaying or indefinitely postponing exploration or development activities. If the Company obtains debt financing, it may expose its operations to restrictive loan and lease covenants and undertakings. If the Company obtains equity financing, existing shareholders may suffer dilution.

## **Foreign Currency**

The Company has projects in the US, therefore the Company is exposed to foreign currency risk on fluctuations related to cash and trade payables and accrued liabilities that are denominated in US Dollars (USD). Management believes that the foreign exchange risk derived from currency conversions is best served by not hedging its foreign exchange.

### **4.16 QUALIFIED PERSON**

The foregoing and technical information contained has been prepared or reviewed by Dino Titano, Director, who is a registered Professional Geologist and is a "Qualified Person" for the purposes of National Instrument 43-101, Standards of Disclosure for Mineral Projects of the Canadian Securities Administrators.