
KING GLOBAL VENTURES INC.
(FORMERLY ROSITA MINING CORPORATION)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of management. The unaudited condensed consolidated interim financial statements have not been reviewed by the Company's auditors.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian Dollars)

(Unaudited)

	September 30, 2019	December 31, 2018
ASSETS		
Current assets		
Cash	\$ 46,568	\$ 17,855
Amounts receivable	9,311	3,461
Prepaid expenses	2,256	1,931
Total current assets	58,135	23,247
Non-current assets		
Equipment (note 4)	9,585	9,939
Mineral exploration properties (note 5)	2,282,508	2,344,702
Total assets	\$ 2,350,228	\$ 2,377,888
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	\$ 116,829	\$ 39,823
Advances from related party	276,638	182,484
Loans payable	33,086	27,090
Total current liabilities	426,553	249,397
Non-current liabilities		
Deferred income tax liability	356,540	356,540
Total liabilities	783,093	605,937
Shareholders' equity (deficiency)		
Issued capital (note 8)	20,095,225	20,095,225
Warrant reserve	303,863	303,863
Share-based payment reserve	14,348,461	14,348,461
Accumulated other comprehensive loss	(48,361)	(102,263)
Deficit	(33,132,053)	(32,873,335)
Total shareholders' deficiency	1,567,135	1,771,951
Total liabilities and shareholders' deficiency	\$ 2,350,228	\$ 2,377,888

Nature of operations and going concern (note 1)

Subsequent event (note 12)

On behalf of the Board:

(Signed) "John Cook"
John Cook, Director

(Signed) "Nick Watters"
Nick Watters, Director

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss

(Expressed in Canadian Dollars)

(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2019	2018	2019	2018
Administrative expenses				
Amortization (note 4)	\$ 18	\$ 671	\$ 353	\$ 2,638
Exploration and expenditures (note 5)	-	83,180	-	187,955
Foreign exchange loss (gain)	49,653	42,265	147,435	(37,573)
Office and miscellaneous	58,814	25,667	77,260	42,092
Professional fees (note 7)	11,219	(41,219)	26,297	(80,009)
Share-based payments (note 9)	-	76,320	-	76,320
Shareholder communication	3,262	5,085	7,373	57,091
Net operating loss before other items	(122,966)	(191,969)	(258,718)	(248,514)
Other items				
Other income	-	25	-	38
Net loss and comprehensive loss for the period	\$ (122,966)	\$ (191,944)	\$ (258,718)	\$ (248,476)
Other comprehensive loss				
Item that will be reclassified subsequently to income				
Unrealized (loss) gain on marketable securities	62,442	-	53,902	-
Net comprehensive loss for the period	\$ (60,524)	\$ (191,944)	\$ (204,816)	\$ (248,476)
Basic and diluted net loss per share (note 10)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding - basic and diluted (note 10)	66,802,282	64,102,282	66,802,282	61,451,397

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc. (formerly Rosita Mining Corporation)**Condensed Consolidated Interim Statements of Cash Flows****(Expressed in Canadian Dollars)****(Unaudited)****Nine months ended
September 30,
2019 2018**

Operating activities

Net loss for the period	\$ (258,718)	\$ (248,476)
Items not affecting cash:		
Amortization	353	2,638
Share-based payments	-	76,320
Foreign exchange	152,097	-
Non-cash working capital items:		
Amounts receivable	(5,850)	4,500
Prepaid expenses	(325)	-
Accounts payable and accrued liabilities	83,002	(175,851)

Net cash used in operating activities **(29,441)** **(340,869)**

Financing activities

Warrants exercised	-	279,125
Advances from related parties	94,154	24,371

Net cash provided by financing activities **94,154** **303,496**

Acquisition of and expenditures on mineral exploration properties	(36,000)	-
Deferred acquisition deposit	-	(35,000)

Net cash used in investing activities **(36,000)** **(35,000)**

Net change in cash **28,713** **(72,373)****Cash, beginning of period** **17,855** **88,359**

Cash, end of period **\$ 46,568** **\$ 15,986**

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King Global Ventures Inc. (formerly Rosita Mining Corporation)

Condensed Consolidated Interim Statements of Changes in Equity (Deficiency)

(Expressed in Canadian Dollars)

(Unaudited)

	Common Shares		Warrant Reserve	Share-based Payment Reserve	Accumulated Other Comprehensive Income/(Loss)	Deficit	Total
	Number	Amount					
Balance, December 31, 2017	59,227,282	\$ 19,617,573	\$ 427,390	\$ 14,272,141	\$ (241,133)	\$ (32,599,895)	\$ 1,476,076
Exercise of warrants	4,875,000	402,652	(123,527)	-	-	-	279,125
Share-based payments	-	-	-	76,320	-	-	76,320
Net loss for the period	-	-	-	-	-	(248,476)	(248,476)
Balance, September 30, 2018	64,102,282	\$ 20,020,225	\$ 303,863	\$ 14,348,461	\$ (241,133)	\$ (32,848,371)	\$ 1,583,045
Balance, December 31, 2018	66,802,282	\$ 20,095,225	\$ 303,863	\$ 14,348,461	\$ (102,263)	\$ (32,873,335)	\$ 1,771,951
Foreign currency translation	-	-	-	-	53,902	-	53,902
Net loss for the period	-	-	-	-	-	(258,718)	(258,718)
Balance, September 30, 2019	66,802,282	\$ 20,095,225	\$ 303,863	\$ 14,348,461	\$ (48,361)	\$ (33,132,053)	\$ 1,567,135

The notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

1. Nature of operations and going concern

King Global Ventures Inc. (formerly Rosita Mining Corporation) (the “Company”), is an exploration-stage, publicly-traded company. On September 25, 2019, Rosita Mining Corporation changed to King Global Ventures and is trading on the TSX Venture Exchange (“TSXV”) under the symbol ‘KING’. The Company was incorporated in Ontario, Canada and was continued in the Province of British Columbia on November 14, 2018, and is a junior prospecting and natural-resource company, focused on growing exploration and mineral assets to build shareholder value. The Company’s properties are located in Newfoundland, Canada and Nicaragua. The Company’s head office is at Suite 200, 82 Richmond Street East, Toronto, ON, M5C 1P1.

These unaudited condensed consolidated interim financial statements have been prepared on the going concern basis, which assumes that the Company will be able to continue as a going concern and realize its assets and discharge its liabilities in the normal course of business. These unaudited condensed consolidated interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. During the three and nine months ended September 30, 2019, the Company incurred a net loss of \$258,718 (three and nine months ended September 30, 2018 - net loss of \$248,476). As at September 30, 2019, the Company has incurred significant losses since inception totaling \$33,132,053 (December 31, 2018 - \$32,873,335). As at September 30, 2019, the Company has a working capital deficiency of \$368,418 (December 31, 2018 - \$226,150); the continuing operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing. Management is of the opinion that additional funds will be obtained from external financing to meet the Company’s liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These factors indicate the existence of a material uncertainty that may cast significant doubt as to the Company’s ability to continue as a going concern and accordingly use accounting principles applicable to a going concern.

2. Basis of presentation

These unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2019, including comparatives, have been prepared in accordance with International Accounting Standard 34, ‘Interim Financial Reporting’. These unaudited condensed consolidated interim financial statements may not include all information and note disclosures required by IFRS for annual financial statements and therefore, should be read in conjunction with the annual audited financial statements for the year ended December 31, 2018, which have been prepared in accordance with IFRS.

These unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2019 were approved and authorized for issue by the Company’s Board of Directors on November 29, 2019.

These unaudited condensed consolidated interim financial statements have been prepared on a going concern basis under the historical cost convention, except for the revaluation of certain financial instruments. In addition, these unaudited condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRSs issued and outstanding as of November 29, 2019, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed consolidated interim financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2018, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2019 could result in restatement of these unaudited condensed consolidated interim financial statements.

New standards adopted

(a) Leases and right-of-use assets

In January 2016, the IASB issued IFRS 16 - Leases ("IFRS 16"), replacing IAS 17 - Leases. IFRS 16 provides a single lessee accounting model and requires the lessee to recognize assets and liabilities for all leases on its statement of financial position, providing the reader with greater transparency of an entity's lease obligations.

At January 1, 2019, the Company adopted the following and there was no material impact on the Company's financial statements. The Company adopted IFRS 16 using the modified retrospective approach and accordingly the information presented for 2018 has not been restated. It remains as previously reported under IAS 17 and related interpretations.

All leases are accounted for by recognising a right-of-use asset and a lease liability except for:

- Leases of low value assets; and
- Leases with a duration of twelve months or less.

Lease liabilities are measured at the present value of the contractual payments due to the lessor over the lease term, with the discount rate determined by the incremental borrowing rate on commencement of the lease is used. Variable lease payments are only included in the measurement of the lease liability if they depend on an index or rate. In such cases, the initial measurement of the lease liability assumes the variable element will remain unchanged throughout the lease term. Other variable lease payments are expensed in the period to which they relate.

On initial recognition, the carrying value of the lease liability also includes:

- Amounts expected to be payable under any residual value guarantee;
- The exercise price of any purchase option granted if it is reasonable certain to assess that option;

Any penalties payable for terminating the lease, if the term of the lease has been estimated on the basis of termination option being exercised. Right-of-use assets are initially measured at the amount of the lease liability, reduced for any lease incentives received, and increased for:

- Lease payments made at or before commencement of the lease;
- Initial direct costs incurred; and
- The amount of any provision recognised where the Company is contractually required to dismantle, remove or restore the leased asset.

Lease liabilities, on initial measurement, increase as a result of interest charged at a constant rate on the balance outstanding and are reduced for lease payments made.

Right-of-use assets are amortised on a straight-line basis over the remaining term of the lease or over the remaining economic life of the asset if this is judged to be shorter than the lease term.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

3. Significant accounting policies (continued)

New standards adopted (continued)

When the Company revises its estimate of the term of any lease, it adjusts the carrying amount of the lease liability to reflect the payments to make over the revised term, which are discounted at the same discount rate that applied on lease commencement. The carrying value of lease liabilities is similarly revised when the variable element of future lease payments dependent on a rate or index is revised. In both cases an equivalent adjustment is made to the carrying value of the right-of-use asset, with the revised carrying amount being amortised over the remaining (revised) lease term.

The Company adopted this standard and there was no material impact on the Company's unaudited condensed consolidated interim financial statements.

4. Equipment

Cost

	Equipment
Balance, December 31, 2017	\$ 22,795
Additions	7,181
Balance, December 31, 2018	29,976
Foreign exchange adjustment	(31)
Balance, September 30, 2019	\$ 29,945

Accumulated amortization

	Equipment
Balance, December 31, 2017	\$ 16,761
Amortization	3,246
Balance, December 31, 2018	20,007
Amortization	353
Balance, September 30, 2019	\$ 20,360

Net book value

	Equipment
At December 31, 2018	\$ 9,969
At September 30, 2019	\$ 9,585

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

5. Mineral exploration expenditures

Exploration and acquisition costs for the nine months ended September 30, 2019 and September 30, 2018 are as follows:

	Marilyn Tree Project	Rosita Project	Total
Balance, December 31, 2017	\$ -	\$ 2,003,547	\$ 2,003,547
Acquisition and staking	\$ 110,000	\$ -	\$ 110,000
Foreign exchange translation gain	-	44,846	44,846
Exploration			
Consulting and salaries	-	9,904	9,904
Field costs	-	72,433	72,433
General exploration and administration	-	103,972	103,972
Exploration and acquisition costs	\$ 110,000	\$ 231,155	\$ 341,155
Balance, December 31, 2018	\$ 110,000	\$ 2,234,702	\$ 2,344,702
Foreign exchange translation (loss)	\$ -	\$ (98,194)	\$ (98,194)
Exploration			
Consulting and salaries (note 7)	-	36,000	36,000
Exploration and acquisition costs	\$ -	\$ (62,194)	\$ (62,194)
Balance, September 30, 2019	\$ 110,000	\$ 2,172,508	\$ 2,282,508

Rosita Project

On August 29, 2011, the Company entered into an option agreement with Calibre Mining Corp. to earn a 65% interest in the Rosita project. To exercise the option, the Company must perform the following:

- (i) Issue 200,000 common shares as follows:
 - 40,000 common shares within 5 business days of the TSX approval of the option agreement (issued);
 - 40,000 common shares on or before October 3, 2012 (issued);
 - 40,000 common shares on or before October 3, 2013 (issued);
 - 40,000 common shares on or before October 3, 2014 (issued); and
 - 40,000 common shares on or before October 3, 2015 (issued).
- (ii) Incur \$4,000,000 of exploration expenditures on the property as follows:
 - \$500,000 on or before October 3, 2012 (incurred);
 - An additional \$750,000 on or before October 3, 2013 (incurred);
 - An additional \$1,250,000 on or before October 3, 2014 (incurred); and
 - An additional \$1,500,000 on or before October 3, 2015 (incurred).

On June 30, 2014, the Company entered into a royalty agreement with Forbes & Manhattan, Inc. ("Forbes") for the settlement of accounts payable totaling \$508,500. The royalty is a 0.5% net smelter royalty ("NSR") multiplied by the Company's participating interest in the Rosita Project at the time. The royalty becomes effective upon the Company earning the 65% interest in the Rosita Project (completed in November 2015). The Company may reacquire the NSR by paying \$1,508,500 to Forbes.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

5. Mineral exploration expenditures (continued)

Rosita Project (continued)

In November 2015, the Company fulfilled the requirements under the option agreement and it had earned its 65% interest in the Rosita project. Pursuant to the option agreement, upon earn-in, an automatic joint-venture was created between Rosita and Calibre and in November 2016, the Company and Calibre memorialized an agreement (the "JV Agreement") with an effective date of November 23, 2015. For accounting purposes, the Company has determined that the JV Agreement does not meet the criteria set forth in IFRS 11 *Joint Arrangements*.

Marilyn Three Properties

On August 11, 2018, the Company acquired a 100% interest in mining claims and patents located near Grand Falls, Newfoundland comprised of 104 claim blocks of approximately 6,448 acres. In exchange for the interest in the claims, the Company will pay \$35,000 (paid) and issue 2,500,000 common shares (issued). The seller retains a 2% net smelter royalty (NSR), and the Company has the option to acquire 1% of the NSR for \$1,000,000.

6. Loan payable

As at September 30, 2019, the Company owes \$33,086 (December 31, 2018 - \$27,090) to a shareholder of the Company. The amounts owing are unsecured, non-interest bearing, and due on demand.

7. Related party balances and transactions

Related parties include the Board of Directors, officers, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

(a) The Company entered into the following transactions with related parties:

(i) For the three and nine months ended September 30, 2019, the Company incurred fees of \$88,500 and \$96,500, respectively (three and nine months ended September 30, 2018 - \$12,000 and \$36,000, respectively) to a company controlled by the Chief Executive Officer of the Company. As at September 30, 2019, the Company was owed \$238,837 (December 31, 2018 - \$132,183) and the amount owing is unsecured, non-interest bearing, and due on demand.

(ii) As at September 30, 2019, the Company owes \$50,301 (December 31, 2018 - \$50,301) to a company controlled by the former Chief Financial Officer of the Company. The amount owing is unsecured, non-interest bearing, and due on demand.

8. Share capital

a) Authorized share capital

Unlimited common shares without par value

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

8. Issued capital (continued)

b) Common shares issued

Share transactions for the three and nine months ended September 30, 2018:

- (i) On January 31, 2018, the Company issued 182,000 common shares for proceeds of \$50,050 pursuant to the exercise of share purchase warrants.
- (ii) On February 1, 2018, the Company issued 315,000 common shares for proceeds of \$86,625 pursuant to the exercise of share purchase warrants.
- (iii) On February 5, 2018, the Company issued 8,000 common shares for proceeds of \$2,200 pursuant to the exercise of share purchase warrants.
- (iv) On February 6, 2018, the Company issued 400,000 common shares for proceeds of \$110,000 pursuant to the exercise of share purchase warrants.
- (v) On February 20, 2018, the Company issued 40,000 common shares for proceeds of \$11,000 pursuant to the exercise of share purchase warrants.
- (vi) On February 22, 2018, the Company issued 30,000 common shares for proceeds of \$8,250 pursuant to the exercise of share purchase warrants.
- (vii) On July 18, 2018, the Company issued 40,000 common shares for proceeds of \$11,000 pursuant to the exercise of share purchase warrants.

9. Stock options

The Company has adopted a stock option plan pursuant to which options may be granted to directors, officers, employees, and consultants of the Company to a maximum of 10% of the issued and outstanding common shares, and not exceeding 5% granted to any individual. The stock options have a maximum term of five years and cannot be assigned or transferred. The following table summarizes the continuity of the Company's stock options:

The following table reflects the continuity of stock options for the periods presented:

	Number of stock options	Weighted average exercise price (\$)
Balance, December 31, 2017 and September 30, 2018	2,209,050	0.15
Balance, December 31, 2018	3,109,050	0.09
Expired	(9,050)	(0.28)
Balance, September 30, 2019	3,100,000	0.09

(ii) On March 20, 2017, the Company granted stock options to a consultant of the Company for the purchase of a total of 37,500 common shares. The options are exercisable for a period of five years at an exercise price of \$0.68 per share and vested immediately. The fair value of these options at the date of grant was estimated at \$24,810 using the Black-Scholes option pricing model with the following assumptions: risk free interest rate – 1.18%; expected volatility – 197% (which is based on historical volatility of the Company's share price); expected dividend yield - nil; expected life - 5 years.

King Global Ventures Inc. (formerly Rosita Mining Corporation)

Notes to Condensed Consolidated Interim Financial Statements

Three and Nine Months Ended September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

9. Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of September 30, 2019:

Exercise price (\$)	Remaining contractual life (years)	Number of options outstanding	Number of exercisable options
0.50	0.11	100,000	100,000
0.11	1.84	1,000,000	1,000,000
0.06	1.89	2,000,000	2,000,000
0.09	1.82	3,100,000	3,100,000

10. Net loss per share

The calculation of basic and diluted loss per share for the three and nine months ended September 30, 2019 was based on the loss attributable to common shareholders of \$122,966 and \$258,718, respectively (three and nine months ended September 30, 2018 - \$191,944 and \$248,476, respectively) and the weighted average number of common shares outstanding of 66,802,282 and 66,802,282, respectively (three and nine months ended September 30, 2018 - 64,102,282 and 61,451,397, respectively). Diluted loss per share did not include the effect of 3,100,000 options outstanding (three and nine months ended September 30, 2018 - 1,571,550 options outstanding) as they are anti-dilutive.

11. Segmented information

The Company operates in one industry segment, namely exploration of mineral resources in two geographic regions, Canada and Nicaragua. Geographical segmentation of the Company's non-current assets is as follows:

September 30, 2019	Canada	Nicaragua	Total
Equipment	\$ -	\$ 9,585	\$ 9,585
Mineral exploration properties	110,000	2,172,508	2,282,508
	\$ 110,000	\$ 2,182,093	\$ 2,292,093
December 31, 2018	Canada	Chile	Total
Equipment	\$ -	\$ 9,969	\$ 9,969
Mineral exploration properties	110,000	2,234,702	2,344,702
	\$ 110,000	\$ 2,244,671	\$ 2,354,671

12. Subsequent event

Subsequent to September 30, 2019, 100,000 options expired unexercised.