

DECADE RESOURCES LTD.

CONDENSED INTERIM FINANCIAL STATEMENTS

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, if an auditor has not performed a review of interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these condensed interim financial statements.

DECADE RESOURCES LTD.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
October 31, 2018 and April 30, 2018
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	<u>October 31,</u> <u>2018</u>	<u>April 30,</u> <u>2018</u>
ASSETS		
Current assets		
Cash	\$ 84,172	\$ 93,835
GST receivable	104,807	6,524
Accounts receivable – Notes 5(b) and 7	1,111,368	407,648
Prepaid expenses	<u>500</u>	<u>500</u>
Total current assets	<u>1,300,847</u>	<u>508,507</u>
Non-current assets		
Reclamation deposits	60,485	60,485
Property and equipment – Note 4	16,978	18,895
Exploration advances – Note 7	89,500	10,000
Exploration and evaluation assets – Note 5 and Schedule 1	<u>13,782,779</u>	<u>12,304,631</u>
Total non-current assets	<u>13,949,742</u>	<u>12,394,011</u>
Total assets	<u>\$ 15,250,589</u>	<u>\$ 12,902,518</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities – Note 7	\$ 1,264,900	\$ 537,464
Flow-through premium – Note 6	<u>7,134</u>	<u>-</u>
	1,272,034	537,364
Non-current liabilities		
Deferred tax liabilities	<u>1,302,602</u>	<u>1,302,602</u>
Total liabilities	<u>2,574,636</u>	<u>1,840,066</u>
SHAREHOLDERS' EQUITY		
Share capital – Note 6	23,276,807	21,286,057
Share subscriptions received – Note 6	113,255	-
Contributed surplus	2,017,501	2,017,501
Deficit	<u>(12,731,610)</u>	<u>(12,241,106)</u>
Total shareholders' equity	<u>12,675,953</u>	<u>11,062,452</u>
Total liabilities and shareholders' equity	<u>\$ 15,250,589</u>	<u>\$ 12,902,518</u>

APPROVED ON BEHALF OF THE BOARD

“Ed Kruchkowski”

Director

“Randy Kasum”

Director

The accompanying notes form an integral part of these financial statements

DECADE RESOURCES LTD.
CONDENSED INTERIM STATEMENTS OF COMPREHENSIVE LOSS
For the three and six months ended October 31, 2018 and 2017
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	Three months ended October 31		Six months ended October 31	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
General and administrative expenses				
Accounting and audit fees	\$ 7,000	\$ 6,400	\$ 10,350	\$ 11,200
Consulting fees – Note 7	93,530	28,000	325,880	152,698
Depreciation	959	3,740	1,917	7,478
Filing fees (recovery)	(1,430)	12,758	8,147	19,410
Interest and bank charges	358	484	707	602
Legal fees	12,450	22,568	22,706	58,859
Management fees – Note 7	60,000	12,000	120,000	24,000
Office and telephone	5,438	7,633	13,236	12,212
Property investigation cost	9,787	-	9,787	-
Property taxes	-	1,015	-	3,415
Rent	-	-	3,822	-
Shareholder communications	17,459	11,701	44,923	21,451
Transfer agent fees	2,064	2,217	3,895	5,168
Travel and promotion	<u>-</u>	<u>1,516</u>	<u>-</u>	<u>1,516</u>
Loss before other items and income taxes	(207,615)	(110,032)	(565,370)	(318,009)
Other item				
Other income – Note 6	<u>74,866</u>	<u>-</u>	<u>74,866</u>	<u>-</u>
Net loss and comprehensive loss	<u>\$ (132,749)</u>	<u>\$ (110,032)</u>	<u>\$ (490,504)</u>	<u>\$ (318,009)</u>
Basic and diluted loss per share	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average number of shares outstanding	<u>156,224,351</u>	<u>112,469,615</u>	<u>147,469,226</u>	<u>104,037,188</u>

The accompanying notes form an integral part of these financial statements

DECADE RESOURCES LTD.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
For the six months ended October 31, 2018 and 2017
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	<u>2018</u>	<u>2017</u>
OPERATING ACTIVITIES		
Net loss	\$ (490,504)	\$ (318,009)
Add items not affecting cash:		
Depreciation	<u>1,917</u>	<u>7,478</u>
	(488,587)	(310,531)
Changes in working capital items related to operations:		
GST receivable	(98,281)	(69,707)
Accounts receivable	-	99,287
Prepaid expenses	-	2,099
Accounts payable and accrued liabilities	<u>(68,009)</u>	<u>(115,476)</u>
	<u>(654,877)</u>	<u>(394,328)</u>
FINANCING ACTIVITIES		
Flow-through premium	7,134	-
Shares issued for cash	1,990,750	2,285,724
Share issuance costs	-	(26,475)
Share subscriptions	<u>113,255</u>	<u>-</u>
	<u>2,111,139</u>	<u>2,259,249</u>
INVESTING ACTIVITIES		
Reclamation bond	-	(5,000)
Exploration advances	(79,500)	45,000
Exploration and evaluation assets	<u>(1,386,425)</u>	<u>(1,583,310)</u>
	<u>(1,465,925)</u>	<u>(1,543,310)</u>
Change in cash	(9,663)	321,611
Cash, beginning	<u>93,835</u>	<u>2,156</u>
Cash, ending	<u>\$ 84,172</u>	<u>\$ 323,767</u>
Supplemental disclosure of cash flow information:		
Cash paid for:		
Interest	<u>\$ -</u>	<u>\$ -</u>
Income taxes	<u>\$ -</u>	<u>\$ -</u>

Non-cash Transactions – Note 10

The accompanying notes form an integral part of these financial statements

DECADE RESOURCES LTD.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
For the six months ended October 31, 2018 and 2017
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	Share Capital		Share Subscriptions	Contributed Surplus	Deficit	Total Shareholders' Equity
	Number of Shares	Amount				
Balance at April 30, 2018	125,308,908	\$ 21,286,057	\$ -	\$ 2,017,501	\$ (12,241,106)	\$ 11,062,452
For cash:						
Private placement at \$0.05	32,195,000	1,609,750	-	-	-	1,609,750
Private placement at \$0.65	7,119,230	462,750	113,255	-	-	576,005
Flow-through premium	-	(81,750)	-	-	-	(81,750)
Net and comprehensive loss	-	-	-	-	(490,504)	(490,504)
Balance at October 31, 2018	<u>164,623,138</u>	<u>\$ 23,276,807</u>	<u>\$ 113,255</u>	<u>\$ 2,017,501</u>	<u>\$ (12,731,610)</u>	<u>\$ 12,675,953</u>
Balance at April 30, 2017	85,584,654	\$ 17,728,798	\$ 840,000	\$ 1,630,311	\$ (10,587,519)	\$ 8,855,590
For cash:						
Private placement at \$0.06	10,700,000	642,000	(840,000)	-	-	558,000
Private placement at \$0.065	1,000,000	65,000	-	-	-	65,000
Private placement at \$0.085	4,622,350	392,900	-	-	-	392,900
Private placement at \$0.10	5,450,000	545,000	-	-	-	545,000
Share purchase warrants at \$0.08	1,418,333	113,467	-	-	-	113,467
Share purchase warrants at \$0.10	2,608,571	260,857	(23,500)	-	-	237,357
Stock options at \$0.06	1,500,000	90,000	-	-	-	90,000
Stock options at \$0.08	3,400,000	272,000	-	-	-	272,000
Stock options at \$0.085	300,000	25,500	-	-	-	25,500
Share issuance costs	-	(26,475)	-	-	-	(26,475)
Shares issued for property	2,700,000	418,500	-	-	-	418,500
Transfer on exercise of stock options	-	288,810	-	(288,810)	-	-
Net and comprehensive loss	-	-	-	-	(318,009)	(318,009)
Balance at October 31, 2017	<u>119,283,908</u>	<u>\$ 20,816,357</u>	<u>\$ (23,500)</u>	<u>\$ 1,341,501</u>	<u>\$ (10,905,528)</u>	<u>\$ 11,228,830</u>

DECADE RESOURCES LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
October 31, 2018
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

Note 1 Corporate Information

Decade Resources Ltd. (the “Company”) is an exploration stage company incorporated on March 3, 2006, under the laws of the Province of British Columbia, Canada. Its principal business activity is the acquisition, exploration and evaluation of mineral properties located in the Province of British Columbia, Canada. The Company’s common shares are traded on the TSX Venture Exchange (“TSX-V”) under the symbol “DEC”.

The Company’s head office and principal business address is 611 – 8th Street, Box 211, Stewart, British Columbia, Canada, V0T 1W0.

Note 2 Basis of Preparation

a) Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and in accordance with International Accounting Standard (“IAS”) IAS 34 “Interim Financial Reporting”.

These condensed interim financial statements do not include all of the information and disclosures required to be included in annual financial statements prepared in accordance with IFRS. These condensed interim financial statements should be read in conjunction with the Company’s audited annual financial statements for the years ended April 30, 2018 and 2017.

These condensed interim financial statements were authorized for issue on December 28, 2018 by the directors of the Company.

b) Basis of Measurement

These condensed interim financial statements have been prepared using the historical cost basis except for financial instruments that have been measured at fair value.

The condensed interim financial statements are presented in Canadian dollars, which is the Company’s functional currency and presentation currency.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 2 Basis of Preparation – (cont'd)**c) Going Concern**

At October 31, 2018, the Company has not generated revenue from operations, has an accumulated deficit of \$12,731,610 and expects to incur further costs in the exploration and evaluation of its mineral properties. These financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has not yet determined whether its mineral properties contain economically recoverable reserves. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the confirmation of economically recoverable reserves, the Company's ability to obtain adequate financing to develop the reserves, and its ability to commence profitable operations in the future. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

The Company has been able to fund operations and mineral property exploration through equity financings. The continued uncertainty in the financial equity markets may make it difficult to raise capital through the private placement of shares. The junior mining industry is considered speculative in nature which could make it more difficult to fund. While the Company is using its best efforts to achieve its business plans by examining various financing alternatives, there is no assurance that the Company will be successful with its financing ventures.

These 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 as a going concern.

d) Critical Accounting Estimates and Judgements

The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only; or in the period of the change and future periods, if the change affects both.

Information about critical accounting estimates and judgments in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities recognized in the Company's financial statements within the next financial year are discussed below:

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 2 Basis of Preparation – (cont'd)**d) Critical Accounting Estimates and Judgements** – (cont'd)

i. Exploration and Evaluation Expenditures

The application of the Company's accounting policy for exploration and evaluation expenditure requires judgment in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. If, after expenditure is capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the profit or loss in the period the new information becomes available.

ii. Title to Mineral Properties

Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

iii. Rehabilitation Provisions

Rehabilitation provisions have been determined to be \$Nil based on the Company's internal estimates. Assumptions, based on the current economic environment, have been made which management believes are a reasonable basis upon which to estimate the future liability. These estimates take into account any material changes to the assumptions that occur when reviewed regularly by management. Estimates are reviewed annually and are based on current regulatory requirements. Significant changes in estimates of contamination, restoration standards and techniques will result in changes to provisions from period to period.

iv. Share-Based Payments

The Company uses the Black-Scholes Option Pricing Model for valuation of share-based payments. 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.

v. Recognition of Deferred Income Tax Assets and Liabilities

The carrying amount of deferred income tax assets and liabilities is reviewed at the end of each reporting period and recognized only to the extent that it is probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Changes in estimates of future taxable profit can materially affect the amount of deferred income tax assets and liabilities recognized from period to period.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 3 Significant Accounting Policies

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited financial statements as at April 30, 2018. The accompanying unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended April 30, 2018.

The following standards will be adopted effective May 1, 2018:

IFRS 9 Financial Instruments

On May 1, 2018, the Company adopted IFRS 9 – Financial Instruments (“IFRS 9”), which replaced IAS 39 Financial Instruments: Recognition and Measurement (“IAS 39”). IFRS 9 provides a revised model for classification and measurement of financial assets, including a new expected credit loss (“ECL”) impairment model. The revised model for classifying financial assets results in classification according to their contractual cash flow characteristics and the business models under which they are held. IFRS 9 also introduces a reformed approach to hedge accounting. IFRS 9 largely retains the existing requirements in IAS 39 for the classification of financial liabilities. The standard is effective for annual periods beginning on or after May 1, 2018.

As a result of the adoption of IFRS 9, the Company has changed its accounting policy for financial instruments retrospectively. The change did not result in a change in carrying value of any of our financial instruments on transition date. The adoption of the ECL impairment model did not have an impact on the Company's condensed interim financial statements. IFRS 9 does not require restatement of comparative periods.

	May 1, 2018	
	IAS 39	IFRS 9
<u>Financial Asset</u>		
Cash	FVTPL	FVTPL
Accounts receivable	Amortized cost	Amortized cost
<u>Financial Liabilities</u>		
Accounts payable and accrued liabilities	Amortized cost	Amortized cost

The adoption of IFRS 9 has not had a significant impact on the Company's policies related to financial assets and liabilities.

IFRS 15 Revenue from Contracts with Customers

On May 1, 2018, the Company adopted IFRS 15, Revenue from Contracts with Customers. IFRS 15 specifies how and when revenue should be recognized as well as requiring more informative and relevant disclosures. The standard supersedes IAS 18 Revenue, IAS 11 Construction Contracts, and a number of revenue-related interpretations. Application of the standard is mandatory and it applies to nearly all contracts with customers: the main exceptions are leases, financial instruments and insurance contracts. IFRS 15 is effective for the Company's annual period beginning May 1, 2018. The adoption of IFRS 15 did not have an impact on the Company's condensed interim financial statements.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 3 Significant Accounting Policies – (cont'd)*The following standard will be adopted effective May 1, 2019:*

IFRS 16 Leases - In June 2016, the IASB issued IFRS 16, *Leases* which establishes principles for the recognition, measurement, presentation and disclosure of leases, with the objective of ensuring that lessees and lessors provide relevant information that faithfully represents those transactions. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or financing leases, and to account for those two types of leases differently. However, lessees are no longer classifying leases as either operating leases or finance leases as it is required by IAS 17.

The adoption of this standard is not expected to have a material effect on the Company's future results and financial position.

Note 4 Property and Equipment

	<u>Land</u>	<u>Building</u>	<u>Computer Equipment</u>	<u>Furniture and Fixtures</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
Cost							
Balance April 30, 2016 and 2017	\$ 56,689	\$ 131,297	\$ 6,177	\$ 12,911	\$ 68,997	\$ 160,767	\$ 436,838
Disposals	<u>(56,689)</u>	<u>(131,297)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(160,767)</u>	<u>(348,753)</u>
Balance April 30, 2018 and October 31, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,177</u>	<u>\$ 12,911</u>	<u>\$ 68,997</u>	<u>\$ -</u>	<u>\$ 88,085</u>
Accumulated depreciation							
Balance April 30, 2017	\$ -	\$ 38,529	\$ 5,398	\$ 9,103	\$ 49,868	\$ 142,442	\$ 245,340
Disposals	-	(42,008)	-	-	-	(145,380)	(187,388)
Depreciation	<u>-</u>	<u>3,479</u>	<u>233</u>	<u>762</u>	<u>3,826</u>	<u>2,938</u>	<u>11,238</u>
Balance April 30, 2018	-	-	5,631	9,865	53,694	-	69,190
Depreciation	<u>-</u>	<u>-</u>	<u>82</u>	<u>305</u>	<u>1,530</u>	<u>-</u>	<u>1,917</u>
Balance October 31, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,713</u>	<u>\$ 10,170</u>	<u>\$ 55,224</u>	<u>\$ -</u>	<u>\$ 71,107</u>
Net book value							
Balance October 31, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 464</u>	<u>\$ 2,741</u>	<u>\$ 13,773</u>	<u>\$ -</u>	<u>\$ 16,978</u>
Balance April 30, 2018	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 546</u>	<u>\$ 3,046</u>	<u>\$ 15,303</u>	<u>\$ -</u>	<u>\$ 18,895</u>

During the year ended April 30, 2018, the Company sold land, a building and vehicles for total proceeds of \$175,799 resulting in a gain on disposal of \$14,434.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 5 Exploration and Evaluation Assets

The Company's exploration and evaluation assets are described below. Also refer to Schedule 1 attached to the end of these financial statements.

a) *Silver Crown*

By an option agreement dated December 1, 2006 and an amending agreement dated November 1, 2008, the Company was granted the option to acquire a 100% interest in the Silver Crown Property, which consists of one mineral claim situated in the Skeena Mining Division in the Province of British Columbia. The property is subject to a 2% net smelter return royalty. Consideration to earn the 100% interest is as follows:

Cash payments:

- i) \$10,000 to be paid on the execution of this letter agreement (paid);
- ii) a further \$15,000 to be paid on or before November 17, 2007 (paid);
- iii) a further \$45,000 to be paid on or before November 17, 2009 (paid);
- iv) a further \$30,000 to be paid on or before November 17, 2010 (paid).

Common share issuances:

- i) 20,000 common shares (issued); and
- ii) an additional 40,000 common shares on or before November 17, 2010 (issued).

Exploration expenditures:

- i) \$100,000 before December 31, 2007 (incurred);
- ii) \$300,000 in aggregate before December 31, 2008 (incurred); and
- iii) \$1,500,000 in aggregate on or before December 31, 2017.

On January 9, 2012, the Company paid an extension fee of \$10,000 to the optionor and the parties agreed on an amendment of the terms of the exploration expenditures commitment contained in the original option agreement. During the year ended April 30, 2015, the Company and the optionor agreed to further extend the exploration expenditures date to December 31, 2015. During the year ended April 30, 2016 the Company and the optionor agreed to further extend the exploration expenditures date to December 31, 2016. During the year ended April 30, 2017 the Company and the optionor agreed to further extend the exploration expenditures date to December 31, 2017. The Company and the optionor are currently negotiating a further extension of the exploration expenditures due date.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 5 Exploration and Evaluation Assets – (cont'd)

b) ***Red Cliff***

On October 28, 2008, the Company entered into an option agreement with Mountain Boy Minerals Ltd. (“Mountain Boy”), a public company with directors in common with the Company, to acquire a 60% interest in the Red Cliff property located 25 miles north of Stewart, British Columbia. In order to earn the 60% interest the Company was required to incur exploration expenditures on the property of \$1,250,000 over three years. The Company incurred all the required exploration expenditures to earn its 60% interest and entered into a joint venture agreement with Mountain Boy to operate the property on a 60/40 joint venture basis.

At October 31, 2011, the Company was informed by Mountain Boy that it would not be funding its share of the Red Cliff exploration expenditures and thereby would have its interest diluted under the formula set out in the joint venture agreement. As at October 31, 2011, the Company was owed \$548,285 in exploration expenditures by Mountain Boy. Effective November 1, 2011, Mountain Boy agreed to dilute its interest in the Red Cliff property by 5% in lieu of the \$435,785 and consequently the Red Cliff joint venture is now run on a 65/35 joint venture basis.

During the six months ended October 31, 2018, the Company charged \$703,722 (April 30, 2018: \$693,056) in exploration expenditures to Mountain Boy.

At October 31, 2018, Mountain Boy owed the Company \$1,111,368 (April 30, 2018: \$428,273) in exploration expenditures which is included in accounts receivable.

On October 16, 2017, the Company entered into a Royalty Purchase Agreement to acquire 65% of the 1% net smelter return (“NSR”) royalty on certain mineral claims on the Red Cliff property. In consideration, the Company paid \$6,500 and committed to issue 280,000 common shares to the vendor. On November 13, 2017, the Company issued the 280,000 common shares fair valued at \$0.085 per common share totalling \$23,800 and the NSR was cancelled.

c) ***Goat***

On January 28, 2010, the Company purchased a 100% interest in three mineral claims known as the Goat claims located north of Stewart, British Columbia for \$55,000 and 50,000 common shares.

d) ***Slider***

On January 26, 2015, the Company acquired 11 mineral claims known as the Slider claims situated in the Skeena Mining Division in the Province of British Columbia for \$10,000. During the year ended April 30, 2017, the Company abandoned the Slider claims and recorded a write-off of exploration and evaluation assets of \$10,000.

Decade Resources Ltd.

Notes to the Financial Statements

April 30, 2018 and 2017

(Stated in Canadian Dollars)

Note 5 Exploration and Evaluation Assets – (cont'd)

e) ***Bow #1***

On October 11, 2013, the Company entered into an agreement with a company with directors in common with the Company to purchase an 80% interest in the Bow #1 and Bow extension mineral claims located in the Skeena Mining District of British Columbia for \$280,000 of which \$28,900 is included in accounts payable and accrued liabilities at April 30, 2017. The balance of \$28,900 has been paid.

During the year ended April 30, 2018, the Company acquired the remaining 20% interest in the Bow#1 and Bow extension mineral claims for \$250,000 from a Company with common directors of which \$50,000 is included in accounts payable as at April 30, 2018 and was subsequently paid.

The property is subject to a 3% net smelter return royalty on mineral products removed from the property, being reduced to a 1% net smelter return upon having paid a sum of \$600,000 pursuant to the royalty.

f) ***PCU Claims***

On September 19, 2016, the Company staked 6 mineral claims known as the PCU claims situated in the Skeena Mining Division in the Province of British Columbia for \$13,124. During the year ended April 30, 2018, the Company abandoned the PCU claims and recorded a write-off of exploration and evaluation assets of \$13,124.

g) ***Georgia River***

By an option agreement dated April 10, 2017, the Company was granted the option to acquire a 75% interest in the Georgia River Property, situated 13 kilometres south of Stewart, British Columbia. The property is subject to a 2% net smelter return royalty which may be reduced to 1% at any time after one year of commercial production for a payment of \$1,000,000. Consideration to earn the 75% interest is as follows:

Cash payments:

- i) \$50,000 on execution of the option agreement (paid);
- ii) a further \$75,000 on or before April 10, 2018 (paid);
- iii) a further \$150,000 on or before April 10, 2019;
- iv) a further \$200,000 on or before April 10, 2020.

Exploration expenditures:

- i) \$250,000 on or before April 10, 2018 (deemed incurred);
- i) a further \$500,000 on or before April 10, 2019;
- iii) a further \$750,000 on or before April 10, 2020;
- iv) a further \$1,000,000 on or before April 10, 2021.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 5 Exploration and Evaluation Assets – (cont'd)

h) Treasure Mountain

On July 31, 2017, the Company entered into a property purchase agreement to acquire a 100% interest in 37 mineral claims in northern British Columbia for 2,700,000 common shares. The Company received TSX-V acceptance of the property purchase agreement on August 10, 2017 and issued the vendor 2,700,000 common shares with a fair value of \$418,500 on August 14, 2017. The Company received a reclamation deposit refund of \$28,200 from the vendor which was offset against the acquisition costs of the property and staked three additional claims at a cost of \$7,326. During the six months ended October 31, 2018, the Company staked five additional claims at a cost of \$10,231.

i) Surprise Creek

On September 7, 2017, the Company was granted the option to acquire a 60% interest in the Surprise Creek Property. The property is subject to a 2% net smelter return royalty which may be reduced to 1% at any time after one year of commercial production for a payment of \$1,000,000. Consideration to earn the 60% interest is as follows:

Cash payments:

- i) \$5,000 (paid) and \$300,000 portable assessment credits on signing;
- ii) a further \$15,000 on or before September 7, 2019;
- iii) a further \$20,000 on or before September 7, 2020.

Exploration expenditures:

- i) \$50,000 on or before September 7, 2019;
- ii) a further \$70,000 on or before September 7, 2020.

j) Red Cliff Extension

On September 7, 2017, the Company was granted the option to acquire a 80% interest in the Red Cliff Extension Property. The property is subject to a 2% net smelter return royalty which may be reduced to 1% at any time after one year of commercial production for a payment of \$1,000,000. Consideration to earn the 80% interest is as follows:

Cash payments:

- i) \$5,000 (paid) and \$300,000 portable assessment credits on signing;
- ii) a further \$10,000 on or before September 7, 2019;
- iii) a further \$20,000 on or before September 7, 2020.

Exploration expenditures:

- i) \$30,000 on or before September 7, 2019;
- ii) a further \$50,000 on or before September 7, 2020.

On October 19, 2017, the Company paid \$1,263 to the Minister of Finance in lieu of exploration work.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

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(Unaudited – Prepared by Management)

Note 5 Exploration and Evaluation Assets – (cont'd)

k) ***Starpower Claim***

On March 23, 2018, the Company was granted the option to acquire a 100% interest in the Starpower Claim Property, situated in the Omineca Mining Division, British Columbia. The property is subject to a 2.5% net smelter return upon exercise of the option, and after the sixth anniversary the Company shall make advance royalty payments of \$50,000 per year, until such time as payments equalling \$2,500,000 has been paid to the Optionor. The Company may also purchase the royalty from the Optioner at any time for \$2,500,000, less any advance royalty payment. Consideration to earn the 100% interest is as follows:

Cash payments:

- i) \$10,000 on signing (paid);
- ii) a further \$15,000 on or before March 23, 2019;
- iii) a further \$20,000 on or before March 23, 2020;
- iv) a further \$25,000 on or before March 23, 2021;
- v) a further \$30,000 on or before March 23, 2022; and
- vi) a further \$50,000 on or before March 23, 2023.

Common share issuances:

- i) 300,000 common shares (issued) within five Business Days of March 23, 2018;
- ii) an additional 400,000 common shares on or before March 23, 2019;
- iii) an additional 500,000 common shares on or before March 23, 2020;
- iv) an additional 500,000 common shares on or before March 23, 2021;
- v) an additional 500,000 common shares on or before March 23, 2022 ; and
- vi) an additional 500,000 common shares on or before March 23, 2023.

Note 6 Share Capital

a) ***Authorized:***

Unlimited number of common shares without par value.

b) ***Issued:***

For the six months ended October 31, 2018:

On June 15, 2018, the Company issued 26,810,385 common shares pursuant to a private placement for gross proceeds of \$1,409,750. The private placement was comprised of 4,615,385 flow-through units at \$0.065 per unit for proceeds of \$300,000 with each unit containing one flow-through common share and one transferable non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.08 for a period of 30 months. The private placement was also comprised of 22,195,000 non-flow through units at a price of \$0.05 per non-flow through unit for gross proceeds of \$1,109,750. Each non-flow-through unit is comprised of one common share and one transferable warrant being exercisable for the purchase of one additional common share at a price of \$0.07 per share for a period of 30 months. No finders' fees were paid in connection with the private placement. The Company recognized a flow-through premium of \$69,231 on the private placement. As at October 31, 2018, the Company had incurred the exploration expenditures and have reversed the flow-through premium of \$69,231 to other income.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 6 Share Capital – (cont'd)

b) *Issued:* - (cont'd)

On September 18, 2018, the Company issued 2,503,845 common shares pursuant to a private placement for gross proceeds of \$162,750. The private placement was comprised of 2,503,845 flow-through units at \$0.065 per unit for proceeds of \$162,750 with each unit containing one flow-through common share and one transferable non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.08 for a period of 24 months. No finders' fees were paid in connection with the private placement. The Company recognized a flow-through premium of \$12,519 on the private placement. As at October 31, 2018, the Company has \$7,134 in flow-through premium and have reversed approximately \$5,385 to other income.

On October 4, 2018, the Company issued 10,000,000 common shares pursuant to a private placement for gross proceeds of \$500,000. The private placement was comprised of 10,000,000 non-flow through units at a price of \$0.05 per non-flow through unit for gross proceeds of \$500,000. Each non-flow-through unit is comprised of one common share and one transferable warrant being exercisable for the purchase of one additional common share at a price of \$0.055 per share for a period of 36 months. No finders' fees were paid in connection with the private placement.

Year Ended April 30, 2018:

On May 18, 2017, the Company issued 10,700,000 common shares pursuant to the private placement of 10,700,000 flow-through units at \$0.06 per unit for proceeds of \$642,000. Each unit contained one flow-through common share and one non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.08 until May 18, 2019. At April 30, 2017, the Company had received advance share subscriptions of \$84,000 with respect to this private placement.

On May 25, 2017, the Company issued 525,000 common shares pursuant to the exercise of 150,000 stock options at \$0.06 for proceeds of \$9,000 and the exercise of 375,000 stock options at \$0.08 for proceeds of \$30,000.

On July 12, 2017, the Company issued 910,000 common shares pursuant to the exercise of 200,000 stock options at \$0.06 for proceeds of \$12,000, the exercise of 525,000 stock options at \$0.08 for proceeds of \$42,000 and the exercise of 185,000 share purchase warrants at \$0.10 for proceeds of \$18,500.

On July 19, 2017, the Company issued 1,333,333 common shares pursuant to the exercise of 500,000 stock options at \$0.08 for proceeds of \$40,000 and the exercise of 833,333 warrants at \$0.08 for proceeds of \$66,666.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 6 Share Capital – (cont'd)

b) **Issued:** - (cont'd)

Year Ended April 30, 2018: - (cont'd)

On July 21, 2017, the Company issued 5,622,350 common shares pursuant to a private placement for gross proceeds of \$457,900. The private placement was comprised of 2,898,823 flow-through units at \$0.085 per unit for proceeds of \$246,400, with each flow-through unit containing one flow-through common share and one non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.11 until July 21, 2019. The private placement was also comprised of 1,000,000 non flow-through units at \$0.065 per unit for proceeds of \$65,000, with each unit containing one common share and one common share purchase warrant entitling the holder to purchase an additional common share at \$0.09 until July 21, 2019. The private placement was also comprised of 1,723,527 non flow-through units at \$0.085 per unit for proceeds of \$146,500, with each unit containing one common share and one common share purchase warrant entitling the holder to purchase an additional common share at \$0.11 until July 21, 2019. There was no flow-through premium on the private placement.

On July 25, 2017, the Company issued 893,571 common shares pursuant to the exercise of 335,000 share purchase warrants at \$0.08 for proceeds of \$26,800 and the exercise of 558,571 share purchase warrants at \$0.10 for proceeds of \$55,857.

On August 3, 2017, the Company issued 900,000 common shares pursuant to the exercise of 900,000 stock options at \$0.06 for proceeds of \$54,000.

On August 8, 2017, the Company issued 235,000 common shares pursuant to the exercise of 235,000 warrants at \$0.10 for proceeds of \$23,500.

On August 15, 2017, the Company issued 100,000 common shares pursuant to the exercise of 100,000 warrants at \$0.10 for proceeds of \$10,000.

On August 18, 2017, the Company issued 800,000 common shares pursuant to the exercise of 800,000 stock options at \$0.08 for proceeds of \$64,000.

On August 21, 2017, the Company issued 300,000 common shares pursuant to the exercise of 300,000 stock options at \$0.085 for proceeds of \$25,500.

On August 24, 2017, the Company issued 220,000 common shares pursuant to the exercise of 220,000 warrants at \$0.10 for proceeds of \$22,000.

On August 29, 2017, the Company issued 800,000 common shares pursuant to the exercise of 800,000 stock options at \$0.08 for proceeds of \$64,000 and 250,000 common shares pursuant to the exercise of 250,000 stock options at \$0.06 for proceeds of \$15,000.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 6 Share Capital – (cont'd)

b) **Issued:** - (cont'd)

Year Ended April 30, 2018: - (cont'd)

On September 6, 2017, the Company issued 310,000 common shares pursuant to the exercise of 310,000 warrants at \$0.10 for proceeds of \$31,000.

On September 7, 2017, the Company issued 400,000 common shares pursuant to the exercise of 400,000 stock options at \$0.08 for proceeds of \$32,000.

On September 8, 2017, the Company issued 400,000 common shares pursuant to the exercise of 400,000 warrants at \$0.10 for proceeds of \$40,000.

On September 18, 2017, the Company issued 275,000 common shares pursuant to the exercise of 275,000 warrants at \$0.10 for proceeds of \$27,500 and 250,000 common shares pursuant to the exercise of 250,000 warrants at \$0.08 for proceeds of \$20,000.

On October 20, 2017, the Company issued 5,450,000 common shares pursuant to the private placement of 5,450,000 flow-through units at \$0.10 per unit for proceeds of \$545,000. Each unit contained one flow-through common share and one non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.11 until October 20, 2019. No finders' fees were paid in connection with the private placement. There was no flow-through premium on the private placement.

On October 30, 2017, 2017, the Company issued 90,000 common shares pursuant to the exercise of 90,000 warrants at \$0.10 for proceeds of \$9,000.

On December 22, 2017, the Company issued 5,680,000 common shares pursuant to the private placement of 5,680,000 flow-through units at \$0.08 per unit for proceeds of \$454,400. Each unit contained one flow-through common share and one non flow-through share purchase warrant entitling the holder to purchase an additional common share at \$0.10 until December 22, 2019. No finders' fees were paid in connection with the private placement. There was no flow-through premium on the private placement.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 6 Share Capital – (cont'd)c) *Commitments:**Share Purchase Warrants:*

At October 31, 2018, the Company had 67,016,580 share purchase warrants outstanding entitling the holders the right to purchase one common share for each warrant held as follows:

<u>Number of Warrants</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
500,000	\$0.08	December 28, 2018
10,450,000	\$0.08	May 18, 2019
1,000,000	\$0.09	July 21, 2019
4,622,350	\$0.11	July 21, 2019
5,450,000	\$0.11	October 20, 2019
5,680,000	\$0.10	December 22, 2019
2,503,845	\$0.08	September 18, 2020
4,615,385	\$0.08	December 14, 2020
22,195,000	\$0.07	December 14, 2020
<u>10,000,000</u>	\$0.055	October 4, 2021
<u>67,016,580</u>		

At October 31, 2018, the outstanding share purchase warrants had a weighted average remaining contractual life of 1.68 years.

A summary of share purchase warrant activity for the six months ended October 31, 2018 and for the year ended April 30, 2018 is presented below:

	<u>Six months ended October 31, 2018</u>		<u>Year ended April 30, 2018</u>	
	<u>Warrants</u>	<u>Weighted Average Exercise Price</u>	<u>Warrants</u>	<u>Weighted Average Exercise Price</u>
Outstanding, beginning of period	33,900,207	\$0.10	10,239,761	\$0.10
Issued	39,314,230	\$0.07	27,452,350	\$0.10
Exercised	-	\$-	(3,791,904)	\$0.09
Expired	<u>(6,197,857)</u>	<u>\$0.10</u>	<u>-</u>	<u>\$ -</u>
Outstanding, end of period	<u>67,016,580</u>	<u>\$0.08</u>	<u>33,900,207</u>	<u>\$0.10</u>

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 6 Share Capital – (cont'd)c) *Commitments*: - (cont'd)*Share-based Compensation Plan:*

The Company has a Stock Option Plan (“the Plan”) under which it is authorized to grant options to directors, officers, consultants or employees of the Company. The number of options granted under the Plan is limited to 10% of the number of issued and outstanding common shares of the Company at the date of grant. The exercise price of options granted under the Plan may not be less than the market value of the Company’s common shares on the date of grant. Options granted under the Plan have a maximum life of five years and vest on the date of grant or over periods determined by management.

There were no stock options granted during the six months ended October 31, 2018.

On March 1, 2018, the Company granted 11,900,000 stock options to directors, officers and consultants of the Company. The stock options entitle the holders thereof the right to purchase one common share for each option at \$0.06 until March 1, 2020 or March 1, 2023 and vested on the grant date. The fair value of the stock options of \$676,000 or \$0.06 per option was determined using the Black Scholes option valuation model with the following assumptions:

Risk-free interest rate	1.86% to 2.06%
Expected life of options	2 to 5 years
Annualized volatility	169% to 200%
Dividend rate	0%
Forfeiture rate	0%
Share price on grant date	\$ 0.06

At October 31, 2018, the Company had 12,500,000 stock options outstanding entitling the holders thereof the right to purchase one common share for each option held as follows:

<u>Number of Options</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
600,000	\$0.08	February 23, 2020
3,800,000	\$0.06	March 1, 2020
<u>8,100,000</u>	\$0.06	March 1, 2023
<u>12,500,000</u>		

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 6 Share Capital – (cont'd)c) *Commitments*: - (cont'd)*Share-based Compensation Plan*: - (cont'd)

A summary of stock option activity for the six months ended October 31, 2018 and for the year ended April 30, 2018 is presented below:

	<u>Number</u>	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life
Outstanding, April 30, 2017	5,800,000	\$0.08	3.00 years
Exercised	(5,200,000)	\$0.07	
Granted	<u>11,900,000</u>	<u>\$0.06</u>	
Outstanding and exercisable, April 30, 2018 and October 31, 2018	<u>12,500,000</u>	<u>\$0.06</u>	3.78 years 3.28 years

Note 7 Related Party Transactions

The Company incurred the following charges by directors of the Company, by companies with directors in common with the Company and by a company managed by a director of the Company for the six months ended October 31, 2018 and 2017:

	<u>2018</u>	<u>2017</u>
Consulting fees	\$ 48,000	\$ 18,000
Exploration and evaluation assets – drilling	1,735,200	864,030
Exploration and evaluation assets – equipment rental	41,738	101,724
Exploration and evaluation assets – field supplies and miscellaneous	7,000	-
Exploration and evaluation assets – geological	2,000	20,800
Exploration and evaluation assets – supervision	58,000	140,450
Management fees	<u>120,000</u>	<u>24,000</u>
	<u>\$ 2,011,938</u>	<u>\$ 1,169,004</u>

At October 31, 2018, accounts receivable includes \$1,111,368 (April 30, 2018: \$407,148) due from Mountain Boy, a public company with former directors in common with the Company.

At October 31, 2018, exploration advances includes \$89,500 (April 30, 2018: \$10,000) paid to a director of the Company, to a company with directors in common with the Company.

At October 31, 2018, accounts payable and accrued liabilities includes \$885,217 (April 30, 2018: \$84,000) due to a director of the Company, to companies with directors in common with the Company and to a company managed by a director of the Company for unpaid fees and drilling cost.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

October 31, 2018

(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)Note 7 Related Party Transactions – (cont'd)

During the year ended April 30, 2018, the Company acquired the remaining 20% interest in the Bow#1 and Bow extension mineral claims for \$250,000 from a company with common directors of which \$50,000 is included in accounts payable as at April 30, 2018 and was subsequently paid.

During the year ended April 30, 2018, the Company sold its land, building and vehicles to companies with common directors for total proceeds of \$175,799 resulting in a gain on disposal of \$14,434.

Amounts due to/from related parties are unsecured, non-interest bearing and have no fixed terms of repayment.

Key management compensation

The Company considers its Chief Executive Officer and Chief Financial Officer to be key management. During the six months ended October 31, 2018 and 2017, the Company incurred the following key management charges:

	<u>2018</u>	<u>2017</u>
Management fees	\$ <u>120,000</u>	\$ <u>24,000</u>
	<u>\$ 120,000</u>	<u>\$ 24,000</u>

Note 8 Financial Instruments and Risk Management

The carrying amounts of financial assets and liabilities approximate their fair value.

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, accounts receivable and accounts payable. Cash has been classified as FVTPL. Accounts receivable are classified as loans and receivables. Accounts payable are classified as other financial liabilities.

The fair value of the Company's cash was measured using level one of the fair value hierarchy.

The Company's financial instruments are exposed to certain financial risks. The risk exposures and the impact on the Company's financial instruments are summarized below.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

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(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 8 Financial Instruments and Risk Management – (cont'd)

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's cash and accounts receivable are exposed to credit risk. The Company reduces its credit risk on cash by placing these instruments with large financial institutions.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's considers its exposure to interest rate risk to be not significant.

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's policy is to ensure that it always has sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. When future cash flows are uncertain, the liquidity risk increases.

The Company budgets with a plan to have sufficient cash on demand to meet expected operational expenses for a period of 30 days. The Company monitors its risk of shortage of funds by monitoring the maturity dates of existing trade and other accounts payable. The Company prepares monthly operating expenditure budgets, which are regularly monitored and updated as considered necessary. The Company intends to meet its current obligations through funds to be raised via the private placement of shares and through related party loans.

Note 9 Subsequent Event

On November 5, 2018, the Company closed a second tranche of its non-brokered private placement for a total of 1,742,384 flow-through units at a price of \$0.065 per unit for total proceeds of \$113,255 which are included in share subscription received as at October 31, 2018. Each unit consists of one flow-through common shares of the Company and one transferable non-flow-through common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.08 for a period of 24 months.

Decade Resources Ltd.

Notes to the Condensed Interim Financial Statements

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(Stated in Canadian Dollars)

(Unaudited – Prepared by Management)

Note 9 Subsequent Events – (cont'd)

On December 12, 2018, the Company entered into an option agreement with Rotation Minerals Ltd. (“Rotation Minerals”) whereby the Company has granted an exclusion option to Rotation Minerals to acquire a 100% interest in the Bow claims, situated in the Skeena mining district in British Columbia. As consideration the Company will receive a total of \$1,000,000 in five equal instalments, and subject to a 3% net smelter return royalty, as follows:

Cash payments:

- i) \$200,000 on signing;
- ii) a further \$200,000 on or before June 12, 2019;
- iii) a further \$200,000 on or before December 12, 2019;
- iv) a further \$200,000 on or before June 12, 2020; and
- v) a further \$200,000 on or before December 12, 2020.
and subject to a 3% net smelter return royalty.

In the event all the payments are not made, Rotation Minerals will have no interest in the Bow property.

This agreement is subject to TSX Venture approval.

Note 10 Non-cash Transactions

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the statements of cash flows. The following transactions have been excluded from the statements of cash flows:

For the six months ended October 31, 2018:

- The Company recorded accounts receivable of \$703,722 as a cost recovery of exploration and evaluation assets from its joint venture partner on the Red Cliff property.
- Included in accounts payable and accrued liabilities are \$795,445 in exploration and evaluation assets expenditures.

For the six months ended October 31, 2017:

- The Company issued 2,700,000 common shares at \$0.155 per share with a fair value of \$418,500 pursuant to the terms of the property purchase agreement .
- The Company recorded accounts receivable of \$405,926 as a cost recovery of exploration and evaluation assets from its joint venture partner on the Red Cliff property.
- Included in accounts payable and accrued liabilities are \$53,417 in exploration and evaluation assets expenditures.

DECADE RESOURCES LTD.
CONDENSED INTERIM SCHEDULE OF EXPLORATION AND EVALUATION ASSETS
for the six months ended October 31, 2018
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	<u>Silver Crown</u>	<u>Red Cliff</u>	<u>Goat</u>	<u>Bow #1</u>	<u>Treasure Mountain</u>	<u>Georgia River</u>	<u>Surprise Creek</u>	<u>Red Cliff Extension</u>	<u>Starpower</u>	<u>Total</u>
Property acquisition costs										
Balance, April 30, 2018	\$ 178,000	\$ 466,085	\$ 107,500	\$ 530,000	\$ 397,626	\$ 125,000	\$ 5,000	\$ 6,264	\$ 25,000	\$ 1,840,475
Cash paid	-	-	-	-	-	-	-	-	-	-
Shares issued	-	-	-	-	-	-	-	-	-	-
Staking	-	-	-	-	10,231	-	-	-	-	10,231
Balance, October 31, 2018	<u>178,000</u>	<u>466,085</u>	<u>107,500</u>	<u>530,000</u>	<u>407,857</u>	<u>125,000</u>	<u>5,000</u>	<u>6,264</u>	<u>25,000</u>	<u>1,850,706</u>
Deferred exploration costs										
Balance, April 30, 2018	599,192	10,590,094	316,200	2,433,420	26,165	1,100	1,688	-	-	13,967,859
Assays – Note 7	-	65,127	-	-	-	-	-	-	-	65,127
Drilling – Note 7	-	1,737,310	-	-	-	-	-	-	-	1,737,310
Equipment rental – Note 7	-	44,141	-	-	-	1,523	-	-	-	45,664
Field and supplies – Note 7	-	70,423	6,901	5,419	19,258	107	-	-	-	102,108
Geological – Note 7	-	4,100	-	-	91,875	50	-	-	-	96,025
Helicopter	-	-	-	-	21,978	-	-	-	-	21,978
Labour – Note 7	-	43,033	-	2,394	-	-	-	-	-	45,427
Supervision – Note 7	-	46,500	-	-	11,500	-	-	-	-	58,000
Balance, October 31, 2018	<u>599,192</u>	<u>12,600,728</u>	<u>323,101</u>	<u>2,441,233</u>	<u>170,776</u>	<u>2,780</u>	<u>1,688</u>	<u>-</u>	<u>-</u>	<u>16,139,498</u>
Cost recoveries										
Balance, April 30, 2018	(70,251)	(3,433,452)	-	-	-	-	-	-	-	(3,503,703)
Joint venture – Note 5	-	(703,722)	-	-	-	-	-	-	-	(703,722)
Balance, October 31, 2018	<u>(70,251)</u>	<u>(4,137,174)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,207,425)</u>
Totals	<u>\$ 706,941</u>	<u>\$ 8,929,639</u>	<u>\$ 430,601</u>	<u>\$ 2,971,233</u>	<u>\$ 578,633</u>	<u>\$ 127,780</u>	<u>\$ 6,688</u>	<u>\$ 6,264</u>	<u>\$ 25,000</u>	<u>\$13,782,779</u>

DECADE RESOURCES LTD.
CONDENSED INTERIM SCHEDULE OF EXPLORATION AND EVALUATION ASSETS
for the year ended April 30, 2018
(Stated in Canadian Dollars)
(Unaudited – Prepared by Management)

	<u>Silver Crown</u>	<u>Red Cliff</u>	<u>PCU Claims</u>	<u>Goat</u>	<u>Bow #1</u>	<u>Treasure Mountain</u>	<u>Georgia River</u>	<u>Surprise Creek</u>	<u>Red Cliff Extension</u>	<u>Starpower</u>	<u>Total</u>
Property acquisition costs											
Balance, April 30, 2017	\$ 178,000	\$ 435,785	\$ 13,124	\$ 107,500	\$ 280,000	\$ -	\$ 50,000	\$ -	\$ -	\$ -	\$ 1,064,409
Cash paid	-	6,500	-	-	250,000	(20,874)	75,000	5,000	6,264	10,000	331,890
Shares issued	-	23,800	-	-	-	418,500	-	-	-	15,000	457,300
Write-off – Note 5	-	-	(13,124)	-	-	-	-	-	-	-	(13,124)
Balance, April 30, 2018	<u>178,000</u>	<u>466,085</u>	<u>-</u>	<u>107,500</u>	<u>530,000</u>	<u>397,626</u>	<u>125,000</u>	<u>5,000</u>	<u>6,264</u>	<u>25,000</u>	<u>1,840,475</u>
Deferred exploration costs											
Balance, April 30, 2017	556,857	8,609,933	-	202,432	2,433,420	-	-	-	-	-	11,802,642
Assays	2,500	96,322	-	3,720	-	2,500	-	-	-	-	105,042
Drilling – Note 7	26,495	1,186,660	-	-	-	-	-	-	-	-	1,213,155
Equipment rental – Note 7	11,040	92,364	-	38,782	-	-	-	-	-	-	142,186
Field and supplies	-	158,169	-	21,967	-	3,083	-	1,688	-	-	184,907
Geological	2,300	133,478	-	22,874	-	13,150	1,100	-	-	-	172,902
Helicopter	-	8,342	-	-	-	7,432	-	-	-	-	15,774
Labour – Note 7	-	139,340	-	26,425	-	-	-	-	-	-	165,765
Supervision – Note 7	-	162,450	-	-	-	-	-	-	-	-	162,450
Surveying	-	3,036	-	-	-	-	-	-	-	-	3,036
Balance, April 30, 2018	<u>599,192</u>	<u>10,590,094</u>	<u>-</u>	<u>316,200</u>	<u>2,433,420</u>	<u>26,165</u>	<u>1,100</u>	<u>1,688</u>	<u>-</u>	<u>-</u>	<u>13,967,859</u>
Cost recoveries											
Balance, April 30, 2017	(70,251)	(2,740,396)	-	-	-	-	-	-	-	-	(2,810,647)
Joint venture – Note 5	-	(693,056)	-	-	-	-	-	-	-	-	(693,056)
Balance, April 30, 2018	<u>(70,251)</u>	<u>(3,433,452)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,503,703)</u>
Totals	<u>\$ 706,941</u>	<u>\$ 7,622,727</u>	<u>\$ -</u>	<u>\$ 423,700</u>	<u>\$ 2,963,420</u>	<u>\$ 423,791</u>	<u>\$ 126,100</u>	<u>\$ 6,688</u>	<u>\$ 6,264</u>	<u>\$ 25,000</u>	<u>\$12,304,631</u>