



**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**Unaudited - prepared by management**

**September 30, 2017**

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

#### **NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of Independence Gold Corp. (the "Company") 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 financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

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

**INDEPENDENCE GOLD CORP.**

## CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (unaudited)

(Expressed in Canadian Dollars)

	<u>September 30</u> <u>2017</u>	<u>December 31</u> <u>2016</u>
<b>ASSETS</b>		
<b>Current</b>		
Cash and cash equivalents	\$ 1,546,595	\$ 1,913,424
Short-term investments	2,164,479	3,130,109
Marketable securities (Note 3)	68,850	1,250
Receivables (Note 6)	286,472	308,256
Prepaid expenses	-	11,111
	<u>4,066,396</u>	<u>5,364,150</u>
<b>Long term deposit</b>	101,887	73,137
<b>Land use deposits</b> (Note 4)	77,000	67,000
<b>Equipment</b>	94,375	114,262
<b>Mineral properties</b> (Note 5)	<u>11,788,281</u>	<u>11,788,281</u>
	<u>\$ 16,127,939</u>	<u>\$ 17,406,830</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (Note 6)	\$ <u>815,895</u>	\$ <u>243,342</u>
	<u>815,895</u>	<u>243,342</u>
<b>Shareholders' equity</b>		
Share capital (Note 7)	35,495,295	35,265,861
Reserves	340,999	520,982
Deficit	<u>(20,524,250)</u>	<u>(18,623,355)</u>
	<u>15,312,044</u>	<u>17,163,488</u>
	<u>\$ 16,127,939</u>	<u>\$ 17,406,830</u>

**Nature and continuance of operations** (Note 1)

Approved and authorized by the Board on November 29, 2017

*"Randy C. Turner"*

Randy C. Turner, Director

*"Michael McPhie"*

Michael McPhie, Director

**INDEPENDENCE GOLD CORP.**

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited)

Expressed in Canadian Dollars

	<b>Three Month Period Ended September 30, 2017</b>	<b>Three Month Period Ended September 30, 2016</b>	<b>Nine Month Period Ended September 30, 2017</b>	<b>Nine Month Period Ended September 30, 2016</b>
<b>EXPENSES</b>				
Exploration expenditures (Note 5)	\$ 1,195,993	\$ 997,317	\$ 1,506,321	\$ 1,362,436
Property investigation	(6,110)	369	44,631	66,366
Depreciation	6,629	6,627	19,887	13,256
Insurance	-	-	1,933	1,720
Legal, audit and accounting	(11,047)	(4,365)	18,871	21,295
Management fees and corporate services (Note 6)	67,988	53,588	183,463	169,313
Office and miscellaneous	8,363	6,992	12,799	66,507
Regulatory and transfer agent fees	2,472	2,083	11,388	14,419
Rent	21,689	25,164	69,354	64,095
Share-based compensation (Note 7)	-	-	281,396	56,441
Shareholder communications	10,478	28,144	75,123	40,114
Travel	6,412	7,301	12,477	19,592
Wages and benefits	42,585	34,857	122,656	125,664
	<u>(1,345,451)</u>	<u>(1,158,077)</u>	<u>(2,360,298)</u>	<u>(2,021,218)</u>
<b>Interest income</b>	11,849	15,781	39,859	51,403
<b>Unrealized (loss)/gain on marketable securities</b>	(1,150)	125	(400)	1,750
<b>Gain on sale on properties</b>	68,000	-	68,000	-
	<u>78,699</u>	<u>15,906</u>	<u>107,459</u>	<u>53,153</u>
<b>Loss and comprehensive loss for the period</b>	<u>\$ (1,266,753)</u>	<u>\$ (1,142,171)</u>	<u>\$ (2,252,840)</u>	<u>\$ (1,968,065)</u>
<b>Basic and diluted loss per common share</b>	<u>\$ (0.02)</u>	<u>\$ (0.02)</u>	<u>\$ (0.04)</u>	<u>\$ (0.04)</u>
<b>Weighted average number of common shares outstanding - basic and diluted</b>	56,090,392	55,277,549	56,003,762	49,099,372

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

**INDEPENDENCE GOLD CORP.**

## CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (Unaudited)

(Expressed in Canadian Dollars)

	<b>Nine Month Period Ended September 30, 2017</b>	<b>Nine Month Period Ended September 30, 2016</b>
<b>Cash flows from operating activities</b>		
Income (loss) for the period	\$ (2,252,840)	\$ (1,968,065)
Items not affecting cash:		
Depreciation	19,887	13,256
Gain on sale of mineral property	(68,000)	-
Share-based compensation	281,396	56,441
Interest on short-term investments	19,010	16,610
Unrealized (gain)/loss on marketable securities	400	(1,750)
Changes in non-cash working capital items:		
(Increase) decrease in prepaid expenses	11,111	(11,111)
(Increase) decrease in receivables	21,784	(236,911)
Increase (decrease) in accounts payable and accrued liabilities	572,553	200,102
Net cash used in operating activities	<u>(1,394,699)</u>	<u>(1,931,428)</u>
<b>Cash flows from financing activities</b>		
Issuance of common shares for cash	120,000	2,048,778
Share issuance costs	-	(35,857)
Net cash provided by (used in) financing activities	<u>120,000</u>	<u>2,012,921</u>
<b>Cash flows from investing activities</b>		
(Acquisition) disposition of equipment	-	(138,633)
(Increase) decrease in long term deposit	(28,750)	14,297
(Acquisition) disposition of mineral properties	-	(79,250)
(Increase) decrease in short-term investments	946,620	895,479
Exploration advances	(10,000)	-
Net cash provided by (used in) investing activities	<u>907,870</u>	<u>691,893</u>
<b>Change in cash and cash equivalents during the period</b>	(366,829)	773,386
<b>Cash and cash equivalents, beginning of the period</b>	1,913,424	1,565,847
<b>Cash and cash equivalents, end of the period</b>	<u>\$ 1,546,595</u>	<u>\$ 2,339,233</u>

Supplemental disclosure with respect to cash flows (Note 8)

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

**INDEPENDENCE GOLD CORP.**

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (unaudited)

(Expressed in Canadian Dollars)

	<u>Share Capital</u>				
	<u>Number</u>	<u>Amount</u>	<u>Reserves</u>	<u>Deficit</u>	<u>Total</u>
Balance, December 31, 2015	43,813,012	\$ 33,096,647	\$ 555,238	\$ (16,046,620)	\$ 17,605,265
Issued for mineral properties	300,000	96,000	-	-	96,000
Issued for private placements	10,884,880	1,959,278	-	-	1,959,278
Issued for incentive stock options	492,500	89,500	-	-	89,500
Share issuance costs	-	(35,857)	-	-	(35,857)
Share-based compensation	-	-	56,441	-	56,441
Reserves transferred on cancelled/expired options	-	-	(90,697)	90,697	-
Loss for the period	-	-	-	(1,968,065)	(1,968,065)
Balance, September 30, 2016	<u>55,490,392</u>	<u>35,205,568</u>	<u>520,982</u>	<u>(17,923,988)</u>	<u>17,802,562</u>
Issued for incentive stock options	-	60,294	-	(60,294)	-
Loss for the period	-	-	-	(639,074)	(639,074)
Balance, December 31, 2016	<u>55,490,392</u>	<u>35,265,862</u>	<u>520,982</u>	<u>(18,623,356)</u>	<u>17,163,488</u>
Issued for incentive stock options	600,000	229,434	(109,434)	-	120,000
Reserves transferred on cancelled/expired options	-	-	(351,945)	351,945	-
Share-based compensation	-	-	281,396	-	281,396
Loss for the period	-	-	-	(2,252,840)	(2,252,840)
Balance, September 30, 2017	<u>56,090,392</u>	<u>\$ 35,495,296</u>	<u>\$ 340,999</u>	<u>\$ (20,524,251)</u>	<u>\$ 15,312,044</u>

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

## **INDEPENDENCE GOLD CORP.**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

---

### **1. NATURE AND CONTINUANCE OF OPERATIONS**

Independence Gold Corp. (“Independence” or the “Company”) was incorporated under the Business Corporation Act (British Columbia) on November 1, 2011 and is considered to be in the exploration stage with respect to its mineral properties. Based on the information available to date, the Company has not yet determined whether its properties contain economically recoverable mineral reserves.

The Company’s head office and principal address is 1020 - 625 Howe Street, Vancouver, British Columbia, Canada, V6C 2T6. The Company’s registered and records office is 2300 - 550 Burrard Street, Vancouver, British Columbia, Canada, V6C 2B5.

The recovery of the amounts comprised in mineral properties is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development, and upon future profitable production.

These condensed consolidated interim financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred ongoing losses and has no source of recurring revenue. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due. Management believes that the Company has sufficient working capital to maintain its operations for the upcoming fiscal year.

These condensed consolidated interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

### **2. BASIS OF PREPARATION**

#### **Statement of Compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34, “Interim Financial Reporting” on a basis consistent with the accounting policies disclosed in the audited consolidated financial statements for the fiscal year ended December 31, 2016.

These condensed consolidated interim financial statements should be read in conjunction with the most recently issued audited consolidated financial statements, which include information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies which were presented in Note 3 to the Consolidated Financial Statements for the fiscal year ended December 31, 2016 and have been consistently applied in the preparation of the Company’s consolidated interim financial statements.

The Company’s condensed consolidated interim financial statements are unaudited. Financial information in this report reflects any adjustments (consisting of normal recurring adjustments) that are, in the opinion of management necessary to a fair presentation of results for the interim periods in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board.

## INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

---

### 3. MARKETABLE SECURITIES

	September 30, 2017	December 31, 2016
Rojo Resources Ltd.	\$ 850	\$ 1,250
Metallic Minerals Corporation	68,000	-
	\$ 68,850	\$ 1,250

As at September 30, 2017, the Company holds 25,000 (December 31, 2016 – 25,000) common shares of Rojo Resources Ltd., a public company listed on the TSX Venture Exchange.

Pursuant to the sale of certain mineral properties the Company received 200,000 shares of Metallic Minerals Corporation at a value of \$64,000 and 200,000 warrants exercisable at \$0.45 for period of two years with a value of \$4,000.

### 4. LAND USE DEPOSITS

The Company has provided deposits as security for land use and potential future reclamation work relating to its mineral properties. As at September 30, 2017 a total of \$77,000 (December 31, 2016 - \$67,000) had been lodged with the British Columbia Ministry of Energy, Mines & Petroleum Resources.

### 5. MINERAL PROPERTIES

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to all of its mineral properties and to the best of its knowledge, title to all of its properties, except as described below are properly registered and in good standing.



**INDEPENDENCE GOLD CORP.**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

**5. MINERAL PROPERTIES (continued)**

The Company holds interest in various mineral claims located in Canada, the capitalized acquisition costs of which are as follows:

	June 30, 2017	December 31, 2016
<b>BRITISH COLUMBIA</b>		
<b><u>3Ts PROJECT</u></b>		
<b>Taken Property</b>	\$ 345,693	\$ 345,693
A 100% interest in certain claims. The property is subject to a sliding scale net smelter returns royalty ("NSR") ranging from 2.0% to 4.0%. The Company may reduce the NSR to 1.0% by paying \$2,000,000 per percent.		
<b>Tam Property</b>	1,750,979	1,750,979
A 100% interest, subject to a 1.0% NSR, one-half of which may be purchased back for \$250,000.		
<b>Tsacha Property</b>	2,121,788	2,121,788
A 100% interest in certain claims subject to a 2.0% NSR.		
<b>Tommy Lake Property</b>	17,518	17,518
A 100% interest.		
<b>YUKON</b>		
<b><u>BOULEVARD PROJECT</u></b>		
<b>Boulevard Property</b>	4,667,528	4,667,528
A 100% interest, subject to a 2.0% NSR. Upon completion of a 43-101 report with specific resource estimates, the Company will be obligated to issue a further 1,000,000 common shares.		
<b>YCS Property</b>	425,237	425,237
A 100% interest, subject to a 2.0% NSR. The Company can buy-back one-half of the NSR for \$1,000,000.		
<b>Solitude Property</b>	865,566	865,566
A 100% interest by staking.		
<b>Tiger Property</b>	233,776	233,776
A 100% interest, subject to a 2.0% NSR. The Company can buy-back one-half of the NSR for \$2,000,000.		
<b><u>WHITE GOLD PROPERTIES</u></b>		
<b>Henderson Property</b>	1,271,780	1,271,780
A 100% interest.		
<b>Moosehorn Property</b>	88,416	88,416
A 100% interest.		
<b>Total Mineral Properties</b>	<b>\$ 11,788,281</b>	<b>\$ 11,788,281</b>

## INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

### 5. MINERAL PROPERTIES (continued)

During the period ended September 30, 2017, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
<b>BRITISH COLUMBIA</b>								
3Ts Project	80,373	\$ 23,894	\$ 1,080	\$ 627	\$ 13,959	\$ -	\$ (14,458)	\$ 105,475
<b>YUKON</b>								
Boulevard Project	57,112	216,790	862,345	43,799	25,886	54,353	(53,556)	1,206,729
Henderson	2,411	20,854	-	78,861	2,296	-	-	104,422
Moosehorn	1,744	51,739	-	2,730	1,785	-	(40,000)	17,998
Flow	1,194	-	-	3,482	-	-	-	4,676
Stinger	612	-	-	44,436	-	-	-	45,048
Wolfcreek	941	-	-	-	-	-	-	941
Keno	20	-	-	1,474	-	-	-	1,494
Rosebute	2,697	-	6,451	1,147	9,243	-	-	19,538
	<b>\$ 147,104</b>	<b>\$ 313,277</b>	<b>\$ 869,876</b>	<b>\$ 176,556</b>	<b>\$ 53,169</b>	<b>\$ 54,353</b>	<b>\$ (108,014)</b>	<b>\$ 1,506,321</b>

During the period ended September 30, 2016, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
<b>BRITISH COLUMBIA</b>								
3Ts Project	\$ 5,896	\$ 3,005	\$ -	\$ 131	\$ 8,815	\$ -	\$ -	\$ 17,847
<b>YUKON</b>								
Boulevard Project	43,565	176,171	729,108	4,917	14,970	40,411	(63,000)	946,142
Moosehorn	6,927	120,954	28,262	-	2,337	-	-	158,480
Flow	25,425	-	-	-	-	-	-	25,425
Ember	25,053	-	-	-	-	-	-	25,053
Wolfcreek	12,943	-	-	-	-	-	-	12,943
Rosebute	11,074	-	160,493	-	4,979	-	-	176,546
	<b>\$ 130,883</b>	<b>\$ 300,130</b>	<b>\$ 917,863</b>	<b>\$ 5,048</b>	<b>\$ 31,101</b>	<b>\$ 40,411</b>	<b>\$ (63,000)</b>	<b>\$ 1,362,436</b>

### 6. RELATED PARTY TRANSACTIONS

The consolidated financial statements include the financial statements of Independence Gold Corp. and its subsidiaries listed in the following table:

Name of Subsidiary	Country of Incorporation	Ownership	Principal Activity
Golden Pavilion Resources Ltd.	British Columbia, Canada	100%	Holding company
Silver Quest Resources (US) Ltd.	Nevada, USA	100%	Inactive

#### Key Management Personnel

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of executive and non-executive members of the Company's Board of Directors and corporate officers, including the Company's Chief Executive Officer and Chief Financial Officer.

## INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

### 6. RELATED PARTY TRANSACTIONS (continued)

Compensation paid or payable to key management for services rendered are as follows:

	Nine month period ended September 30, 2017	Nine month period ended September 30, 2016
Management fees and salaries	\$ 174,877	\$ 143,812
Geological consulting fees and salaries	40,522	60,138
Directors fees	23,750	25,500
Share-based compensation*	249,419	25,467
Property investigation	-	37,627
Total	<u>\$ 488,568</u>	<u>\$ 292,544</u>

*\* Share-based compensation consists of options granted to key management. The value shown above is calculated using the Black-Scholes option pricing model and does not represent actual amounts received.*

Included in receivables at September 30, 2017 is \$233,133 (December 31, 2016 - \$136,257) due from companies with directors and/or officers in common. Included in accounts payable and accrued liabilities September 30, 2017 is \$93,492 (December 31, 2016 - \$95,876) due to directors and companies with directors and/or officers in common.

The Company provides geological, office and administrative services to public companies with common directors. During the period ended, September 30, 2017 the Company received or accrued \$38,700 (September 30, 2016 - \$31,500) for rent and \$87,496 (September 30, 2016 - \$62,461) for accounting, investor relations, geology and other.

### 7. SHARE CAPITAL AND RESERVES

#### a) Authorized share capital

The authorized share capital of the Company is an unlimited number of common shares without par value. All issued shares are fully paid.

#### b) Issued share capital

During the period ended September 30, 2017 the Company issued;

- 600,000 common shares with an aggregate value of \$120,000 pursuant to the exercise of incentive stock options.

During the year ended, December 31, 2016 the Company issued:

- 10,884,880 flow through shares ("FT Shares") as part of a Private Placement with Goldcorp Inc. at a price of \$0.18 per FT Share for total gross proceeds of \$1,959,278. The Company incurred \$35,857 in other share issuance costs,
- 100,000 common shares with a value of \$30,000 pursuant to the Boulevard Property Option Agreement,
- 200,000 common shares with a value of \$66,000 pursuant to the Rosebute Property Option Agreement, and
- 492,500 common shares with an aggregate value of \$89,500 pursuant to the exercise of incentive stock options.

**INDEPENDENCE GOLD CORP.**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

**7. SHARE CAPITAL AND RESERVES (continued)**

## c) Stock options

The Company has an incentive stock option plan in place under which it is authorized to grant options to directors and employees to acquire up to 10% of the Company's issued and outstanding common shares. Under the plan, the exercise price of each option may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount. The options can be granted for a maximum term of 10 years and vesting periods are determined by the Board of Directors.

As at September 30, 2017, the Company had outstanding stock options, enabling the holders to acquire further common shares as follows:

Number of Shares	Exercise Price	Expiry Date
590,000	\$ 0.20	November 7, 2018
250,000	\$ 0.15	June 2, 2020
480,000	\$0.20	May 18, 2021
<u>1,850,000</u>	<u>\$0.25</u>	<u>March 1, 2022</u>
<b>3,170,000</b>		

Stock option transactions are summarized as follows:

	June 30, 2017		December 31, 2016	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Balance, beginning of period	3,785,000	\$ 0.19	3,832,500	\$ 0.19
Granted	2,200,000	\$ 0.25	630,000	\$ 0.20
Exercised	(600,000)	\$ 0.20	(492,500)	\$0.18
Expired/cancelled	<u>(2,215,000)</u>	<u>\$ 0.21</u>	<u>(185,000)</u>	<u>\$0.20</u>
Balance, end of period	3,170,000	\$ 0.23	3,785,000	\$ 0.20
Options exercisable, end of period	<b>3,170,000</b>	<b>\$ 0.23</b>	<b>3,785,000</b>	<b>\$ 0.20</b>

## d) Share-based compensation

During the period ended September 30, 2017, the Company granted 2,200,000 (2016 – 630,000) stock options with a fair value of \$281,395 (2016 - \$56,441) or \$0.13 (2016 - \$0.09) per option. All options vest immediately on grant.

The following weighted-average assumptions were used for the Black-Scholes valuation of stock options granted during the noted years:

	2017	2016
Risk-free interest rate	0.98%	0.71%
Expected life of options	5 years	5 years
Annualized volatility	86.91%	82.42%
Weighted average FV	\$ 0.13	\$0.09

## e) Warrants

As at September 30, 2017 and 2016 the Company had no outstanding share purchase warrants.

## **INDEPENDENCE GOLD CORP.**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017 (Expressed in Canadian Dollars)

---

### **8. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS**

Significant non-cash investing and financing transactions during the period ended September 30, 2017 consisted of:

- a) The transfer of reserves on expired/cancelled options of \$351,945;
- b) The transfer of reserves on exercise of options of \$109,434; and
- c) The receipt of 200,000 common shares and 200,000 warrants, with a value of \$68,000 as consideration from the sale of certain mineral properties

Significant non-cash investing and financing transactions during the period ended September 30, 2016 consisted of:

- a) the issuance of 100,000 common shares valued at \$30,000 pursuant to the Boulevard Property Option Agreement;
- b) the issuance of 200,000 common shares valued at \$66,000 pursuant to the Rosebute Property Option Agreement; and
- c) The transfer of reserves on exercise of options of \$90,697;

### **9. SUBSEQUENT EVENT**

On November 2, 2017, the Company granted 200,000 incentive stock options exercisable at price of \$0.20 per share for a period of five years.