

**CURRIE ROSE RESOURCES INC.**

**(An Exploration Stage Enterprise)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016**

*(Stated in \$CAD)*

**(Unaudited - Prepared by Management)**

**NOTE TO READER**

The enclosed interim condensed consolidated financial statements for the three and six month periods ended June 30, 2017 and 2016 have been refiled on SEDAR to delete previously included internal management review notes not removed from the cover page of the final version that was intended to be published. Other than deletion of those internal management review notes, these refiled financial statements are unchanged from the previously published version in that the previously reported financial position, operating results and notes thereto are identical to the previously published version.

**(These unaudited interim condensed consolidated financial statements, prepared by management, have not been reviewed by the company's external auditors)**

**CURRIE ROSE RESOURCES INC.**  
**(An Exploration Stage Enterprise)**  
**INTERIM CONDENSED CONSOLIDATED BALANCE SHEETS**  
**AS AT JUNE 30, 2017 AND DECEMBER 31, 2016**  
*(Stated in \$CAD)*  
**(Unaudited - Prepared by Management)**

	<u>June 30</u> <u>2017</u>	<u>December 31</u> <u>2016</u>
<b>ASSETS</b>		
<b>Current:</b>		
Cash	\$ 184,382	\$ 319,314
Miscellaneous receivables	11,783	4,256
Prepaid expenses	11,693	16,900
Marketable securities (Note 5)	-	1,350
	<u>207,858</u>	<u>341,820</u>
<b>Long term:</b>		
Long term receivable	52,425	52,425
Resource properties	525,223	525,223
	<u>\$ 785,506</u>	<u>\$ 919,468</u>
<b>LIABILITIES</b>		
<b>Current:</b>		
Accounts payable and accrued liabilities	\$ 116,429	\$ 67,527
Loans payable - related parties (Note 6)	150,600	-
	<u>267,029</u>	<u>67,527</u>
<b>Long term:</b>		
Loans payable - related parties (Note 6)	-	158,600
	<u>267,029</u>	<u>226,127</u>
<b>SHAREHOLDERS' EQUITY</b>		
Common shares	14,981,851	14,981,851
Contributed surplus	1,183,235	1,183,235
Reserve for share based payments	292,000	287,196
Accumulated deficit	(15,963,235)	(15,783,567)
Accumulated comprehensive income (loss)	24,626	24,626
	<u>518,477</u>	<u>693,341</u>
	<u>\$ 785,506</u>	<u>\$ 919,468</u>

**Going concern** (Note 1(b))

**Subsequent events** (Note 11)

*The accompanying notes form an integral part of these unaudited interim condensed consolidated financial statements*

**Approved on behalf of the Board:**

"Michael Griffiths" Director

"Stephen Coates" Director

**CURRIE ROSE RESOURCES INC.**  
(An Exploration Stage Enterprise)  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF  
NET INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)**  
**THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016**  
*(Stated in \$CAD)*  
**(Unaudited - Prepared by Management)**

	<b>Three months ended June 30 2017</b>	<b>Six months ended June 30 2017</b>	<b>Three months ended June 30 2016</b>	<b>Six months ended June 30 2016</b>
<b>Expenses</b>				
Consulting fees	\$ 56,723	\$ 59,446	\$ -	\$ -
Professional fees	26,783	33,454	12,171	20,371
Travel	23,014	23,518	-	-
Management fees	11,100	22,200	26,700	61,200
Office and general	1,855	13,042	8,682	18,949
Listing fees and shareholder information	8,454	12,856	7,711	10,037
Interest	3,172	6,344	1,057	1,057
Share based compensation	4,804	4,804	4,804	4,804
Occupancy costs	1,500	3,000	2,500	5,500
Gain on foreign exchange	498	839	-	2,820
	<u>137,903</u>	<u>179,503</u>	<u>63,625</u>	<u>124,738</u>
<b>Loss from operations before undernoted items</b>	<b>(137,903)</b>	<b>(179,503)</b>	<b>(63,625)</b>	<b>(124,738)</b>
Gain on debt forgiveness (Note 8)	-	-	407,600	407,600
Gain (loss) on sale of marketable securities (Note 5)	-	<u>(165)</u>	-	<u>326,266</u>
<b>Net income (loss)</b>	<b>(137,903)</b>	<b>(179,668)</b>	<b>343,975</b>	<b>609,128</b>
<b>Other comprehensive income</b>				
Foreign exchange translation gain	-	-	<u>1,725</u>	<u>1,725</u>
<b>Net income (loss) and comprehensive income (loss)</b>	<b>\$ (137,903)</b>	<b>\$ (179,668)</b>	<b>\$ 345,700</b>	<b>\$ 610,853</b>
<b>Basic and diluted income (loss) per share (Note 7)</b>	<b>\$ (0.004)</b>	<b>\$ (0.005)</b>	<b>\$ 0.010</b>	<b>\$ 0.017</b>

*The accompanying notes form an integral part of these unaudited interim condensed consolidated financial statements*

# CURRIE ROSE RESOURCES INC.

(An Exploration Stage Enterprise)

## INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY PERIOD FROM JANUARY 1, 2016 TO JUNE 30, 2017

(Stated in \$CAD)

(Unaudited - Prepared by Management)

	Common shares		Contributed	Share	Accumulated	Accumulated	Total
	Number	Amount	surplus	based	deficit	other	
				payments		comprehensive	
						income	
<b>As at January 1, 2016</b>	<b>35,701,309</b>	<b>\$14,981,851</b>	<b>\$ 1,041,132</b>	<b>\$ 419,691</b>	<b>\$ (16,331,429)</b>	<b>\$ 21,028</b>	<b>\$ 132,273</b>
Net income and comprehensive income	-	-	-	-	609,128	(1,725)	607,403
Share based compensation	-	-	-	4,804	-	-	4,804
Stock options repriced or expired	-	-	142,103	(142,103)	-	-	-
<b>As at June 30, 2016</b>	<b>35,701,309</b>	<b>14,981,851</b>	<b>1,183,235</b>	<b>282,392</b>	<b>(15,722,301)</b>	<b>19,303</b>	<b>744,480</b>
Net loss and comprehensive loss	-	-	-	-	(61,266)	5,323	(55,943)
Share based compensation	-	-	-	4,804	-	-	4,804
<b>As at December 31, 2016</b>	<b>35,701,309</b>	<b>14,981,851</b>	<b>1,183,235</b>	<b>287,196</b>	<b>(15,783,567)</b>	<b>24,626</b>	<b>693,341</b>
Net income and comprehensive income	-	-	-	-	(179,668)	-	(179,668)
Share based compensation	-	-	-	4,804	-	-	4,804
<b>As at June 30, 2017</b>	<b>35,701,309</b>	<b>\$14,981,851</b>	<b>\$ 1,183,235</b>	<b>\$ 292,000</b>	<b>\$ (15,963,235)</b>	<b>\$ 24,626</b>	<b>\$ 518,477</b>

**CURRIE ROSE RESOURCES INC.**  
(An Exploration Stage Enterprise)  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016**  
*(Stated in \$CAD)*  
**(Unaudited - Prepared by Management)**

	<u>2017</u>	<u>2016</u>
<b>Operating activities</b>		
<b>Net income (loss)</b>	\$ (179,668)	\$ 610,853
Add (deduct) items not affecting cash		
Share based compensation	4,804	4,804
(Gain) loss on debt forgiveness	-	(407,600)
(Gain) loss on sale of marketable securities	165	(326,266)
	<u>(174,699)</u>	<u>(118,209)</u>
<b>Change in non-cash working capital items</b>		
Miscellaneous receivables	(7,527)	(3,308)
Prepaid expenses	5,207	(5,995)
Accounts payable and accrued liabilities	48,902	70,342
	<u>(128,117)</u>	<u>(57,170)</u>
<b>Investing activities</b>		
Proceeds on sale of marketable securities	1,185	373,972
<b>Financing activities</b>		
Repayment of loans payable - related parties	(8,000)	-
<b>Change in cash</b>	(134,932)	316,802
Cash, beginning of period	319,314	58,226
<b>Cash, end of period</b>	<u>\$ 184,382</u>	<u>\$ 375,028</u>
<b>Non-cash transactions:</b>		
Accounts payable and accrued liabilities converted to loans payable - related parties	<u>\$ -</u>	<u>\$ 158,600</u>

*The accompanying notes form an integral part of these unaudited interim condensed consolidated financial statements*

# CURRIE ROSE RESOURCES INC.

(An Exploration Stage Enterprise)

## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016

(Stated in \$CAD)

(Unaudited - Prepared by Management)

### 1. NATURE OF OPERATIONS AND GOING CONCERN

#### (a) Nature of operations

Currie Rose Resources Inc. was incorporated under the Canada Business Corporations Act on August 24, 1973. It is a public company that trades on the TSX Venture Exchange under the symbol "CUI.V" The Company is an exploration stage company that since its inception has been engaged principally in the acquisition, exploration and development of resource properties and has not earned any significant revenues to date.

The head office and principal address of the Company is located at 401 Bay Street, Suite 2702, Toronto, Ontario, Canada, M5H 2Y4.

#### (b) Going concern

The accompanying unaudited interim condensed consolidated financial statements have been prepared using International Financial Reporting Standards ("IFRS") (as issued by the International Accounting Standard Board ("IASB")) applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying unaudited interim condensed consolidated financial statements. Such adjustments could be material.

As at June 30, 2017, the Company has no source of operating cash flow and had an accumulated deficit of \$15,963,235 (December 31, 2016 - \$15,783,567). Working capital as at June 30, 2017 was a deficiency of \$59,171 compared to a surplus of \$274,293 as at December 31, 2016. Net comprehensive loss for the six month period ended June 30, 2017 was \$179,668 (net comprehensive income for the six month period ended June 30, 2016 - \$610,853). Operations since inception have been funded from the (i) issuance of share capital, (ii) sale of marketable securities, and (iii) sale of resource property interests.

The Company's primary concern since 2015 has been the generation of cash and subsequent preservation of limited working capital resources. This has resulted in major recent transactions, including (i) the sale of its 34% interest in Jubilee Reef in Tanzania that closed in December 2014, (ii) the sale of the Mabale Hills claims in Tanzania that closed in January 2015, (iii) the sale of the 4.2 million common shares held in Tanga Resources Limited during the six months ended June 30, 2016 for net proceeds of \$373,079, and (iv) \$407,600 of accounts payable and accrued liabilities owing to management being forgiven by them in May, 2016.

# **CURRIE ROSE RESOURCES INC.**

**(An Exploration Stage Enterprise)**

## **NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)**

### **1. NATURE OF OPERATIONS AND GOING CONCERN, CONTINUED**

The Company anticipates it will have sufficient cash on hand and can liquidate other assets to service its liabilities and fund public company operating costs for the next twelve months. However, there is uncertainty as to how long these funds will last, and therefore exploration activities have ceased. In order to continue active operations, the Company will need to (i) arrange future financing that will largely depend upon prevailing capital market conditions, and (ii) the continued support of its shareholder base. There is uncertainty that the Company will be able to obtain this additional financing, in the near or long-term future, given the current market environment for junior exploration stage companies. These factors create material uncertainties that cast significant doubt as to the propriety of the use of the going concern assumption upon which these unaudited interim consolidated financial statements have been prepared.

### **2. SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of presentation and statement of compliance**

These unaudited interim condensed consolidated financial statements have been prepared in accordance with IAS 34 “Interim Financial Reporting” as issued by the IASB, and accordingly do not include all the information required for full annual financial statements by IFRS. They have been prepared using the same accounting policies that were described in note 4 to the Company’s annual consolidated financial statements for the years ended December 31, 2016 and 2015 which were prepared in accordance with IFRS as issued by the IASB.

The note disclosures for these unaudited interim condensed consolidated financial statements only present material changes to the disclosure found in the Company’s audited consolidated financial statements for the years ended December 31, 2016 and 2015, of which there were none.

Unless otherwise stated, the financial statements are presented in Canadian dollars, which is the Company’s presentation currency as the Company is based in Canada and obtains the majority of its financing through Canadian dollar private placements. The Canadian dollar is also the Company’s functional currency for Canadian exploration activities and its corporate head office in Canada.

The unaudited interim condensed consolidated financial statements have not been reviewed by the Company’s external auditors. They were authorized for issuance by the Board of Directors on August 29, 2017.

# CURRIE ROSE RESOURCES INC.

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## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)

### 3. RECENTLY ADOPTED ACCOUNTING PRONOUNCEMENTS

- (a) **IAS 7 "Statement of Cash Flow"** has been revised to incorporate amendments issued by the IASB in January 2016. The amendments require entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities. The amendments are effective for annual periods beginning on or after January 1, 2017. The new amendments were adopted effective January 1, 2017 and their adoption did not have a significant impact on these unaudited interim condensed consolidated financial statements.
- (b) **IAS 12 "Income Taxes"** was amended by the IASB in January 2016 to clarify the requirements for recognizing deferred tax assets on unrealized losses. The amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. They also clarify certain other aspects of accounting for deferred tax assets. The amendments are effective for annual periods beginning on or after January 1, 2017. The new amendments were adopted effective January 1, 2017 and their adoption did not have a significant impact on these unaudited interim condensed consolidated financial statements.

### 4. NEW AND REVISED IFRS STANDARDS AND INTERPRETATIONS NOT YET ADOPTED

As at the date of authorization of these unaudited interim condensed consolidated financial statements, the IASB has issued the following new or revised standards which are not yet effective:

- (a) **IFRS 9: "Financial Instruments: Classification and Measurement of Financial Assets and Financial Liabilities"** was issued by the IASB in July 2014 and will replace IAS 39 "Financial Instruments: Recognition and Measurement". In addition, IFRS 7 "Financial Instruments: Disclosures" was amended to include additional disclosure requirements on transition to IFRS 9. The mandatory effective date of applying these standards is for annual periods beginning on or after January 1, 2018. The standard uses a single approach to determine whether a financial asset is measured at amortized cost or fair value. The approach is based on how an entity manages its financial instruments (its business model) and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used. The standard requires that for financial liabilities measured at fair value, any changes in an entity's own credit risk are generally to be presented in other comprehensive income instead of net earnings. A new hedge accounting model is included in the standard, as well as increased disclosure requirements about risk management activities for entities that apply hedge accounting. The Company is currently evaluating the potential impact of this standard; however, it is not expected to have a significant impact on the unaudited interim condensed consolidated financial statements.

# CURRIE ROSE RESOURCES INC.

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## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)

### 4. NEW AND REVISED IFRS STANDARDS AND INTERPRETATIONS NOT YET ADOPTED, CONTINUED

(b) **IFRS 16 "Leases"** was issued by the IASB in January 2016 and will ultimately replace IAS 17, "Leases" and related interpretations. The new standard will be effective for fiscal years beginning on or after January 1, 2019, with early adoption permitted provided the Company has adopted IFRS 15, Revenue from Contracts with Customers. The new standard requires lessees to recognize a lease liability reflecting future lease payments and a "right-of-use asset" for virtually all leases contracts, and record it on the statement of financial position, except with respect to lease contracts that meet limited exception criteria. If the Company has significant contractual obligations in the form of operating leases under IAS 17, there will be a material increase to both assets and liabilities on adoption of IFRS 16, and material changes to the timing of recognition of expenses associated with the lease arrangements. The Company is analyzing the new standard to determine the impact of adopting this standard.

### 5. MARKETABLE SECURITIES

	<u>June 30</u> <u>2017</u>	<u>December 31</u> <u>2016</u>
Trueclaim Exploration Inc.	\$ -	\$ 1,350

The investment consisted of 45,000 common shares of Trueclaim Exploration Inc., a Canadian public company listed on the TSX Venture Exchange. Trueclaim is party to the option agreement re the Scadding Township resource property. The Trueclaim shares were sold in February 2017 for proceeds of \$1,185, resulting in a loss on disposal of \$165.

During the six month period ended June 30, 2016, the Company liquidated its entire position of 4,200,000 shares of Tanga Resources Limited, an Australian corporation. The shares had been received as part of the consideration for the sale of the Company's Mabale Hills project that closed in January 2015. The disposition of the shares resulted in a gain of \$326,266.

### 6. LOANS PAYABLE - RELATED PARTIES

These loans are payable to officers of the Company, bear interest at 8% per annum, and are due on June 1, 2019. These loans are unsecured.

### 7. SHARE CAPITAL

Continuity schedules for each component of the Company's share capital and other equity instruments are disclosed in the unaudited interim condensed consolidated statements of changes in shareholders' equity for the period from January 1, 2016 to June 30, 2017. There were no major changes in any component during that period. In August 2017, the common shares were consolidated as detailed in note 11(a).

#### (a) Authorized share capital

The common shares are authorized for an unlimited number to be issued.

# CURRIE ROSE RESOURCES INC.

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## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)

### 7. SHARE CAPITAL, CONTINUED

#### (b) Income (loss) per share

Basic income (loss) per share is computed using the weighted average number of common shares outstanding. The weighted average number of common shares outstanding for each of the three and six month periods ended June 30, 2017 was 35,701,309 (for each of the three and six month periods ended June 30, 2016 - 35,701,309).

As at June 30, 2017, the only potentially dilutive equity instrument that was outstanding was 6,150,000 options (2016 - 6,150,000). The fully diluted number of common shares outstanding for the six month periods ended June 30, 2017 and 2016 were 41,851,309 and 41,851,309 respectively.

### 8. KEY MANAGEMENT COMPENSATION, RELATED PARTY TRANSACTIONS AND BALANCES

#### (a) Key management personnel and directors compensation:

During the six month periods ended June 30, 2017 and 2016, the Company had the following related party transactions, including (i) compensation of key current and/or former management personnel and directors, and (ii) transactions with entities related to or controlled by directors, as follows:

	2017	2016
Professional fees	\$ 12,255	\$ 4,585
Management compensation	22,200	61,200
Share based compensation under stock option plan ( <i>see note</i> ) and DSU plan ( <i>see note</i> )	4,804	4,804
Consulting fees	36,000	-
Office and general	6,000	13,500
Occupancy costs ( <i>see note 6</i> )	3,000	5,500
Interest	6,344	1,057
Gain on debt forgiveness	-	407,600

# CURRIE ROSE RESOURCES INC.

(An Exploration Stage Enterprise)

## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)

### 8. KEY MANAGEMENT COMPENSATION, RELATED PARTY TRANSACTIONS AND BALANCES, CONTINUED

#### (b) Balances owing to, and commitments with, related parties:

Accounts payable and accrued liabilities as at June 30, 2017 includes \$59,969 (December 31, 2016 - \$43,672) with respect to balances owing to related parties for the transactions disclosed above. Up to June 30, 2017, the Company was party to management agreements with the CEO and the President for a total of \$5,200 per month (comprised of \$500 for office and equipment rental, \$1,000 for secretarial services and \$3,700 for management services). \$61,430 was paid against these obligations in June 2016. These management agreements have effectively been terminated as of June 30, 2016 with no penalty or obligation to the Company (*see also note 11(b)*). The consulting fees are owing to a new director for capital market services.

#### (c) Debt restructuring:

In May 2016, the Company restructured its accounts payable and accrued liabilities owing to certain officers of the Company. Of the amounts owing to these related parties at that date, \$407,600 was forgiven in its entirety and \$158,600 was converted into the loan payable - related parties (*see note 6*).

### 9. FINANCIAL INSTRUMENTS AND RISK FACTORS

#### Fair value of financial instruments

The fair values of cash, miscellaneous receivables, marketable securities, long term receivable, long term receivable, accounts payable and accrued liabilities and loans payable - related parties approximate their fair values due to the short-term or demand nature of these balances.

### 10. SEGMENTED INFORMATION

With the disposition of its various resource property interests outside of Canada over the last couple of years, the Company conducts its business in a single operating segment that consists of its remaining resource property interest at Scadding Township,

# CURRIE ROSE RESOURCES INC.

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## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2017 AND 2016 (Unaudited - Prepared by Management)

### 11. SUBSEQUENT EVENTS

#### (a) Share consolidation

On August 23, 2017, the Company announced a consolidation of its shares on the basis of one new common share (post-consolidation) for each two and a half current (pre-consolidation) common shares. The Company currently has 35,701,309 shares issued and outstanding. Following the share consolidation, there will be 14,280,524 new common shares issued and outstanding. The purpose of the consolidation is to meet the financing requirements of the TSX Venture Exchange, and as such, is subject to regulatory and exchange approvals.

The effect of the share consolidation is such that the 6,150,000 options currently exercisable at \$0.05 per option will also consolidate to 2,460,000 options exercisable at \$0.125 per option.

#### (b) Management contract

On July 1, 2017, the Company entered into a new contract for management and administrative services that replaces the pre-existing management services agreement (*see note 8(b)*). The contract is to be billed on a monthly basis at a rate of \$6,000 and includes the services of the CFO and corporate secretary, office rent and regular administrative functions. The contract, with a company related to a newly appointed director, has a three-month notice period and renews annually.