

**APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)**

**CONDENSED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)**

FOR THE PERIOD ENDED AUGUST 31, 2020

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED 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 condensed interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited condensed interim financial condensed interim condensed interim 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 Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited)
(Expressed in Canadian Dollars)
AS AT

	August 31, 2020	November 30, 2019
ASSETS		
Current		
Cash	\$ 5,829,134	\$ 10,822
Receivables	8,562	2,920
Prepaid expenses	<u>151,644</u>	<u>10,000</u>
	5,989,340	23,742
Exploration and evaluation (Note 3)	100,000	-
Property and equipment	<u>4,686</u>	<u>815</u>
	<u>\$ 6,094,026</u>	<u>\$ 24,557</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current		
Accounts payable and accrued liabilities	<u>\$ 239,763</u>	<u>\$ 220,549</u>
Shareholders' equity (deficiency)		
Share capital (Note 4)	12,293,418	6,254,197
Reserves (Note 4)	1,325,534	672,095
Warrants (Note 4)	448,461	-
Deficit	<u>(8,213,150)</u>	<u>(7,122,284)</u>
	<u>5,854,263</u>	<u>(195,992)</u>
	<u>\$ 6,094,026</u>	<u>\$ 24,557</u>

Nature and continuance of operations (Note 1)

Subsequent Events (Note 8)

Approved and authorized by the Board on October 27, 2020:

"Daryn Gordon" Director _____
"Simon Clarke" Director

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

APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited)
(Expressed in Canadian Dollars)
FOR THE PERIODS ENDED

	Three Months ended August 31, 2020	Three Months ended August 31, 2019	Nine Months ended August 31, 2020	Nine Months ended August 31, 2019
OPERATING EXPENSES				
Accounting and audit	\$ 2,000	\$ 1,800	\$ 5,850	\$ 7,122
Consulting fees	107,965	10,500	135,465	31,500
Depreciation	575	690	697	2,071
Investor relations and shareholder communications	88,411	-	130,301	-
Professional fees	5,046	-	32,572	-
Office and administration	20,022	15,068	66,606	45,253
Exploration	41,945	-	49,111	-
Share-based payments	-	-	653,439	-
Transfer agent and filing fees	52,513	551	71,733	9,247
	(318,477)	(28,609)	(1,145,774)	(95,193)
OTHER ITEMS				
Gain on settlement of accounts payable	34,973	-	54,908	-
Loss and comprehensive loss for the period	\$ (283,504)	\$ (28,609)	\$ (1,090,866)	\$ (95,193)
Basic and diluted loss per share	\$ (0.00)	\$ (0.00)	\$ (0.03)	\$ (0.00)
Weighted average number of common shares outstanding - basic and diluted	47,833,615	20,140,584	47,833,615	20,140,584

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

APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited)
(Expressed in Canadian Dollars)
FOR THE NINE MONTH PERIODS ENDED

	August 31, 2020	August 31, 2019
CASH FROM OPERATING ACTIVITIES		
Loss for the period	\$ (1,090,866)	\$ (95,193)
Items not affecting cash:		
Depreciation	697	2,071
Share-based compensation	653,439	-
Gain on settlement of accounts payable	(54,908)	-
Changes in non-cash working capital items:		
Receivables	(5,642)	6,793
Prepaid expenses	(141,644)	-
Accounts payable and accrued liabilities	<u>74,123</u>	<u>44,440</u>
Net cash used in operating activities	<u>(564,801)</u>	<u>(41,889)</u>
CASH FROM FINANCING ACTIVITIES		
Proceeds from private placements, net of share issue costs	<u>6,487,682</u>	<u>-</u>
	6,487,682	-
CASH FROM INVESTING ACTIVITIES		
Purchase of exploration and evaluation	(100,000)	-
Purchase of property and equipment	<u>(4,569)</u>	<u>(1,442)</u>
	(104,569)	(1,442)
Change in cash during the period	5,818,312	(43,332)
Cash, beginning of period	<u>10,822</u>	<u>59,471</u>
Cash, end of period	<u>\$ 5,829,134</u>	<u>\$ 16,140</u>
Supplemental cash flow information:		
Cash paid during the period for interest	\$ -	\$ -
Cash paid during the period for income taxes	-	-

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APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)
(Unaudited)
(Expressed in Canadian Dollars)

	<u>Share capital</u>					
	Number	Amount	Warrants	Reserves	Deficit	Total
Balance at November 30, 2018	20,140,584	\$ 6,254,197	\$ -	\$ 672,095	\$ (6,985,934)	\$ (59,642)
Loss for the period	-	-	-	-	(95,193)	(95,193)
Balance at August 31, 2019	20,140,584	6,254,197	-	672,095	(7,081,127)	(154,835)
Loss for the period	-	-	-	-	(41,087)	(41,087)
Balance at November 30, 2019	20,140,584	6,254,197	-	672,095	(7,122,284)	(195,992)
Private placement	30,532,000	6,829,000	-	-	-	6,829,000
Share issue costs	-	(341,318)	-	-	-	(341,318)
Broker warrants	-	(448,461)	448,461	-	-	-
Share-based compensation	-	-	-	653,439	-	653,439
Loss for the period	-	-	-	-	(1,090,866)	(1,090,866)
Balance at August 31, 2020	50,672,584	\$ 12,293,418	\$ 448,461	\$ 1,325,534	\$ (8,213,150)	\$ 5,854,263

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

APOLLO GOLD CORP.
(FORMERLY INFORM RESOURCES CORP.)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
THREE MONTH PERIOD ENDED AUGUST 31, 2020
(Unaudited)
(Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Apollo Gold Corp. (formerly Inform Resources Corp.) (the “Company”) is an exploration company incorporated on September 22, 1999 under the laws of the Province of Alberta, Canada. The Company filed for continuance under the Canada Business Corporations Act on December 1, 2003 and then under the laws of British Columbia on November 4, 2010. The Company is listed on the TSX Venture Exchange (“TSX-V”) and trades under the symbol APGO. The Company’s head office, principal address and registered and records office is Suite 1507, 1030 West Georgia Street, Vancouver, British Columbia, Canada, V6E 2Y3.

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The Company has incurred losses from inception and does not currently have the financial resources to sustain operations in the long-term. While the Company has been successful in obtaining its required funding in the past, there is no assurance that such future financing will be available or be available on favourable terms. These material uncertainties may cast significant doubt about the Company’s ability to continue as a going concern.

The condensed interim financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. Continued operations of the Company are dependent on the Company’s ability to receive financial support, necessary financings, or generate profitable operations in the future.

2. BASIS OF PREPARATION

Statement of Compliance and basis of presentation

These condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with IFRS issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

These condensed interim financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company’s November 30, 2019 annual financial statements.

Critical accounting estimates and significant judgments

Estimates:

The preparation of these condensed interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim financial statements and the reported expenses during the period. Actual results could differ from these estimates.

Significant assumptions about the future and other sources of estimation and judgement uncertainty that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relate to:

The carrying value and recoverability of exploration and evaluation assets requires management to make certain estimates, judgements, and assumptions about each project. Management considers the economics of the project, including the latest resources prices and the long-term forecasts, and the overall economic viability of the project.

APOLLO GOLD CORP.
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The determination of income tax is inherently complex and requires making certain estimates and assumptions about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence and any new legislation may result in an increase or decrease in our provision for income taxes. The value of deferred tax assets is evaluated based on the probability of realization; the Company has assessed that it is improbable that such assets will be realized and has accordingly not recognized a value for deferred taxes.

Share-based payments are subject to estimation of the value of the award at the date of grant using pricing models such as the Black-Scholes option valuation model. The option valuation model requires the input of highly subjective assumptions including the expected stock price volatility. Because the Company's stock options have characteristics significantly different from those of traded options and because the subjective input assumptions can materially affect the calculated fair value, such value is subject to measurement uncertainty.

Judgments:

The most significant judgments relate to the recoverability of capitalized amounts and recognition of deferred tax assets and liabilities.

3. EXPLORATION AND EVALUATION ASSETS

	Apollo / Sancarron Properties
Balance, December 1, 2019	\$ -
Additions during the year	
Property acquisition costs	100,000
Total additions during the year	100,000
Balance, August 31, 2020	\$ 100,000

On March 25, 2020, the Company entered into an option agreement to earn up to 90% interest in two prospective gold-silver properties, comprising 5 exploration and 18 exploitation concessions, in the El Indio Gold Belt of western Chile. The terms of the option agreement are as follows:

- To earn a 65% interest, the Company must make cash payments totalling \$600,000 as follows:
 - \$50,000 upon signing of the agreement;
 - \$50,000 within 7 business days of TSX Venture Exchange approval;
 - \$100,000, \$150,000, and \$250,000 on the first, second and third anniversary date of Exchange approval of the agreement.

The Company must also incur \$3,000,000 of expenditures on the Properties as follows: \$500,000, \$1,000,000, and \$1,500,000, during the first, second and third respective years following Exchange approval of the Agreement.

- To earn an additional 25%, the Company must make total cash payments of \$250,000 and \$500,000 on or before 90 days after the fourth and fifth respective years following the Exchange approval. In addition, the Company must also incur an aggregate total of \$5,000,000 of expenditures within 5 years of TSX Venture Exchange approval of the agreement.

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On 12 August, 2020, the Company confirmed that the conditions of the Option Agreement, including TSX Venture Exchange approval, had been fulfilled and the Option Agreement is now unconditional and the second tranche of \$50,000 was forwarded to optionors.

4. SHARE CAPITAL AND RESERVES

Authorized share capital

As at August 31, 2020 the authorized share capital of the Company is an unlimited number of common shares without par value.

Private placements

On April 27, 2020, the Company closed a private placement of 12,500,000 units for gross proceeds of \$625,000. Each unit consists of one common share and one warrant to purchase one common share of the Company at \$0.25 per share for two years from the date of closing. There were no issue costs associated with this private placement. The full amount of the offering was allocated to share capital.

On May 27, 2020, the Company closed a private placement of 8,032,000 units for gross proceeds of \$2,008,000. Each unit consists of one common share and one-half of one common share purchase warrant (each whole warrant a "Warrant"). Each Warrant entitles the holder to purchase an additional common share at \$0.50 per share for a period of two years from the date of closing. In connection with this private placement, the Company paid \$65,085 in finders' fees and issued 320,600 finders' warrants to purchase one common share for \$0.50 per share for a period of two years. The full amount of the offering was allocated to share capital.

On August 6, 2020, the Company closed a private placement of 10,000,000 units for gross proceeds of \$5,000,000. Each unit consists of one common share and one-half of one common share purchase warrant (each whole warrant a "Warrant"). Each Warrant entitles the holder to purchase an additional common share at \$0.75 per share for a period of two years from the date of closing. At August 31, 2020, a total of \$792,218 was still receivable for the issuance of shares pursuant to this private placement, with such outstanding funds subsequently being received by the company. In connection with this private placement, the Company paid \$276,232 in finders' fees and issued 498,470 finders' warrants to purchase one common share for \$0.75 per share for a period of two years. The full amount of the offering was allocated to share capital.

Warrants

Warrants transactions are summarized as follows:

	Number	Average Exercise Price	Weighted Average Remaining Life
Balance, December 1, 2019	-	\$ -	-
Granted on private placements	21,516,000	\$ 0.41	1.73
Finders' fees	819,070	\$ 0.65	1.86
Balance, August 31, 2020	22,335,070	\$ 0.42	1.74

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Details of the warrants outstanding at August 31, 2020 are as follows:

Exercise Price	Outstanding Number of Warrants	Weighted Average Remaining Life
\$0.25	12,500,000	1.65
\$0.50	4,336,600	1.73
\$0.75	5,498,470	1.85
	22,335,070	1.74

Share-based payments

The Company has a stock option plan under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan the exercise price of each option equals the market price of the Company's stock, less applicable discount, as calculated on the date of grant. The options can be granted for a maximum term of 5 years with vesting determined by the board of directors.

Stock option transactions are summarized as follows:

	Number	Average Exercise Price	Weighted Average Remaining Life
Balance, December 1, 2019	-	\$ -	-
Granted	2,500,000	\$ 0.33	4.68
Balance, August 31, 2020	2,500,000	\$ 0.33	4.68

Details of the stock options outstanding at August 31, 2020 are as follows:

Exercise Price	Outstanding Number of Options	Weighted Average Remaining Life
\$0.33	2,500,000	4.68
	2,500,000	4.68

The weighted average fair value of the share purchase options granted during the period is \$0.26 (2019 – nil). Options were priced using the Black-Scholes option pricing model using the weighted average assumptions to estimate the fair value of options granted. The expected volatility of the Company was estimated by using the historical volatility of comparable public entities.

	2020	2019
Risk-free interest rate	0.41%	-%
Expected life	5.0 years	- years
Expected volatility	100%	-%
Weighted average grant date share price	\$ 0.35	\$ -
Expected dividend yield	0%	-%

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5. RELATED PARTY TRANSACTIONS

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of members of the Company's Board of Directors, and corporate officers. The remuneration of directors and key management personnel during the three-month periods ended August 31, 2020 and 2019, were as follows:

- a) Accounting fees of \$2,000 (2019 - \$1,900) to a company controlled by Daryn Gordon, an officer and director of the Company.
- b) Consulting fees of \$42,000 (2019 – nil) to a company controlled by Simon Clarke, CEO and director of the Company after May 5, 2020.
- c) Andrew Cheshire, CEO and director of the Company prior to May 5, 2020, participated in the private placement that closed on April 27, 2020 and acquired 500,000 units of the Company.
- d) During the period, 1,300,000 share options were awarded to directors and officers of the Company. As a result, \$339,788 of share-based compensation has been recognized in the statement of operations, attributable to these awards.
- e) Included in accounts payable and accrued liabilities at August 31, 2020 is \$64,125 (November 30, 2019 - \$33,330) due to a director and officer of the Company and a former director and officer.

6. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments

Cash is carried at fair value using a level 1 fair value measurement. The carrying value of receivables and accounts payable and accrued liabilities approximate their fair value because of the short-term nature of these instruments.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions. Receivables consist mainly of GST receivable from the Government of Canada. The Company has been successful in recovering input tax credits and believes credit risk with respect to receivables to be insignificant.

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at August 31, 2020, the Company had a cash balance of \$5,829,134 (November 30, 2019 - \$10,822) to settle current liabilities of \$239,763 (November 30, 2019 - \$220,549). All of the Company's accounts payable and accrued liabilities have contractual maturities of 30 days or due on demand and are subject to normal trade terms.

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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. The Company does not have a practice of trading derivatives.

a) Interest rate risk

The Company's financial assets exposed to interest rate risk consist of cash balances. The Company's current policy is to invest any cash deemed excess cash in investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. As at August 31, 2020, the Company did not have any investments in investment-grade short-term deposit certificates.

b) Foreign currency risk

The Company's business is conducted in Canadian dollars. As such, the Company considers exposure to foreign currency risk to be minimal.

c) Price risk

The mining industry is heavily dependent upon the market price of the metals or minerals being mined. There is no assurance that, even if commercial quantities of mineral resources are discovered, a profitable market will exist for their sale. There can be no assurance that mineral prices will be such that the Company's properties can be mined at a profit. Factors beyond control of the Company may affect the marketability of any minerals discovered. The price of gold has experienced volatile and significant price movements over short periods of time and is affected by numerous factors beyond the Company's control. The Company closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

7. CAPITAL MANAGEMENT

The Company's primary objectives in capital management are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain sufficient funds to finance the acquisition and exploration and development of its exploration and evaluation assets. Capital is comprised of the Company's shareholders' equity. The Company manages its capital structure to maximize its financial flexibility making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Company does not presently utilize any quantitative measures to monitor its capital and is not subject to externally imposed capital requirements.

8. SUBSEQUENT EVENTS

On October 13, 2020, the Company announced it had entered binding letters of intent (the "LOIs") with Conico Resources Ltd. to acquire its interest in an option to acquire the Muylaque Project ("Muylaque") and Condoro Explorations Inc. to acquire its interest in an option to acquire the Lucma and Libertador Projects ("Libertador").

Muylaque is comprised of two mining concessions totaling 800 hectares located in the District of San Cristóbal, Province of Mariscal Nieto, Department of Moquegua, Peru, and Libertador is comprised of seven mining concessions totaling 4,357 hectares located in the Lucma district, Gran Chimú province, La Libertad Department, Peru. The LOIs are binding as to their principal terms, but the transactions remain subject to the execution of definitive agreements and the closing conditions contained therein and as described below. The LOIs will terminate if definitive transaction documentation is not executed by January 31, 2021 with the parties intending to execute such documentation as quickly as possible and well in advance of such date.

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Muylaque Transaction

To acquire a 100% interest in Muylaque, Apollo Gold will make total cash payments of US \$3.6 million over a 6-year period and will commit to exploration expenditures of at least US \$8,000,000 within 6 years of the date hereof. In addition, Apollo will issue a total of 4 million Apollo Gold shares and 4 million share purchase warrants, as follows:

TIMING	MUYLAQUE			
	Cash Payments	Share Issuances	Warrant Issuances	Exploration Expenditures
On Closing	-	1,000,000	2,000,000 ¹	
By end of Year 1	US\$200,000	1,000,000	2,000,000 ²	US\$8,000,000
By end of Year 2	US\$250,000	1,000,000	-	
By end of Year 3	US\$500,000	1,000,000	-	
By end of Year 4	US\$750,000	-	-	
By end of Year 5	US\$900,000	-	-	
By end of Year 6	US\$1,000,000	-	-	

1. Warrants issued on closing will have a term of three years and an exercise price of \$0.81.
2. Warrants issued on the first anniversary of closing will have a term of three years and will have an exercise price equivalent to the closing price of Apollo Gold Shares on the last trading day prior to the date which is one year from the closing date.

Upon completion by Apollo of all the minimum expenditure requirements, cash payments and the issuance of consideration shares and warrants, Apollo Gold shall have acquired a 100% undivided interest in and to the Muylaque Project subject to a 2.5% net smelter return royalty (the "Muylaque NSR"). 1% of the Muylaque NSR can be acquired by Apollo Gold at any time for US\$1million or 1.5% can be acquired by Apollo Gold for US\$2 million at any time.

Libertador Transaction

To acquire a 100% interest in Libertador, Apollo Gold will make total cash payments of US \$2,500,000 over a 5-year period and will commit to exploration expenditures of at least US \$6,000,000 within 6 years of the date hereof. In addition, Apollo will issue a total of 5 million Apollo Gold shares and 5 million share purchase warrants as follows:

TIMING	LIBERTADOR			
	Cash Payments	Share Issuances ¹	Warrant Issuances	Exploration Expenditures
On Closing	-	1,000,000	2,500,000	
By end of Year 1	US\$250,000	1,000,000	2,500,000	US\$6,000,000
By end of Year 2	US\$400,000	1,500,000	-	
By end of Year 3	US\$450,000	1,500,000	-	
By end of Year 4	US\$500,000	-	-	
By end of Year 5	US\$900,000	-	-	
By October 21, 2026	-	-	-	

1. Warrants issued on closing will have a term of three years and an exercise price of \$0.81.
2. Warrants issued on the first anniversary of closing will have a term of three years and will have an exercise price equivalent to the closing price of Apollo Gold Shares on the last trading day prior to the date which is one year from the closing date.

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Upon completion by Apollo of all the minimum expenditure requirements, cash payments and the issuance of consideration shares and warrants, Apollo Gold shall have acquired a 100% undivided interest in and to the Libertador Project subject to a 2.5% net smelter return royalty (“Libertador NSR”). 1% of the Libertador NSR can be acquired by Apollo Gold at any time for US\$1million or, 1.5% can be acquired by Apollo Gold for US\$2 million at any time.

Under the terms of the LOIs, Apollo Gold has forwarded initial cash payments of US\$50,000 and US\$35,000 due in relation to the Muylaque Transaction and the Libertador Transaction respectively. These relate to property payments required in Peru and will also enable initial work, utilizing highly qualified local geologists and support staff, to commence on both properties within days. All other cash payments relating to the Transactions are only payable after completion of Definitive Agreements.

The definitive agreements with respect to the Muylaque and Libertador transactions will contain conditions to closing which include (i) approval of the TSX Venture Exchange, (ii) completion of appropriate technical reports on each property, (iii) delivery of satisfactory title opinions, (iv) finalization of due diligence; and (v) evidence that the underlying definitive agreements to acquire the projects are in form and substance satisfactory to Apollo Gold and that they have been registered appropriately in Peru.

On October 13, 2020, the Company also announced the launch of a market awareness / marketing program primarily focused on increasing the Company’s profile in the United States over the coming months and developing a wider, more diverse shareholder base. In order to design, provide content for and implement this program, the Company has entered into an agreement with Media Specialists Inc., a leading international marketing company with 20 years experience based in Nashville Tennessee (“Media Specialists”).

Pursuant to this agreement, the Company will pay Media Specialists US\$404,772.00 for up to 12 months work in developing appropriate creative content, including videos, articles, artwork etc. and for its expertise and relationships in coordinating the distribution of such products through traditional and electronic media, including mailing / emailing to proprietary distribution lists and utilizing google and other appropriate channels. All distribution and related costs will also be paid by Apollo Gold. The exact timing of the anticipated campaigns will be dictated by market and related conditions.

On October 13, 2020, the Company also confirmed that the LOI relating to the First Majestic, Jalisco Group of properties was terminated by mutual agreement.