

CONSOLIDATED WESTVIEW RESOURCE CORP.

**Condensed Interim Financial Statements
(Unaudited)**

For the six months ended September 30, 2017 and 2016

Expressed in Canadian Dollars

CONSOLIDATED WESTVIEW RESOURCE CORP.

Table of Contents

(Expressed in Canadian Dollars)

Notice to Reader	2
Financial Statements	
Condensed Interim Statements of Financial Position	3
Condensed Interim Statements of Comprehensive Loss	4
Condensed Interim Statements of Cash Flows	5
Condensed Interim Statements of Changes in Shareholders' Deficiency	6
Notes to the Condensed Interim Financial Statements	7

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notice to Reader

(Expressed in Canadian Dollars)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED 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 condensed 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 condensed interim financial statements 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 the standards established by the Chartered Professional Accountants of Canada for a review of condensed interim financial statements by an entity's auditor

CONSOLIDATED WESTVIEW RESOURCE CORP.**Condensed Interim Statements of Financial Position****(Expressed in Canadian Dollars)**

	September 30, 2017	March 31, 2017
	\$	\$
ASSETS		
Current assets		
Cash	40,328	180
Sales tax receivable	3,400	16,868
Prepaid expenses	1,250	1,250
TOTAL ASSETS	44,978	18,298
LIABILITIES AND SHAREHOLDERS' DEFICIENCY		
Current liabilities		
Accounts payable and accrued liabilities (Notes 3 & 4)	114,449	413,619
Advances payable (Note 4)	-	13,400
Loan payable (Note 4)	-	50,000
	114,449	477,019
Shareholders' deficiency		
Share capital (Note 4)	6,819,238	6,262,813
Deficit	(6,888,709)	(6,721,534)
	(69,471)	(458,721)
TOTAL LIABILITIES AND SHAREHOLDERS' DEFICIENCY	44,978	18,298

Nature and continuance of operations (Note 1)**Subsequent events** (Note 8)

Approved and authorized by the Board on November 28, 2017.

Approved on behalf of the Board of Directors:*"Bruce Counts"*

Director

"Lon Shaver"

Director

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

CONSOLIDATED WESTVIEW RESOURCE CORP.**Condensed Interim Statements of Comprehensive Loss****(Expressed in Canadian Dollars)**

	Three months ended September 30,		Six months ended September 30,	
	2017	2016	2017	2016
	\$	\$	\$	\$
OPERATING EXPENSES				
Consulting fees	-	-	100,000	-
Office and administration (recovery)	(524)	(668)	(354)	(658)
Professional fees (recovery) (Note 5)	46,489	(900)	59,539	(900)
Regulatory and shareholder services	5,524	4,209	7,990	6,135
LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	(51,489)	(2,641)	(167,175)	(4,577)
BASIC AND DILUTED LOSS PER SHARE	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.00)
WEIGHTED AVERAGE SHARES OUTSTANDING	5,095,016	3,482,191	4,293,010	3,482,191

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

CONSOLIDATED WESTVIEW RESOURCE CORP.**Condensed Interim Statements of Cash Flows****(Expressed in Canadian Dollars)**

	Six months ended	
	September 30,	
	2017	2016
	\$	\$
OPERATING ACTIVITIES		
Loss for the period	(167,175)	(4,577)
Changes in non-cash working capital:		
Sales tax receivable	13,468	(320)
Accounts payable and accrued liabilities	123,655	3,949
	(30,052)	(948)
FINANCING ACTIVITIES		
Proceeds from issuance of common stock	70,200	-
NET CHANGE IN CASH	40,148	(948)
CASH, BEGINNING OF YEAR	180	1,948
CASH, END OF PERIOD	40,328	1,000
NON-CASH FINANCING ACTIVITY		
Issuance of common stock for debt	486,225	-

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

CONSOLIDATED WESTVIEW RESOURCE CORP.
Condensed Interim Statements of Changes in Shareholders' Deficiency
(Expressed in Canadian Dollars)

	<u>Common shares</u>			
	Number	Amount \$	Deficit \$	Total \$
Balance at March 31, 2016	3,482,191	6,262,813	(6,520,337)	(257,524)
Loss for the period	-	-	(4,577)	(4,577)
Balance at September 30, 2016	3,482,191	6,262,813	(6,524,914)	(262,101)
Loss for the period	-	-	(196,620)	(196,620)
Balance at March 31, 2017	3,482,191	6,262,813	(6,721,534)	(458,721)
Shares issued for debt settlement	1,800,832	486,225	-	486,225
Shares issued in private placement	260,000	70,200	-	70,200
Loss for the period	-	-	(167,175)	(167,175)
Balance at September 30, 2017	5,543,023	6,819,238	(6,888,709)	(69,471)

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

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Consolidated Westview Resources Corp. (the "Company") was incorporated on February 25, 1986. In April 2014, the Company continued from the jurisdiction of Alberta to British Columbia where it will be governed by the Business Corporations Act (British Columbia). The Company was in the business of acquiring, evaluating and developing mineral properties but is now engaged in the evaluation of new business opportunities. The Company currently has no property interests and, based on activities to date, is considered to be an exploration stage company.

The head office, principal address, and registered and records office of the Company is Suite 610, 815 West Hastings Street, Vancouver, BC, V6C 1B4.

These condensed interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at September 30, 2017, the Company has a working capital deficit of \$69,471 (March 31, 2017 – \$458,721) and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon securing a new business opportunity, its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with cash on hand and future private placements. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future.

These condensed 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. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounts Standards ("IAS") 34, "Interim Financial Reporting" using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC").

This condensed interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual audited financial statements of the Company for the year ended March 31, 2017.

Basis of presentation

The condensed interim financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The financial statements are presented in Canadian dollars unless otherwise noted.

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of estimates

The preparation of financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported revenues and expenses during the period.

Although management uses historical experience and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

The most significant accounts that require estimates as the basis for determining the stated amounts include valuation of share-based compensation and other equity based payments and the recoverability and measurement of deferred tax assets and liabilities.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustments are as follows:

Valuation of share-based compensation

The Company uses the Black-Scholes Option Pricing Model for valuation of share-based compensation. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate, and forfeiture rate. Changes in the input assumptions can materially affect the fair value estimate and the Company's earnings and equity reserves.

Income taxes

In assessing the probability of realizing income tax assets, management makes estimates related to expectation of future taxable income, applicable tax opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified.

Changes in accounting standards

The Company has adopted the following accounting standards effective April 1, 2017 which had no significant impact on the condensed interim financial statements:

- Amendments to IA7, Statement of Cash Flows
- Amendments to IAS 12, Income Taxes

Accounting pronouncements not yet adopted

A number of new standards, amendments to standards and interpretations applicable to the Company are not yet effective for the six months ended September 30, 2017 and have not been applied in preparing these financial statements. Management does not expect the new and revised standards to have an effect on the Company's reported financial position or results of operations:

- a) IFRS 2 – Share Based Payments: the amendments eliminate the diversity in practice in the classification and measurement of particular share-based payment transactions which are narrow in scope and address specific areas of classification and measurement. It is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted provided it is disclosed. Management does not anticipate this standard having a material effect on the Company's financial statements.
- b) IFRS 9 – Financial Instruments: Classification and Measurement: applies to classification and measurement of financial assets and liabilities as defined in IAS 39. It is effective for annual periods beginning on or after January 1, 2018 with early adoption permitted. Management does not anticipate this standard having a material effect on the Company's financial statements.

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting pronouncements not yet adopted (continued)

- c) IFRS 16 – Leases: specifies how an IFRS reporter will recognize, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Lessors continue to classify leases as operating or finance, with IFRS 16's approach to lessor accounting substantially unchanged from its predecessor, IAS 17. The standard was issued in January 2016 and is effective for annual periods beginning on or after January 1, 2019. Management is currently evaluating the impact this standard will have on the Company's condensed interim financial statements.

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2017	March 31, 2017
	\$	\$
Accounts payable	108,449	156,767
Accrued liabilities	6,000	10,100
Due to related parties (Note 6)	-	246,752
	114,449	413,619

4. SHARE CAPITAL AND RESERVES

Authorized share capital - Unlimited number of common shares without par value.

Issued shares - The continuity of issued and outstanding shares is as follows:

	Number of Shares	Amount \$
Balance, March 31, 2017	3,482,191	6,262,813
Shares for debt – July 20, 2017 (i)	1,800,832	486,225
Private placement – July 20, 2017 (ii)	260,000	70,200
Balance, September 30, 2017	5,543,023	6,819,238

(i) On July 20, 2017, the Company issued 1,800,832 common shares at a price of \$0.27 per share to settle a total of \$486,225 in accounts payable, advances payable and loan payable.

(ii) On July 20, 2017, the Company issued 260,000 common shares at a price of \$0.27 for gross proceeds of \$70,200.

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

4. SHARE CAPITAL AND RESERVES (continued)

Options

The Company has established a stock option plan for directors, officers, and employees to acquire common shares of the Company at a price determined by reference to the fair market value of the shares at the date of grant. One-eighth of the options granted under the plan will vest immediately; a further one-eighth will vest each three month period thereafter, with the remaining one-quarter vesting after eighteen months from the date of grant.

There were no options issued during the six months ended September 30, 2017 or the year ended March 31, 2017. In addition, there were no options outstanding as at September 30, 2017 or March 31, 2017.

5. RELATED PARTY TRANSACTIONS

Key management personnel are the persons responsible for the planning, directing, and controlling of the activities of the Company and include both executives and non-executive directors, and entities controlled by such persons. The Company considers all directors and officers of the Company to be key management personnel.

	For the six months ended September 30,	
	2017	2016
Professional fees	\$ 11,400	\$ -
	11,400	-

As at September 30, 2017, \$6,353 (March 31, 2017 - \$246,752) was included in accounts payable and accrued liabilities owing to various directors, officers, and companies controlled by these directors and officers of the Company and a former officer of the Company (Note 3).

As at September 30, 2017, \$nil (year ended March 31, 2017 - \$13,400) was owed to the former CEO. The advances were unsecured, non-interest bearing and had no fixed terms of repayment.

6. CAPITAL DISCLOSURE AND MANAGEMENT

The capital structure of the Company consists of equity attributable to common shareholders and includes share capital and deficit.

The Company manages its capital structure and makes adjustments to it based on the funds available to the Company in order to maintain the Company in good standing with the various regulatory authorities. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the Company. The Company is not subject to externally imposed capital.

In order for the Company to pursue new business opportunities, the Company will spend its cash on hand and raise additional amounts externally as needed.

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The Company's financial instruments consist of cash, sales tax receivable, accounts payable and accrued liabilities, advances payable, and loan payable. The fair value of these financial instruments, other than cash, approximates their carrying values. Cash is measured at fair value using level 1 inputs.

The Company is exposed to the following risks in respect of certain of the financial instruments:

a) Credit risk

Credit risk is risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's cash is held in a large Canadian financial institution and the Company is not exposed to significant credit risk.

b) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. There is a very limited interest rate risk as the Company only holds cash and does not have any interest-bearing debt.

c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations as they come due. The Company's ability to continue as a going concern is dependent on management's ability to raise the required capital through future equity or debt issuances. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning, and approval of significant expenditures and commitments. Liquidity risk is assessed at high as the Company does not have sufficient cash to settle current liabilities.

d) Currency risk

Currency risk is the risk the fair value of the future cash flows will fluctuate as a result of changes in foreign exchange rates. The Company has no significant exposure to transactions in foreign currencies.

8. SUBSEQUENT EVENTS

On November 23, 2017, the Company completed a reverse take-over transaction (the "RTO") of Lithoquest Diamonds Inc. ("Lithoquest"), acquiring 100% of the issued and outstanding shares of Lithoquest in exchange for a total of 21,391,668 common shares of the Company at an issue price of \$0.27 per share, and 5,347,920 share purchase warrants (the "Acquisition Warrants") to the former shareholders of Lithoquest, each Acquisition Warrant entitling the holder to purchase an additional common share of the Company at a price of \$0.30 for a period of 24 months from closing of the RTO.

CONSOLIDATED WESTVIEW RESOURCE CORP.

Notes to the Condensed Interim Financial Statements

September 30, 2017

(Expressed in Canadian Dollars)

In conjunction with the RTO, the Company also issued 2,374,500 warrants (the "Exchange Warrants") in exchange for 2,374,000 outstanding Lithoquest warrants, each Exchange Warrant entitling the holder to purchase one share of the Company for a period of 24 months at a price of \$0.30 (as to 2,362,000 shares) and \$0.20 (as to 12,000 shares).

Concurrent with Closing of the RTO, the Company also completed a non-brokered private placement financing of 18,977,272 units ("Units") at a price of \$0.27 per Unit for gross proceeds of \$5,123,863.44 (the "Financing"). Each Unit consisted of one common share and one-half (1/2) of one share purchase warrant, each whole warrant entitling the holder to purchase one common share of the Company at a price of \$0.40 for a period of 24 months from Closing.

The net proceeds from the Financing will be used to fund, among other things, the balance of the costs of the RTO, initial exploration of Lithoquest's North Kimberley diamond project in Western Australia and the general corporate and working capital expenses of the Company following completion of the RTO.