

THUNDERSTRUCK RESOURCES LTD.

Condensed Consolidated Interim Financial Statements

Third Quarter ended September 30, 2019

(Expressed in Canadian Dollars)
(Unaudited)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed interim financial statements they must be accompanied by a notice indicating that these condensed interim financial statements have not been reviewed by the Company's auditors.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

THUNDERSTRUCK RESOURCES LTD.Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	September 30, 2019	December 31, 2018
	\$	\$
ASSETS		
Current assets		
Cash	52,776	36,950
Amounts receivable	82,317	34,060
Prepaid expenses	32,185	35,210
	167,278	106,220
Equipment (note 4)	79,746	22,295
Exploration advances and deposits	47,956	33,160
Exploration and evaluation asset (note 3)	1,547,870	1,387,800
Total Assets	1,842,850	1,549,475
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities (note 7)	438,113	163,755
Lease liabilities (note 5)	24,867	-
Exploration advance (note 3)	13,172	-
	476,152	163,755
Lease liabilities (note 5)	24,216	-
	500,368	163,755
EQUITY		
Share capital (note 6(b))	3,701,649	3,499,806
Subscription receivable	-	(10,000)
Reserves (note 6(e))	594,572	517,568
Deficit	(2,953,739)	(2,621,654)
Total Equity	1,342,482	1,385,720
Total Equity and Liabilities	1,842,850	1,549,475

See accompanying notes to the condensed consolidated interim financial statements

Nature and continuance of operations (note 1)

Approved by the Board of Directors and authorized for issue on November 25, 2019.

On behalf of the Board:

"Bryce Bradley"

(Director)

"Brien Lundin"

(Director)

THUNDERSTRUCK RESOURCES LTD.

Condensed Consolidated Interim Statements of Comprehensive Loss

(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended September 30, 2019	Three Months Ended August 31, 2018	Nine Months Ended September 30, 2019	Nine Months Ended August 31, 2018
	\$	\$	\$	\$
EXPENSES				
Advertising and promotion	10,761	4,382	37,145	62,787
Automobile	723	-	959	3,486
Consulting fees	10,000	-	42,031	10,416
Management fees (note 7)	30,000	30,000	90,000	90,000
Office and miscellaneous	6,450	4,927	14,137	10,870
Professional fees	9,500	1,400	22,400	19,119
Rent (note 7)	1,500	1,500	4,500	5,000
Share-based compensation (note 6(e))	-	-	82,412	91,597
Shareholder communication	-	359	11,354	3,225
Telephone	1,391	1,710	4,868	4,602
Travel and accommodation	12,062	22,383	21,241	33,817
Trust and filing fees	1,580	10,169	27,101	17,790
Loss from operations	(83,967)	(76,830)	(358,148)	(352,709)
Operator fees recoveries (note 3)	36,000	-	36,000	-
Foreign exchange loss	(2,015)	(8,884)	(7,842)	(9,158)
Finance expense (note 5)	(1,201)	-	(2,095)	-
Net loss and comprehensive loss for the period	(51,183)	(85,714)	(332,085)	(361,867)
Basic and diluted loss per common share	\$ (0.00)	\$ (0.00)	\$ (0.01)	\$ (0.01)
Weighted average common shares outstanding	57,894,752	51,457,500	57,180,521	47,984,007

See accompanying notes to the condensed consolidated interim financial statements

THUNDERSTRUCK RESOURCES LTD.

Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

	Nine Months Ended September 30, 2019	Nine months Ended August 31, 2018
	\$	\$
Cash provided by (used for):		
Operating activities		
Loss for the period	(332,085)	(361,867)
Items not involving the use of cash:		
Operator fees recoveries	(36,000)	-
Share-based compensation	82,412	91,597
Accrued interest expense	2,095	-
Unrealized foreign exchange	(2,170)	-
Changes in non-cash operating capital:		
Amounts receivable	(48,257)	(12,392)
Prepaid expenses	3,025	(32,141)
Accounts payable and accrued liabilities	(15,731)	(26,029)
Cash used in operating activities	(346,711)	(340,832)
Investing activities		
Equipment purchased	(13,436)	-
Exploration advances and deposits	(14,796)	-
Exploration advances received	784,350	-
Exploration and evaluation expenditures	(585,181)	(412,540)
Cash used in investing activities	170,937	(412,540)
Financing activities		
Private placement – net of share issue costs	190,935	616,461
Subscriptions receivable	10,000	-
Options exercised	5,500	-
Lease payments	(14,835)	-
Cash provided by financing activities	191,600	616,461
Net cash generated (used) during the period	15,826	(136,911)
Cash, beginning of the period	36,950	224,169
Cash, end of the period	52,776	87,258

Supplementary disclosure:

At September 30, 2019, the Company had \$334,568 (August 31, 2018 - \$54,369) in exploration expenditures in accounts payable.

During the period ended September 30, 2019, the Company incurred depreciation expense of \$19,978 (August 31, 2018 - \$Nil) through exploration expenditures.

See accompanying notes to the condensed consolidated interim financial statements

THUNDERSTRUCK RESOURCES LTD.

Condensed Consolidated Interim Statements of Changes in Equity
(Unaudited - Expressed in Canadian dollars)

	Number of shares	Share capital	Subscription receivable	Reserves	Deficit	Total
		\$	\$	\$	\$	\$
November 30, 2017	43,820,500	2,713,895	-	378,497	(2,053,703)	1,038,689
Private placement	7,637,000	633,580	-	-	-	633,580
Share issue costs	-	(17,119)	-	-	-	(17,119)
Share-based compensation	-	-	-	91,597	-	91,597
Net loss for the period	-	-	-	-	(361,867)	(361,867)
August 31, 2018	51,457,500	3,330,356	-	470,094	(2,415,570)	1,384,880
Private placement	3,153,667	182,970	(10,000)	31,250	-	204,220
Share issue costs	-	(13,520)	-	-	-	(13,520)
Share-based compensation	-	-	-	16,224	-	16,224
Net loss for the period	-	-	-	-	(206,084)	(206,084)
December 31, 2018	54,611,167	3,499,806	(10,000)	517,568	(2,621,654)	1,385,720
Private placement	3,183,585	205,931	-	-	-	205,931
Share issue cost	-	(14,996)	-	-	-	(14,996)
Subscription received	-	-	10,000	-	-	10,000
Options exercised	100,000	10,908	-	(5,408)	-	5,500
Share-based compensation	-	-	-	82,412	-	82,412
Net loss for the period	-	-	-	-	(332,085)	(332,085)
September 30, 2019	57,894,752	3,701,649	-	594,572	(2,953,739)	1,342,482

See accompanying notes to the condensed consolidated interim financial statements

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Thunderstruck Resources Ltd. (the "Company") was incorporated under the British Columbia Business Corporations Act on October 27, 2011 and its principal activity is the acquisition and exploration of mineral properties.

The Company's registered office address is Suite 2080 - 777 Hornby Street, Vancouver, BC V6Z 1S4 and its principal place of business is Suite 488 – 1090 West Georgia Street, Vancouver, BC V6E 3V7.

The Company's principal mineral property interest is a project located on the main island of Fiji. The Company is in the process of exploring this project and has yet to determine if the project contains economically recoverable mineral reserves. The Company's continuing operations and the underlying value of the project is entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the project, obtaining the necessary permits to mine, future profitable production from any mine and any proceeds from the disposition of the project.

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has working capital deficiency of \$308,874 as at September 30, 2019, no source of operating revenue, and is dependent upon the future receipt of equity financing to maintain its operations and to advance its current project. The ability of the Company to continue as a going-concern depends upon its ability to develop profitable operations and to continue to raise additional financing to maintain its working capital. At the present time, there are material uncertainties which cast significant doubt on the ability of the Company to continue as a going concern.

There can be no assurance that the Company will be able to continue to raise funds, in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the consolidated statements of financial position.

2. SIGNIFICANT ACCOUNTING POLICIES

These condensed consolidated interim financial statements have been prepared under the historical cost convention using the accrual basis of accounting, except for cash flow information.

On May 1, 2015, Thunderstruck Limited was incorporated in Fiji as a wholly-owned subsidiary of Thunderstruck Resources Ltd.

Intercompany balances and transactions, including any unrealized income and expenses arising from intercompany transactions, are eliminated in full on consolidation.

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statement, including IAS 34, Interim Financial Reporting. Accordingly, these financial statements do not include all of the information and footnotes required by IFRS for complete financial statements for year-end reporting purposes. These financial statements should be read in conjunction with the Company's financial statements for the thirteen months ended December 31, 2018, which have been prepared in accordance with IFRS as issued by the IASB.

The accounting policies applied by the Company in these financial statements are the same as those applied by the Company in its most recent annual financial statements for the thirteen months ended December 31, 2018 as filed on SEDAR at www.sedar.com, except for the adoption of IFRS 16 described below.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

b) Change in year-end

The Company changed its financial year end from November 30 to December 31, effective for the year ended December 31, 2018. As a result of the change in year-end, the comparative amounts are not directly comparable with the current period's balance.

c) Critical accounting estimates and judgments

The preparation of these financial statements requires management to use judgment in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgments are regularly evaluated and are based on management's experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances. The following discusses the most significant accounting judgment and estimate that the Company has made in the preparation of the financial statements.

Critical judgements in applying accounting policies:

The following are critical judgments that management have made in the process of applying accounting policies and that have the most significant effects on the amounts recognized in the financial statements:

- the determination that there are no pervasive indicators which would require an impairment provision in connection with the carrying value of the company's exploration and evaluation assets.
- the determination that the Company will continue as a going concern for the next year.

Key sources of estimation uncertainty:

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Share-based payments

The Company measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Equity-settled transactions with non-employees are recorded at the fair value of the service provided, where this is readily determinable. In other instances, they are recorded at the fair value of the equity instruments issued. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share-based award, volatility and dividend yield and making assumptions about them.

Deferred tax assets

The Company estimates the expected manner and timing of the realization or settlement of the carrying value of its assets and liabilities and applies the tax rates that are enacted or substantively enacted on the estimated dates of realization or settlement.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

d) Application of new and revised accounting standards

IFRS 16, Leases

The Company adopted IFRS 16 - Leases ("IFRS 16") on January 1, 2019. The objective of the new standard is to eliminate the classification of leases as either operating or financing leases for a lessee and report all leases on the statement of financial position. The only exemption to this will be for leases that are one year or less in duration or for leases of assets with low values. Under IFRS 16 a lessee is required to recognize a right-of-use asset, representing its right to use the underlying asset, and a lease liability, representing its obligations to make lease payments. IFRS 16 also changes the nature of expenses relating to leases, as lease expenses previously recognized for operating leases are replaced with depreciation expense on capitalized right-of-use assets and finance or interest expense for the corresponding lease liabilities associated with the capitalized right-of-use leased assets.

The Company did not have any leases in the prior year and does not need to restate comparative amounts for the year prior to first adoption.

The following leases accounting policies have been applied as of January 1, 2019 on adoption of IFRS 16:

At inception of a contract, we assess whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. We assess whether the contract involves the use of an identified asset, whether we have the right to obtain substantially all of the economic benefits from use of the asset during the term of the arrangement and if we have the right to direct the use of the asset.

As a lessee, we recognize a right-of-use asset, and a lease liability at the commencement date of a lease. The right-of-use asset is initially measured at cost, which is comprised of the initial amount of the lease liability adjusted for any payments made at or before the commencement date, plus any decommissioning and restoration costs, less any lease incentives received.

The right-of-use asset is subsequently depreciated from the commencement date to the earlier of the end of the lease term, or the end of the useful life of the asset. In addition, the right-of-use asset may be reduced due to impairment losses, if any, and adjusted for certain measurements of the lease liability.

A lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by the interest rate implicit in the lease, or if that rate cannot be readily determined, the incremental borrowing rate. Lease payments included in the measurement of the lease liability are comprised of:

- fixed payments, including in-substance fixed payments, less any lease incentives receivable;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee;
- exercise prices of purchase options if we are reasonably certain to exercise that option; and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, or if there is a change in our estimate or assessment of the expected amount payable under a residual value guarantee, purchase, extension or termination option. Variable lease payments not included in the initial measurement of the lease liability are charged directly to profit.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

3. EXPLORATION AND EVALUATION ASSETS

	Fijian VMS Project, Fiji
	\$
Balance, November 30, 2017	872,243
Assay	22,765
Camp costs	61,549
Community relations	383
Depreciation (note 4)	4,673
Development	57,412
Field office	71,559
Supplies	5,924
Geological	156,595
Management	134,697
Balance, December 31, 2018	1,387,800
Camp costs	102,187
Community relations	2,170
Depreciation (note 4)	19,978
Development	236,815
Field office	98,691
Supplies	46,205
Geological	338,596
Management	50,606
Recoveries	(735,178)
Balance, September 30, 2019	1,547,870

Fijian Project, Island of Viti Levu, Fiji

On August 4, 2016, the Company entered into a Share Sale Agreement (the "Agreement") to acquire all of the issued and outstanding shares of Aljen (Pacific) Limited ("Aljen"), a private Fijian company holding legal title to portfolio of base metal and gold properties located on the island of Viti Levu, Fiji (the "Properties").

Pursuant to the Agreement, the Company paid cash of AUD\$158,000 plus VAT and issued 450,000 common shares of the Company. The Company is required to issue a further 1,000,000 common shares of the Company in the event the Company or its successors either a) identify indicated mineral resources (or better and as prepared in compliance with NI 43-101) containing a minimum of 250,000 ounces of gold or 3,000,000 tonnes of copper, zinc or silver on the Properties; or b) completes a prefeasibility study on the Properties.

The Company is satisfied that evidence of title to the property is adequate and acceptable to prevailing Fijian standards with respect to the current stage of exploration on this property. Although the Company is unaware of any defects in title to its property, no guarantee can be made that none exist.

Joint Venture with Japan Oil, Gas and Metals National Corporation

On February 28, 2019, Thunderstruck has signed a Joint Venture Agreement (the "Agreement") with Japan Oil, Gas and Metals National Corporation ("JOGMEC") on its Wainaleka VMS Prospect (the "Mineral Licence") in Fiji. The Agreement grants JOGMEC the option to earn a 70% ownership interest by funding CDN\$3,500,000 of exploration through March 31, 2022, subject to acceleration at JOGMEC's discretion.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

3. EXPLORATION AND EVALUATION ASSETS (continued)

Joint Venture with Japan Oil, Gas and Metals National Corporation (continued)

The general terms of the Agreement are as follows:

- 1) Term 1 Program: CDN\$900,000 during the period commencing on April 1, 2019 (the “Effective Date”) and ending March 31, 2020.
- 2) Term 2 Program: CDN\$1,100,000 during the period commencing April 1, 2020, and ending March 31, 2021.
- 3) Term 3 Program: CDN\$1,500,000 during the period commencing April 1, 2021 and ending March 31, 2022.
- 4) Investment in the Mineral Licence will be on a pro-rata basis after JOGMEC has fulfilled its funding obligation.
- 5) Thunderstruck will be the Operator for all operations on the Mineral Licence and will be responsible for the preparation, conduct and oversight of prospecting operations, and the hiring of any third party consultants.

Exploration advance

During Term 1 program commenced on April 1, 2019, the Company has received cash option payments of \$784,350 of which \$735,178 was applied against qualifying expenditures on the Mineral License from the Effective Date to September 30, 2019.

4. EQUIPMENT

	Vehicle	Right-of-use assets (Vehicle)	Total
Cost			
Balance, November 30, 2017	\$ -	\$ -	\$ -
Additions	26,968	-	26,968
Balance, December 31, 2018	26,968	-	26,968
Additions	13,436	63,993	77,429
Balance, September 30, 2019	\$ 40,404	\$ 63,993	\$ 104,397
Accumulated Depreciation			
Balance, November 30, 2017	\$ -	\$ -	\$ -
Depreciation expense	4,673	-	4,673
Balance, December 31, 2018	4,673	-	4,673
Depreciation expense	6,265	13,713	19,978
Balance, September 30, 2019	\$ 10,938	\$ 13,713	\$ 24,651
Net Book Value			
Balance, December 31, 2018	\$ 22,295	\$ -	\$ 22,295
Balance, September 30, 2019	\$ 29,466	\$ 50,280	\$ 79,746

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

5. LEASE LIABILITIES

The following is a continuity schedule of lease liabilities for the periods presented:

Lease liabilities	
Balance, November 30, 2017 and December 31, 2018	\$ -
Lease additions in the period	63,993
Accrued finance expense	2,095
Foreign exchange	(2,170)
Lease payments	(14,835)
b	\$ 49,083
Current (less than one year)	24,867
Long-term	24,216

The Company entered into a lease on a vehicle in Fiji (note 4) in the period and has applied an incremental borrowing rate of 8.95%.

6. SHARE CAPITAL

a) *Authorized share capital*

At September 30, 2018, the authorized share capital consisted of an unlimited number of common shares without par value and an unlimited number of preferred shares with no par value.

b) *Issued share capital*

During the Nine Months ended September 30, 2019

On January 28, 2019, the Company completed a private placement totalling 1,692,000 units at \$0.06 per unit for total gross proceeds of \$101,520, with each unit consisting of one common share and one-half of one share purchase warrant. Each whole warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years.

On April 4, 2019, the Company completed a private placement totalling 1,491,585 units at \$0.07 per unit for total gross proceeds of \$104,411, with each unit consisting of one common share and one-half of one share purchase warrant. Each whole warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years.

For the Thirteen Months Ended December 31, 2018

On March 13, 2018, the Company completed a private placement totalling 5,375,000 units at \$0.08 per unit for total gross proceeds of \$430,000, with each unit consisting of one common share and one share purchase warrant. Each warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years.

On May 25, 2018, the Company completed a private placement totalling 2,262,000 units at \$0.09 per unit for total gross proceeds of \$203,580, with each unit consisting of one common share and one share purchase warrant. Each warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

6. SHARE CAPITAL (continued)

b) Issued share capital (continued)

On October 9, 2018, the Company completed a private placement totalling 1,250,000 units at \$0.08 per unit for total gross proceeds of \$100,000, with each unit consisting of one common share and one share purchase warrant. Each warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years. Under the residual method, the Company allocated \$68,750 and \$31,250 to the common shares and warrants respectively.

On November 9, 2018, the Company completed a private placement totalling 1,903,667 units at \$0.06 per unit for total gross proceeds of \$114,220, with each unit consisting of one common share and one-half of one share purchase warrant. Each whole warrant is exercisable to acquire one common share for \$0.15 per share for a period of 3 years.

c) Share purchase options

The Company has established a stock option plan for its directors, officers and technical consultants under which the Company may grant options from time to time to acquire a maximum number of common shares of up to 10% of the issued and outstanding Common Shares. The exercise price of each option granted under the plan shall be determined by the Board of Directors. Options may be granted for a maximum term of ten years from the date of the grant, are non-transferable and expire within 90 days of termination of employment or holding office as director or officer of the Company. Unless otherwise stated, the options fully vest when granted.

The following is a summary of the changes in the Company's outstanding stock options:

	September 30, 2019		December 31, 2018	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
		\$		\$
Balance, beginning of the period	5,200,000	0.08	4,250,000	0.08
Granted	1,200,000	0.07	1,450,000	0.09
Exercised	(100,000)	0.055	-	-
Expired/Forfeited	(1,145,000)	0.08	(500,000)	0.10
Balance, end of the period (1)	5,155,000	0.07	5,200,000	0.08

(1) At September 30, 2019, the weighted-average remaining contractual life of stock options outstanding is 7.92 years (December 31, 2018 – 7.10 years).

Summary of stock options outstanding and exercisable at September 30, 2019:

Number Outstanding and Exercisable	Exercise Price	Expiry Date
	\$	
150,000	0.10	April 18, 2020
180,000	0.05	September 22, 2025
1,150,000	0.085	August 26, 2026
300,000	0.10	April 13, 2027
875,000	0.09	September 6, 2027
1,100,000	0.09	March 13, 2028
200,000	0.055	October 9, 2028
1,200,000	0.07	April 5, 2029
5,155,000		

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

6. SHARE CAPITAL (continued)

d) Share purchase warrants

The following is a summary of the changes in the Company's outstanding warrants:

	September 30, 2019		December 31, 2018	
	Number of warrants	Weighted Average Exercise Price	Number of warrants	Weighted Average Exercise Price
Balance, beginning of the period	32,539,085	\$ 0.12	22,700,250	\$ 0.10
Granted	1,591,792	0.15	9,838,835	0.15
Expired	(4,000,000)	0.10	-	-
Balance, end of the period	30,130,877	0.14	32,539,085	0.12

Summary of warrants outstanding at September 30, 2019:

Number Outstanding	Exercise Price	Expiry Date
	\$	
3,097,000	0.10	July 22, 2020
2,500,000	0.10	September 22, 2020
2,000,000	0.10	May 31, 2021
1,425,750	0.15	December 22, 2019 ⁽¹⁾
9,677,500	0.15	September 6, 2020 ⁽¹⁾
5,375,000	0.15	March 13, 2021 ⁽¹⁾
2,262,000	0.15	May 25, 2021 ⁽¹⁾
1,250,000	0.15	October 9, 2021 ⁽¹⁾
951,835	0.15	November 9, 2021 ⁽¹⁾
846,000	0.15	January 28, 2022 ⁽¹⁾
745,792	0.15	April 5, 2022 ⁽¹⁾
30,130,877		

(1) The warrants are subject to an accelerated exercise provision such that if the closing price of the Company's common shares exceeds \$0.25 per share for a period of 20 consecutive trading days, the Company may give notice of the acceleration of the warrants' terms to a period of 30 days following such notice.

e) Share-based payment reserve

During the period ended September 30, 2019, the Company granted 1,200,000 options with a fair value of \$82,412, or \$0.0687 per option.

During the thirteen months ended December 31, 2018, the Company granted the following options:

- 1,150,000 options with a fair value of \$ 91,597, or \$0.7965 per option.
- 300,000 options with a fair value of \$16,223, or \$0.0541 per option.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

6. SHARE CAPITAL (continued)

e) Share-based payment reserve (continued)

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

	September 30, 2019	December 31, 2018
Risk-free interest rate	1.70%	2.24%
Expected life	10 years	10 years
Expected volatility	146.45%	142.48%
Dividend rate	0.00%	0.00%

7. RELATED PARTY TRANSACTIONS

Key management personnel compensation:

	September 30, 2019	August 31, 2018
	\$	\$
Automobile ⁽¹⁾	959	3,485
Consulting fees ⁽²⁾	22,500	2,000
Management fees ⁽³⁾	90,000	138,186
Professional fees	-	6,000
Rent ⁽¹⁾	4,500	5,000
Share-based compensation	75,545	71,685
Total key management compensation	193,504	226,356

(1) Expenses paid on behalf of the CEO or to a company owned by the CEO per the CEO's consulting agreement.

(2) Consulting fee include fees for a company where current CFO is an associate.

(3) Management fees include fees for CEO and a director of a significant subsidiary.

As at September 30, 2019, the Company owes various directors and officers of the Company \$62,113 (December 31, 2018 - \$65,916) for administrative expenses and professional fees provided. All amounts are included in accounts payable and accrued liabilities.

8. CAPITAL MANAGEMENT

The Company's primary objective for managing its capital structure is to maintain financial capacity for the purpose of sustaining the future development of the business and maintaining investor, creditor and market confidence.

The Company considers its capital structure to include shareholders' equity and working capital. To effectively manage its resources and minimize risks, the Company prepares annual expenditure budgets that are updated as necessary depending on factors including success of programs and general industry conditions. In the event that adjustments to the capital structure are necessary, the Company may consider issuing additional equity, raising debt or revising its capital investment programs.

The Company's share capital is not subject to any external restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any currently contemplated. There have been no changes to the Company's approach to capital management during the period.

THUNDERSTRUCK RESOURCES LTD.

Notes to the Condensed Consolidated Interim Financial Statements

Nine months ended September 30, 2019

(Unaudited - Expressed in Canadian dollars)

9. FINANCIAL INSTRUMENT RISKS

Financial instruments

Cash, receivables and accounts payable and accrued liabilities and exploration advance are carried at amortized cost. The Company considers that the carrying amount of these financial assets and liabilities measured at amortized cost to approximate their fair value due to the short-term nature of the financial instruments. Cash is measured using level one of the fair value hierarchy.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The Company's financial instruments are exposed to the following risks:

Credit Risk

The Company's primary exposure to credit risk is the risk of illiquidity of cash, amounting to \$52,776 at September 30, 2019 (December 31, 2018 - \$36,950). As the Company's policy is to limit cash holdings to instruments issued by major Canadian banks, the credit risk is considered by management to be negligible.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to pay financial instrument liabilities as they come due. The Company's liquidity risk from financial instruments is its need to meet operating accounts payable requirements. The Company is working to meet its capital requirements to satisfy its obligations. Liquidity will be managed through its Agreement (note 3) and additional financing through debt and/or equity as available.

Foreign Exchange Risk

The Company's has engaged a number of vendors in the pursuit of mineral exploration activities in Fiji. As such, the Company is exposed to some foreign currency risk. Fluctuations in the exchange rate between the Canadian dollar and Fijian dollar may have an adverse effect on the Company's business and costs to proceed with preferred vendors. The Company may reduce its foreign currency risk as needed by substituting Canadian vendors as required. Foreign currency risk is considered low relative to the overall financial operating plan.

Interest Rate Risk

The Company has been exposed to interest rate risk on its cash. The majority of these deposits have been in discounted instruments with pre-determined fixed yields. Interest rate movements will affect the fair value of these instruments so the Company manages maturity dates of these instruments to match cash flow needs, enabling realization at no loss in almost all cases. At September 30, 2019, the Company maintained all of its cash balance on deposit in chequing accounts with a major Canadian bank and a major Fijian bank.

Fair Value of Financial Instruments

The Company's cash, amounts receivable, accounts payable and accrued liabilities and exploration advance are carried at amortized cost and approximate fair value due to their short-term nature.