
ARIZONA METALS CORP.
(FORMERLY RING THE BELL CAPITAL CORP.)
CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS
THREE AND SIX MONTHS ENDED
JUNE 30, 2020
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Arizona Metals Corp. (formerly Ring The Bell Capital Corp.) (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

Unaudited

	As at June 30, 2020	As at December 31, 2019
ASSETS		
Current assets		
Cash	\$ 7,100,049	\$ 1,611,891
Sales tax recoverable	40,967	87,283
Prepaid expenses	661,358	569,577
Total current assets	7,802,374	2,268,751
Non-current assets		
Reclamation bond (note 6)	149,884	57,344
Total assets	\$ 7,952,258	\$ 2,326,095
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	\$ 171,257	\$ 117,916
Total liabilities	171,257	117,916
Shareholders' equity		
Share capital (note 3)	14,326,757	7,622,591
Reserves (notes 4 and 5)	5,064,275	3,104,608
Accumulated deficit	(11,610,031)	(8,519,020)
Total shareholders' equity	7,781,001	2,208,179
Total liabilities and shareholders' equity	\$ 7,952,258	\$ 2,326,095

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

Nature of operations and going concern (note 1)

Commitments and contingencies (note 9)

Subsequent events (note 10)

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss****(Expressed in Canadian Dollars)****Unaudited**

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Operating expenses				
Salaries and benefits (note 7)	\$ 90,130	\$ 37,159	\$ 171,350	\$ 79,963
Exploration and evaluation expenditures (note 6)	466,846	649,651	1,829,527	1,840,935
Office and general	96,542	13,381	185,739	37,659
Professional fees (note 7)	58,123	4,684	80,767	24,008
Share-based payments (notes 4 and 7)	790,475	-	790,475	467,071
Filing fees	33,153	-	33,153	6,965
Listing expenses	-	192,467	-	224,036
Net loss and comprehensive loss for the period	\$ (1,535,269)	\$ (897,342)	\$ (3,091,011)	\$ (2,680,637)
Basic and diluted net loss per share	\$ (0.03)	\$ (0.02)	\$ (0.06)	\$ (0.08)
Weighted average number of common shares outstanding	57,925,625	35,972,136	55,140,870	34,791,649

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

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars)
Unaudited

	Share capital	Reserves	Accumulated deficit	Total
Balance, December 31, 2018	\$ 3,431,482	\$ 1,202,295	\$ (4,258,411)	\$ 375,366
Private placement (note 3(b))	1,097,520	-	-	1,097,520
Share issuance costs	(69,627)	-	-	(69,627)
Exploration share-based payment (note 6)	600,000	-	-	600,000
Share-based payments (note 4)	-	467,071	-	467,071
Net loss for the period	-	-	(2,680,637)	(2,680,637)
Balance, June 30, 2019	\$ 5,059,375	\$ 1,669,366	\$ (6,939,048)	\$ (210,307)

Balance, December 31, 2019	\$ 7,622,591	\$ 3,104,608	\$ (8,519,020)	\$ 2,208,179
Private placements (note 3(b))	8,415,500	-	-	8,415,500
Share issuance costs	(770,365)	155,400	-	(614,965)
Warrant valuation	(1,036,900)	1,036,900	-	-
Warrants exercised (note 5)	95,931	(23,108)	-	72,823
Share-based payments (note 4)	-	790,475	-	790,475
Net loss for the period	-	-	(3,091,011)	(3,091,011)
Balance, June 30, 2020	\$ 14,326,757	\$ 5,064,275	\$ (11,610,031)	\$ 7,781,001

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

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Condensed Interim Consolidated Statements of Cash Flows****(Expressed in Canadian Dollars)****Unaudited**

	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Operating activities		
Net loss for the period	\$ (3,091,011)	\$ (2,680,637)
Adjustments for:		
Exploration share-based payment (note 6)	-	600,000
Share-based payments (note 4)	790,475	467,071
Changes in non-cash working capital items:		
Accounts receivable	46,316	2,074
Prepaid expenses	(91,781)	29,115
Accounts payable and accrued liabilities	53,341	191,562
Reclamation bond	(92,540)	-
Net cash used in operating activities	(2,385,200)	(1,390,815)
Financing activities		
Proceeds from private placements share issuance (note 3)	8,415,500	1,097,520
Share issuance costs (note 3)	(614,965)	(69,627)
Proceeds from exercise of warrants (note 5)	72,823	-
Net cash provided by financing activities	7,873,358	1,027,893
Net change in cash	5,488,158	(362,922)
Cash, beginning of period	1,611,891	406,333
Cash, end of period	\$ 7,100,049	\$ 43,411

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

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2020

(Expressed in Canadian Dollars)

Unaudited

1. Nature of operations and going concern

Arizona Metals Corp., formerly Ring The Bell Capital Corp. ("AMC" or the "Company") was incorporated under the Canada Business Corporations Act on June 28, 2017. The Company's head office, principal address and registered and records office is located at 66 Wellington Street West, Suite 4100, Toronto, Ontario, Canada, M5K 1B7. The Company completed its Initial Public Offering on March 6, 2018 and is classified as a Capital Pool Company ("CPC") as defined by the TSX Venture Exchange ("TSX-V").

On August 1, 2019, the Company completed a reverse take-over transaction ("RTO") with Croesus Gold Corp. ("Croesus") wherein the Company acquired 100% of the issued and outstanding common shares of Croesus. As a result of the share exchange, Croesus is considered to have control. While the Company is the legal acquirer, the accounting acquirer is Croesus and these financial statements are consolidated and presented with Croesus as the continuing entity. Concurrent with the RTO, the Company changed its name to Arizona Metals Corp. and began trading on the TSX-V under the symbol "AMC".

AMC is a Canadian exploration company focused on precious metal exploration in the United States. At the date of these unaudited condensed interim consolidated financial statements, the Company has not yet discovered any deposits, nor has it earned any income.

Although the Company has taken customary steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

AMC is at an early stage of exploration and as is common with many exploration companies, it raises financing for its exploration and acquisition activities in discrete tranches. The Company has current assets in excess of current liabilities of \$7,631,117 at June 30, 2020 (December 31, 2019 - \$2,150,835). For the six months ended June 30, 2020, the Company had a net loss of \$3,091,011 (six months ended June 30, 2019 - \$2,680,637), and had cash outflows from operations of \$2,385,200 (six months ended June 30, 2019 - \$1,390,815). These material uncertainties cast significant doubt about the Company's ability to continue as a going concern and, accordingly, the ultimate use of accounting principles applicable to a going concern.

The Company's ability to continue as a going concern is dependent upon obtaining additional financing and eventually achieving profitable production in the future. The Company is currently evaluating various options in order to address its financing needs. There can be no assurance that the Company's financing activities will continue to be successful or sufficient.

Longer term, the Company may pursue opportunities to raise additional capital through equity markets; however, there can be no assurance it will be able to raise funds in the future. The ultimate ability of the Company to remain a going concern and complete exploration and development of properties, if properties are proven successful, is dependent upon successfully raising additional capital.

These unaudited condensed interim consolidated financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets, liabilities and reported expenses should the Company be unable to continue as a going concern. These adjustments could be material.

In March 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy, capital markets and the Company's financial position cannot be reasonably estimated at this time. The Company is monitoring developments and will adapt its business plans accordingly. The actual and threatened spread of COVID-19 globally could adversely impact the Company's ability to carry out its plans and raise capital.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited**

2. Significant accounting policies***Statement of compliance***

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's 2019 annual financial statements which have been prepared in accordance with IFRS as issued by the IASB.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of August 31, 2020, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2019.

3. Share capital

a) Authorized share capital

The authorized share capital consisted of unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

	Number of common shares	Amount
Balance, December 31, 2018	32,050,000	\$ 3,431,482
Private placements (i)	3,658,400	1,097,520
Share issuance costs (i)	-	(69,627)
Exploration share-based payments (note 6)	2,000,000	600,000
Balance, June 30, 2019	37,708,400	\$ 5,059,375
Balance, December 31, 2019	49,855,368	\$ 7,622,591
Private placements (ii)(iii)	14,041,000	8,415,500
Share issuance costs (ii)(iii)	-	(677,124)
Warrant valuation (iii)	-	(1,036,900)
Warrants exercised	149,557	95,931
Balance, June 30, 2020	64,045,925	\$ 14,419,998

(i) During January-March 2019, the Company closed private placements whereby the Company issued a total of 3,658,400 common shares at \$0.30 per share for aggregate proceeds of \$1,097,520. Cash issuance cost was \$69,627.

(ii) On February 12, 2020, the Company announced that it has closed a non-brokered private placement offering of 4,741,000 common shares of the Company at a price of \$0.50 per common share, for aggregate gross proceeds of \$2,370,500. Colin Sutherland and Rick Vernon, directors of the Company, each purchased an aggregate of 100,000 common shares under the offering. Kevin Reid, an insider of the Company at the time, beneficially purchased an aggregate of 500,000 common shares under the offering. In connection with the offering, the Company paid cash finders' fees of an aggregate of \$93,900 and other share issuance cost of \$69,999.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited**

3. Share capital (continued)

b) Common shares issued (continued)

(iii) On May 29, 2020, the Company completed a bought deal private placement offering of 9,300,000 units at a price of \$0.65 per unit for aggregate gross proceeds of \$6,045,000. Each unit consists of one common share and one half of a common share purchase warrant. Each whole warrant entitles the holder to purchase one common share at an exercise price of \$0.85 for a period of 18 months. In connection with the offering, the Company paid a cash commission of \$451,066 and issued 427,654 broker warrants. Each broker warrant is exercisable into one common share at a price of \$0.65 per share for a period of 18 months.

The 4,650,000 warrants and 427,654 broker warrants issued assigned a grant date value of \$1,036,900 and \$155,400, respectively, as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.65, expected dividend yield of 0%, expected volatility of 116%, risk-free rate of return of 0.28%, and an expected maturity of 18 months.

4. Stock options

The Company's stock options outstanding are as follows:

	Number of stock options	Weighted average exercise price
Balance, December 31, 2018	5,300,000	\$ 0.14
Issued (i)	1,800,000	0.30
Balance, June 30, 2019	7,100,000	\$ 0.18
Balance, December 31, 2019	8,300,000	\$ 0.21
Issued (ii)	1,450,000	0.66
Balance, June 30, 2020	9,750,000	\$ 0.27

(i) On March 27, 2019, the Company granted 1,800,000 stock options to directors of the Company with exercise price of \$0.30 per share, expiring in 5 years. The stock options were assigned a grant date value of \$467,071 as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.30, expected dividend yield of 0%, expected volatility of 132%, risk-free rate of return of 1.43%, and an expected maturity of 5 years.

(ii) On June 4, 2020, the Company granted 1,450,000 stock options to directors and consultants of the Company with exercise price of \$0.66 per share, expiring in 5 years. The stock options vest immediately. The stock options were assigned a grant date value of \$790,475 as estimated by using the Black-Scholes valuation model with the following assumptions: share price of \$0.66, expected dividend yield of 0%, expected volatility of 121%, risk-free rate of return of 0.48%, and an expected maturity of 5 years.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

Three and Six Months Ended June 30, 2020

(Expressed in Canadian Dollars)

Unaudited

4. Stock options (continued)

The following table reflects the actual stock options issued and outstanding as of June 30, 2020:

Fair value (\$)	Weighted average remaining contractual life (years)	Number of options outstanding	Exercisable options	Weighted average exercise price (\$)	Expiry date
42,652	0.09	400,000	400,000	0.25	August 1, 2020
497,732	3.74	1,800,000	1,800,000	0.30	March 27, 2024
269,375	4.38	800,000	800,000	0.40	November 15, 2024
790,475	4.93	1,450,000	1,450,000	0.66	June 4, 2025
324,573	5.47	2,000,000	2,000,000	0.10	December 18, 2025
250,336	5.80	1,000,000	1,000,000	0.10	April 18, 2026
627,386	5.89	2,300,000	2,300,000	0.20	May 19, 2026
2,802,529	4.89	9,750,000	9,750,000	0.27	

5. Warrants

The Company's warrants outstanding are as follows:

	Number of warrants	Weighted average exercise price
Balance, December 31, 2018 and June 30, 2019	-	\$ -
Balance, December 31, 2019	7,303,440	\$ 0.58
Issued	5,077,654	0.83
Warrants repriced (i)	(6,117,999)	0.60
Warrants repriced (i)	6,117,999	0.50
Exercised	(149,557)	0.49
Balance, June 30, 2020	12,231,537	\$ 0.64

(i) On February 24, 2020, the Company repriced 6,117,999 of the Company's outstanding warrants expiring on August 1, 2022 from an exercise price of \$0.60 per warrant to an exercise price of \$0.50 per warrant.

The following table reflects the actual warrants issued and outstanding as of June 30, 2020:

Fair value (\$)	Number of warrants	Weighted average exercise price (\$)	Expiry date
1,225	8,040	0.25	August 7, 2021
86,206	520,843	0.40	August 7, 2021
97,370	637,001	0.60	August 1, 2022
915,305	5,987,999	0.50	August 1, 2022
1,036,900	4,650,000	0.85	November 29, 2021
155,400	427,654	0.65	November 29, 2021
2,292,406	12,231,537	0.64	

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited****6. Exploration and evaluation expenditures**

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Sugarloaf Peak Gold Project				
Acquisition cost	\$ -	\$ 600,000	\$ -	\$ 600,000
Concession fees	-	11,499	-	22,998
	-	611,499	-	622,998
Kay Mine				
Acquisition cost	-	-	-	1,002,245
Concession fees	15,900	-	31,801	-
Legal fees	3,329	-	4,852	31,602
Consulting	211,912	37,547	449,897	183,485
Camp costs	15,099	-	32,108	-
Drilling	220,021	-	1,303,381	-
Storage	585	605	7,488	605
	466,846	38,152	1,829,527	1,217,937
Total exploration and evaluation expenditures	\$ 466,846	\$ 649,651	\$ 1,829,527	\$ 1,840,935

Sugarloaf Peak Gold Project

On December 16, 2014, Croesus entered into an option agreement with Riverside Resources Inc. ("Riverside") where Riverside grants to Croesus the irrevocable and exclusive right and option to purchase and acquire 100% of Riverside's right, title and interest (of any nature or kind whatsoever) in and to the Sugarloaf Peak Gold Project. On December 18, 2015, Croesus and Riverside amended the option agreement ("December 18, 2015 Option Agreement"). On March 21, 2016, Croesus exercised the option concurrently with amending the cash payment and common share issuance in the December 18, 2015 Option Agreement ("March 21, 2016 Option Agreement").

Under the terms of the March 21, 2016 Option Agreement between Croesus and Riverside, a 100% interest, subject to a 1% net smelter returns royalty to Riverside, in the Sugarloaf Peak Gold Project can be acquired by complying with the following terms:

- (i) Croesus making aggregate cash payments to Riverside of \$750,000 (paid). Per the March 21, 2016 Option Agreement, the Company's aggregate cash contribution was reduced to \$700,000 if the Company paid all cash obligations by March 23, 2016, which it did, therefore, aggregate cash contributions of \$700,000 were paid;
- (ii) Croesus making a payment to Riverside for concession fees on the Sugarloaf Peak Gold Project from September 30, December 31, 2016 to August 1, 2016 in the amount of \$42,000 (paid);
- (iii) the issuance to Riverside of 6,500,000 common shares in the capital of Croesus. Per the March 21, 2016 Option Agreement, share obligations were reduced to 6,000,000 common shares if all cash obligations were satisfied within a twelve month period after the December 18, 2015 Option Agreement, which it was, therefore an aggregate of 6,000,000 common shares were issued;
- (iv) if Croesus has not completed a public listing recognized by the Ontario Securities Commission on or before specified dates from the December 18, 2015 Option Agreement, up to 4,300,000 common shares may be issued;
- (v) if the market value of the common shares on a public listing recognized by the Ontario Securities Commission is less than \$0.15, Croesus shall issue to Riverside the number of common shares equal to the true-up amount in respect of each common share payment made prior to, or, with respect to the common share payment, following the completion of such public listing.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited**

6. Exploration and evaluation expenditures (continued)**Sugarloaf Peak Gold Project (continued)**

Croesus shall have the right to purchase one-half of the Production Royalty (equivalent to 1% of Net Smelter Returns) for \$5,500,000, exercisable at any time on or before the fourth anniversary of the date of this NSR Agreement, exercisable by written notice to the Royalty Holder with payment of cash in immediately available funds to follow, to or as directed by the Royalty Holder, no more than 10 Business Days following receipt of such notice by the Royalty Holder (unless otherwise mutually agreed by the parties).

As of June 30, 2020, the Company paid an aggregate cash payments to Riverside of \$700,000 (December 31, 2019 - aggregate cash payments of \$700,000) and issued an aggregate of 6,000,000 common shares (December 31, 2019 - aggregate common shares issued of 6,000,000) to Riverside.

The Company did not complete a public listing within 18 months of the December 18, 2015 Option Agreement and issued 300,000 common shares valued at \$60,000 to Riverside.

The Company did not complete a public listing within 24 months of the December 18, 2015 Option Agreement and issued 500,000 common shares valued at \$100,000 to Riverside.

The Company did not complete a public listing within 36 months of the December 18, 2015 Option Agreement and issued 1,500,000 common shares valued at \$450,000 to Riverside.

The Company did not complete a public listing within 42 months of the December 18, 2015 Option Agreement and issued 2,000,000 common shares valued at \$600,000 to Riverside.

The estimated fair value of the shares issued was based on the value of shares issued in the most recent private placement of the Company's shares prior to the issuance.

Kay Mine

On November 15, 2018, Croesus entered into an acquisition agreement ("Acquisition Agreement") with Silver Spruce Resources Inc. ("Silver Spruce") to acquire 100% interest in certain patented and unpatented mining claims in Yavapai County, Arizona, USA, known collectively as the "Kay Mine Claims". The purchase price includes:

- (a) Cash consideration of \$50,000 (paid), which is being held by the escrow agent until closing; and
- (b) the assumption by the Company of a loan on the closing date with a principal amount of US\$450,000, accruing interest at a rate of 12% per annum. The Company repaid the full amount of the loan and the accrued interest on March 12, 2019 in the amount of \$652,165.

Following the closing, Croesus is to make the following payments to Silver Spruce:

- (a) Cash consideration of \$100,000 on the earlier of (i) six months from the date of the Acquisition Agreement; or (ii) the date of Croesus' public listing; and
- (b) Common shares worth \$250,000 concurrently with or immediately prior to Croesus' public listing.

The acquisition closed on January 25, 2019.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited**

6. Exploration and evaluation expenditures (continued)**Kay Mine (continued)**

In May 2019, the Company entered into an agreement with Silver Spruce to amend the ongoing terms of the Acquisition Agreement ("Extension Agreement"). Under the Extension Agreement, Croesus made additional payments to Silver Spruce of \$200,000 on May 9, 2019 and \$150,000 on June 27, 2019, satisfying all of the Company's obligations under the Acquisition Agreement and Extension Agreement.

At June 30, 2020, the Company has provided aggregate of \$149,884 (December 31, 2019 - \$57,344) in deposits as security against potential future reclamation work related to the Kay Mine.

7. Related party transactions

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

(a) Remuneration of directors and key management personnel of the Company was as follows:

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Salaries and benefits	\$ 90,130	\$ 37,159	\$ 171,350	\$ 79,963
Share-based payments	708,702	-	708,702	467,071
Professional fees	18,171	-	29,103	-
Legal fees	88,556	-	142,687	-
	\$ 905,559	\$ 37,159	\$ 1,051,842	\$ 547,034

(b) Included in professional fees is \$18,171 and \$29,103, respectively (three and six months ended June 30, 2019 - \$nil) paid to Marrelli Support Services Inc. ("MSSI") for Eric Myung, an employee of MSSI, to act as the Chief Financial Officer ("CFO") of the Company and bookkeeping services. As at June 30, 2020, \$2,677 (December 31, 2019 - \$2,321) was owed to this company and this amount was included in accounts payable and accrued liabilities.

(c) A director of the Company is a partner in a law firm that provides services on a recurrent basis to the Company. During the three and six months ended June 30, 2020, the Company incurred legal fees of \$28,556 and \$28,556, respectively (three and six months ended June 30, 2019 - \$nil) of professional fees and (\$60,000 and \$114,131, respectively (three and six months ended June 30, 2019 - \$nil) of share issuance costs to this law firm. As of June 30, 2020, included in accounts payable and accrued liabilities is an amount of \$88,556 (December 31, 2019 - \$nil) owing to this law firm. The amount owing is unsecured, non-interest bearing with no fixed terms of repayment.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)**Notes to the Condensed Interim Consolidated Financial Statements****Three and Six Months Ended June 30, 2020****(Expressed in Canadian Dollars)****Unaudited**

8. Segmented information**Operating segments**

At June 30, 2020, the Company's operations comprise a single reporting operating segment engaged in mineral exploration in the United States. As the operations comprise a single reporting segment, amounts disclosed in these unaudited condensed interim consolidated financial statements also represent operating segment amounts.

Geographic segments

The Company is in the business of mineral exploration in the United States. As such, management has organized the Company's reportable segments by geographic area. The Company's operations in the United States are responsible for mineral exploration activities while the Canadian segment manages corporate head office activities. Information concerning the Company's reportable segments is as follows:

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Net loss and comprehensive net loss				
Canada	\$ (1,068,423)	\$ (247,691)	\$ (1,261,484)	\$ (844,094)
United States	(466,846)	(649,651)	(1,829,527)	(1,836,543)
Total	\$ (1,535,269)	\$ (897,342)	\$ (3,091,011)	\$ (2,680,637)

9. Commitments and contingencies***Environmental contingencies***

The Company's mineral exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

Management contract

The Company is party to certain employment contracts. These contracts require that additional payments of approximately \$600,000 be made upon the occurrence of a change of control or termination without cause. As a triggering event has not taken place, the contingent payments have not been reflected in these consolidated financial statements.

Exploration properties

See note 6.

ARIZONA METALS CORP. (formerly Ring The Bell Capital Corp.)
Notes to the Condensed Interim Consolidated Financial Statements
Three and Six Months Ended June 30, 2020
(Expressed in Canadian Dollars)
Unaudited

10. Subsequent events

On August 1, 2020, the Company granted 100,000 stock options to a consultant with an exercise price of \$0.80 for a period of 2 years. The options will vest monthly in equal installments over the course of one year.

On August 6, 2020, the Company began trading on the OTCQB under the ticker "AZMCF".