



**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

For the three and six months ended June 30, 2021

In Canadian dollars

UNAUDITED

Notice to Reader

The accompanying unaudited condensed interim consolidated financial statements of Reunion Gold Corporation have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these unaudited condensed interim consolidated financial statements.

Reunion Gold Corporation

Consolidated Statements of Financial Position

<i>(unaudited, in Canadian dollars)</i>	June 30, 2021	December 31, 2020
	\$	\$
ASSETS		
Current		
Cash and cash equivalents (Note 4)	10,039,092	3,074,827
Receivable from related parties	114,614	102,995
Sales taxes receivable	40,923	17,142
Other receivables	5,348	39,464
Prepaid expenses and deposits	211,049	221,901
	10,411,026	3,456,329
Non-current		
Property and equipment (Note 5)	469,309	647,943
Exploration and evaluation assets (Note 6)	2,415,673	2,499,899
TOTAL ASSETS	13,296,008	6,604,171
LIABILITIES		
Current		
Accounts payable and accrued liabilities	1,344,266	1,318,993
Payable to Barrick	4,932	14,957
Current portion of lease liabilities (Note 7)	103,018	100,043
	1,452,216	1,433,993
Non-current		
Lease liabilities (Note 7)	88,583	144,724
TOTAL LIABILITIES	1,540,799	1,578,717
EQUITY		
Share capital (Note 8)	149,685,713	140,846,631
Contributed surplus	24,649,374	22,712,058
Deficit	(161,411,772)	(157,495,834)
Cumulative translation adjustment	(1,168,106)	(1,037,401)
TOTAL EQUITY	11,755,209	5,025,454
TOTAL LIABILITIES AND EQUITY	13,296,008	6,604,171

Going Concern (Note 2), Commitments and Contingencies (Note 6) and Event after the Reporting Date (Note 14).

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

On behalf of the Board,

/s/ David Fennell
David Fennell, Director

/s/ Elaine Bennett
Elaine Bennett, Director

Reunion Gold Corporation

Consolidated Statements of Comprehensive Loss

<i>(unaudited, in Canadian dollars)</i>	Three months ended June 30,		Six months ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
Expenses and other items				
Exploration (Note 10)	1,206,895	632,574	2,309,315	1,894,142
Management and administration (Note 11)	295,249	257,643	554,630	624,278
Share-based compensation (Note 9)	93,673	299,082	187,670	585,818
Depreciation and amortization (Note 5)	77,594	178,983	164,098	363,312
Gain on disposal of property and equipment	(7,262)	-	(7,262)	-
Accretion (Note 7)	6,248	2,151	13,294	8,443
Finance income	(3,899)	(4,107)	(5,528)	(9,927)
Loss (gain) on foreign exchange	(65,235)	(3)	(76,170)	34,909
Net loss for the period	(1,603,263)	(1,366,323)	(3,140,047)	(3,500,975)
Other comprehensive loss				
Item that will be subsequently reclassified to income				
Foreign currency translation adjustment	(28,272)	(3,684)	(130,705)	179,163
Comprehensive loss for the period	(1,631,535)	(1,370,007)	(3,270,752)	(3,321,812)
Basic and diluted loss per common share	(0.00)	(0.00)	(0.01)	(0.01)
Weighted average number of shares - basic and diluted	581,721,795	432,010,985	544,664,408	425,602,634

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

Reunion Gold Corporation

Consolidated Statements of Changes in Shareholders' Equity

<i>(unaudited, in Canadian dollars)</i>	Number of issued and outstanding common shares	Share capital	Contributed surplus	Deficit	Cumulative translation adjustment	Total equity
		\$	\$	\$	\$	\$
Balance at December 31, 2020	507,195,271	140,846,631	22,712,058	(157,495,834)	(1,037,401)	5,025,454
Private placement (Note 8)	160,938,691	8,839,082	1,621,933	-	-	10,461,015
Share issue expenses (Note 8)	-	-	127,713	(775,891)	-	(648,178)
Share-based compensation (Note 9)	-	-	187,670	-	-	187,670
Net loss for the period	-	-	-	(3,140,047)	-	(3,140,047)
Foreign currency translation adjustment	-	-	-	-	(130,705)	(130,705)
Balance at June 30, 2021	668,133,962	149,685,713	24,649,374	(161,411,772)	(1,168,106)	11,755,209
Balance at December 31, 2019	418,605,271	134,883,021	19,778,140	(148,436,471)	(1,173,548)	5,051,142
Private placement	13,400,000	1,618,595	123,405	-	-	1,742,000
Share issue expenses	-	-	-	(55,612)	-	(55,612)
Redemption of RSUs	105,000	24,775	(24,775)	-	-	-
Share-based compensation	-	-	585,818	-	-	585,818
Net loss for the period	-	-	-	(3,500,975)	-	(3,500,975)
Foreign currency translation adjustment	-	-	-	-	179,163	179,163
Balance at June 30, 2020	432,110,271	136,526,391	20,462,588	(151,993,058)	(994,385)	4,001,536

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

Reunion Gold Corporation

Consolidated Statements of Cash Flows

<i>(unaudited, in Canadian dollars)</i>	Six months ended June 30,	
	2021	2020
	\$	\$
OPERATING ACTIVITIES		
Net loss for the period	(3,140,047)	(3,500,975)
Adjustments		
Share-based compensation (Note 9)	187,670	585,818
Depreciation and amortization (Note 5)	164,098	363,312
Gain on disposal of property and equipment	(7,262)	-
Accretion (Note 7)	13,294	8,443
Unrealized loss (gain) on foreign exchange	(76,170)	34,909
Changes in working capital items (Note 12)	21,723	(125,898)
	(2,836,694)	(2,634,391)
INVESTING ACTIVITIES		
Acquisition of property and equipment (Note 5)	(2,910)	-
Disposal of property and equipment (Note 5)	7,623	300
Additions to exploration and evaluation assets (Note 6)	(7,544)	-
	(2,831)	300
FINANCING ACTIVITIES		
Private placement (Note 8)	10,461,015	1,742,000
Share issue expenses (Note 8)	(648,178)	(46,612)
Reimbursement of note payable	-	(132,654)
Repayment of lease liabilities (Note 7)	(61,342)	(116,465)
	9,751,495	1,446,269
Effect of exchange rate changes on cash held in foreign currency	52,295	26,325
Net change in cash and cash equivalents	6,964,265	(1,161,497)
Cash, beginning of period	3,074,827	3,367,241
Cash and cash equivalents, end of period	10,039,092	2,205,744

Supplemental cash flow information (Note 12)

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

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 *(unaudited - in Canadian dollars)*

1. GENERAL INFORMATION

Reunion Gold Corporation (“**Reunion Gold**” or the “**Company**”) is a Canadian-based company. Reunion Gold is primarily engaged in the acquisition, exploration and development of gold mineral properties in the Guiana Shield region in South America. To date, the Company has not earned significant revenue. The Company’s mineral assets include option agreements to acquire gold projects in Guyana, Suriname and French Guiana. The main projects are Oko West in Guyana, NW Extension in Suriname and Boulanger and Dorlin in French Guiana. The NW Extension project is part of a strategic alliance entered into with Barrick Gold Corporation in February 2019.

All financial results in these unaudited condensed interim consolidated financial statements are expressed in Canadian dollars unless otherwise indicated. Reunion Gold’s common shares are listed on the TSX Venture Exchange (“**TSXV**”) under the symbol RGD.

The Board of Directors approved these unaudited condensed interim consolidated financial statements on August 19, 2021.

COVID-19

The outbreak of the coronavirus (COVID-19) has resulted in a major global health crisis which at the date of these condensed interim consolidated financial statements continues to have a significant impact on the global economy and the financial markets. The duration of the COVID-19 outbreak and the resultant travel restrictions, social distancing, government response actions and business disruptions, have had and continue to have an impact on the Company’s activities. There can be no assurance that the Company will not be further impacted by adverse consequences of the COVID-19 pandemic, which may include reduced resource prices, share prices and financial liquidity and thereby severely limit the financing capital available in the mineral exploration sector as well as impair access to supplies, contractors and affect the Company’s ability to retain its staff and management.

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 *(unaudited - in Canadian dollars)*

2. GOING CONCERN

These condensed interim consolidated financial statements have been prepared on the basis of a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of operations as they come due. In assessing whether the going concern assumption is appropriate, management considers all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period.

At June 30, 2021, the Company had a working capital of \$8,958,810 (\$2,022,336 at December 31, 2020), had an accumulated deficit of \$161,411,772 (\$157,495,834 at December 31, 2020) and incurred a net loss of \$3,140,047 for the six months ended June 30, 2021 (a net loss of \$3,500,975 for the six months ended June 30, 2020). Cash and cash equivalents of \$10,039,092 at June 30, 2021 includes a remaining amount of \$548,567 to be spent on projects under the strategic alliance with Barrick Gold Corporation.

Management of the Company believes it has sufficient funds to pay for its ongoing general and administrative expenses and to meet its liabilities, obligations and existing commitments for at least the next 12 months. The Company's ability to continue future operations beyond June 30, 2022 and fund its exploration and evaluation expenditures is dependent on management's ability to secure additional financing in the future, which may be completed in a number of ways, including the issuance of equity instruments or other type of arrangement. While management has been successful in securing financing in the past, there can be no assurance it will be able to do so in the future or that these sources of funding will be available to the Company or that they will be available on terms which are acceptable to the Company.

If management is unable to obtain new funding, the Company may be unable to continue its operations, and amounts realized for assets might be less than amounts reflected in these condensed interim consolidated financial statements. These circumstances indicate the existence of material uncertainties that cast significant doubt upon the Company's ability to continue as a going concern and accordingly, the appropriateness of the use of IFRS applicable to a going concern. These condensed interim consolidated financial statements do not reflect the adjustments to the carrying value of the assets and liabilities, expenses and financial position classifications that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

3. BASIS OF PREPARATION

Basis of presentation

These condensed interim consolidated financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting* and follow the same accounting policies as the Company's most recent annual consolidated financial statements. These condensed interim consolidated financial statements do not contain all of the information and disclosures required for annual financial statements and should be read in conjunction with the Company's annual audited consolidated financial statements for the year ended December 31, 2020 and for the nine-month period ended December 31, 2019 which have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB").

4. CASH AND CASH EQUIVALENTS

As at June 30, 2021, cash and cash equivalents of \$10,039,092 included \$8,628,800 of guaranteed investment certificates bearing interest at a weighted-average rate of 0.41%, cashable at any time without penalties.

Cash and cash equivalents at June 30, 2021 includes an amount of \$548,567 to be spent on projects under the strategic alliance with Barrick Gold Corporation (\$665,678 at December 31, 2020).

5. PROPERTY AND EQUIPMENT

Assets subject to depreciation and amortization are as follows:

	\$
Net book value at December 31, 2020	647,943
Additions	2,910
Disposals	(361)
Depreciation and amortization	(164,098)
Net exchange difference	(17,085)
Net book value at June 30, 2021	469,309

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

6. EXPLORATION AND EVALUATION ASSETS

Amounts invested in exploration and evaluation assets not subject to depreciation and amortization are as follows:

	December 31, 2020	Additions	Net exchange difference	June 30, 2021
	\$	\$	\$	\$
Boulangier, French Guiana	1,779,312	-	(103,827)	1,675,485
Oko West, Guyana	625,097	-	(16,595)	608,502
Arawini, Guyana	95,490	31,845	(3,395)	123,940
NW Extension, Suriname	-	7,544	202	7,746
Total	2,499,899	39,389	(123,615)	2,415,673

The following table summarizes the contractual commitments of the Company as at June 30, 2021 to maintain in good standing the agreements under which the Company has an option to acquire mineral properties. Except as noted below, all agreements can be terminated by the Company at any time without further financial obligations.

	Date of option agreement	Term Years	Option to acquire %	Annual payments (a)			
				2021	2022	2023	2024
				In US \$			
Alliance project							
NW Extension, Suriname	May 2020	11	100	-	12,500	-	-
Non-Alliance projects							
Oko West, Guyana (b)	Aug 2018	5	100	125,000	150,000	150,000	-
Arawini, Guyana	Jan 2018	5	100	-	100,000	350,000	-
Boulangier, French Guiana (c)	July 2017	6	100	-	-	-	-
Dorlin, French Guiana (d)	Feb 2017	(d)	75 to 80	-	-	-	-
Haute Mana, French Guiana	Dec 2016	7	80	-	-	-	-
Crique Sophie, French Guiana (e)	Aug 2020	5	65	-	-	-	-

- (a) These amounts represent 100% of the contractual commitments.
- (b) Subject to a contingent consideration of US\$5.00 per ounce of gold produced.
- (c) On May 1, 2021, the Boulangier Project option agreement was amended to further extend the option period by an additional one-year period to July 27, 2023. Upon a decision to exercise the option, the Company will be required to make a payment of EUR1,000,000 to the optionor; following approval of the transfer to the Company of the concessions and exploration permit by the French regulatory authorities, the Company will need to make an additional payment of EUR1,000,000 to the optionor; future production is subject to 2% NSR royalty.
- (d) On June 2, 2020, the titleholder, in collaboration with the Company, filed an application to obtain a 25-year concession to replace the Dorlin PEX. In accordance with the French Mining Code, the filing of the Dorlin concession application has the effect of extending the validity of the Dorlin PEX while the concession application is being processed by the French mining administration.
- (e) On May 18, 2021, the Company advised the owner that it was terminating the option agreement.

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

7. LEASE LIABILITIES

The balance of the lease liabilities at June 30, 2021, accounted for in accordance with IFRS 16, *Leases*, using a discount rate of 12%, is as follows:

	Six months ended June 30, 2021
	\$
Balance at December 31, 2020	244,767
Accretion expense	13,294
Repayment of liabilities	(61,342)
Effect of foreign exchange	(5,118)
Balance at June 30, 2021	191,601
Current liabilities	103,018
Non-current liabilities	88,583
	191,601

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

8. SHARE CAPITAL AND WARRANTS

Issued and outstanding

As at June 30, 2021, the Company had 668,133,962 issued and outstanding common shares (507,195,271 issued and outstanding common shares at December 31, 2020).

Issuance of securities

On May 18, 2021, the Company completed a non-brokered private placement through the issuance of 114,788,691 units (the "Units") at \$0.065 per Unit for total proceeds of \$7,461,265. Each Unit consists of one common share of the Company and one half of one common share purchase warrant (each whole warrant, a "Warrant"). Each Warrant entitles its holder to acquire one common share of the Company at a price of \$0.12 per share until May 18, 2023. The fair value of the common shares was calculated by using the TSXV share price on the date of the issuance and the fair value of the warrants was estimated at \$0.02 per warrant by applying the Black-Scholes option pricing model, using an expected time-period of 2 years, a weighted average risk-free interest rate of 0.3%, a weighted average volatility rate of 91% and a 0% dividend factor. An amount of \$1,156,917 was allocated to the share purchase warrants and presented as part of contributed surplus. Share issue expenses related to this private placement amounted to \$401,489, including finders' fees of \$371,565. Dundee Resources Limited, a subsidiary of Dundee Corporation (a 14% shareholder of the Company), acquired 15,384,615 Units for proceeds of \$1,000,000. The Company's Executive Chairman also participated in the private placement by acquiring 15,384,615 Units for proceeds of \$1,000,000.

On May 21, 2021, the Company completed a private placement with a syndicate of agents led by BMO Capital Markets (the "Brokered PP"). The Brokered PP consisted of 46,150,000 Units at \$0.065 per Unit, for a total amount of \$2,999,750. Each Unit consisted of one common share of the Company and one half of one Warrant, with each Warrant exercisable to acquire one common share of the Company at a price of \$0.12 per share until May 21, 2023. The fair value of the common shares was calculated by using the TSXV share price on the date of the issuance and the fair value of the warrants was estimated at \$0.02 per warrant by applying the Black-Scholes option pricing model, using an expected time-period of 2 years, a weighted average risk-free interest rate of 0.3%, a weighted average volatility rate of 91% and a 0% dividend factor. An amount of \$465,016 was allocated to the share purchase warrants and presented as part of contributed surplus. Share issue expenses related to this private placement amounted to \$246,689, including agent's fees of \$179,985.

The underlying expected volatility described above was determined by reference to historical data of the Company's share price over the expected life of the warrants.

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

8. SHARE CAPITAL AND WARRANTS (continued)

Share purchase warrants

On May 18, 2021, as part of the private placement completed on the same date, the Company issued a total of 5,353,385 finders compensation warrants exercisable at a price of \$0.12 until May 18, 2023. The fair value of the warrants was estimated at \$0.02 per warrant by applying the Black-Scholes option pricing model, using an expected time-period of 2 years, a weighted average risk-free interest rate of 0.3%, a weighted average volatility rate of 91% and a 0% dividend factor. The estimated fair value of the warrants in the amount of \$127,713 was presented as share issue expenses. A total of 2,141,354 of these finders' warrants were issued to Dundee Goodman Merchant Partners, a subsidiary of Dundee Corporation.

The underlying expected volatility described above was determined by reference to historical data of the Company's share price over the expected life of the warrants.

The following table reflects the number of issued and outstanding share purchase warrants at June 30, 2021:

Grant date	Number of warrants		Number of warrants		Price per share	Expiry date
	December 31, 2020	Granted	Expired	June 30, 2021		
					\$	
September 8, 2017 (i)	39,003,595	-	(39,003,595)	-	-	-
September 19, 2017 (i)	3,078,900	-	(3,078,900)	-	-	-
March 12, 2019 (i)	1,000,000	-	(1,000,000)	-	-	-
March 27, 2020	6,700,000	-	-	6,700,000	0.20	Mar 27, 2023
August 6, 2020	37,500,000	-	-	37,500,000	0.12	Aug 6, 2022
August 6, 2020	4,192,000	-	-	4,192,000	0.12	Aug 6, 2022
May 18, 2021	-	57,394,345	-	57,394,345	0.12	May 18, 2023
May 18, 2021	-	5,353,385	-	5,353,385	0.12	May 18, 2023
May 21, 2021	-	23,075,000	-	23,075,000	0.12	May 21, 2023
	91,474,495	85,822,730	(43,082,495)	134,214,730	0.12	

(i) These warrants expired unexercised in March 2021.

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

9. SHARE-BASED PAYMENTS

Stock options

The following table sets out the activity in stock options:

	Six months ended June 30, 2021	
	Number	Weighted average exercise price (C\$)
Options, beginning of period	23,431,667	0.16
Expired	(2,916,667)	(0.18)
Options, end of period	20,515,000	0.16

The following table reflects the stock options issued and outstanding at June 30, 2021:

Issue date	Number of stock options	Exercise price	Remaining contractual life (years)	Number of exercisable options	Exercise price of exercisable options
		\$			\$
February 9, 2017	7,145,000	0.07	0.6	7,145,000	0.07
February 14, 2017	700,000	0.10	0.6	700,000	0.10
December 4, 2017	500,000	0.16	1.4	500,000	0.16
January 4, 2018	5,500,000	0.16	1.5	5,500,000	0.16
August 19, 2019	5,820,000	0.27	3.1	3,880,000	0.27
June 19, 2020	850,000	0.13	4.0	566,667	0.13
	20,515,000	0.16	1.7	18,291,667	0.15

Restricted share units ("RSUs")

As at June 30, 2021 and December 31, 2020, unexercised RSUs totaled 2,498,816.

Share-based compensation costs

During the three and six months ended June 30, 2021, the Company recorded share-based compensation costs related to stock options in the amount of \$68,140 and \$136,822, respectively (\$202,700 and \$398,813, during the three and six months ended June 30, 2020). During the three and six months ended June 30, 2021, the Company recorded share-based compensation costs related to RSUs in the amount of \$25,533 and \$50,848, respectively (\$96,382 and \$187,005 during the three and six months ended June 30, 2020).

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

10. EXPLORATION EXPENSES

The Company incurred the following exploration expenses:

	Three month ended June 30,		Six months ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
Wages and fees	510,464	398,788	1,073,625	1,020,723
Drilling and assaying	315,387	9,488	498,738	85,700
Studies and geophysics	41,894	11,983	97,169	145,550
Camp costs	58,893	19,414	150,327	162,836
Field supplies	88,421	19,168	115,114	34,466
Transportation and travel	46,056	11,796	103,945	84,591
Property lease payments	13,063	80,263	13,421	145,404
Others	132,717	81,674	256,976	214,872
	1,206,895	632,574	2,309,315	1,894,142

11. MANAGEMENT AND ADMINISTRATION EXPENSES

The Company incurred the following management and administration expenses:

	Three months ended June 30,		Six months ended June 30,	
	2021	2020	2021	2020
	\$	\$	\$	\$
Wages and fees	216,959	242,507	428,720	536,215
Professional fees	34,888	(1,343)	41,138	17,575
Office and others	20,441	7,304	35,777	18,538
Investor relations and travel	21,121	8,880	29,249	35,244
Reporting issuer costs	1,840	295	19,746	16,706
	295,249	257,643	554,630	624,278

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

12. CASH FLOW INFORMATION

Changes in working capital items are as follows:

	Six months ended June 30,	
	2021	2020
	\$	\$
Receivable from related parties	(11,619)	42,069
Sales taxes receivable	(23,781)	33,448
Other receivables	33,954	9,517
Prepaid expenses and deposits	4,856	109,874
Accounts payable and accrued liabilities	28,338	(300,061)
Payable to Barrick	(10,025)	(20,745)
	21,723	(125,898)
Supplemental information		
Additions to exploration and evaluation assets, included in accounts payable and accrued liabilities	31,845	272,560
Share issue expenses included in accounts payable and accrued liabilities	-	9,000
Fair value of warrants granted	127,713	-

Reunion Gold Corporation

Notes to Condensed Interim Consolidated Financial Statements

Three and six months ended June 30, 2021 (unaudited - in Canadian dollars)

13. SEGMENTED INFORMATION

The Company has one reportable operating segment being the acquisition and exploration of mineral properties in the Guyana Shield, South America. Assets are located as follows:

	June 30, 2021				
	Canada	French Guiana	Guyana	Suriname	Total
	\$	\$	\$	\$	\$
Current assets	10,179,809	59,355	171,862	-	10,411,026
Property and equipment	115,099	110,161	244,049	-	469,309
Exploration and evaluation assets	-	1,675,485	732,442	7,746	2,415,673
Total assets	10,294,908	1,845,001	1,148,353	7,746	13,296,008

	December 31, 2020				
	Canada	French Guiana	Guyana		Total
	\$	\$	\$		\$
Current assets		3,163,757	136,968	155,604	3,456,329
Property and equipment		151,752	174,211	321,980	647,943
Exploration and evaluation assets		-	1,779,312	720,587	2,499,899
Total assets		3,315,509	2,090,491	1,198,171	6,604,171

14. EVENT AFTER THE REPORTING DATE

On August 16, 2021, the Company granted a total of 7,625,000 stock options at an exercise price of \$0.08 to certain of its officers, directors, employees and key consultants pursuant to the Company's stock option plan. The stock options are exercisable for a period of five years expiring August 16, 2026 and are vesting in three tranches over a period of two years.

REUNION GOLD CORPORATION
MANAGEMENT’S DISCUSSION AND ANALYSIS
– QUARTERLY HIGHLIGHTS
FOR THE THREE MONTHS ENDED JUNE 30, 2021

The following interim management’s discussion and analysis – quarterly highlights (“**Interim MD&A**”) of Reunion Gold Corporation (“**Reunion Gold**” or the “**Company**”) for the three months ended June 30, 2021 provides material information about the Company’s business activities during the interim period and updates disclosure previously provided in the Company’s management’s discussion and analysis for the financial year ended December 31, 2020 (“**Annual MD&A**”).

This Interim MD&A should be read in conjunction with the Company’s unaudited condensed interim consolidated financial statements and related notes for the three and six months ended June 30, 2021 (the “**Interim Financial Statements**”), the Company’s audited consolidated financial statements for the year ended December 31, 2020 and the nine months ended December 31, 2019 (the “**Annual Financial Statements**”), and the Company’s Annual MD&A, including the section describing risks and uncertainties.

The effective date of this Interim MD&A is August 19, 2021.

All financial results presented in this Interim MD&A are expressed in Canadian dollars unless otherwise indicated.

Description of Business

Reunion Gold is a Canadian-based company focused on acquiring, exploring and developing mineral projects located in the Guiana Shield region of South America. The Company has entered into agreements entitling it to acquire an interest in various gold exploration projects in Guyana, Suriname and French Guiana. Its main projects are Oko West in Guyana, NW Extension in Suriname, and Boulanger and Dorlin in French Guiana. The NW Extension project is part of a 50-50 strategic alliance (the “**Alliance**”) entered into with Barrick Gold Corporation (“**Barrick**”) in February 2019.

Reunion Gold’s common shares trade on the TSX Venture Exchange (“**TSXV**”) under the symbol RGD. As at August 19, 2021, the Company has 668,133,962 issued and outstanding common shares.

Financing

In May 2021, the Company completed a private placement offering and raised total gross proceeds of \$10,461,015 as described below. The Company plans to use the funds raised to continue the exploration program at the Oko West Project and for general working capital purposes.

On May 18, 2021, the Company completed a non-brokered private placement of 114,788,691 units (the “**Units**”) at \$0.065 per Unit, raising gross proceeds of \$7,461,265. Each Unit consisted of one common share of the Company and one half of one common share purchase warrant (each whole warrant, a “**Warrant**”). Each Warrant entitles its holder to acquire one common share of the Company at a price of \$0.12 per share until May 18, 2023. The Company paid finders’ fees of \$371,565 and issued a total of 5,353,385 finders compensation warrants exercisable at a price of \$0.12 until May 18, 2023. Dundee Resources Limited, a subsidiary of Dundee Corporation and a 14% shareholder of the Company, acquired 15,384,615 Units for an amount of \$1,000,000. David Fennell, the Company’s Executive Chairman, also acquired 15,384,615 Units for an amount of \$1,000,000. A total of 2,141,354 of the finders’ warrants were issued to Dundee Goodman Merchant Partners, a subsidiary of Dundee Corporation.

On May 21, 2021, the Company completed a brokered private placement of Units (the “**Brokered PP**”) with a syndicate of agents including BMO Nesbitt Burns Inc. as the lead agent, Paradigm Capital Inc. and Dundee Goodman Merchant Partners (collectively, the “**Agents**”) consisting of 46,150,000 Units at \$0.065 per Unit, for a total amount of \$2,999,750. Each Brokered PP Unit consisted of one common share of the Company and one half of one Warrant, with each Warrant exercisable to acquire one common share at \$0.12 until May 21, 2023. The Company paid a fee of \$180,000 to the Agents.

COVID-19 Pandemic

The COVID-19 pandemic is present in all countries in which the Company has mineral projects and all countries have imposed travel and other restrictions that have had and continue to impact the Company’s operations. In 2020, the Company implemented strict protocols to ensure the well-being of its staff and its contractors, including the daily monitoring of temperature and blood oxygen levels, both onsite and during travel to and from projects, under the guidance of local medical consultants. To this date, the Company reports three cases of COVID-19 infection to its employees / consultants (see discussion on risks in *Risk Factors* section).

Exploration programs

During the second quarter of 2021, the Company focused its field activities at the Oko West Project in Guyana and it completed an airborne magnetic and radiometric geophysical survey of the NW Extension Project in Suriname.

The **Oko West** Project is located in the Cuyuni Mining District in Guyana, and it covers an area of 11,900 acres. The Company has an option to acquire 100% of the Oko West project.

Following the completion of the \$10.5 million financing described in the *Financing* section, and based on available exploration results at the Oko West Project (see press releases dated February 18, 2021, March 2, 2021 and April 7, 2021), the Company launched a drilling program designed to expand the footprint of three mineralized shear zones discovered in 2020 (tested by trenching and drilling over five kilometres) and define the geometry, volume and gold grade of saprolitic material over a strike length of approximately three kilometres. The program includes a combination of approximately 130 diamond and reverse circulation holes totalling up to 11,000 meters in 100 meter-spaced trench and drill hole “fences” on eight blocks. These fences aim to test the lateral and depth continuity of gold mineralization down to unweathered bedrock. The Company estimates that approximately 12,000 samples will be assayed. This program, estimated to cost approximately \$3.4 million, should be completed by October 2021 and, depending on the results, could lead up to the estimation of a mineral resource.

On June 17, 2021, drilling activities began with one diamond drill rig and on July 25, the Company added a reverse circulation drill rig to the program, which is being used to complement the coverage of the known mineralized footprint and explore new mineralized zones. A total of 22 diamond drill holes (representing 1,809 meters of drilling) and 8 reverse circulation drill holes (for 559 meters of drilling) have been completed to date. On August 12, 2021, the Company reported initial assay results from 19 diamond drill holes. Gold mineralization has so far been intersected in all exploration blocks. Mineralized intersections are characterized by intense hydrothermal alteration in sheared granitoids, mafic volcanics and clastic sediments. Deeper drill holes are now testing the geometry and extent of these zones in unweathered rocks.

The **NW Extension** Project, comprising three rights of exploration totaling 925 square kilometers, is located 60 kilometers to the west-southwest of Paramaribo in Suriname. The Company has an option to acquire a 100% interest in the project.

An airborne magnetic and radiometric geophysical survey was completed on the NW Extension Project during the second quarter of 2021. The survey consisted of 3,000 kilometers of flight lines spaced at 100 and 200 meters and flown by a fixed-wing, high-resolution system operated by Terraquest Ltd., a Canadian company with solid experience in the region. The interpretation of geophysical data available so far indicates that the large, greenstone belt-scale geological structures associated with gold mineralization at the Rosebel gold deposit located 70 kilometers to the southeast (held by lamgold Corporation) extend to the northwest under cover of recent sediments, underlying the project area footprint. Survey results are being interpreted and drilling will be required to test the potential of gold mineralization. Work to facilitate access to the project area is currently underway and drilling should begin by the end of the third quarter of 2021.

Other projects

On June 7, 2021, the French government approved the renewal of the four mining concessions forming a large portion of the **Boulanger** Project, until December 31, 2033. The four concessions now cover a total area of 38.42 km². In 1994, the French Mining Code was amended to provide that all mining concessions would expire on December 31, 2018. The four Boulanger concessions are the first mining concessions that were renewed by the French Government. On May 1, 2021, the option agreement under which the Company is entitled to acquire 100% of the Boulanger Project was amended to extend the option period by one additional year, allowing the Company to exercise its option until July 27, 2023.

No fieldwork has been conducted during the reporting period or is planned in 2021 at the Boulanger and **Dorlin** projects in French Guiana.

The Company continues to review and assess the potential acquisition of new projects located in Guyana and Suriname.

Qualified Person

Carlos H. Bertoni, P. Geo., a consultant to Reunion Gold and a qualified person pursuant to NI 43-101, has reviewed and approved the scientific and technical data in this interim MD&A. Mr. Bertoni is currently Interim CEO of the Company.

Corporate matters

On August 16, 2021, the Company granted a total of 7,625,000 stock options at an exercise price of \$0.08 to certain of its officers, directors, employees and key consultants pursuant to the Company's stock option plan. The stock options are exercisable for a period of five years expiring August 16, 2026 and are vesting in three tranches over a period of two years.

In June 2021, Mr. Réjean Gourde, who had been on a temporary leave of absence for medical reasons, retired from his role as President and CEO. Mr. Carlos Bertoni who has been acting as CEO during Mr. Gourde's leave continues in the role of interim CEO.

The Company's seven director nominees namely, David Fennell, Elaine Bennett, Richard Cohen, Adrian Fleming, Réjean Gourde, Vijay Kirpalani and Marian Moroney, were re-elected to the Board of Directors at the Company's Annual General Meeting ("**AGM**") of Shareholders held on June 10, 2021. Shareholders also voted in favour of all other items of business before the AGM.

Financial Review

During the three months ended June 30, 2021, the Company incurred a loss of \$1,603,263 (nil per share) compared to \$1,366,323 (nil per share) during the three months ended June 30, 2020.

The Company's share in exploration expenses during the reporting period amounted to \$1,206,895 (\$632,574 during the comparative period in 2020). During the three months ended June 30, 2021, Barrick has also spent \$46,267 in exploration expenses on the NW Extension project in Suriname. The detail of exploration and evaluation expenses by project is as follows:

					3 months ended	3 months ended
					June 30,	June 30,
					2021	2020
	Oko West	NW Extension	Boulangier	Other projects	Total	Total
	\$	\$	\$	\$	\$	\$
Wages and fees	278,101	55,065	143,079	60,870	537,115	448,988
Drilling and assaying	206,826	-	19,597	86,088	312,511	9,488
Studies and geophysics	8,497	36,195	14,699	-	59,391	11,983
Camp costs	55,135	-	3,276	1,539	59,950	19,414
Field supplies	74,875	-	22,648	118	97,641	19,168
Transportation and travel	46,211	-	-	-	46,211	11,796
Property lease payments	12,867	-	-	-	12,867	80,263
Others	70,833	1,272	29,738	25,633	127,476	126,266
	753,345	92,532	233,037	174,248	1,253,162	727,366
Barrick's share of expenses	-	(46,267)	-	-	(46,267)	(94,792)
	753,345	46,265	233,037	174,248	1,206,895	632,574

Management and administration expenses totaled \$295,249 during the three months ended June 30, 2021 compared to \$257,643 in 2020. Wages and fees to consultants of \$216,959 (\$242,507 in 2020) reflect the reduction in wages and fees of the Company's directors and senior officers made in 2020. Professional fees of \$34,888 during the current period, consisting mostly of audit fees, were higher than the credit of \$1,343 in 2020, due to credit adjustments made in 2020 from the previous period. The Company also incurred investor relations and travel expenses of \$21,120 (\$8,880 in 2020), office expenses of \$20,441 (\$7,304 in 2020) and reporting issuer costs of \$1,840 (\$295 in 2020).

The Company incurred an amount of \$93,673 as stock-based compensation during the three months ended June 30, 2021 (\$299,082 in 2020). No stock options or RSUs were granted during the reporting period (850,000 stock options and 60,000 RSUs had been granted during the comparative period in 2020). The decreased expense also relates to the declining amortization of the August 2019 grant of 6,620,000 stock options and 1,476,316 RSUs to the Company's directors, officers, key employees and consultants. Depreciation and

amortization expense related to property and equipment acquired for its projects and to right-of-use assets capitalized in accordance with IFRS 16 totaled \$77,594 during the three months ended June 30, 2021 (\$178,983 in 2020). Accretion on the lease liabilities totaled \$6,248 during the reporting period (\$2,151 during the three months ended June 30, 2020). The Company also realized finance income of \$3,899 on liquidities held (\$4,107 in 2020).

Investing Activities

During the six months ended June 30, 2021, an option payment of \$31,845 related to the Arawini project and the Company's share of the option payment related to the NW Extension project (\$7,544) were capitalized in accordance with the Company's accounting policy on exploration and evaluation assets.

Financing Activities

On May 18 and May 21, 2021, the Company completed a private placement and issued a total of 160,938,691 Units at a price of \$0.065 per Unit for proceeds of \$10,461,015 and paid finders' fees of \$371,565 and agent's fees of \$179,985 (see description of the private placement in the *Financing* section).

The repayment of lease liabilities in accordance with IFRS 16 totaled \$61,342 during the six months ended June 30, 2021 (\$116,465 in 2020).

Liquidities and Capital Resources

At June 30, 2021, the Company had a working capital of \$8,958,810 compared to a working capital of \$2,022,336 at December 31, 2020. The increase in the working capital during the six months ended June 30, 2021 is mainly attributable to the net proceeds of \$9,812,837 from the May 2021 private placement, partially offset by exploration expenses of \$2,309,315, management and administration expenses of \$554,630 and the repayment of lease liabilities of \$61,342. Working capital at June 30, 2021 included cash and cash equivalents of \$10,039,092, of which an amount of \$548,567 remained restricted to be spent on projects that are part of the Alliance with Barrick.

Management of the Company believes that, as of the date of this Interim MD&A and taking into account the proceeds of the private placement of Units completed on May 18 and May 21, 2021, it has sufficient working capital to pay for its share of the proposed exploration work programs described in the *Exploration programs* section, ongoing general and administrative expenses and to meet its liabilities, obligations and existing commitments for the next twelve months. However, the Company will need to continue to raise funds to cover its share of future exploration work programs, payments under option agreements, as well as general and administrative expenses. Such funds may be raised in the future through the issuance of equity instruments or other means. However, given the early stage of the Company's projects, the volatility of the financial markets

and metal prices, and disruptions in the world economy caused by the COVID-19 pandemic and other factors, there can be no assurance that the Company will be able to raise the additional funds when required.

Outstanding Share Data

As at August 19, 2021, a total of 668,133,962 common shares are issued and outstanding, 6,700,000 share purchase warrants are exercisable at a price of \$0.20 per share until March 2023, 127,514,730 share purchase warrants are exercisable at a price of \$0.12 at various dates until May 2023, 28,140,000 stock options are outstanding with exercise prices ranging between \$0.07 and \$0.27 and expiring until August 2026 and 2,498,816 RSUs are outstanding with vesting until June 2022.

Related Party Transactions

During the three and six months ended June 30, 2021, the Company provided administrative services to Highland Copper Company Inc. and Odyssey Resources Limited, two TSXV-listed companies related by virtue of common management. The services are provided at cost for all direct expenses plus a fixed monthly charge to cover overhead expenses. Amounts recovered for administrative services during the three and six months ended June 30, 2021 totaled \$19,062 and \$38,286, respectively (\$30,500 and \$66,685 during the comparative periods in 2020).

The remuneration awarded to directors and to senior key management during the three and six months ended June 30, 2021 totalled \$221,170 and \$449,842, respectively, including \$56,884 and \$113,444 in share-based compensation (total remuneration of \$331,884 and \$676,596 during the comparative periods in 2020, including \$169,831 and \$365,268 in share-based compensation).

The participation of insiders of the Company and the payment of fees and issuance of Warrants to a subsidiary of an insider in the May 2021 private placement of Units (as described under the *Financing* section above) also constitute related party transactions.

Risk Factors

The Company's activities are highly speculative due to the nature of mineral exploration generally. All of the Company's projects are in the early exploration stage. Few properties that are explored are ultimately developed into producing mines. Substantial expenditures are required to identify mineral deposits. Risks and uncertainties that the Company is subject to include, but are not limited to: the Company's ability to continue raising sufficient funds to fund its share of future costs and expenditures in the Alliance with Barrick, to fund exploration expenditures on its projects, option payments, and acquisition costs, and to fund general and administrative costs in a timely manner and on acceptable terms; risks related to the completion and results of planned exploration programs; risks of mineral rights being subject to prior unregistered agreements, transfers,

non-compliance with regulatory requirements or claims and other defects in title; uncertainties related to the grant of mining concessions for the projects under option agreements in French Guiana; uncertainties related to obtaining permits required to conduct exploration activities; uncertainties related to the Company's ability to meet the terms and conditions to exercise option agreements and risks related to the Company's ability to obtain regulatory approvals required to transfer mineral rights following the exercise of option agreements by the Company; and uncertainties related to environment and social acceptability.

Mineral rights in French Guiana

Renewal of mineral rights in French Guiana is a very detailed and long process. Under French mining law, the period of validity of mineral rights is extended until the French government decides on the renewal application. The Dorlin exploitation permit expired on July 31, 2020. The filing of a concession application in June 2020 had the effect of extending the validity of the Dorlin permit while the concession application is being processed. However, there can be no certainty that the concession will be granted.

COVID-19

The Company's business could be adversely impacted by the effects of the current Coronavirus pandemic. The pandemic outbreak has caused disruptions in financial markets and the deterioration of global economic conditions. The extent to which the COVID-19 pandemic impacts the Company's business will depend on future developments, which are highly uncertain and cannot be predicted at this time. In addition to the potentially adverse impact on the Company's ability to raise additional funds when required, the continued spread of the COVID-19 globally could also have an impact on employees' health, further limitations on travel, the availability of personnel, the execution of planned exploration programs and other impacts beyond the Company's control, all of which may have a material and adverse effect on the Company's business, financial condition and results of operations.

Resource exploration and development is highly speculative, characterized by a number of significant risks, which even a combination of careful evaluation, experience and knowledge may not eliminate. Refer to the risk factors described in the Annual MD&A for additional information.

Forward-Looking Statements

This news release contains "forward-looking information" within the meaning of the applicable Canadian securities legislation. All statements, other than statements of historical fact, are forward-looking statements and are based on expectations, estimates and projections as at the date of this news release. Any statement that involves discussions with respect to expectations, beliefs, plans, objectives, assumptions, future events or performance are not statements of historical fact and may be forward-looking statements. In this MD&A,

forward-looking statements relate to the potential of the Company's projects, planned work programs, geological interpretation, exploration results, and the Company's ability to raise additional funds and to acquire new projects in Guyana and Suriname.

Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable, are subject to known and unknown risks, uncertainties, and other factors which may cause the actual results and future events to differ materially from those expressed or implied by such forward-looking statements. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on the forward-looking statements and information contained in this news release. Except as required by law, the Company assumes no obligation to update the forward-looking statements of beliefs, opinions, projections, or other factors, should they change, except as required by law.

Additional Information and Continuous Disclosure

Additional information on the Company is available through regular filings of press releases and financial statements on SEDAR (www.sedar.com) and on the Company's website (www.reuniongold.com).