



Condensed Consolidated Interim Financial Statements
(unaudited)

Quarters Ended March 31, 2021 and 2020

SABINA GOLD & SILVER CORP.

Condensed Consolidated Interim Statements of Financial Position
(unaudited)
(Expressed in thousands of Canadian dollars)

	March 31, 2021	December 31, 2020
Assets	(unaudited)	
Current assets:		
Cash and cash equivalents	\$ 57,053	\$ 23,986
Short-term investments	15,000	21,000
Accounts receivable	478	485
Exploration supplies	3,965	3,417
Prepaid expenses and deposits	333	337
	<u>76,829</u>	<u>49,225</u>
Marketable securities	142	74
Property and equipment (note 3)	83,836	82,871
Mineral properties (note 4)	382,498	378,451
Hackett silver royalty	34,754	34,754
Other assets (note 5)	11,901	9,759
Total assets	\$ 589,960	\$ 555,134
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,767	\$ 4,901
Flow-through share premium liability (note 8)	4,652	5,058
Current portion of lease obligations	422	411
	<u>8,841</u>	<u>10,370</u>
Community funding obligation	2,068	2,066
Lease obligations	502	611
Provision for site reclamation	3,315	3,315
Deferred income tax liability (note 10)	33,624	34,153
Total liabilities	48,350	50,515
Equity:		
Share capital (note 6)	608,960	570,462
Contributed surplus	28,888	29,014
Deficit	(96,238)	(94,857)
Total equity	541,610	504,619
Total liabilities and equity	\$ 589,960	\$ 555,134

Nature of operations (note 1)

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

Approved on behalf of the Board:

"Bruce McLeod" Director

"Tony Walsh" Director

SABINA GOLD & SILVER CORP.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(unaudited)
(Expressed in thousands of Canadian dollars, except per share amounts)

	Three months ended March 31,	
	2021	2020
Expenses:		
Administration and general	\$ 193	\$ 34
Depreciation	114	101
Insurance	55	37
Listing, transfer and shareholder	320	264
Professional services	253	96
Salaries	532	478
Share-based payments (note 7)	399	81
Travel	-	43
	<u>1,866</u>	<u>1,134</u>
Loss from operating activities	(1,866)	(1,134)
Net finance income:		
Interest income	51	131
Amortization of flow-through premium (note 8)	406	201
Unrealized loss on change in fair value of marketable securities	(19)	-
Gain on the disposition of assets	87	-
	<u>525</u>	<u>332</u>
Loss before income taxes	(1,341)	(802)
Deferred income tax expense (note 10)	(40)	(16)
Loss and comprehensive loss for the period	<u>\$ (1,381)</u>	<u>\$ (818)</u>
Loss per share, basic and diluted	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding	330,143,790	296,848,609

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

SABINA GOLD & SILVER CORP.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(unaudited)

(Expressed in thousands of Canadian dollars)

	Three months ended March 31,	
	2021	2020
Share capital:		
Balance, beginning of period	\$ 570,462	\$ 518,150
Shares issued, net of share issue costs	37,124	71
Fair value of options transferred to share capital	805	65
Deferred income tax effect of share issuance costs	569	6
Balance, end of period	608,960	518,292
Contributed surplus:		
Balance, beginning of period	29,014	28,784
Fair value of share-based payments included in operating expenses (note 7)	399	81
Fair value of share-based payments capitalized to mineral properties (note 7)	280	81
Fair value of options transferred to share capital	(805)	(65)
Balance, end of period	28,888	28,881
Deficit:		
Balance, beginning of period	(94,857)	(90,674)
Loss for the period	(1,381)	(818)
Balance, end of period	(96,238)	(91,492)
Total equity	\$ 541,610	\$ 455,681

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

SABINA GOLD & SILVER CORP.

Condensed Consolidated Interim Statements of Cash Flows

(unaudited)

(Expressed in thousands of Canadian dollars)

	Three months ended March 31,	
	2021	2020
Cash provided by (used in) operating activities:		
Loss for the period	(1,381)	(818)
Adjustments for:		
Depreciation	114	101
Deferred income tax expense	40	16
Interest income	(51)	(131)
Unrealized loss on change in fair value of marketable securities	19	-
Gain on disposition of assets	(87)	-
Amortization of flow-through premium liability	(406)	(201)
Share-based payments	399	81
	(1,353)	(952)
Accounts receivable	1	(10)
Exploration supplies	(548)	66
Prepaid expenses and deposits	4	(58)
Accounts payable and accrued liabilities	(952)	(1,069)
	(2,848)	(2,023)
Net interest received	57	137
Net cash used in operating activities	(2,791)	(1,886)
Cash flows provided by (used in) investing activities:		
Expenditures on deferred exploration	(3,685)	(2,955)
Expenditures on property and equipment	(1,341)	(224)
Community funding deposit account (note 5)	(2)	(9)
Reclamation deposits (note 5)	(2,140)	-
Net proceeds of short-term investments	6,000	-
Net cash used in investing activities	(1,168)	(3,188)
Cash flows provided by (used in) financing activities:		
Issue of common shares for cash, net of share issue costs	37,124	71
Lease obligation payments	(98)	(112)
Net cash provided by (used in) financing activities	37,026	(41)
Net increase (decrease) in cash and cash equivalents	33,067	(5,115)
Cash and cash equivalents, beginning of period	23,986	21,235
Cash and cash equivalents, end of period	57,053	16,120

Supplemental cash flow information (note 11)

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

SABINA GOLD & SILVER CORP.

Notes to Condensed Consolidated Interim Financial Statements
(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

1. Nature of operations

Sabina Gold & Silver Corp. (the "Company" or "Sabina") was incorporated in June 1966 under the laws of the Province of British Columbia. On October 28, 2009 the Company changed its name from Sabina Silver Corporation to Sabina Gold & Silver Corp. The Company's principal business activity is the exploration and development of mineral property interests. The Company's principal assets are the Back River gold project ("Back River Project") and its silver royalty on the Hackett River project, both of which are located in Nunavut, Canada. The Company also has exploration properties in Nunavut and in the vicinity of the Red Lake gold camp in Ontario.

The financial statements have been prepared with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company is in the process of exploring and evaluating its mineral property interests and has not yet determined whether its mineral properties, other than the Back River property, are economically viable. The Company has completed a feasibility study for the Back River Project, which demonstrates positive economics and has advanced the environmental assessment on the project. The Company has not yet determined if financing for the construction of the Back River Project can be obtained on satisfactory terms. The underlying value and the recoverability of the amounts recorded as mineral properties and silver royalty are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the mineral properties, and future profitable production or proceeds from the disposition of the mineral property interest. Management has forecast its cash requirements for the next year and believes that the Company has sufficient funds to continue operations for at least the next twelve months. This assessment is based on the Company's budget, its available cash and short-term investments, and that certain of the Company's expenditures are discretionary in nature, and which can be deferred as required without significant impact on the Company or its mineral properties.

The Company may experience continuing and additional business interruptions, expenses and delays relating to COVID-19, which could have a material adverse impact on the Company's business, operating results, financial condition and the market for its securities. As at the date of these financial statements, the duration of the business disruptions and related financial impact of COVID-19 cannot be reasonably estimated.

2. Basis of preparation

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements (IAS 34, Interim Financial Statements) and do not contain all the information required for annual financial statements. These interim financial statements follow the same accounting policies and methods of application of the most recent annual audited financial statements. Accordingly, they should be read in conjunction with the most recent annual audited financial statements of the Company.

The condensed consolidated interim financial statements were authorized for issue by the Board of Directors on May 14, 2021.

b) Basis of measurement and consolidation

These condensed consolidated interim financial statements include the financial results of Sabina and its wholly owned subsidiary, Sabina Back River Ltd. All significant intercompany balances and transactions are eliminated on consolidation.

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for financial instruments classified as fair value through profit or loss financial assets, being marketable securities, and share-based compensation, which are measured at fair value, and provision for site reclamation, which is recorded at management's best estimate of the present value of costs to be incurred in the future. Additionally, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

SABINA GOLD & SILVER CORP.

Notes to Condensed Consolidated Interim Financial Statements
(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

c) Functional and presentation currency

These condensed consolidated interim financial statements are presented in Canadian dollars, which is the Company's functional currency. All tabular financial information presented in Canadian dollars has been rounded to the nearest thousand.

d) Use of estimates and judgments

The preparation of these condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Significant judgment is applied in the determination of the Company's ability to continue as a going concern and in assessing if there are indicators of impairment with respect to its mineral properties and associated property and equipment and the Hackett silver royalty. Significant areas requiring the use of management estimates relates to the determination of the recoverable amount of an asset if an impairment indicator exists, the provision for site reclamation, and share-based payments (note 7). Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future periods affected.

e) New accounting standards

There were no new or amended IFRS pronouncements effective January 1, 2021 that impacted the Company's interim financial statements.

3. Property and equipment

Cost	Pre-development infrastructure and equipment	Exploration camp and equipment	Office and equipment	Total
Balance at January 1, 2021	\$ 87,404	\$ 24,776	\$ 2,283	\$ 114,463
Additions	2,366	-	-	2,366
Balance at March 31, 2021	\$ 89,770	\$ 24,776	\$ 2,283	\$ 116,829
Accumulated depreciation				
Balance at January 1, 2021	\$ (8,682)	\$ (21,895)	\$ (1,015)	\$ (31,592)
Accumulated depreciation	(1,171)	(116)	(114)	(1,401)
Balance at March 31, 2021	\$ (9,853)	\$ (22,011)	\$ (1,129)	\$ (32,993)
Carrying value				
At January 1, 2021	\$ 78,722	\$ 2,881	\$ 1,268	\$ 82,871
At March 31, 2021	\$ 79,917	\$ 2,765	\$ 1,154	\$ 83,836

4. Mineral properties

The following is a summary of cumulative exploration and evaluation costs incurred:

Summary - by property	March 31, 2021	December 31, 2020
Back River (Nunavut)	\$ 377,811	\$ 373,764
Wishbone (Nunavut)	4,687	4,687
	\$ 382,498	\$ 378,451

SABINA GOLD & SILVER CORP.

Notes to Condensed Consolidated Interim Financial Statements
(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

The following is a detailed continuity of cumulative exploration and evaluation costs incurred at Back River:

	Three months ended	
	March 31, 2021	March 31, 2020
Back River (Nunavut)		
Balance, beginning of period	\$ 373,764	\$ 351,403
Additions:		
Surface access rights	1	520
Drilling and camp support	669	769
Detailed engineering and pre-development activities	2,557	328
Environmental and permitting	216	645
Geology and geophysics	149	202
Management and administration	48	60
Property maintenance	11	55
Share-based payments (note 7)	280	81
Depreciation	116	123
	4,047	2,783
Balance, end of period	\$ 377,811	\$ 354,186

5. Other assets

	March 31, 2021	December 31, 2020
Reclamation deposits	\$ 9,833	\$ 7,693
Community funding deposit account	2,068	2,066
	\$ 11,901	\$ 9,759

During the three months ended March 31, 2021, the Company increased its reclamation deposits by \$2.1 million (2020 - \$nil).

6. Share capital and other components of equity

At March 31, 2021, the authorized share capital of the Company was comprised of an unlimited number of common shares without par value. The number of issued and outstanding common shares is as follows:

	2021		2020	
	# of shares	\$	# of shares	\$
Issued and outstanding as at January 1	326,564,790	570,462	296,639,414	518,150
Issued for cash, net of share issuance costs	20,117,640	37,124	-	(24)
Issued on exercise of stock options	1,177,878	-	258,503	95
Fair value of options exercised	-	805	-	65
Deferred income tax effect of share issuance costs	-	569	-	6
Issued and outstanding at March 31	347,860,308	608,960	296,897,917	518,292

On March 16, 2021, the Company completed a bought deal prospectus financing of 18,000,000 common shares at a price of \$1.95 per common share for gross proceeds of \$35.1 million. On March 22, 2021, the Company completed a concurrent private placement for 2,117,640 common shares at a price of \$1.95 per common share for gross proceeds of \$4.1 million. Costs associated with the financings totaled \$2.1 million, resulting in net proceeds of \$37.1 million.

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Notes to Condensed Consolidated Interim Financial Statements
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7. Share-based payments

a) Share purchase options

The number and weighted average exercise prices of outstanding share options are as follows:

	2021		2020	
	Number of options	Average exercise price	Number of options	Average exercise price
Outstanding as at January 1	10,964,250	\$ 1.36	13,138,500	\$ 1.20
Exercised during the period	(1,886,500)	0.79	(270,000)	0.43
Forfeited or expired during the period	-	-	(275,000)	1.58
Granted during the period	1,685,000	1.87	-	-
Outstanding at March 31	10,762,750	1.54	12,593,500	1.21
Not vested at March 31	(3,753,750)	1.44	(1,387,500)	1.27
Exercisable as at March 31	7,009,000	\$ 1.59	11,206,000	\$ 1.20

As permitted under the Company's Stock Option Plan, an option holder may choose to exercise options as stock appreciation rights ("SARs") with no cash proceeds. In such a case, the difference between the number of options exercised and the number of shares issued is included in forfeited or expired options in the table above.

During the three months ended March 31, 2020, a total of 1,886,500 options were exercised (2020 – 270,000 options), of which none were exercised for cash (2020 – 220,000 options for cash proceeds of \$0.1 million). The entire balance of 1,886,500 options (2020 – 50,000 options) were exercised as SARs, resulting in the issuance of 1,177,878 common shares (2020 – 38,503 common shares).

During the three months ended March 31, 2021, the Company granted 1,685,000 options (2020 – nil) at a weighted average exercise price of \$1.87 per option, and a term of 5 years and vest over 3 years (25% at date of grant and 25% at each of the next three anniversary dates).

The following table summarizes the outstanding options as at March 31, 2021 by year of expiry:

Year	Number of options	Average exercise price
2022	1,861,500	\$ 1.30
2023	2,490,000	2.07
2024	2,290,000	1.25
2025	2,436,250	1.21
2026	1,685,000	1.87
Outstanding at March 31, 2021	10,762,750	1.54
Not vested at March 31, 2021	(3,753,750)	1.44
Exercisable at March 31, 2021	7,009,000	\$ 1.59

Employee compensation cost

During the three months ended March 31, 2021, the Company recorded \$0.7 million (2020 - \$0.2 million) in share-based payment costs for stock options, of which \$0.4 million (2020 - \$0.1 million) is presented as an operating expense in the consolidated statement of comprehensive loss and \$0.3 million (2020 - \$0.1 million) is capitalized to mineral property costs.

Inputs for measurement of grant date fair values

The grant date fair values of share options were measured based on the Black-Scholes option pricing model. The weighted average inputs used in the measurement of the grant date fair values at for stock options granted during the three months ended March 31, 2021 are as follows: a risk-free interest rate of 0.94%; a dividend yield of 0%; an expected volatility of 62% and expected lives of stock options of 5.0 years.

The weighted average fair value of options granted during the three months ended March 31, 2021 was \$0.98 per option. The expected volatility is estimated by considering historic average share price volatility.

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(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

b) Restricted share units

During the three months ended March 31, 2021, the Company granted restricted share units ("RSUs") to officers as part of its compensation program for key management personnel. RSUs do not require the payment of any monetary consideration to the Company. Instead, they represent the right to receive common shares, or a payment representing common shares, following the attainment of vesting criteria determined at date of grant, notably a requirement that an individual remains eligible for awards for a specified period of time. The option to settle the RSUs in common shares or cash is at the Company's election, and the Company intends to settle the RSUs with common shares issued from treasury.

RSUs are share-based payments, which are measured at the grant date fair value and amortized over their applicable vesting periods. The offset to the recorded cost is to contributed surplus, and ultimately any amounts in contributed surplus are transferred to share capital upon settlement of the RSUs with common shares.

	2021	
	Number of RSUs	Grant price
Outstanding as at January 1	-	\$ -
Granted during the period	170,000	1.77
Outstanding at March 31	170,000	\$ 1.77

During the three months ended March 31, 2021, the Company granted 170,000 RSUs (2020 – nil) at a grant price of \$1.77 per RSU which vest over 2 years (one-third one month following date of grant and one-third at each of the first and second anniversaries of the date of grant).

Employee compensation cost

During the three months ended March 31, 2021, the Company recorded \$7 thousand (2020 - \$nil) in share-based payment costs for RSUs, of which \$6 thousand (2020 - \$nil) is presented as an operating expense in the consolidated statement of comprehensive loss and \$1 thousand (2020 - \$nil) is capitalized to mineral property costs.

c) Share purchase warrants

During 2018 the Company issued 4 million common share purchase warrants at an exercise price of \$1.93 per share. The warrants may not currently be exercised and are subject to vesting conditions associated with financings. If the warrants vest, they may be exercised for 5 years after vesting, subject to an acceleration provision.

d) Back River share consideration

In connection with the original asset purchase dated June 9, 2009 to acquire the Back River assets from Dundee Precious Metals ("DPM"), the Company agreed to provide future equity consideration in the event certain milestones related to the project were met. At March 31, 2021, the remaining consideration consists of 5 million common shares of the Company, which would be issuable upon a positive production decision for the Back River Project.

8. Flow-through premium liability

	2021	2020
January 1	\$ 5,058	\$ 1,014
Amortization	(406)	(201)
March 31	\$ 4,652	\$ 813

In June 2020, the Company completed a bought deal flow-through financing of 9,113,083 flow-through common shares at a weighted average price of \$2.65 per share for gross proceeds of \$24.2 million, which must be used to incur Canadian exploration expenditures as defined by the Income Tax Act (Canada) by December 31, 2021. The flow-through premium liability of \$7.5 million set up from this financing will be amortized over the period in which the funds are spent on qualifying expenditures. At March 31, 2021, the Company had incurred eligible flow-through expenditures of \$8.8 million related to this financing.

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(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

9. Related parties

Key management personnel, comprised of directors and officers, received compensation as follows:

	Three months ended	
	March 31, 2021	March 31, 2020
Salaries and benefits	\$ 458	\$ 498
Share-based payments	370	114
	\$ 828	\$ 612

10. Income taxes

The tax effects of temporary differences between amounts recorded in the Company's accounts and the corresponding amounts as computed for income tax purposes gives rise to the following deferred tax assets and liabilities:

	March 31, 2021	December 31, 2020
Deferred tax assets/(liabilities)		
Tax loss carry forwards	\$ 49,966	\$ 48,029
Financing costs	1,988	1,600
Provision for closure and reclamation	895	895
Other	4	1
Flow-through share effect on mineral properties	(59,605)	(59,204)
Mineral properties	(19,701)	(19,367)
Property and equipment	(7,171)	(6,107)
Net deferred tax liabilities	\$ (33,624)	\$ (34,153)

Sabina has tax loss carry forwards at March 31, 2021 of approximately \$185.1 million expiring from 2031 to 2041 (December 31, 2020 – \$177.9 million).

The income tax expense differs from the expected amount calculated using the combined Canadian federal and provincial statutory income tax rates as follows:

	Three months ended March 31,	
	2020	2020
Loss before income taxes	\$ (1,341)	\$ (802)
Canadian federal and provincial tax rates	27.0%	27.0%
Expected income tax recovery	362	217
Share based compensation and other permanent differences	(1)	32
Flow-through renunciation	(401)	(265)
Other	-	-
Income tax expense	\$ (40)	\$ (16)

SABINA GOLD & SILVER CORP.

Notes to Condensed Consolidated Interim Financial Statements
(Tabular amounts expressed in thousands of Canadian dollars)

For the three months ended March 31, 2021 and 2020

11. Supplemental cash flow information

	Three months ended March 31,	
	2021	2020
Change in accounts payable and accrued liabilities related to mineral property costs	\$ (36)	\$ (376)
Change in accounts payable and accrued liabilities related to the purchase of property and equipment	(146)	(222)
Change in accounts payable and accrued liabilities related to the reclassification of community funding obligation	-	(2,060)
Depreciation capitalized to property and equipment (note 3)	1,171	933
Depreciation capitalized to mineral property costs (note 4)	116	123
Share-based payments capitalized to mineral property costs (note 7)	280	81
Fair value of stock options allocated to share capital upon exercise (note 6)	805	65

This Management's Discussion and Analysis ("MD&A") of Sabina Gold & Silver Corp. ("Sabina" or "the Company") constitutes management's review of the factors that affected the Company's financial and operating performance for the three months ended March 31, 2021. The MD&A was prepared as of May 14, 2021 and should be read in conjunction with the unaudited condensed consolidated interim financial statements of the Company for the three months ended March 31, 2021 and the audited consolidated financial statements for the year ended December 31, 2020, which are prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). All figures are in Canadian dollars unless otherwise stated.

Overview

Sabina is an emerging precious metals company focused on becoming an intermediate gold producer through the exploration and development of its mineral resource properties. The Company's flagship asset is its 100% owned Back River gold project ("Back River Project" or the "Project") (updated feasibility study completed in February 2021, environmental assessment completed in December 2017 and social license obtained in May 2018). The Company also owns a silver royalty on the Hackett River project, both projects are located in Nunavut, Canada.

The Company continues to closely assess and monitor the COVID-19 situation as it evolves and has undertaken measures to mitigate associated risks, including establishing pre-deployment monitoring and testing, and procedures and protocols to safeguard employees while on site.

Q1 2021 Highlights:

- The Company has cash and cash equivalents and short-term investments of \$72.1 million at March 31, 2021.
- On March 16, 2021, the Company completed a bought deal prospectus financing of 18,000,000 common shares at a price of \$1.95 per common share for gross proceeds of \$35.1 million. Additionally, pursuant to the Shareholder Agreement between the Company and Zhaojin International Mining Co., Ltd. ("Zhaojin"), Zhaojin elected to maintain its 9.9% holdings in Sabina. On March 22, 2021, the Company completed the Zhaojin private placement for 2,117,640 common shares at a price of \$1.95 per common share for gross proceeds of \$4.1 million. Costs of the financings totalled \$2.1 million, resulting in net proceeds of \$37.1 million.
- On January 20, 2021, the Company announced an updated mineral resource estimate for the Project. Resources now total 6.32 million ounces (33,452,000 tonnes at 5.88 g/t) in the Measured and Indicated ("M&I") categories and an additional 2.86 million ounces (13,794,000 tonnes at 6.44 g/t) in the Inferred category. These resources were the foundation of the updated mineral reserve estimate included in the UFS. The Company increased the mineral reserve estimate in all categories on the Goose Project from 2.5 million ounces to 3.5 million ounces.
- On February 24, 2021, the Company announced the results of its updated feasibility study ("UFS"), which supercedes its 2015 feasibility study. The UFS included improvements to the mine schedule to bring forward high-grade areas at Umwelt underground amongst other changes. The revised mine plan increased total gold production by 1.0 million ounces, with annual average production of 287 koz in years 1 through 5 and 223 koz per year over the 15-year mine life. The UFS indicates the Project generates a post-tax internal rate of return ("IRR") of 27.7% and net present value_(5%), ("NPV_{5%}") of C\$1.1B (US\$860M) with a rapid pay back of 2.3 years using a gold price of US\$1,600/oz and an exchange rate of 1.31 \$C/\$US.
- During the quarter, the Company prepared for 2021 site activities by opening its Goose camp in early March. There is a spring drill program planned for 4,000 meters over 8 to 10 holes, targeting an equal mix of early-stage exploration areas and the Hook zone. Additionally, project development activities at site will initially focus on the continuation of the underground ramp project, whereby Sabina is developing a ramp for underground exploration of the Umwelt deposit.
- For the three months ended March 31, 2021, the Company reported a net loss of \$1.4 million or \$0.00 per share.

Results of Operations

Back River, Nunavut (100% ownership)

The Back River Project is located approximately 520 km NE of Yellowknife and 70 km south of Bathurst Inlet, and is comprised of 54 Federal Mineral Leases, 18 Federal Mining Claims covering approximately 58,000 hectares. It is divided into the Goose, George, Boot, Boulder, Del and Bath properties, with the Goose property hosting the Goose Main, Llama, Nuvuyak, Echo and Umwelt gold deposits, and the George property (located approximately 50 km northwest of Goose) hosting six known gold deposits.

Back River Project Exploration

The priority focus for exploration advancement at Back River during 2021 is a spring drill program totaling approximately 4000 m to be carried out between April and June. Drilling will focus on testing four to five early-stage exploration target areas and four to five drillholes at the Hook zone. The early-stage exploration targets have been evolved through updated geological modeling with refined data interpretations derived from the study of historic drill core, recent field mapping and geophysics that includes input from a VTEM survey that was completed in 2020. The early-stage targets are predominantly of shallow to moderate depth and success at any of these targets could have the potential to impact current mine life economics. The Hook zone, which is located along the favorable gold structure that trends between the Goose Main and the Nuvuyak deposits, will be tested with a series of four to five drill holes. Drilling will focus on a 300m section of the 700m Hook zone, where favourable geology and significant gold values show a strong potential for mineralization similar to that seen at Goose Main and Nuvuyak.

Other exploration work includes a planned summer field program for the George site, which is located 50 km north of the Goose site. George currently has a mineral resource estimate of 1.2 M oz @ 5.34g/t Au in the Indicated category and an additional 1.1M oz @ 6.12g/t Au in the Inferred category. Field work at George will consist of mapping and rock sampling for evaluation and modeling of drill targets outside of the current George resource areas. This field campaign at George will be the first phase of a return to George exploration, with the objective of demonstrating potential for additional discovery and resource growth towards definition of a stand-alone secondary development site for Sabina at Back River.

Back River Project Development

During Q3 2020, the Company commenced work on an update to its 2015 feasibility study ("3KFS"). The objective of the UFS focused on incorporation of Project enhancements, including an updated Back River Mineral Resource, project execution strategy, capital and operating expenditures and mine schedule to bring high-grade areas into the mine schedule earlier in the mine life. The updated mine plan would also include deposits not included in the 3KFS, including Llama Underground, Goose Underground, and Echo.

On February 24, 2021, the Company completed and announced the results of its UFS on its Back River Project. Base case economics in Canadian dollars were based on a gold price of US\$1,600/oz and an exchange rate of 1.31 (\$C:\$US). The UFS highlights include:

- An after-tax internal rate of return of 27.7%;
- An NPV_{5%} of \$1.1 billion based on a 5% discount rate;
- Life-of-mine ("LOM") after-tax net cash flow of \$2.0 billion on gross revenues of \$7.0 billion;
- Payback period of 2.3 years (from start of operations);
- A total of 18.7 million tonnes of ore to be milled over 15 years
- Total gold production of 3.35M oz over life-of-mine ("LOM")
- LOM average grade of 6.0 g/t gold and average metallurgical recoveries of 93.4%;
- Annual LOM gold production of 223 koz, including 287 koz per year in the first 5 years;
- Approximately half of mine production to come from open pits;
- Initial capital estimate of \$610 million and LOM sustaining capital and closure costs of \$419 million;
- Total LOM cash costs of US\$679/oz of payable gold (including third party royalties, refining and transport);
- LOM all-in sustaining cash costs of US\$775/oz (including sustaining capital and closure costs);
- Base case assumptions of delivered diesel price of \$0.91 per litre for power generation and \$0.95/L for mobile and stationary equipment; and
- LOM open pit strip ratio of 10.1:1.

On March 4, 2021, the Company completed and filed its NI 43-101 compliant technical report on the Back River Project entitled "Technical Report for the Initial Project Feasibility Study on the Back River Gold Property, Nunavut, Canada" dated March 3, 2021 on www.sedar.com.

Project development work at Goose in 2021 will focus on advancement of detailed engineering, procurement, completion of select earthworks at the Port Facility and Goose site and commencing the development of the underground ramp for exploration of the Umwelt deposit.

Detail engineering will advance on the crushing and screening plant, process plant, power-house, truck shop and the Goose site fuel farm design. Detailed engineering is targeted to be largely completed in Q3 2021.

Additionally, Sabina is working to complete detailed design for the plant site pond; rough grade for the process plant; fuel farm pad; water management structures; and accommodation complex design. As part of this work, the Company is also evaluating optimization opportunities on the sequencing of underground and open pit mining.

The exploration ramp will involve establishing the on-surface support facilities, collaring the 5m x 5m portal and driving toward the Umwelt underground to facilitate continued exploration at depth.

Procurement items include phase one of the accommodation complex (estimated to be 278 rooms); steel and cladding for the process mill building and truck shop; multiplate steel tunnels for crushed ore reclaim; construction equipment required for foundation installation and building erection; secondary cone crusher, crusher screen and grizzly feeder; and phase one of the open pit mining fleet. These items will enable Sabina to be well prepared to begin pre-stripping of the Echo open pit once funding is obtained and a production decision is made.

Sabina is also working with a logistics specialist (air and sealift) to finalize the execution strategy for mobilizing goods and equipment to site.

Construction activities are expected to continue with civil works, including:

- construction of bulk fuel storage tank and containment at the Goose Site;
- completion of the fuel containment berm at the Port;
- advancement of the underground exploration ramp development at Umwelt;
- completion of infrastructure to support ramp activities, including a surface workshop for equipment maintenance; and
- water storage settling pond, with the current field season including a geotechnical drilling program to provide additional information for water management structures.

Mr. Angus Campbell, P. Geo. and Vice-President, Exploration and Mr. Vincy Benjamin, P.Eng., Director, Project Development are Qualified Persons under the terms of NI 43-101 and have reviewed the technical content of this MD&A for the Back River Project and approved its dissemination.

Back River Project Community and Social Responsibility

Environmental Assessment and Permitting

Following an extensive environmental assessment process that spanned several years, in December 2017 the Minister of Crown-Indigenous Relations and Northern Affairs Canada ("CIRNAC") accepted the recommendation of the Nunavut Impact Review Board ("NIRB") that the Back River Project should proceed to the final licensing phase after the granting of a Project Certificate. This enabled the Nunavut Water Board ("NWB") to commence a review of the Type A water license required for mine construction and operations at the Back River Project. In November 2018 Sabina received the approved Type A water license.

In December 2017, following the granting of the Project Certificate by NIRB, Sabina commenced the process under the Metal and Diamond Mines Effluent Regulation ("MDMER") to operate the tailings storage facility as contemplated in the feasibility study. Under Schedule 2 of MDMER, waterbodies frequented by fish must be approved and listed in the Regulations if a deleterious material is proposed to be placed in the waterbodies. Sabina received approval to use the primary tailings storage facility in June 2020. This final authorization is a milestone that enables full operations at the first mine at Back River.

In addition to these key authorizations, Sabina holds numerous other approvals from the federal government including CIRNAC land leases (expiry date of 2048), fisheries authorizations from the Department of Fisheries and Oceans Canada (expiry date of 2031), and navigable waters authorizations from Transport Canada (no expiry date). Additionally, despite the mine plan in the UFS being focused on a 3,000 to 4,000 tonne per day operation, permitting was advanced on the basis of the previous 6,000 tonne per day feasibility (excluding the George Property) with eight mining areas, thus providing significant future project flexibility. Sabina anticipates some normal-course regulatory engagement to ensure management plans and associated requirements align with changed activities planned within the UFS.

In mid 2020 various project enhancements were submitted for consideration by interested parties including the Nunavut Planning Commission ("NPC"), NIRB, NWB, Kitikmeot Inuit Association ("KIA"), and federal and territorial governments. These enhancements included the extension of airstrips, use of additional fresh water, land-based work on the winter ice road, and deeper mining at the Umwelt deposit to access the Vault zone. Sabina has received approval from both NPC and NIRB and is currently moving through the NWB process. Sabina anticipates completion of the NWB hearing process in Q3 2021 and expects to receive the Minister's decision in Q4 2021.

Summary of Results

(Expressed in thousands of dollars, except per share amounts)

	2021	2020	2020	2020	2020	2019	2019	2019
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
Total assets	\$ 589,960	\$ 555,134	\$ 562,741	\$ 555,049	\$ 497,541	\$ 500,091	\$ 492,518	\$ 493,048
Loss	(1,381)	(1,186)	(1,008)	(1,171)	(818)	(1,349)	(676)	(782)
Per Share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)

Quarterly losses are impacted by the timing and quantum of mineral property write-downs, share-based payments, the amortization of flow-through share premium liability, and associated tax impacts.

Overall Performance

For the three months ended March 31, 2021, the Company's net loss was \$1.4 million compared with \$0.8 million during the comparative quarter in 2020, the increase driven primarily by higher operating expenses and partially offset by higher net finance income.

Operating expenses for the three months ended March 31, 2021 were \$1.9 million compared to \$1.1 million in the comparative period in 2020. Period-over-period (favourable)/unfavourable variances are summarized below:

Expense	Variance (\$ millions)	Description
Administration and general	0.2	Various cost increases, including higher operating costs for the office lease and additional IT costs.
Listing, transfer and shareholder	0.1	Additional listing fees associated with the March 2021 prospectus financing.
Professional services	0.2	Additional consulting fees associated with debt process.
Share-based payments	0.3	Timing difference resulting from annual option grant in March 2021 vs. April in the prior year.

For the three months ended March 31, 2021, net finance income was \$0.5 million compared to \$0.3 million in the comparative period in 2020. The increase was due primarily to higher amortization of flow-through premium.

Capitalized exploration and evaluation expenditures for the three months ended March 31, 2021 were \$4.0 million compared to \$2.8 million during the comparative period in 2020. Period-over-period increases/(decreases) are summarized below:

Capitalized Exploration and Evaluation Expenditures	Variance (\$ millions)	Description
Surface access rights	(0.5)	Timing difference in 2021 related to the payment of the annual \$0.5 million fee to KIA.
Drilling and camp support	(0.1)	Additional costs in 2020 due to the planned start-up in spring and subsequent deferral due to COVID-19.
Detailed engineering and pre-development activities	2.2	Increase relates to primarily to the work associated with the UFS as well as site activities in 2021 related to the plan to develop an underground ramp for exploration.
Environmental and permitting	(0.4)	Decrease driven by a reduction in baseline studies.
Share-based payments	0.2	Timing difference resulting from annual option grant in March 2021 vs. April in the prior year.

Outlook

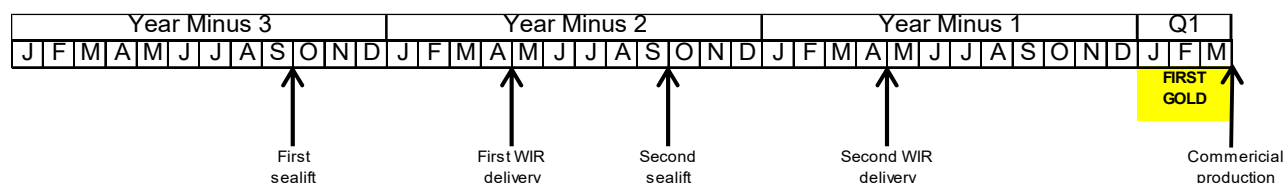
The Company's strategic plan is focused on exploring and developing its primary asset, the 100% owned Back River Project, with the objective of becoming a mid-tier gold producer. The UFS, released in February 2021, demonstrates the positive economics of the Project on a greater scale and over a longer 15-year mine life than the previously released feasibility study.

In 2021, based on our current treasury (including net proceeds of \$37.1 million from equity financing described above completed in March 2021), the Company intends to continue to advance various initiatives, including:

1. Project expansion:
 - Exploration – Winter drilling program at Goose targeting approximately 4,000 meters, as well as summer field programs to continue exploration modelling at various other discovery areas.
 - Commencement of construction in Q2 2021 of ramp for underground exploration of Umwelt Vault zone.
2. De-risk Project construction
 - Procurement – critical path equipment and supplies which are needed to be delivered to site via sealift in 2021 to maintain production schedule targeted in UFS
 - Earthworks – Continued work at the Port and Goose site.
 - Construction – Significantly increase fuel storage capabilities at Goose to match those at the Port site. Harvest select eskers to be used as future concrete aggregate supply.
 - Engineering – Advancement of detailed engineering including “issued for construction drawings” for process plant and other key infrastructure.
 - Permitting – Permit modifications identified during the 2018 and 2019 pre-development site works which provide for project improvements are expected to complete the regulatory approval process in 2021.

The Company plans to continue its approach of measured project advancement by continuing to focus on activities that add value and de-risk the project. The Company is in discussions with various lending groups exploring debt financing options.

The Project execution schedule is driven by the seasonality of shipping to the Port Facility combined with the logistics of construction and transport by way of WIR. The UFS execution schedule contemplates that the first seasonal sealift of construction materials would be completed by September of the year 27 months prior to first gold and the second seasonal sealift completed by September of the year 15 months prior to first gold. From delivery of that first seasonal sealift to the Port Facility, the Company estimates that the Back River Project would be 30 months to first gold, and 6 months to commercial production inclusive of commissioning and ramp up period. Maintaining this schedule is dependant on the timing of completion of Project financing and a production decision by the Company to proceed with mine construction.



Liquidity and Capital Resources

The Company had cash and cash equivalents and short-term investments of \$72.1 million at March 31, 2021 compared to \$45.0 million at December 31, 2020.

During 2021, Sabina completed equity financings with total gross proceeds of \$39.2 million as follows:

- **Q1 2021** – Bought deal prospectus financing of 18,000,000 common shares at a price of \$1.95 per common share for gross proceeds of \$35.1 million. Additionally, pursuant to the Shareholder Agreement between the Company and Zhaojin International Mining Co., Ltd. (“Zhaojin”), Zhaojin elected to maintain its 9.9% holdings in Sabina. On March 22, 2021, the Company completed the Zhaojin private placement for 2,117,640 common shares at a price of \$1.95 per common share for gross proceeds of \$4.1 million. Costs of the financings totalled \$2.1 million, resulting in net proceeds of \$37.1 million.

During 2020, Sabina completed equity financings with total gross proceeds of \$60.7 million as follows:

- **Q2 2020** – Bought deal prospectus financing of 15,400,000 common shares at a price of \$2.00 per common share and 8,962,000 flow-through common shares at a weighted average price of \$2.65 per share for gross proceeds of \$54.6 million. The Company completed concurrent private placement financings of 2,882,082 common shares at \$2.00 per share and 151,083 flow-through shares at \$2.40 per share for gross proceeds of \$6.1 million. Costs of the financings totalled \$3.5 million, resulting in net proceeds of \$57.2 million. Total flow-through funding of \$24.2 million must be used to incur Canadian exploration expenditures as defined by the Income Tax Act (Canada) by December 31, 2021. At March 31, 2021, the Company had incurred \$8.8 million flow-through eligible expenditures and had \$15.4 million of expenditures yet to be incurred.

The Company has forecast its cash requirements for the next fiscal year and believes it has sufficient cash resources and liquidity to sustain its ongoing activities. This assessment is based on the Company's budget, its available cash and short-term investments, and the fact that certain of the Company's expenditures are discretionary in nature and can be deferred as required without significant impact on the Company or its mineral properties. The future exploration and development of the Back River Project will require the Company to raise additional capital through a combination of debt and equity financings.

Reconciliation of Use of Net Proceeds for March 16, 2021 Financing

Disclosed Use of Net Proceeds	Amount	Actual Use of Net Proceeds	Amount
Procurement of mining and construction equipment, site infrastructure facilities, structural steel for process plant building and other structures, winter-ice-road equipment and bulk construction supplies	\$36.2 million	Funds expected to be used during 2021	\$nil
Completion of select earthworks at Goose site	\$3.5 million	Funds expected to be used during 2021	\$nil
Construction activities related to bulk fuel storage at Port and Goose sites	\$2.8 million	Funds expected to be used during 2021	\$nil
Total	\$42.5 million		\$nil
Less: Unexercised portion of the underwriters' over-allotment option	\$(5.5) million		\$nil
Total	\$37.0 million		\$nil

Reconciliation of Use of Proceeds for June 3, 2020 Financing

Disclosed Use of Proceeds	Amount	Actual Use of Proceeds	Amount
Surface exploration program at Goose	\$5.0 million	Used to fund exploration programs, primarily drilling	\$2.7 million
Surface preparations for decline activities	\$5.3 million	Used to fund the construction of the road to the portal, the portal box cut, the portal laydown, the underground storage pond, and the portal workshop	\$6.7 million
Equipment purchases for decline activities	\$6.5 million	Used to fund the spending on mobile mining equipment, including a jumbo drill and two loaders, as well as transport costs to deliver to site	\$6.6 million
Commencement of decline development	\$12.0 million	Funds expected to be used during 2021	\$nil
Goose site pre-development including earthworks for process plant site pads and roads, extension of airstrip and erection of bulk fuel storage	\$13.0 million	Used to fund construction of the airstrip extension, roads throughout site, and pads for both the camp and tank farm	\$6.7 million
Detailed engineering of all planned mine site facilities	\$6.9 million	Used to fund initial spending on detailed engineering and updated feasibility study. Detailed engineering is expected to be completed in the first half of 2021.	\$5.3 million
Procurement of 500-person camp for future mine construction and operation	\$7.0 million	Owners costs associated with activities described above.	\$2.4 million
General corporate and working capital purposes	\$1.8 million	Funds for general corporate and working capital purposes	\$1.8 million
Total	\$57.5 million		\$32.2 million
Less: Unexercised portion of the underwriters' over-allotment option	\$(0.6) million		\$nil
Total	\$56.9 million		\$32.2 million

Financial Instruments

The fair values of the Company's financial instruments consisting of cash and cash equivalents, short-term investments, accounts receivable, and accounts payable and accruals approximate their carrying values because of their short terms to maturity. The fair values of the Company's reclamation deposits and community funding deposit account are not expected to differ materially from their carrying values given the interest rate being received. The fair value of marketable securities is determined based on quoted market prices.

Liabilities and Contingencies

To date the Company has the legal obligation to reclaim exploration camps for which it holds water licenses and exploration and mining agreements and has recorded a provision for site reclamation of \$3.3 million. The Company has issued total security deposits of \$9.8 million related to these obligations, with the difference between the provision and the funding representing future planned disturbances.

Critical Accounting Estimates

The preparation of the Company's consolidated financial statements requires management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

See Critical Accounting Estimates in the Company's 2020 annual MD&A as well as note 3 of the annual 2020 audited consolidated financial statements for a detailed discussion of the areas in which critical accounting estimates are made.

Estimates, judgments, and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Disclosure Controls and Procedures and Internal Control Over Financial Reporting

Sabina's management is responsible for establishing and maintaining adequate disclosure controls and internal control over financial reporting. Any system of internal controls, no matter how well designed, has inherent limitations. As a result, even those systems determined to be effective can only provide reasonable assurance regarding the preparation and presentation of our financial statements. There have been no changes in our disclosure controls and internal control over financial reporting during the three months ended March 31, 2021 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

Due to inherent limitations associated with any such controls and procedures, management recognizes that, no matter how well designed and implemented, they may not prevent or detect all inaccuracies on a timely basis. These limitations include limited personnel available for such work, geographical logistics and human error among others. The Board of Directors assesses the integrity of the public financial disclosures through the oversight of the Audit Committee.

Outstanding Share Data

As at May 14, 2021, there were 347,916,975 common shares outstanding. Additionally, there were options and warrants outstanding to purchase an aggregate of 19,762,750 common shares as well as 113,333 RSUs subject to vesting that the Company expects to settle with common shares issued from treasury.

Risks and Uncertainties

For full details on the risks and uncertainties affecting the Company, please refer to the Company's audited annual consolidated financial statements and notes, annual MD&A and annual information form for the year ended December 31, 2020. These documents may be obtained or viewed on the SEDAR website at www.sedar.com and on the Company's website at www.sabinagoldsilver.com.

Additional Information

Sabina is a Canadian public mineral exploration company listed on the TSX Exchange trading under the symbol "SBB" and is a reporting issuer in British Columbia and Alberta. Additional information relating to the Company may be obtained or viewed on the SEDAR website at www.sedar.com and on the Company's website at www.sabinagoldsilver.com.

Forward Looking Information

This MD&A provides management's analysis of Sabina's historical financial and operating results and provides estimates of Sabina's future financial and operating performance based on information currently available. Actual results will vary from estimates and the variances may be significant. Readers should be aware that historical results are not necessarily indicative of future performance.

Certain information set forth in this MD&A, including management's assessment of the Company's future plans and operations, contains "forward-looking information" within the meaning of applicable Canadian securities laws (collectively, "Forward Looking Information") concerning the Company's projects, capital, anticipated financial performance, business prospects and strategies and other general matters. All statements, other than statements of historical fact, that address activities, events or developments that the Company believes, expects or anticipates will, may, could or might occur in the future are Forward Looking Information. The words "expect", "anticipate", "estimate", "may", "could", "might", "will", "would", "should", "intend", "believe", "target", "budget", "plan", "strategy", "goals", "objectives", "projection" or the negative of any of these words and similar expressions are intended to identify Forward Looking Information, although these words may not be present in all Forward Looking Information.

Forward-Looking Information is not a guarantee of future performance and is based upon a number of estimates and assumptions of management, in light of management's experience and perception of trends, current conditions and expected developments, as well as other factors that management believes to be relevant and reasonable in the circumstances, as of the date of this MD&A including, without limitation, assumptions about: favourable equity and debt capital markets; the ability to raise any necessary additional capital on reasonable terms to advance the development of its projects and pursue planned exploration; future prices of gold and other metal prices; the timing and results of exploration and drilling programs; the accuracy of any mineral reserve and mineral resource estimates; production costs; the accuracy of budgeted exploration and development costs and expenditures; the price of other commodities such as diesel fuel; future currency exchange rates and interest rates; operating conditions being favourable, including whereby the Company is able to operate in a safe, efficient and effective manner; political and regulatory stability; the receipt of governmental and third party approvals, licences and permits on favourable terms; obtaining required renewals for existing approvals, licences, permits and Inuit and First Nation agreements and obtaining all other required approvals, licences, permits and Inuit and First Nation agreements on favourable terms; sustained labour stability; stability in financial and capital goods markets; availability of equipment; positive relations with the Kitikmeot Inuit Association and other local groups and the Company's ability to meet its obligations under its agreements with such groups; and the Company's ability to continue to operate in the harsh northern Canadian climate. While the Company considers these assumptions to be reasonable, the assumptions are inherently subject to significant business, social, economic, political, regulatory, competitive and other risks and uncertainties, contingencies and other factors that could cause actual actions, events, conditions, results, performance or achievements to be materially different from those projected in the Forward-Looking Information. Many assumptions are based on factors and events that are not within the control of the Company and there is no assurance they will prove to be correct.

Forward Looking Information are subject to a number of risks and uncertainties that may cause the actual events or results to differ materially from those discussed in the Forward Looking Information, and even if events or results discussed in the Forward Looking Information are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on, the Company. Factors that could cause actual results or events to differ materially from current expectations include, among other things:

- Given the highly uncertain nature of this situation, the Company is not able to reliably estimate the duration and severity of this pandemic nor the potential impact it could have on the Company's operating activities and financial position.

- Potential future impacts of COVID-19 could include increased costs for additional testing, lower availability of employees and contractors due to quarantine restrictions, reduced flexibility in crew rotations, limitations on numbers of people at site increasing site overhead costs and reducing productivity, higher cost of transporting crews to site if commercial air travel options are reduced, and additional mandated lockdowns which could shutdown or delay site activities, and global supply chain and financial market disruptions.
- additional financing requirements;
- the Company's history of losses;
- the Company's negative cash flow;
- the Company's ability to continue as a going concern;
- delays in, or inability to achieve, planned commercial production;
- discrepancies between actual and estimated mineral reserves and mineral resources, between actual and estimated development and operating costs, between actual and estimated metallurgical recoveries and between estimated and actual production;
- fluctuations in the relative values of the U.S. dollar and the Canadian dollar;
- volatility in metals prices;
- fluctuations in fuel prices;
- the ability of the Company to retain its key management employees and skilled and experienced personnel;
- conflicts of interest;
- litigation or other legal or administrative proceedings brought against the Company;
- actual or alleged breaches of governance processes or instances of fraud, bribery or corruption;
- exploration, development and mining risks and the inherently dangerous nature of the mining industry, including environmental hazards, industrial accidents, unusual or unexpected formations, safety stoppages (whether voluntary or regulatory), pressures, mine collapses, cave ins or flooding and the risk of inadequate insurance or inability to obtain insurance to cover these risks and other risks and uncertainties;
- property and mineral title risks including defective title to mineral claims or property;
- changes in national and local government legislation, taxation, controls, regulations and political or economic developments in Canada or other countries in which the Company does or may carry out business in the future;
- equipment shortages and the ability of the Company to acquire the necessary access rights and infrastructure for its mineral properties;
- environmental regulations and the ability to obtain and maintain necessary approvals and permits, including environmental approvals and water use licenses;
- extreme competition in the mineral exploration industry;
- delays in obtaining, or a failure to obtain, permits and authorizations necessary for current or future operations or failures to comply with the terms of such permits and authorizations; and
- the ability to execute agreements with the Kitikmeot Inuit Association.

The Company cautions that the foregoing lists of important assumptions and factors are not exhaustive. Other events or circumstances could cause actual results to differ materially from those estimated or projected and expressed in, or implied by, the Forward-Looking Information contained herein. There can be no assurance that Forward-Looking Information will prove to be accurate, as results and future events could differ materially from those anticipated in such information. Accordingly, investors should not place undue reliance on Forward-Looking Information. Sabina disclaims any intention or obligation to update or revise any forward-looking information, whether as a result of new information, future events or otherwise except as required by applicable law.