LOS ANDES COPPER LTD.

Condensed Interim Consolidated Financial Statements

For the Three Months Ended December 31, 2019 and 2018

(Unaudited - expressed in Canadian dollars)

LOS ANDES COPPER LTD.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements of the Company and all information contained in the report have been prepared by and are the responsibility of the Company's management.

The Audit Committee of the Board of Directors has reviewed the condensed interim consolidated financial statements and related financial reporting matters.

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

LOS ANDES COPPER LTD.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - expressed in Canadian dollars)

	Note	December 31, 2019	September 30, 2019
		$	$
Assets			
Current Assets			
Cash and cash equivalents		476,015	1,390,162
Receivables	**6**	9,759,206	4,963
Prepaid expenses and deposits		100,023	87,888
		10,335,244	1,483,013
Non-Current Assets			
Property, plant and equipment	**10**	263,946	28,129
Unproven mineral right interests	**6**	72,743,193	83,132,406
Hydro-electric project water rights	**6**	8,250,000	8,250,000
		81,257,139	91,410,535
Total Assets		91,592,383	92,893,548
Liabilities			
Current Liabilities			
Trade payables and other liabilities	**8**	644,335	842,382
Lease liability short term	**10**	146,186	-
		790,521	842,382
Lease liability – long term	**10**	95,303	-
Deferred income tax		8,720,266	8,720,266
		8,815,569	8,720,266
Total liabilities		9,606,090	9,562,648
Shareholders' Equity			
Share capital	**7**	103,368,850	103,368,850
Reserve		7,363,535	7,351,119
Deficit		(24,031,683)	(23,641,496)
Accumulated other comprehensive loss		(4,714,409)	(3,821,173)
Equity attributable to shareholders		81,986,293	83,257,300
Non-controlling interest	**1**	-	73,600
Total equity		81,986,293	83,330,900
Total Liabilities and Shareholders' Equity		91,592,383	92,893,548

Nature of operations and going concern (Note 1)
Commitments (Note 10)

Approved by the Board of Directors on March 1, 2020:

"Frank O'Kelly"	*"Francisco Covarrubias"*
Director	Director

LOS ANDES COPPER LTD.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
For the three months ended December 31, 2019 and 2018
(Unaudited - expressed in Canadian dollars)

	Notes	2019	2018
		$	$
Expenses			
Consulting, salaries and management fees	**8**	123,045	92,726
Depreciation	**10**	37,843	-
Interest	**10**	14,515	-
Office and administration		17,233	10,364
Professional fees	**8**	49,573	6,996
Shareholder communications		23,351	11,737
Share-based compensation	**7**	12,416	-
Transfer agent, filing and regulatory fees		7,369	6,851
		285,345	128,674
Hydro-electric Project			
Professional fees		1,400	1,476
Project supplies and expenses		-	103
		1,400	1,579
Loss before other items		**(286,745)**	**(130,253)**
Other Items			
Foreign exchange gain (loss)		(10,819)	214,859
Interest		-	50
		(10,819)	214,909
Net (loss) income		(297,564)	84,656
Other comprehensive (loss) income)			
Cumulative translation allowance		(893,236)	(87,056)
Total comprehensive income (loss) for the period		(1,190,800)	(2,400)
Loss for the period attributable to:			
Owners of the Company		(297,564)	84,686
Non-controlling interest		-	(30)
		(297,564)	84,656
Comprehensive loss for the period attributable to:			
Owners of the Company		(1,190,800)	(2,370)
Non-controlling interest	**1**	**-**	(30)
		(1,190,800)	(2,400)
Loss per share, basic and diluted		(0.00)	(0.00)
Weighted average number of shares outstanding		271,658,136	271,658,136

LOS ANDES COPPER LTD.
Condensed Interim Consolidated Statements of Changes in Equity
For the three months ended December 31, 2019 and 2018
(Unaudited - expressed in Canadian dollars)

	Common Shares	Share Capital	Equity reserve	Accumulated other comprehensive income	Deficit	NCI	Total
	#	$	$	$	$	$	$
Balance, September 30, 2018	**271,658,136**	**103,368,850**	**7,291,616**	**(1,500,390)**	**(22,773,447)**	**147,340**	**86,533,969**
Net (loss) income	-	-	-	-	84,686	(30)	84,656
Cumulative translation allowance	-	-	-	(87,056)	-	-	(87,056)
						-	
Balance, December 31, 2018	**271,658,136**	**103,368,850**	**7,291,616**	**(1,587,446)**	**(22,688,761)**	**147,310**	**86,531,569**
Share-based payments	-	-	59,503	-	-	-	59,503
Repurchase of subsidiary shares	-	-	-	-	(92,132)	(73,670)	(165,802)
Net loss	-	-	-	-	(860,603)	(40)	(860,643)
Cumulative translation allowance	-	-	-	(2,233,727)	-	-	(2,233,727)
Balance, September 30, 2019	**271,658,136**	**103,368,850**	**7,351,119**	**(3,821,173)**	**(23,641,496)**	**73,600**	**83,330,900**
Share-based compensation	-	-	12,416	-	-	-	12,416
Repurchase of subsidiary shares	-	-	-	-	(92,623)	(73,600)	(166,223)
Net loss	-	-	-	-	(297,564)	-	(297,564)
Cumulative translation allowance	-	-	-	(893,236)	-	-	(893,236)
Balance, December 31, 2019	**271,658,136**	**103,368,850**	**7,363,535**	**(4,714,409)**	**(24,031,683)**	**-**	**81,986,293**

*Reserve consists of fair values of stock options and a finder's warrants

LOS ANDES COPPER LTD.
Condensed Interim Consolidated Statements of Cash Flows
For the three months ended December 31, 2019 and 2018
(Unaudited - expressed in Canadian dollars)

	2019	2018
	$	$
Cash provided by (used in):		
Operating activities		
(Loss) Income for the period	(297,564)	84,656
Items not affecting cash:		
Amortization	37,843	-
Share-based expense	12,416	-
Changes in non-cash working capital items:		
Prepaid expense	(12,135)	(35,514)
Trade and other receivables	-	(2,310)
Trade and other payables	(198,047)	24,179
Net cash used in operating activities	(457,487)	71,011
Investing activities		
Purchase of property, plant and equipment	-	(5,170)
Unproven mineral right interests	(885,568)	(917,937)
Royalty agreement	658,475	-
Net cash used in investing activities	(227,093)	(923,107)
Financing activities		
Repurchase of subsidiary shares	(166,223)	-
Repayment of lease obligation	(34,001)	-
Net cash provided by financing activities	(200,224)	-
Change in cash for the period	(914,147)	(852,096)
Effect of exchange rate on changes on cash	(29,342)	(142,051)
Cash, beginning of period	1,390,162	5,180,299
Cash, end of period	476,015	4,186,152

1. NATURE OF OPERATION AND CONTINUANCE OF BUSINESS

Los Andes Copper Ltd. ("Los Andes") is a company involved in the acquisition, exploration and development of advanced copper deposits in Latin America, including holding a 100% interest in the Vizcachitas copper project in Chile.

Los Andes was incorporated under the Business Corporations Act (British Columbia) in 1983 and is listed on the TSX Venture Exchange (“TSX-V”) under the symbol “LA”. Its principal office is located at Suite 1260-355 Burrard Street, Vancouver, B.C. V6C 2G8, Canada.

These condensed interim consolidated financial statements include the accounts of Los Andes and of its controlled subsidiaries (collectively, the “Company”): Vizcachitas Limited, Compañía Minera Vizcachitas Holding, Sociedad Legal Minera San José Uno de Lo Vicuña El Tártaro y Piguchén de Putaendo, Gemma Properties Group Limited, Inversiones Los Patos S.A, DK Corporation, Rocín SPA, Hidroeléctrica de Pasada Rio Rocín SPA and Sociedad Los Juncos de la Unión SPA. During the three months ended December 31, 2019 the Company acquired the remaining 0.95% interest in Hidroeléctrica de Pasada Rio Rocín SPA for $166,223 and the difference between the cost base and consideration paid was recognized as a direct charge to equity. As at December 31, 2019 the Company holds a 100% interest in Hidroeléctrica de Pasada Rio Rocín SPA.

At the date of these condensed interim financial statements the Company has not yet determined whether any of its mineral right interests contain mineral reserves that are economically recoverable. Accordingly, the carrying amount of its mineral right interests represents the cumulative acquisition costs and exploration expenditures incurred to date, which does not necessarily reflect present or future values. The recovery of these costs is dependent on the discovery of economically recoverable mineral reserves and the ability of the Company to obtain the necessary financing to undertake continuing exploration and development, and to resolve any environmental, regulatory or other constraints.

These condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to continue in operation for a reasonable period of time and will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

Notwithstanding the above, the Company’s business activities are in the development stage, the Company has a history of recurring losses and no source of revenue or operating cash flow. Operations in recent years have been funded from the issuance of share capital, and cash on hand.

Given its current stage of operations, the Company’s ability to continue as a going concern is contingent on its ability to continue to obtain additional financing. In the event the Company is unable to raise adequate financing or meet its current obligations, the carrying value of the Company’s assets could be subject to material adjustments.

These interim financial statements do not reflect adjustments to the carrying values of assets and liabilities which may be required should the Company be unable to continue as a going concern.

These financial statements are presented in Canadian dollars and all values are rounded to the nearest dollar except where otherwise indicated.

These interim financial statements were authorized for issue by the Board of Directors on March 1, 2020 and have been prepared in accordance with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”).

2. BASIS OF PRESENTATION

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended September 30, 2019, which have been prepared in accordance with IFRS as issued by the IASB.

The Company uses the same accounting policies and methods of computation as in the annual consolidated financial statements for the year ended September 30, 2019 except as in Note 3.

3. ACCOUNTING STANDARDS

Accounting Policies Adopted During the Period

These condensed interim consolidated financial statements have been prepared on a basis consistent with the significant accounting policies disclosed in the annual financial statements for the year ended September 30, 2019, except for the adoption of IFRS 16 that became effective October 1, 2019. Accordingly, they should be read in conjunction with the annual consolidated financial statements for the year ended September 30, 2019. The adoption of this IFRS and its impact on these Financial Statements is discussed below.

Changes in accounting policies – IFRS 16

The Company adopted all of the requirements of IFRS 16 Leases ("IFRS 16") as of October 1, 2019. IFRS 16 replaces IAS 17 Leases ("IAS 17"). IFRS 16 provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. The Company has adopted IFRS 16 using the modified retrospective application method, where the 2019 comparatives are not restated and a cumulative catch up adjustment is recorded on October 1, 2019 for any differences identified, including adjustments to opening retained earnings balance. The Company chose to measure the right of use assets equal to the lease liability calculated for each lease on initial adoption, using a borrowing rate of 12%.

The following is the Company's new accounting policy for leases under IFRS 16:

Leases
At inception of a contract, the Company assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Leases of right-of-use assets are recognized at the lease commencement date at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined, and otherwise at the Company's incremental borrowing rate. At the commencement date, a right-of-use asset is measured at cost, which is comprised of the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any decommissioning and restoration costs, less any lease incentives received.

Each lease payment is allocated between repayment of the lease principal and interest. Interest on the lease liability in each period during the lease term is allocated to produce a constant periodic rate of interest on the remaining balance of the lease liability. Except where the costs are included in the carrying amount of another asset, the Company recognizes in profit or loss (a) the interest on a lease liability and (b) variable lease payments not included in the measurement of a lease liability in the period in which the event or condition that triggers those payments occurs. The Company subsequently measures a right-of-use asset at cost less any accumulated depreciation and any accumulated impairment losses; and adjusted for any remeasurement of the lease liability. Right-of-use assets are depreciated over the shorter of the asset's useful life and the lease term, except where the lease contains a bargain purchase option a right-of-use asset is depreciated over the asset's useful life.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

For full details on the critical accounting estimates and judgements affecting the Company, please refer to the Company's annual consolidated financial statements and notes for the year ended September 30, 2019.

5. THE VIZCACHITAS PROPERTY

In 2007, the Company acquired all of the issued and outstanding shares of Vizcachitas Limited, a company that at that time directly and indirectly owned the following assets that comprised a majority interest in the claims making up the Vizcachitas Property (the "Initial Acquisition"):

1. 51% of the shares of Sociedad Legal Minera San José Uno de Lo Vicuña, El Tártaro y Piguchén de Putaendo ("San José SLM"), a Chilean Sociedad Legal Minera which is the owner of the San José mining concessions (the "SJ Concession");

2. 30 mining rights (the "Mining Rights"), of which 27 were existing exploitation mining concessions encircling the SJ Concessions and 3 were exploration mining concessions in process of constitution (exploration claims); and

3. 5 additional exploitation mining concessions (the "Additional Concessions"), which also encircle the SJ Concessions, and were subject to an option agreement completed in 2010.

The SJ Concessions, the Mining Rights and the Additional Concessions are collectively referred to as the "Initial Properties".

At December 31, 2019, all the Initial Properties are subject to NSR royalties of 2% on any surface production and 1% on any underground production.

On December 3, 2019, the Company entered into a Royalty Purchase Agreement ("RPA") and Net Smelter Returns Royalty Agreement ("RA") (together the "Agreements"), with RCF VI CAD LLC ("RCF"), a limited liability corporation in the State of Delaware.

Pursuant to the Agreements, the Company will receive US$8 million (approximately $10,500,000), as consideration for payments calculated on the bases of a production royalty ("Royalty") from minerals produced from the SJ Concession that forms part of the Company's Vizcachitas Property. Of this amount, US$500,000 ($658,475) was received on closing, the remaining payment schedule is as follows:

1) US1,000,000 to be paid on registration of the documentation in Chile (received subsequent to December 31, 2019)
2) US1,625,000 payable on March 31, 2020;
3) US1,625,000 payable on June 30, 2020;
4) US1,625,000 payable on September 30, 2020; and
5) US1,625,000 payable on December 31, 2020;

The Company has recorded the proceeds as a cost recovery of unproven mineral rights interests.

The obligations of the Company under the Agreements are guaranteed by the Company's subsidiary Sociedad Legal Minera San Jose Uno de lo Vicuna, El Tartaro y Piguchen de Putaendo (the "Guarantor") pursuant to a guarantee and a mortgage registered in Chile in favour of RCF, subject to existing obligations of the Company and the Guarantor.

Pursuant to the RA, the Company will make payments to RCF corresponding to an NSR of 0.49% for underground production and 0.98% for open pit production on the SJ Concession. Following this transaction, the overall NSR level of the Initial Properties, including the SJ Concession, covering the mineral resources of the Vizcachitas Property is 2% for open pit mining methods and 1% for underground mining methods (Note 4).

The Company will use the proceeds of this transaction to advance the pre-feasibility and the baseline for the environmental approval package of the Vizcachitas Property.

In 2010, the Company completed the consolidation of the Vizcachitas Property through the acquisition from Turnbrook Corporation ("TBC") of all of the issued and outstanding securities of Gemma Properties Group Limited, who indirectly owned 49% of the issued and outstanding shares of the San Jose SLM. With this transaction, the entire resource contained in the Vizcachitas property came under unified ownership.

In 2014, TBC and Turnbrook Mining Limited ("TBML") entered into a subscription agreement whereby TBC subscribed for common shares in the capital of TBML for consideration consisting of all of the common shares in the capital of the Company owned by TBC at that date. As at December 31, 2019, TBML owns a total of 143,736,144 or approximately 52.9% of the common shares of the Company (Note 6). TBC is the controlling shareholder of TBML, and TBC no longer has direct ownership of any of the Company's common shares.

As of December 31 2019, the Company owns 52 exploitation mining concessions covering 10,771 hectares and 161 exploration claims covering a combined total of 45,500 hectares (including the Initial Properties).

(Unaudited - expressed in Canadian dollars)

6. UNPROVEN MINERAL RIGHT INTEREST

The Company has the right to certain exploration concessions and exploitation concessions located in Region V, Chile. Title to mining right interests involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mining right interests. The Company has investigated title to all of its mineral right interests, and to the best of its knowledge, all of its mineral right interests are in good standing.

	Total costs to September 30, 2018 $	Costs incurred in year ended Sept. 30, 2019 $	Total costs to Sept. 30, 2019 $	Costs incurred in quarter ended Dec. 31, 2019 $	Total Costs to December 31, 2019 $
VIZCACHITAS					
Acquisition costs	54,562,243	-	54,562,243	-	54,562,243
Water rights	5,945,768	-	5,945,768	-	5,945,768
VAT tax credits	2,352,063	126,885	2,478,948	40,904	2,519,852
Deferred exploration					
Automobile and travel	456,473	96,789	553,262	42,983	596,245
Assaying	628,226	56,661	684,887	3,068	687,955
Camp rehabilitation, maintenance and security	2,161,353	431,332	2,592,675	102,580	2,695,255
Core handling and storage	32,914	-	32,914	-	32,914
Drilling	5,355,087	19,911	5,374,998	-	5,374,998
Equipment and equipment rental	631,794	7,812	639,606	449	640,055
Exploration administration	3,358,046	1,274,400	4,632,446	426,205	5,058,651
Food and accommodation	366,087	14,867	380,954	2,405	383,359
Geological consulting (Note 7)	1,822,070	393,454	2,215,524	57,907	2,273,431
Other	85,663	13,419	99,082	2,148	101,230
Property & surface rights, taxes & tenure fees	1,465,143	206,483	1,671,626	11,499	1,683,125
Road repairs	34,105	13,451	47,556	-	47,556
Studies and other consulting	2,550,361	617,923	3,168,284	163,398	3,331,682
Subcontractors	1,269,366	-	1,269,366	-	1,269,366
Supplies	664,422	88,582	753,004	32,022	785,026
Sustainable development	29,501	-	29,501	-	29,501
Total Deferred exploration	**20,910,611**	**3,235,074**	**24,145,685**	**844,664**	**24,990,349**
Royalty agreement	-	-	-	(10,408,475)	(10,408,475)
Exchange rate differences	(1,566,324)	(2,433,914)	(4,000,238)	(866,306)	(4,866,544)
	82,204,361	**928,045**	**83,132,406**	**(10,389,213)**	**72,743,193**

Included within unproven mineral right interests are:

a) Water rights to a permanent, continuous and consumptive use of 500 liters per second (“lps”) (2018: 500 lps) flow from the Aconcagua River, located near the Vizcachitas Property, and
b) VAT tax credits available in Chile, originating from deferred exploration expenses.

c) **THE ROCIN RIVER HYDROELECTRIC PROJECT**

In 2014, the Company acquired from TBML non-consumptive water rights over a section of the Rocin River, Putaendo, Fifth Region, Chile, together with the engineering and other studies and reports for the development of a hydroelectric facility (the "Hydroelectric Facility"). Consideration for the acquisition consisted of 37,500,000 Los Andes shares, valued at a share price of $0.22, for total consideration of $8,250,000.

The Rocin River water rights and associated studies are indirectly held by the Company's subsidiary Rocin SPA ("Rocin"). In 2014, Rocin entered into an agreement (the "Agreement") with Icafal Inversiones S.A. ("Icafal") for the development and financing of the Hydroelectric Facility with an expected installed capacity of 28 to 30 MW on the Rocin River. Rocin in turn incorporated a subsidiary (the "Rocin Subsidiary") to own, develop, build and operate the Hydroelectric Facility. At December 31, 2019, the Company held 100% of the issued and outstanding shares of the Rocin Subsidiary.

In 2017, Rocin and Icafal terminated the Agreement, and all studies and work performed by Icafal or by third parties retained by Icafal to the termination date were transferred to Rocin. These studies and work were transferred at no cost to Rocin, except for a reimbursement of $39,744, which represented approximately 19.8% of the work performed towards the environmental study as of the termination date. The termination of the Agreement provides that if any of the studies prepared by third parties are used by Rocin in the development of the Hydroelectric Facility, then Rocin shall reimburse Icafal the cost paid by Icafal to the third party of such study once the Hydroelectric Facility is in operation. The determination of whether a study should be reimbursed shall be made by Rocin at its sole discretion.

7. EQUITY

a) Authorized

Unlimited number of common shares without par value

b) Financings

There were no share transactions during the three months ended December 31, 2019 and 2018.

c) Equity Reserve

Equity reserve consists of the accumulated fair value of common share options and share purchase warrants recognized as share-based payments and share purchase warrants issued on acquisitions of unproven mineral rights.

(Unaudited - expressed in Canadian dollars)

d) Share purchase options

The balance of share purchase options outstanding and exercisable as at December 31, 2019 and September 30, 2019 and the changes for the periods then ended is as follows:

	Number of Options #	Weighted Average Exercise Price $	Weighted Average Life Remaining (years)
Balance, September 30, 2018	**1,425,000**	**0.50**	**2.88**
Granted	725,000	0.50	-
Balance, September 30, 2019 and December 31, 2019	**2,150,000**	**0.50**	**2.57**
Unvested	(525,000)	0.50	4.42
Vested and exercisable	1,575,000	0.50	3.09

The Company recorded share-based compensation expense of $12,416 during the three months ended December 31, 2019 (2018 - $nil) related to the vesting of previously granted options. The Company fair valued the options granted during the period using the Black-Scholes option pricing model based on the following assumptions:

	2019
Risk-free rate	1.36%
Expected life of options (years)	5
Annualized Volatility	69.57%
Dividend rate	Nil
Forfeiture rate	Nil

e) Warrants

As at December 31, 2019 the Company has 13,400,000 (September 30, 2019 – 13,400,000) warrants outstanding and exercisable. The warrants have a weighted average exercise price of $0.50. The warrants outstanding at December 31, 2019 are as follows:

Warrants	Exercise Price	Expiry Date
#	$	
3,935,000	0.50	May 7, 2023
9,465,000	0.50	June 7, 2023
13,400,000	**0.50**	

(Unaudited - expressed in Canadian dollars)

8. RELATED PARTY TRANSACTIONS

The Company's related parties consist of companies controlled by a Company director, the Company's former Chairman, the Company's President and Chief Executive Officer ("CEO") and the Company's former Chief Financial Officer ("CFO").

	Nature of Transaction
Sociedad Cartografica Limitada	Geological Consulting
Mineral Consulting Services Ltd.	Consulting
Kasheema International Ltd.	Management
Zeitler Holdings Corp.	Management
Delphis Financial Strategies Inc.	Management

The Company incurred the following fees during the period in the normal course of operations with companies controlled by key management and/or with directors. Transactions have been measured at the exchange amount, which is the consideration determined and agreed to by the related parties.

	Three months ended December 31,	
	2019	**2018**
	$	**$**
Management & Consulting fees and salaries	119,295	87,726
Geological fees	53,417	59,772
Directors' fees	3,750	5,000
	176,462	152,448

Included in trade and other payables as at December 31, 2019 is $89,667 (September 30, 2019 - $85,917) owing to related parties. Amounts due to related parties are unsecured, non-interest bearing and due on demand.

Key management compensation during the three months ended December 31, 2019 and 2018 is as follows:

	Three months ended December 31,	
	2019	**2018**
	$	**$**
Management & Consulting fees and salaries	162,924	147,448
	162,924	147,448

(Unaudited - expressed in Canadian dollars)

9. SEGMENTED INFORMATION

As at December 31, 2019 the Company has three reportable segments: mineral exploration, hydroelectric project and corporate, and has operations in two geographical areas, Canada and Chile.

Operating Segments

	Three months ended December 31, 2019	2018
	$	**$**
Net income (loss)		
Mineral exploration	(16,071)	(14,868)
Hydroelectric project	(1,400)	(1,579)
Corporate	(280,093)	101,103
	(297,564)	**84,656**

	December 31, 2019	September 30, 2019
	$	**$**
Assets		
Mineral exploration	83,008,930	83,493,740
Hydroelectric project	8,250,000	8,250,000
Corporate	333,453	1,149,808
	91,592,383	**92,893,548**

Geographic Segments

	Three months ended December 31, 2019	2018
	$	$
Net income (loss)		
Canada	(280,093)	101,103
Chile	(17,471)	(16,447)
	(297,564)	84,656

	December 31, 2019	September 30, 2019
	$	$
Assets		
Canada	333,453	1,149,808
Chile	91,258,930	91,743,740
	91,592,383	**92,893,548**

(Unaudited - expressed in Canadian dollars)

10. LEASE OBLIGATIONS

During the year ended September 30, 2019 the Company entered into an office and warehouse lease agreements, with the adoption of IFRS 16 *Leases* the Company recognized a lease obligation with regard to the lease. The terms and the outstanding balances as at December 31, 2019 are as follows:

	December 31, 2019	September 30, 2019
	$	$
Right-of-use asset from leases repayable in monthly installments of $11,334 and an interest rate of 13.93% per annum and an end date of August 21, 2021	241,489	-
Less current portion	(146,186)	-
Non-current portion	95,303	-

The following is a schedule of the Company's future minimum lease payments related to the office lease obligation

	December 31, 2019
	$
2020	170,425
2021	99,663
Total minimum lease payments	270,088
Less: imputed interest	(28,599)
Total present value of minimum lease payments	241,488
Less: current portion	(146,186)
Non-current portion	95,303