

SABLE RESOURCES LTD.

Condensed Interim Consolidated Financial Statements

For The Three and Nine Months Ended September 30, 2017

(Unaudited)

(Expressed in Canadian Dollars)

The accompanying notes are an integral part of these financial statements

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

As at:	Note	September 30, 2017	December 31 2016
Assets			
Current Assets			
Cash and cash equivalents	5	4,699,188	1,065,089
Receivables	6	66,204	216,695
Prepaid expenses and deposits	7	27,527	10,000
		4,792,919	1,291,784
Restricted Cash	8	45,437	-
Equipment	9	69,140	-
Mineral property interests	10	486,127	108,499
		5,393,623	1,400,283
Liabilities			
Current Liabilities			
Payables and accruals	12	407,859	259,753
Convertible debentures	13	-	85,343
Due to related parties	13	-	181,262
		407,859	526,358
Shareholders' equity			
Share capital	14	22,901,964	18,632,314
Contributed surplus		2,508,589	1,063,482
Deficit		(20,424,789)	(18,821,871)
		4,985,764	873,925
		5,393,623	1,400,283

Nature and continuance of operations (Note 1)

Subsequent events (Note 12)

Approved by the Board of Directors and authorized for issue on November 29, 2017:

"Tom Obradovich", Director

"Joel Gillham", Director

SABLE RESOURCES LTD.
Condensed Interim Consolidated Statement of Net Loss and Comprehensive Loss
(Expressed in Canadian Dollars - Unaudited)

Period ending September 30,	Note	Three Months ended,		Nine Months ended,	
		2017	2016	2017	2016
Property related expenses					
Exploration expenditures	15	953,481	-	1,063,354	-
Property maintenance	15	54,405	6,745	111,820	10,192
		1,007,886	6,745	1,175,174	10,192
Other expenses					
General and administrative expenses		125,862	12,694	621,905	28,985
Gain on settlement of accrued liabilities	16	(194,161)	-	(194,161)	-
Comprehensive loss		939,587	19,439	1,602,918	39,177
Loss per share					
Basic		\$ 0.01	\$ 0.00	\$ 0.02	\$ 0.00
Diluted		\$ 0.01	\$ 0.00	\$ 0.02	\$ 0.00
Weighted average number of common shares outstanding					
		71,754,290	25,733,229	68,460,540	23,895,556

The accompanying notes are an integral part of these financial statements

SABLE RESOURCES LTD.
Condensed Interim Consolidated Statement of Changes in Equity
(Expressed in Canadian Dollars - Unaudited)

	Number of shares	Share Capital	Contributed Surplus	Accumulated Deficit	Total
Balance, December 31, 2015	22,961,490	16,950,953	790,679	(18,473,370)	(731,738)
Comprehensive loss	-	-	-	(39,177)	(39,177)
Shares issued in settlement of debt	5,000,000	250,000	-	-	250,000
Private placements	10,000,000	472,000	-	-	472,000
Balance, September 30, 2016	37,961,490	17,672,953	790,679	(18,512,547)	(48,915)
Comprehensive loss	-	-	-	(309,324)	(309,324)
Private placements	11,627,967	1,022,197	-	-	1,022,197
Share issued costs	-	(62,836)	34,836	-	(28,000)
Stock-based compensation	-	-	237,967	-	237,967
Balance, Decemeber 31, 2016	49,589,457	18,632,314	1,063,482	(18,821,871)	873,925
Comprehensive loss	-	-	-	(1,602,918)	(1,602,918)
Shares issued in acquisition of claims	1,600,000	240,000	-	-	240,000
Shares issued in exercise of warrants	3,371,666	477,417	-	-	477,417
Shares issued in settlement of debt	1,900,000	285,000	-	-	285,000
Private placements	30,870,500	3,542,518	1,115,579	-	4,658,097
Share issued costs	-	(275,285)	97,478	-	(177,807)
Stock-based compensation	-	-	232,050	-	232,050
Balance, September 30, 2017	87,331,623	22,901,964	2,508,589	(20,424,789)	4,985,764

The accompanying notes are an integral part of these financial statements

SABLE RESOURCES LTD.
Condensed Interim Consolidated Statement of Cash Flow
(Expressed in Canadian Dollars - Unaudited)

Period ending September 30,	Note	Three Months ended,		Nine Months ended,	
		2017	2016	2017	2016
Increase (decrease) in cash					
Operating					
Net loss for period		(939,587)	(19,439)	(1,602,918)	(39,177)
Items not involving cash:					
Amortization		3,639	-	3,639	-
Share issued costs		-	-	232,050	-
Gain on settlement of accrued liabilities	15	(194,161)	-	(194,161)	-
		(1,130,109)	(19,439)	(1,561,390)	(39,177)
Change in non-cash working capital					
Receivables		(60,430)	992	150,491	1,413
Prepays and deposits		11,007	-	(17,527)	-
Payables and accruals		251,014	6,746	342,267	(20,593)
Due to related parties		-	(360)	(181,262)	46,939
		201,591	7,378	293,969	27,759
Financing					
Issuance of shares (net of issuance costs)	13	4,394,582	472,000	5,482,707	472,000
Settlement of debt		-	-	(85,343)	-
		4,394,582	472,000	5,397,364	472,000
Investing					
Purchase of equipment		(72,779)	-	(72,779)	-
Acquisition of mineral claims		(31,113)	-	(377,628)	-
		(103,892)	-	(450,407)	-
Increase (decrease) in period					
		3,362,172	459,939	3,679,536	460,582
Cash					
Beginning of period		1,382,453	284	1,065,089	(359)
End of period		4,744,625	460,223	4,744,625	460,223
<hr/>					
Cash		4,699,188	460,233	4,699,188	460,233
Restricted cash		45,437	-	45,437	-
		4,744,625	460,233	4,744,625	460,233

The accompanying notes are an integral part of these financial statements

SABLE RESOURCES LTD.

Notes to the Condensed Interim Consolidated Statement of Cash Flows For the three and six months ended September 30, 2017 and 2016 (Expressed in Canadian Dollars - Unaudited)

1. Nature of Operations and Going Concern

Sable Resources Ltd. (the "Company") is incorporated under the Business Corporation Act (British Columbia). The Company is primarily engaged in the acquisition, exploration and development of mineral resource properties. The Company owns a mineral processing facility and tailings pond in Northern British Columbia, Canada.

The address of the Company's corporate office and principal place of business is Suite 900-999 West Hastings Street, Vancouver, B.C., V6C 2W2.

The Company has not yet determined whether any of its properties contain mineral deposits that are economically recoverable. The recoverability of any amounts shown as deferred mineral interest costs is 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 its properties, and future profitable production or proceeds from the disposition of its properties.

While the Company's consolidated financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due, certain conditions and events indicate a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. For the nine-month period ended September 30, 2017, the Company reported a net loss of \$1,602,918 (2016 - \$39,177) and as of that date had an accumulated deficit of \$20,424,789 (2016 - \$18,290,047). As of September 30, 2017, the Company has working capital of \$4,385,060 (2016 - \$765,426). Although the Company presently has sufficient financial resources to undertake its currently planned business and has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. Accordingly, it does not give effect to adjustments, if any, which 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 in other than the normal course of business and at amounts which may differ from those shown in these financial statements.

2. Basis of Presentation

a) Statement of Compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. These consolidated financial statements represent the Company's presentation of its results and financial position under IFRS. These accounting policies are based on the IFRS standards and International Financial Reporting Interpretations Committee ("IFRIC") interpretations that the Company expects to be applicable at that time. The policies set out below were consistently applied to all presented unless otherwise noted.

These condensed unaudited interim consolidated financial statements were approved and authorized for issue by the Company's board of directors on November 29, 2017.

b) Subsidiary

In addition to the Company, the financial statements include all subsidiaries. Subsidiaries are all corporations over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. They are de-consolidated from the date that control by the Company ceases.

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)**

The subsidiary of the Company is as follows:

Name of Subsidiary	Principal Activity	Place of Incorporation and Operation	Portion of Ownership Interest and Voting Power Held	
			September 30, 2017	December 31, 2016
Multinational Mining Inc.	Mineral Property Holding Company	Canada	100%	100%
Exploraciones Sable, S.de R.L. de C.V.	Mineral Property Holding Company	Mexico	100%	0%

These interim condensed consolidated financial statements were prepared on an accrual basis and are based on historical costs except for financial instruments measured at fair value.

c) Functional and Presentation Currency

The Company's functional currency is the Canadian dollar. Monetary assets and liabilities denominated in foreign currencies are translated to Canadian dollars at the year-end exchange rate and all income and expenses are translated at average exchange rates prevailing during the year. Non-monetary assets and liabilities are translated at the rates prevailing at the dates the assets were acquired, or liabilities incurred. Exchange gains and losses arising on translation are included as a charge to operations in the year incurred.

3. Summary of significant accounting policies

These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2016 which includes information necessary for useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies are presented as Note 3 in the audited financial statements for the year ended December 31, 2016, and have been consistently applied in the preparation of these unaudited condensed interim financial statements.

4. Future changes in accounting policy

New accounting pronouncements not yet effective; the Company has not applied the following new or revised standards that have been issued but are not effective for the September 30, 2017 reporting period:

a) IFRS 9, Financial instruments

IFRS 9, Financial Instruments, ("IFRS 9") will replace IAS 39, Financial Instruments: Recognition and Measurement for classification and measurement of financial assets and liabilities ("IAS 39"). IFRS 9 requires all recognized financial assets to be subsequently measured at amortized cost or fair value. A fair value option is provided for financial instruments otherwise measured at amortized cost. This standard also requires a single impairment method to be used and replaces the multiple impairment methods in IAS 39. The IASB announced that IFRS 9 will come into effect in January 1, 2018 with early adoption permitted. The Company has yet to assess IFRS 9's impact on its financial statements.

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)**

b) IFRS 15, Revenue recognition

On May 28, 2014 the IASB issued IFRS 15 Revenue from Contracts with Customers. The new standard is effective for annual periods beginning on or after January 1, 2018. Earlier application is permitted. IFRS 15 will replace IAS 11 Construction Contracts, IAS 18 Revenue, IFRIC 13 Customer Loyalty Programs, IFRIC 15 Agreements for the Construction of Real Estate, IFRIC 18 Transfer of Assets from Customers, and SIC 31 Revenue – Barter Transactions Involving Advertising Services.

The standard contains a single model that applies to contracts with customers and two approaches to recognizing revenue: at a point in time or over time. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognized. New estimates and judgmental thresholds have been introduced, which may affect the amount and/or timing of revenue recognized.

The new standard applies to contracts with customers. It does not apply to insurance contracts, financial instruments or lease contracts, which fall in the scope of other IFRSs. The Company intends to adopt IFRS 15 in its consolidated financial statements for the annual period beginning on January 1, 2018. The extent of the impact of adoption of the standard has not yet been determined.

5. Cash and cash equivalents

The balance consists of cash on deposit with major Canadian banks in general interest-bearing accounts totaling \$4,699,188 (December 31, 2016 - \$1,065,089).

6. Receivables

	September 30, 2017	December 31, 2016
Goods and services tax	66,204	2,495
Subscriptions receivable	-	214,200
	66,204	216,695

7. Prepaid expenses and deposits

	September 30, 2017	December 31, 2016
Prepaid expenses	4,583	-
Deposits with vendors	22,944	10,000
	27,527	10,000

8. Restricted Cash

During the period ended September 30, 2017, the Company deposited funds totally \$45,439 (December 31, 2016 - \$nil) with the Province of British Columbia in relation to disturbances associated with exploration activities at the Baker and Bot projects. This deposit is held until the Province is satisfied that the company Company completes certain remediation activities. As at September 30, 2017, the underlying disturbances had not been made.

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)****9. Equipment**

	<u>Equipment</u>
Balance at December 31, 2016	-
Additions	72,779
Balance at September 30, 2017	72,779
Balance at December 31, 2016	-
Depreciaton	3,639
Balance at September 30, 2017	3,639
Net book value at September 30, 2017	69,140

10. Mineral Property Interests

	<u>Baker</u>	<u>Mets</u>	<u>Tulox</u>	<u>Bot</u>	<u>Margarita</u>	<u>Other</u>	<u>Total</u>
Balance at December 31, 2016	83,589	-	-	-	-	24,910	108,499
Cost of acquisition	-	150,000	56,212	74,265	97,151	-	377,628
Balance at June 30, 2017	83,589	150,000	56,212	74,265	97,151	24,910	486,127

The mineral property interests consist of numerous claims located in the Toadoggone area of northern British Columbia and Chihuahua State, Mexico. Exploration and holding costs are expensed in accordance with the Company's accounting policies until the property is likely to generate future economic benefit.

On February 21, 2017, the Company acquired the Mets Mining Lease in north-central British Columbia in consideration for 1,000,000 common shares in the capital stock of the Company and a 1% NSR which can be purchased at any time for payment of \$500,000.

On March 21, 2017, the Company acquired the Tulox Gold Project located in south-central British Columbia in consideration for 200,000 common shares in the capital stock of the Company and payment of \$5,000. An additional 500,000 common shares in the capital stock of the Company will be issued as bonus shares in the event the Company completes a NI43-101 technical report on the property that contains a measured and indicated resource of at least 500,000 ounces of gold within five years of the agreement. All common shares in the capital stock of the Company are subject to a hold period of four months plus one day.

On April 11, 2017, the Company acquired the Bot Deal Project located in north-central British Columbia in consideration for 400,000 common shares in capital stock of the Company and payment of \$7,500. An additional 500,000 common shares in the capital stock of the Company will be issued as bonus shares in the event the Company completes a NI43-101 technical report on the property that contains a measured and indicated resource of at least 500,000 ounces of gold within five years of the agreement. All common shares in the capital stock of the Company are subject to a hold period of four months plus one day.

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
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(Expressed in Canadian Dollars - Unaudited)**

On May 30, 2017, the Company optioned the Margarita Silver Project located in Chihuahua State, Mexico in consideration for 200,000 common shares in capital stock of the Company and payment of \$50,000. An additional \$500,000, less the 200,000 common shares issued initially, worth of common shares in capital stock will be issued on the first anniversary of the agreement, \$1,000,000 worth of common shares in capital stock on the second anniversary, and \$2,000,000 common shares in capital stock on the third anniversary.

11. Reclamation and closure cost obligation

During the year ended December 31, 2016, the Company forfeited a cash reclamation bond of \$222,500 to the Ministry of Energy and Mines of British Columbia in connection with a failure to meet certain compliance obligations relating to its Baker Project. Management is in the process of rectifying compliance failures which may result in the refund of a portion of the bond. As the surrendered amount is most reliable estimate of the reclamation and closure cost obligation the Company has not recorded any provision for reclamation or closure cost obligation.

During the period ended September 30, 2017, the Company deposited \$45,437 to Ministry of Energy and Mines of British Columbia related to anticipated exploration disturbances on the Baker and Bot projects. At September 30, 2017, no disturbances had been made and as a result no reclamation or closure cost obligation has been recognized.

12. Payables and accruals

	September 30, 2017	December 31, 2016
Trade payables	377,018	-
Accruals and other	30,841	259,753
	<u>407,859</u>	<u>259,753</u>

13. Advances, loans, and convertible debentures

As at September 30, 2017 the following amounts were owing to a former CEO and former director of the Company:

	September 30, 2017	December 31, 2016
Advances	-	134,779
Loans	-	46,483
Convertible debenture	-	85,343
	<u>-</u>	<u>266,605</u>

All amounts were unsecured with no specific terms for repayment. All advances, loans and convertible debentures were repaid through the issuance of common shares during the period.

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)****14. Share capital and contributed surplus***a) Authorized*

The Company is authorized to issue an unlimited number of common shares.

b) Issued and outstanding

	# of Shares	\$ Value
Balance at December 31, 2016	49,589,457	18,632,314
Shares issued in acquisition of mineral properties	1,600,000	240,000
Shares issued in exercise of warrants	3,371,666	477,417
Shares issued in settlement of debt	1,900,000	285,000
Shares issued in private placement of flow through shares	2,500,000	462,500
Shares issued in private placement	28,370,500	3,080,018
Share issuance costs	-	(275,285)
Balance at September 30, 2017	87,331,623	22,901,964

c) Stock options

The Company has a share option plan whereby officers, directors and certain employees and consultants may be granted options to purchase unissued common shares of the Company. The option exercise price is decided by the Directors of the Company but may not be less than the discounted market price of the Company's shares as defined in the Rules and Policies of the TSX Venture Exchange. The option plan permits the granting of options up to a maximum of 10% of outstanding shares of the Company.

	# of stock options	Weighted average exercise price
Balance at December 31, 2016	2,450,000	0.10
Options issued during the period	2,550,000	0.15
Balance at September 30, 2017	5,000,000	0.13

At September 30, 2017, the Company had the following stock options outstanding:

Expiry date	Number of options outstanding	Number of stock options vested	Weighted average Exercise Price	Weighted average number of years to expiry
October 24, 2021	2,450,000	2,450,000	\$ 0.10	4.07
May 3, 2022	2,550,000	2,550,000	\$ 0.15	4.59
Balance at September 30, 2017	5,000,000	5,000,000	\$ 0.13	4.34

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)***d) Share Purchase Warrants*

Share purchase warrants enable the holders to acquire common shares of the Company upon exercise. Continuity of warrants issued and outstanding for the period ended September 30, 2017 as follows:

	# of warrants	Weighted average exercise price
Balance at December 31, 2016	10,524,982	0.12
Share warrants exercised	(3,284,166)	0.14
Warrants Issued	32,442,730	0.25
Share warrants expired	(2,807,500)	0.15
Balance at September 30, 2017	36,876,046	0.23

At September 30, 2017 the Company had the following share purchase warrants outstanding:

Expiry date	Number of warrants outstanding	Weighted average exercise price
November 24, 2017	4,433,316	0.15
June 29, 2018	2,500,000	0.30
September 30, 2018	28,370,500	0.25
September 30, 2018	1,572,230	0.15
	36,876,046	0.23

15. Operating expenses

	September 30, 2017	December 31, 2016
Exploration expenses		
Employee Related	325	-
Contractors	451,703	-
Consultants	451,453	-
Fuel & Lubes	15,844	-
Operating Supplies	44,187	-
Lease and Rentals	23,208	-
General & Administrative Expenses	22,995	-
Financial Operating	50,000	-
Depreciation and Amortization	3,639	-
Total exploration	1,063,354	-
Property Maintenance		
Contractors	13,369	-
Consultants	96,185	10,192
Operating Supplies	2,265	-
Total property maintenance	111,820	10,192

SABLE RESOURCES LTD.**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)**

16. Gain of settlement of accrued liabilities

The amounts recognized as a gain on settlement of accrued liabilities consists of property and maintenance and general and administrative activities recognized in prior periods for which the Company did not have the financial resources to service. The Company no longer views these obligations as payable.

17. Financial Instruments

The Company's financial instruments consist of cash and cash equivalents, receivables, payables and accruals, convertible debentures and amounts due to related parties. 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.

	Level 1	
	September 30, 2017	December 31, 2016
Cash and cash equivalents	4,699,188	1,065,089
Receivables	66,204	216,695
Restricted Cash	45,437	-
Payables and accruals	407,859	259,753
Convertible debentures	-	85,343
Due to related parties	-	181,262

18. Segmented Information

The Company considers itself to operate in a single operating segment, being resource exploration and development.

19. Related Party Transactions

Key management personnel include the members of the Board of Directors and executive officers of the Company. During the nine months ended September 30, 2017 compensation was paid to key management personnel of \$150,000 (September 30, 2016 - \$nil).

April 24, 2017 the Company reached an agreement with Cangaroo Capital Corp. and Walter Canadian Coal Partnership, companies controlled by a director of the Company, to settle debts owing by the Company in the aggregate amount of \$285,000 in common shares at an issue price of 15 cents per share.

Transactions with related parties are recorded at the exchange amount, being the price agreed to between the related parties.

SABLE RESOURCES LTD.

**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)**

20. Capital Management

The Company was incorporated under the laws of British Columbia and is a junior natural resource company listed on the TSX Venture Exchange.

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the Company's management.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility. Further details regarding these policies are set out below.

a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised foreign currency risk, interest rate risk and commodity risk.

Currency risk:

The Company is subject to currency risk related to future obligations related to its foreign properties. Exchange gains and losses impact profit or loss. The Company has not hedged its exposure to currency fluctuations.

Interest rate risk:

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offers on cash and cash equivalents held with chartered Canadian financial institutions. The Company considers this risk to be immaterial.

b) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments which are potentially subject to credit risk for the Company consist primarily of cash and cash equivalents, receivables and restricted cash. Cash and cash equivalents are maintained with financial institutions of reputable credit and may be redeemed upon demand. Receivable consist of short term amounts due from the Government of Canada and restricted cash is maintained with financial institutions by the Province and can be released upon the Company fulfilling its obligations.

There were no significant concentration of credit risk as at September 30, 2017 and December 31, 2016. The Company's maximum exposure to credit risk at the reporting date is the carrying value of its cash and cash equivalents of \$4,699,188 (December 31, 2016: \$1,065,089), amounts receivable of \$66,204 (December 31, 2016: \$216,695), and restricted cash of \$45,437 (December 31, 2016: \$nil).

c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company monitors the risk of shortage of funds by monitoring working capital and maturity of trade payables and other liabilities. At September 30, 2017 and December 31, 2016, payables and liabilities, convertible debentures and amounts due to related parties, fair value equaled the book values and all amounts are due within one year.

SABLE RESOURCES LTD.

**Notes to the Condensed Interim Consolidated Statement of Cash Flows
For the three and six months ended September 30, 2017 and 2016
(Expressed in Canadian Dollars - Unaudited)**

21. Comparative Figures

Certain of the 2016 comparative figures have been reclassified to conform to the current year's presentation.

22. Subsequent Events

On October 13, 2017, the Company entered into an amending agreement related to the acquisition of the Margarita Property whereby, upon TSXV approval of the transaction the Company was to issue 200,000 shares of common stock was replaced with the payment of \$30,000. The agreement was further amended reducing the one year anniversary payment to \$470,000 from \$500,000 in value of shares of common stock of the Company.

On November 2, 2017, the Company entered into a definitive agreement for the acquisition of BlueJoint Resources Inc. and Western Canadian Greenfields Inc. Private companies engaged in mineral exploration activities. The acquisitions are subject to satisfaction of certain customary closing conditions.

On November 9, 2017, the Company granted 2,200,000 stock options to certain officers, directors and consultants. The options are exercisable at a price of \$0.17 for a period of five years.