CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTH PERIOD ENDED DECEMBER 31, 2018

(Unaudited - Expressed in Canadian Dollars)

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NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed consolidated interim financial statements have been prepared by management and approved by the Audit Committee and Board of Directors.

The Company's independent auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditors.

GROUP TEN METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited)
(Expressed in Canadian Dollars)

	Note	**December 31, 2018**	March 31, 2018
		$	$
ASSETS			
Current			
Cash		**125,316**	270,240
Accounts receivable		**183,602**	37,070
Prepaid expenses		**49,728**	95,328
		358,646	402,638
Non-Current			
Exploration and evaluation assets	3	**1,801,489**	991,213
		2,160,135	1,393,851
LIABILITIES			
Current			
Accounts payable and accrued liabilities	7	**827,124**	301,429
Flow-through share premium liability	4	**56,901**	70,432
Short-term loan	5	**50,000**	11,000
		934,025	382,861
SHAREHOLDERS' EQUITY			
Share capital	6	**13,059,930**	10,786,259
Share-based payment reserve		**574,036**	434,575
Deficit		**(12,407,856)**	(10,209,844)
		1,226,111	1,010,990
		2,160,135	1,393,851

Approved on behalf of the Board:

_*"Mike Rowley"*______, Director   _*"Bill Harris"*_______, Director

GROUP TEN METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2018 and 2017
(Unaudited)
(Expressed in Canadian Dollars)

		Three months ended December 31,		Nine months ended December 31,	
		2018	2017	**2018**	2017
		$	$	**$**	$
Expenses					
Consulting	7	**74,782**	60,149	**219,739**	174,351
Exploration and evaluation assets expenditures	3, 7	**234,834**	177,096	**1,247,595**	314,543
Investor relations		**158,360**	31,643	**328,794**	98,655
Office and administration		**21,161**	5,768	**65,270**	16,793
Professional fees		**45,838**	14,392	**223,084**	55,219
Property evaluation		**-**	52,953	**-**	80,664
Share-based payment expense	6	**36,216**	116,394	**139,461**	298,777
Transfer agent, regulatory and filing fees		**9,177**	2,680	**39,484**	23,195
Travel and accommodation		**(5,143)**	355	**5,615**	2,595
		575,226	461,430	**2,269,043**	1,064,792
Other Items					
Other income		**(20,931)**	(36,591)	**(71,031)**	(65,382)
Net loss and comprehensive loss for the period		**(554,295)**	(424,839)	**(2,198,012)**	(999,410)
Basic and diluted loss per share		**$ (0.01)**	$ (0.01)	**$ (0.04)**	$ (0.03)
Basic and diluted weighted average number of shares outstanding		**54,307,322**	39,931,725	**49,066,484**	37,851,445

GROUP TEN METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)
(Unaudited)
(Expressed in Canadian Dollars)

	Note	Number of shares	Share capital	Share-based payments reserve	Deficit	Total
			$	$	$	$
Balance, March 31, 2017		**36,161,465**	**9,519,516**	**29,334**	**(8,820,639)**	**728,211**
Shares issued for properties		1,564,283	211,285	-	-	211,285
Private placement net of share issue costs		2,000,000	466,391	-	-	466,391
Flow-through share premium liability		-	(40,000)	-	-	(40,000)
Shares issued pursuant to the exercise of warrants		3,098,666	382,840	-	-	382,840
Share-based payment expense		-	-	298,777	-	298,777
Net loss for the period		-	-	-	(999,410)	(999,410)
Balance, December 31, 2017		**42,824,414**	**10,540,032**	**328,111**	**(9,820,049)**	**1,048,094**
Balance, March 31, 2018		**44,759,143**	**10,786,259**	**434,575**	**(10,209,844)**	**1,010,990**
Shares issued for properties	6(b)(i)	2,571,428	457,428	-	-	457,428
Shares issued pursuant to exercise of warrants		973,500	104,240	-	-	104,240
Shares issued pursuant to FT private placement, net of share issue costs		2,875,000	517,500			517,500
Private placement net of share issue costs	6(b)(iii)	8,000,000	1,194,503	-	-	1,194,503
Share-based payment expense		-	-	139,461	-	139,461
Net loss for the period		-	-	-	(2,198,012)	(2,198,012)
Balance, December 31, 2018		**59,179,071**	**13,059,930**	**574,036**	**(12,407,856)**	**1,226,110**

GROUP TEN METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2018 AND 2017
(Unaudited)
(Expressed in Canadian Dollars)

	Note	Nine months ended December 31, **2018**	2017
		$	$
Operating Activities			
Net loss for the period		**(2,198,012)**	(999,410)
Items not involving cash:			
Other income		**(71,031)**	(65,382)
Share-based payment expense		**139,461**	298,777
		(2,129,581)	(766,015)
Net change in non-cash working capital		**424,762**	183,413
Cash used in operating activities		**(1,704,819)**	(582,602)
Investing Activity			
Acquisition of exploration and evaluation assets		**(352,848)**	(393,783)
Cash used in investing activity		**(352,848)**	(393,783)
Financing Activity			
Proceeds received from private placement, net		**1,769,503**	466,391
Proceeds received from short term loan		**39,000**	-
Proceeds on exercise of warrants		**104,240**	382,840
Cash provided by financing activity		**1,912,743**	849,231
Net decrease in cash		**(144,924)**	(127,154)
Cash, beginning of period		**270,240**	547,595
Cash, end of period		**125,316**	420,441
Supplemental cash flow information	8		

1. NATURE OF OPERATIONS AND GOING CONCERN

Group Ten Metals Inc. (the "**Company**"), was incorporated on April 28, 2006, under the laws of British Columbia, Canada. The Company's principal business activities include the acquisition and exploration of mineral properties.

The Company's registered office is 904-409 Granville Street, Vancouver, British Columbia, Canada, V6C 1T2.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that any of the Company's current or future exploration programs will result in profitable mining operations. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain financing to complete their exploration and development, establish future profitable operations, or realize proceeds from their sale. The carrying value of the Company's mineral properties does not reflect current or future value.

These condensed consolidated financial statements were prepared 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. As at December 31, 2018, the Company had a working capital deficiency of $575,379 (March 31, 2018: working capital of $19,777), an accumulated deficit of $12,407,856 (March 31, 2018: $10,209,844) and a net loss of $2,198,012 for the nine-month period ended December 31, 2018 (2017: $999,410). As at December 31, 2018, the Company's current assets consisting of cash, receivables and prepaid expenses totaled $358,646. In addition, the Company's current liabilities included a flow-through premium liability of $56,901 which is a non-cash item. Also, as at December 31, 2018, the Company had the right to accelerate the exercise certain of its outstanding warrants that will bring in up to $2,821,106 in proceeds to the Company ahead of the warrants' February 27, 2020 expiry dates.

As at December 31, 2018, the Company may not have sufficient working capital to meet its administrative overheads and continue with its exploration programs. The Company has relied mainly upon the issuance of share capital to finance its activities. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. To finance future activities, the Company will be required to enter into joint venture agreements and/or issue share capital, through private placements and the exercise of options and warrants, and is actively seeking additional equity financing. There can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company and, therefore, a material uncertainty exists that may cast significant doubt over the Company's ability to continue as a going concern. These condensed consolidated interim financial statements do not include the adjustments to assets and liabilities that would be necessary should the Company be unable to continue as a going concern.

2. BASIS OF PREPARATION

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 – *Interim Financial Reporting* ("**IAS 34**") as issued by the International Accounting Standards Board ("**IASB**") using accounting principles consistent with International Financial Reporting Standards ("**IFRS**") as issued by the IASB and include the accounts of the Company and its wholly-owned subsidiaries Yankee Girl Resources Corp., incorporated in British Columbia, Canada, Group Ten (USA) Inc., incorporated in Nevada, USA, Group Ten (Alaska) Inc., incorporated in Alaska, USA and 1161932 B.C. Ltd, incorporated in British Columbia. All inter-company transactions and balances have been eliminated upon consolidation.

(Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (continued)

These condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended March 31, 2018 which include the accounting policies used in the preparation of these condensed consolidated interim financial statements.

These condensed consolidated interim financial statements were prepared on a historical cost basis using the accrual basis of accounting, except for cash flow information.

The Board of Directors (the "**Board**") approved these condensed consolidated interim financial statements on February 28, 2019.

3. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation acquisition costs for the nine months ended December 31, 2018 were as follows:

	Stillwater West	Yukon Properties	Duke Island	Drayton	Black Lake	Total
	$	$	$	$	$	$
Balance, March 31, 2018	**443,723**	**238,891**	**77,301**	**33,939**	**197,359**	**991,213**
Cash payments	242,406	14,443	-	-	50,000	306,849
Licensing & maintenance costs	2,531	17,728	-	-	-	20,259
Shares issued	324,000	51,000	-	28,571	53,857	457,428
Staking	14,502	-	11,238	-	-	25,740
	583,439	83,171	11,238	28,571	103,857	810,276
Balance, December 31, 2018	**1,027,162**	**322,062**	**88,539**	**62,510**	**301,216**	**1,801,489**

a) Stillwater West (Montana, United States)

On June 26, 2017, the Company entered into an option agreement to acquire a 100% interest in the Stillwater West Project from Picket Pin Resources LLC ("**Picket Pin**"), a private entity, consisting of 282 claims in south central Montana, USA, covering approximately 22 square kilometers ("**km^2**") in two claim groups. In consideration, the Company has agreed to:

- Issue a total of 3.6 million shares of the Company beginning with 900,000 shares within ten days of regulatory approval (issued on July 4, 2017) and 900,000 shares on or before May 31 of each of 2018 (issued August 7, 2018), 2019 and 2020;
- Make United States dollars ("**USD**") $40,000 in cash payments with USD$20,000 on or before each of May 31, 2018 (paid) and 2019;
- Make advance royalty payments until commencement of commercial production of USD$15,000 within ten days of regulatory approval (paid), USD$30,000 on or before May 31, 2018 (paid) and USD$50,000 on or before May 31, 2019 and annually thereafter; and
- Execute a work contract for a minimum of USD$50,000 per year for the duration of the option agreement for technical and management work, which is three years.

Pursuant to further staking from November 2017 to July 2018, the Company's land holdings at the Stillwater West Project have increased to approximately 54 km^2.

3. EXPLORATION AND EVALUATION ASSETS (continued)

a) Stillwater West (Montana, United States) (continued)

The claims are subject to a 2% Net Smelter Return royalty ("**NSR**") and the Company has an option to buy down the NSR to 1%.

b) Yukon Properties (Kluane PGE-Ni-Cu Project)

The Company has option agreements to acquire a 100% interest in four platinum group properties totaling over 254 km^2 in the Kluane Ultramafic Belt in southwestern Yukon, and together comprise the Kluane PGE-Ni-Cu Project. Terms of the agreements are as follows:

CKR

The Company owns a 100% interest in the claims.

Spy

The Company owns a 100% interest in the Spy Property.

The Spy claims are subject to a 3% NSR and the Company has an option to buy the NSR down to 1%.

Catalyst

In order to obtain a 100% interest in the Catalyst Property, the Company has the following remaining commitments:

- Pay $10,000 to Progressive Planet Solutions Inc. Progressive ("**Progressive**") (formerly Ashburton Ventures Inc.) on or before December 29, 2017 (outstanding). The agreement has since been amended such that the Company will issue 200,000 common shares to Progressive. The amendment is still subject to exchange approval;
- Provide Progressive proof of payment of invoices totaling $28,062 on or before December 29, 2017 (paid);
- Issue 300,000 common shares to Denali Resources Ltd. ("**Denali**") on or before July 31, 2018 (issued); and
- Issue 300,000 common shares to Denali on or before July 31, 2019.

Certain claims on the Catalyst Property are subject to a 3% NSR and the Company has an option to buy the NSR down to 1%.

Ultra

In July 2018, the Ultra Property option agreement was amended to remove the remaining earn-in requirements, being exploration expenditure commitments totaling $950,000. As a result, effective July 2018, the Company owns a 100% interest in the Ultra Property.

In July 2018, the Company acquired a 100% interest in 24 additional claims adjoining the Ultra Property from two arms-length private vendors in exchange for 100,000 common shares of the Company.

The claims are subject to a 2% NSR and the Company has an option to buy the NSR down to 1%.

3. EXPLORATION AND EVALUATION ASSETS (continued)

c) Duke Island (Alaska, United States)

The Company owns a 100% interest in 31 unpatented mineral claims located on Duke Island, Alaska. Pursuant to an agreement dated August 28, 2015, the only remaining commitment for the Company is a requirement for geological and/or geophysical work from a specified vendor which may be completed on any of the Company's properties. The claims are subject to a 1% NSR.

d) Drayton (Ontario, Canada)

On April 27, 2018, the Company earned a 100% interest in mineral claims covering 1,983 hectares located in the Patricia Mining Division near Sioux Lookout, Ontario, by issuing a final share issuance of 142,857 common shares to the vendor (Note 6(b)(i)).

The claims are subject to a 1% NSR upon commencement of commercial production.

e) Black Lake (Ontario, Canada)

(i) In September 2018 the Company earned a 100% interest in mineral claims covering 2,430 hectares located in the Patricia Mining Division near Sioux Lookout, Ontario, by completing a cash payment of $59,000 per an amended earn-in agreement.

As a result, the Company now owns a 100% interest in the claims, which are subject to a 2% NSR upon commencement of commercial production. The Company has an option to buy down the NSR to 1%.

(ii) To further consolidate the area between the Black Lake and Drayton Properties, the Company:

a. entered into an option agreement to earn an undivided 100% interest in mineral claims covering 1,224 hectares. In August 2018 the Company completed the earn-in by issuing 200,000 shares to complete all remaining payments and remove the 1% NSR royalty per an amended earn-in agreement. As a result, the Company now owns a 100% interest in the claims, with no royalty obligation.

b. entered into an option agreement to earn an undivided 100% interest in mineral claims covering 441 hectares. On April 18, 2017, the option agreement was amended to remove $1.25 million of work commitments that were a component of the original agreement. As consideration for the removal of the work requirement, the Company has agreed to issue 100,000 additional common shares per year in each of 2017, 2018 and 2019. The Company has the following remaining commitments:

   a. Pay $10,000 (paid subsequent to the reporting period) and issue 128,571 common shares on or before March 11, 2018 (issued); and

   b. Pay $10,000 (paid subsequent to the reporting period) and issue 128,571 common shares on or before March 11, 2019.

   The claims are subject to a 3% NSR upon commencement of commercial production and the Company has an option to buy the NSR down to 2%.

3. EXPLORATION AND EVALUATION ASSETS (continued)

f) Yankee Dundee / Ronoke / Warkentin (British Columbia, Canada)

Yankee Dundee consists of 26 Crown-granted mineral claims located in the Nelson Mining District near Ymir, British Columbia.

On June 25, 2013, the Company closed the sale of its interests and obligations in the properties to Armex Mining Corp. ("**Armex**") in exchange for advance royalty payments, royalty payments, and production payments. Due to uncertainty surrounding completion of the transaction, the Company did not initially recognize the transaction as a sale.

Ronoke and Warkentin are also located in the Nelson Mining District. Subsequent to the sale agreement, all non-core Ronoke claims were allowed to lapse. Additionally, non-core Warkentin claims were allowed to lapse and the property now consists of nil mineral claims (2015 - 9 mineral claims).

The remaining terms of the agreement are as follows:

(i) Armex is to pay remaining advance royalty payments of:

- $50,000 on or before August 28, 2015 (unpaid); and
- $50,000 on or before August 28, 2016 (unpaid) and annually thereafter until the commencement of commercial production.

(ii) Armex is to pay production and additional payments of:

- $250,000 upon the commencement of commercial production;
- $250,000 upon the first anniversary of commencement of commercial production; and
- additional production payments aggregating $1,000,000 payable from 30% of net revenues as defined in the agreement.

Armex has the right to satisfy the production and additional payments by paying the aggregate sum of $1,250,000 any time during the first year of commercial production.

Armex will also assume all obligations per existing underlying option agreements with respect to the Yankee Dundee claims which consist of a 1% NSR upon commencement of commercial production until the recovery of the lesser of aggregate expenditures incurred and $5,000,000, after such time, the NSR will increase to 2.5%. At any time up to the commencement of commercial production, an option is available to purchase 1.5% of the NSR for $500,000 and the remaining 1% for $500,000.

The Company will also be entitled to a 2.5% NSR upon commencement of commercial production, with Armex holding the right to repurchase the royalty at any time on the basis of $1,000,000 for each 1%. In addition, the Company retains back-in rights pursuant to the agreement by which it can re-acquire the property in the event specific production milestones are not met.

Armex disputes the overdue advance royalty payments that were payable on or before August 28, 2015, 2016, 2017 and 2018. As the Company believes that the financial situation of Armex has deteriorated to an extent that precludes it from completing the sale agreement, the capitalized costs relating to Yankee Dundee have been reduced to $Nil.

(Expressed in Canadian Dollars)

3. EXPLORATION AND EVALUATION ASSETS (continued)

g) Outpost/Pacer (Yukon Territory, Canada)

In May 2018, the Company completed an option agreement with an arms-length party whereby the Company can earn a 100% interest in the Outpost and Pacer properties which consist of three claim blocks in the Yukon Territory, totaling approximately 25km^2. In consideration, the Company has agreed to:

- Make an initial cash payment of $8,000 (outstanding) and issue 200,000 common shares of the Company (issued August 7, 2018);
- Complete $30,000 of work expenditures (satisfied), make a cash payment of $20,000 and issue 400,000 common shares of the Company on or before the first anniversary of signing; and
- Complete an additional $105,000 of work expenditures (partially satisfied) and issue 500,000 common shares of the Company on or before the second anniversary of the acceptance of this agreement.

The claims will be subject to a 2% NSR and the Company will have the option to buy down the NSR to 1%.

f) Ellen (Yukon Territory, Canada)

In August 2018, the Company completed an agreement with an arms-length party whereby the Company earned a 100% interest in the Ellen property, which consists of 72 claims totaling approximately 13km^2 in the Yukon Territory, by making a cash payment of $3,200 and issuing 600,000 common shares of the Company.

Exploration and Evaluation Expenditures

Exploration expenditures incurred for the nine months ended December 31, 2018 were as follows:

	Stillwater West	Yukon Properties	Duke Island	Drayton	Black Lake	Total
Analysis	12,720	131,724	-	4,950	5,450	154,844
Camp	30,159	14,608	-	1,210	1,210	47,187
Equipment and communication	13,779	13,669	-	330	330	28,108
Geological consulting	367,803	108,324	776	24,737	24,736	526,375
Consulting - other	109,546	84,986	1,302	-	-	195,834
Fuel	2,208	18,816	-	975	975	22,974
Land and permitting	526	-	-	-	-	526
Overhead and administration	50,733	-	-	-	-	50,733
Travel and accommodation	95,650	108,474	-	7,945	8,945	221,014
	683,124	480,601	2,078	40,147	41,646	1,247,595

(Expressed in Canadian Dollars)

4. FLOW-THROUGH SHARE PREMIUM LIABILITY

A summary of the changes in the Company's flow-through share premium liability was as follows:

	$
Balance, March 31, 2018	70,432
Addition	57,500
Settlement of flow-through share premium liability pursuant to incurring qualified expenditures	(71,031)
Balance, December 31, 2018	56,901

5. SHORT-TERM LOANS

At December 31, 2018, the Company had short-term loans of $50,000 (March 31, 2018: $11,000) that was owed to the President and CEO, and certain shareholders of the Company. The short-term loans are non-interest bearing with no fixed term.

6. SHARE CAPITAL

a) Authorized

Unlimited common shares without par value

b) Share issuance details

Nine months ended December 31, 2018

(i) The Company completed a non-brokered private placement for gross proceeds of $1,200,000 through the issuance of 8,000,000 Units at a price of $0.15 per Unit. Each Unit consists of one common share of the Company and one half-share purchase warrant. Each full warrant (a "Warrant") entitles the holder to acquire one common share of the Company at an exercise price of $0.225 per Warrant for a period of 36 months. The Company paid finders' fees totaling $5,497.

(ii) The Company issued 2,571,428 common shares with a fair value of $457,428 in connection with the Drayton Property, Stillwater West, Black Lake and Yukon Properties agreements

(iii) The Company issued 973,500 common shares pursuant to the exercise of 973,500 share purchase warrants with a weighted average exercise price of $0.13 per share.

(iv) The Company completed a non-brokered private placement for gross proceeds of $575,000 through the issuance of 2,875,000 FT Shares at a price of $0.20 per FT Share. The Company agreed to pay finders' fees totaling $21,000.

The Company's share price was $0.22 per share on the date of completion and as a result, the Company allocated $517,500 of the gross proceeds to share capital and the remaining $57,500 of the gross proceeds to flow-through share premium liability.

(v) The Company granted a total of 425,000 stock options to consultants of the Company at a price of $0.20 per share with an expiry of August 22, 2023.

(vi) The Company granted a total of 450,000 stock options to consultants of the Company at a price of $0.15 per share with an expiry of November 23, 2023.

(Expressed in Canadian Dollars)

6. SHARE CAPITAL (continued)

Nine months ended December 31, 2017

(i) On December 28, 2017, the Company completed a brokered private placement of 2,000,000 common shares of the Company on a flow-through basis ("FT Shares") at a price of $0.25 per FT Share for gross proceeds of $500,000. In connection with this private placement, the Company incurred share issue costs totaling $33,609, including finder's fees of $30,000.

The Company's share price was $0.23 per share on the date of completion and as a result, the Company allocated $460,000 of the gross proceeds to share capital and the remaining $40,000 of the gross proceeds to flow-through share premium liability.

(ii) On October 16, 2017, the Company issued 35,714 common shares with a fair value of $5,714 in connection with the Drayton Property agreement.

(iii) On October 4, 2017, the Company issued 400,000 common shares with a fair value of $56,000 in connection with the Catalyst Property agreement.

(iv) On July 6, 2017, the Company issued 42,856 common shares with a fair value of $5,143 in connection with the Spy Property agreement.

(v) On July 4, 2017, the Company issued 900,000 common shares with a fair value of $108,000 in connection with the Stillwater West Property agreement.

(vi) On July 4, 2017, the Company issued 28,571 common shares with a fair value of $3,429 in connection with the Ultra Property agreement.

(vii) On May 16, 2017, the Company issued 157,142 common shares with a fair value of $33,000 in connection with the Black Lake Property agreement.

(viii) During the nine months ended December 31, 2017, the Company issued 3,098,666 common shares pursuant to the exercise of 3,098,666 share purchase warrants with a weighted average exercise price of $0.12 per share.

c) Stock options

The Company has a fixed Long-Term Incentive Plan (the "**Plan**") whereby the Company may grant certain awards to directors, officers, employees and consultants, including stock options, to a maximum of 7,000,000 common shares. The exercise price, term and vesting period of each award are determined by the Board within regulatory guidelines.

A summary of the changes in stock options is presented below:

	Number of options	Weighted average exercise price
		$
Balance, March 31, 2018	5,938,570	0.14
Issued	875,000	0.20
Cancelled	(175,000)	0.12
Balance, December 31, 2018	6,638,570	0.15

(Expressed in Canadian Dollars)

6. SHARE CAPITAL (continued)

c) Stock options

The following stock options were outstanding as at December 31, 2018:

Outstanding	Exercisable	Weighted average Exercise Price	Expiry Date	Weighted average remaining life (in years)
		$		
98,570	98,570	0.35	February 3, 2020	1.09
2,840,000	1,893,334	0.15	March 20, 2022	3.22
425,000	283,333	0.12	August 30, 2022	3.67
2,400,000	1,600,000	0.12	September 28, 2022	3.75
425,000	-	0.20	August 22, 2023	4.64
450,000	-	0.15	November 23, 2023	4.90
6,638,570	3,875,237	0.14		

d) Share purchase warrants

A summary of the changes in warrants is presented below:

	Number of warrants	Weighted average exercise price
		$
Balance, March 31, 2018	23,899,387	0.12
Exercised	(973,500)	0.13
Granted	4,000,000	0.23
Balance, December 31, 2018	26,925,887	0.12

The following share purchase warrants were outstanding as at December 31, 2018:

Outstanding	Exercisable	Exercise Price	Expiry Date
		$	
21,175,887	21,175,887	0.12 [1]	February 27, 2020
1,750,000	1,750,000	0.16 [1]	February 27, 2020
4,000,000	4,000,000	0.23	November 26, 2021
26,925,887	26,925,887		

[1] These warrants are subject to an accelerator clause, the conditions which have already been met. The Company may at any time provide written notice of acceleration of the expiry date of the warrants, to take effect a minimum of 30 days after the delivery of such notice.

(Expressed in Canadian Dollars)

6. SHARE CAPITAL (continued)

e) Share-based payment expense and reserve

Pursuant to vesting schedules, the share-based payment expense for the stock options that were granted during the years ended March 31, 2017, March 31, 2018 and for the nine months ended September 30, 2018, was $139,461 (2017: $298,777) and was recorded in the condensed consolidated interim statement of loss and comprehensive loss.

The fair value of the stock options that were granted during the period ended December 31, 2018 was calculated using the Black-Scholes option pricing model with the following weighted average assumptions:

Risk-free interest rate	1.91%
Expected stock price volatility	80%
Expected dividend yield	0.0%
Expected option life in years	5.0

7. RELATED PARTY TRANSACTIONS

Key management compensation

Key management personnel at the Company are the Directors and Officers of the Company.

In addition to those transactions disclosed elsewhere in these condensed consolidated interim financial statements, the Company entered into the following related party transactions:

i. For the nine months ended December 31, 2018, MVR Consulting Inc., a company controlled by the President and CEO, charged fees of $127,616 (2017: $83,590) for consulting services which were recorded as consulting fees. Included in accounts payable and accrued liabilities at December 31, 2018 was an amount of $55,599 (March 31, 2018: $27,437) for these services.

ii. For the nine months ended December 31, 2018, Midnight Mining Services Ltd., a private company controlled by Bill Harris, a director of the Company, charged fees of $27,326 (2017: $11,000) for consulting services. Included in accounts payable and accrued liabilities at December 31, 2018 was an amount of $25,826 (March 31, 2018: $11,500).

iii. For the nine months ended December 31, 2018, the Company's CFO charged fees of $27,326 (2017: $27,563) for consulting services which were recorded as consulting fees. Included in accounts payable and accrued liabilities at December 31, 2018 was an amount of $3,500 (March 31, 2018: $2,402) for these services.

iv. Included in accounts payable and accrued liabilities at December 31, 2018 was an amount of $229,404 (March 31, 2018: $45,146) owed to Metallic Minerals Corp. ("**Metallic**"), a company with directors in common, for certain shared investor relations and corporate development expenses that Metallic paid on behalf of the Company.

These transactions were in the normal course of operations and were measured at the fair value of the services rendered. Amounts due to related parties are unsecured, non-interest-bearing, and have no formal terms of repayment.

(Expressed in Canadian Dollars)

8. SUPPLEMENTAL CASH FLOW INFORMATION

The net change in non-cash operating working capital balances for the nine months ended December 31 consisted of the following:

	Nine months ended December 31,	
	2018	2017
	$	$
Accounts receivable	**(146,532)**	11,100
Prepaid expenses	**45,600**	28,668
Accounts payable and accrued liabilities	**525,696**	143,645
	424,763	183,413

The non-cash transaction for the nine months ended December 31, 2018 consisted of the Company issuing a total of 2,571,428 common shares valued at $457,428 as option payments on its exploration and evaluation assets.

The non-cash transactions for the nine months ended December 31, 2017 consisted of the Company issuing a total of 1,564,283 common shares valued at $211,285 as option payments on its Stillwater West, Black Lake, Drayton, Catalyst, Spy and Ultra Properties.

9. FINANCIAL INSTRUMENTS

a) Categories of Financial Instruments

The Company's financial instruments include cash, accounts payable and accrued liabilities and short-term loans. The Company has classified its financial instruments into the following categories:

Financial Instrument	Category	Carrying Value
Cash	FVTPL	Fair Value
Accounts Payable and Accrued Liabilities	Other Financial Liabilities	Amortized Cost
Short-Term Loan	Other Financial Liabilities	Amortized Cost

b) Fair Value

The carrying values of accounts payable and accrued liabilities, due to related parties and short-term loans approximate their fair values due to the short period to maturity.

9. FINANCIAL INSTRUMENTS (continued)

c) Financial Risk Management

The Company's financial instruments are exposed to certain financial risks, including liquidity risk, currency risk, interest rate risk, credit risk, and other price risk.

The Company's exposure to these risks and its methods of managing the risks are summarized as follows:

i) Liquidity Risk

Liquidity risk is the risk that the Company will be unable to meet financial obligations as they fall due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it will have sufficient funds to meet liabilities when due by forecasting cash flows for operations, anticipated investing and financing activities and through management of its capital structure.

As at December 31, 2018, all of the Company's financial liabilities had contractual maturities of less than 90 days. The Company does not have sufficient cash to meet requirements for administrative overhead, maintaining its mineral interests and continuing with its exploration program in the following twelve months. The Company will be required to raise additional capital in the future to fund its operations.

ii) Currency Risk

The Company is exposed to currency risk to the extent expenditures incurred or funds received and balances maintained by the Company are denominated in currencies other than the Canadian dollar. The Company does not manage currency risks through hedging or other currency management tools and considers the risks related to foreign currency are not significant at this time. The Company is not exposed to material currency risk.

iii) Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. Based on the current cash balances and expected future interest rates, the Company is not exposed to material interest rate risk.

iv) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge its contractual obligations. The Company is exposed to credit risk mainly in respect to managing its cash. The Company's mitigates such credit risk by risk management policies that require significant cash deposits or any short-term investments be invested with Canadian chartered banks rated BBB or better. All investments must be less than one year in duration.

v) Other Price Risk

Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is not exposed to significant other price risk.

(Expressed in Canadian Dollars)

10. CAPITAL MANAGEMENT

The Company's capital includes components of shareholders' equity. The Company's objectives in managing its capital are to maintain the ability to continue as a going concern and to continue to explore the Company's mineral properties for the benefit of its stakeholders. To effectively manage the Company's capital requirements, the Company has a planning and budgeting process in place setting out the expenditures required to meet its strategic goals. The Company compares actual expenses to budget on all exploration projects and overhead to manage costs, commitments and exploration activities.

As the Company is in the exploration stage, its operations have been substantially funded by the issuance of equity instruments. The Company will continue to rely on equity issuances for future funding depending upon market and economic conditions at the time.

There have been no changes in the Company's approach to capital management during the nine months ended December 31, 2018.

The Company is not subject to externally imposed capital requirements.

11. SEGMENTED INFORMATION

The Company has one operating segment, acquisition, exploration and development of mineral properties. The table below shows consolidated data by geographic segment based on the location:

	December 31, 2018	March 31, 2018
	$	$
Non-current assets by geographic segment		
United States	**1,115,701**	521,024
Canada	**685,788**	470,189
	1,801,489	991,213

12. COMMITMENT

As a result of the issuance of flow-through shares ("**FT Shares**") on December 28, 2017, the Company has a commitment to incur $500,000 on qualifying Canadian exploration expenditures on or before December 31, 2018. At December 31, 2018, the Company has satisfied this commitment.

As a result of the issuance of FT Shares on August 22, 2018, the Company has a commitment to incur $575,000 on qualifying Canadian exploration expenditures on or before December 31, 2019. At December 31, 2018, approximately $569,000 of the commitment was remaining.