

VANGOLD MINING CORP.

(formerly Vangold Resources Ltd.)

Interim Condensed Consolidated Financial Statements

Three and Nine Months Ended September 30, 2017

(Expressed in Canadian dollars)

(unaudited)

NOTICE OF NO AUDITOR REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Under National Instrument 51-102, "Continuous Disclosure Obligations", Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim condensed consolidated financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's external auditors have not performed a review of these interim condensed consolidated financial statements.

VANGOLD MINING CORP.

(formerly Vangold Resources Ltd.)

Interim condensed consolidated statements of financial position

(Expressed in Canadian dollars)

	September 30, 2017 \$	December 31, 2016 \$
	(unaudited)	
Assets		
Current assets		
Cash	69,899	55,816
Amounts receivable	36,691	9,324
Prepaid expenses and deposits	13,954	1,269
Total current assets	120,544	66,409
Non-current assets		
Equipment (Note 3)	20,313	–
Exploration and evaluation assets (Note 4)	1,359,539	9,001
Total non-current assets	1,379,852	9,001
Total assets	1,500,396	75,410
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Notes 6 and 11)	339,902	352,970
Short-term debt (Note 5)	45,100	235,126
Total liabilities	385,002	588,096
Shareholders' Equity (Deficit)		
Share capital	36,737,227	34,157,262
Share subscriptions received	–	50,000
Share-based payment reserve	9,771,103	8,953,903
Accumulated other comprehensive gain	14,005	–
Deficit	(45,406,941)	(43,673,851)
Total shareholders' equity (deficit)	1,115,394	(512,686)
Total liabilities and shareholders' equity (deficit)	1,500,396	75,410

Nature of operations and going concern (Note 1)

Contingent liabilities (Note 11)

Subsequent event (Note 12)

Approved and authorized for issuance on behalf of the Board on November 28, 2017:

/s/ Cameron S. King

Cameron S. King, President, CEO, and Director

/s/ Mark Ashley

Mark Ashley, Director

(The accompanying notes are an integral part of these interim condensed consolidated financial statements)

VANGOLD MINING CORP.

(formerly Vangold Resources Ltd.)

Interim condensed consolidated statements of operations and comprehensive income (loss)

(Expressed in Canadian dollars)

(unaudited)

	Three months ended September 30, 2017 \$	Three months ended September 30, 2016 \$	Nine months ended September 30, 2017 \$	Nine months ended September 30, 2016 \$
Expenses				
Depreciation	2,088	356	4,087	1,066
Foreign exchange loss	69,099	–	85,990	–
Investor relations	8,302	–	64,642	–
Management and consulting fees (Note 6)	274,995	–	514,938	18,000
Mineral exploration costs (Note 4)	18,528	–	326,465	–
Office and miscellaneous	38,932	113	127,450	1,786
Professional fees	12,865	1,150	121,772	1,150
Transfer agent and regulatory fees	9,933	6,410	40,783	7,985
Travel and meals	52,846	–	183,071	–
Rent	7,856	–	33,056	–
Wages and benefits	7,424	–	7,424	–
Total expenses	502,868	8,029	1,509,678	29,987
Loss before other expense	(502,868)	(8,029)	(1,509,678)	(29,987)
Other expense				
Interest and accretion on short-term debt	75	(6,395)	(5,774)	(17,808)
Loss on settlement of debt (Note 7)	–	–	(217,638)	–
Net loss for the period	(502,793)	(14,424)	(1,733,090)	(47,795)
Other comprehensive income				
Foreign currency translation gain	15,250	–	14,005	–
Comprehensive loss for the period	(487,543)	(14,424)	(1,719,085)	(47,795)
Basic and diluted loss per share	(0.01)	–	(0.06)	–
Weighted average number of common shares outstanding – basic and diluted	42,586,781	24,092,320	30,955,117	24,092,320

(The accompanying notes are an integral part of these interim condensed consolidated financial statements)

VANGOLD MINING CORP.

(formerly Vangold Resources Ltd.)

Interim condensed consolidated statements of changes in shareholders' equity (deficit)

(Expressed in Canadian dollars)

(unaudited)

	Share capital		Share subscriptions received \$	Share-based payment reserve \$	Accumulated other comprehensive loss \$	Deficit \$	Total \$
	Number of shares	Amount \$					
Balance, December 31, 2016	8,030,774	34,157,262	50,000	8,953,903	–	(43,673,851)	(512,686)
Shares issued for cash	22,820,556	826,205	(50,000)	623,470	–	–	1,399,675
Share issuance costs	–	(80,789)	–	38,739	–	–	(42,050)
Shares issued to settle debt	3,627,299	471,549	–	–	–	–	471,549
Shares issued to acquire exploration and evaluation assets	8,787,500	1,363,000	–	–	–	–	1,363,000
Fair value of stock options granted	–	–	–	154,991	–	–	154,991
Foreign exchange translation gain	–	–	–	–	14,005	–	14,005
Net loss for the period	–	–	–	–	–	(1,733,090)	(1,733,090)
Balance, September 30, 2017	43,266,129	36,737,227	–	9,771,103	14,005	(45,406,941)	1,115,394

	Share capital		Share subscriptions received \$	Share-based payment reserve \$	Accumulated other comprehensive loss \$	Deficit \$	Total \$
	Number of shares	Amount \$					
Balance, December 31, 2015	8,030,774	34,157,262	–	8,953,903	–	(43,521,081)	(409,916)
Net loss for the period	–	–	–	–	–	(47,795)	(47,795)
Balance, September 30, 2016	8,030,774	34,157,262	–	8,953,903	–	(43,568,876)	(457,711)

(The accompanying notes are an integral part of these interim condensed consolidated financial statements)

VANGOLD MINING CORP.

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Interim condensed consolidated statements of cash flows

(Expressed in Canadian dollars)

	Nine months ended September 30, 2017 \$	Nine months ended September 30, 2016 \$
Operating activities		
Net loss for the period	(1,733,090)	(47,795)
Items not involving cash:		
Depreciation	4,087	1,066
Interest and accretion on short-term debt	6,222	17,808
Loss on settlement of debt	217,638	–
Share-based compensation	154,991	–
Changes in non-cash operating working capital:		
Amounts receivable	(27,367)	(1,452)
Prepaid expenses and deposits	(12,685)	–
Accounts payable and accrued liabilities	44,595	12,297
Net cash used in operating activities	(1,345,609)	(18,076)
Investing activities		
Purchase of property and equipment	(24,316)	–
Net cash used in investing activities	(24,316)	–
Financing activities		
Proceeds from issuance of shares	1,399,675	–
Share issuance costs	(42,050)	–
Proceeds from short-term debt	–	17,394
Net cash provided by investing activities	1,357,625	17,394
Effect of Foreign Exchange Rate Changes on Cash	26,383	–
Change in cash	14,083	(682)
Cash, beginning of period	55,816	1,041
Cash, end of period	69,899	359
Non-cash investing and financing activities:		
Finders' warrants issued as share issuance costs	38,739	–
Shares issued for acquisition of exploration and evaluation assets	1,363,000	–
Supplemental disclosures:		
Interest paid	–	–
Income taxes paid	–	–

(The accompanying notes are an integral part of these interim condensed consolidated financial statements)

VANGOLD MINING CORP.

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Notes to the interim condensed consolidated financial statements

September 30, 2017

(Expressed in Canadian dollars)

(unaudited)

1. Nature of Operations and Going Concern

Vangold Mining Corp (the “Company” or “Vangold”) is in the business of mineral property acquisition, with a focus on precious metals (Au and Ag), meeting high standards of historical exploration and near-production mining properties. The Company currently holds 100% ownership in nine mining claims located in the heart of the Mexican Silver Belt, within the Guanajuato, Mining District. The Company’s El Pinguico mine, once a high-grade Ag and Au producer, is currently being reconditioned and brought back into production sometime in 2018.

Vangold’s remaining seven properties within the Mexican Silver Belt, all have significant historical mining activity and production. Each mining claim confirms strong geological and geophysical characteristics that warrants continued exploration sampling and drilling programs to prove commercial economic viability.

Vangold executive and professional personnel function out of two offices. Corporate head office and registered records of the Company is located at, 1111 Georgia Street West, Suite 1400, Vancouver, British Columbia, Canada, V5X 3R4. The Company’s Mine and Technical office is located at, Colonia Marfil, Guanajuato, Mexico Office No.2 CP 36250.

Vangold is a publicly listed company incorporated under the Business Corporations Act of British Columbia and is listed on the TSX Venture Exchange (“TSX.V”) under the symbol “VAN”.

These interim condensed consolidated financial statements have been prepared on the 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. As at September 30, 2017, the Company has no source of recurring revenue, generates negative cash flows from operating activities, and has an accumulated deficit of \$45,406,941. These factors raise significant doubt about the Company’s ability to continue as a going concern. The continued operations of the Company are dependent on its ability to generate future cash flows or obtain additional financing. Management is of the opinion that sufficient working capital will be obtained from external financing to meet the Company’s liabilities and commitments as they become due, although there is a risk that additional financing will not be available on a timely basis or on terms acceptable to the Company. These interim condensed consolidated financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern.

2. Significant Accounting Policies

(a) Statement of Compliance

These unaudited interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards applicable to interim financial information, as outlined in International Accounting Standard (“IAS”) 34, “Interim Financial Reporting” and using the accounting policies consistent with those in the audited consolidated financial statements as at and for the year ended December 31, 2016.

These unaudited interim condensed consolidated financial statements do not include all disclosures normally provided in annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements as at and for the year ended December 31, 2016. Interim results are not necessarily indicative of the results expected for the fiscal year.

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2. Significant Accounting Policies (continued)

(b) Basis of Consolidation

These interim condensed consolidated financial statements include the accounts of the Company and the following subsidiaries:

Subsidiary	Location	Ownership Interest	Status
CanMex Silver S.A. de C.V. ("CanMex")	Mexico	100%	Consolidated
Obras Mineras El Pinguico S.A. de C.V. ("OMP")	Mexico	100%	Consolidated

Subsidiaries are those entities which Vangold controls by having the power to govern the financial and operating policies. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether Vangold controls another entity. Subsidiaries are fully consolidated from the date on which control is obtained by Vangold and are deconsolidated from the date that control ceases.

All intercompany transactions, balances and unrealized gains and losses are eliminated on consolidation.

(c) Recent Accounting Pronouncements

A number of new standards, and amendments to standards and interpretations, are not yet effective for the period ended September 30, 2017, and have not been applied in preparing these interim condensed consolidated financial statements.

New standard IFRS 9, "Financial Instruments"
Amendments to IFRS 2, "Share-based Payment"

The Company has not early adopted these revised standards and is currently assessing the impact that these standards will have on the interim condensed consolidated financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's interim condensed consolidated financial statements.

3. Equipment

	Computer Equipment	Office Equipment	Truck	Total
	\$	\$	\$	\$
Cost:				
Balance, December 31, 2016	—	—	—	—
Additions	2,698	6,577	15,041	24,316
Balance, September 30, 2017	2,698	6,577	15,041	24,316
Accumulated depreciation:				
Balance, December 31, 2016	—	—	—	—
Additions	331	1,640	2,116	4,087
Foreign currency translation	(13)	—	(71)	(84)
Balance, September 30, 2017	318	1,640	2,045	4,003
Carrying amounts:				
As at December 31, 2016	—	—	—	—
As at September 30, 2017	2,380	4,937	12,996	20,313

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4. Exploration and Evaluation Assets

Exploration and evaluation assets consist of:

	Mexican Silver Belt \$	El Pinguico \$	Rosland \$	Total \$
<i>Acquisition Costs:</i>				
Balance, December 31, 2016	–	–	9,001	9,001
Acquisition costs	338,378	1,012,160	–	1,350,538
Balance, September 30, 2017	338,378	1,012,160	9,001	1,359,539

Mineral exploration costs consist of:

	Three months ended September 30, 2017 \$	Three months ended September 30, 2016 \$	Nine months ended September 30, 2017 \$	Nine months ended September 30, 2016 \$
General exploration	15,594	–	208,476	–
Geological	2,877	–	109,671	–
Property tax	57	–	8,318	–
	18,528	–	326,465	–

El Pinguico Properties, Guanajuato State, Mexico

On April 27, 2017, the Company completed an acquisition of a 100% interest in the El Pinguico property, located in Guanajuato State, Mexico. Under the terms of the agreement, the Company paid consideration of USD\$100,000 and issued 5,000,000 common shares. Refer to Note 7(e). The Company also issued 662,500 common shares as a finder's fee. The vendors retain a 4% NSR and a 15% Net Profits Interest ("NPI") on minerals recovered from an existing surface and underground stockpiles of mineralized rock and a 3% NSR and 5% NPI on all newly mined mineralization. The Company may repurchase 1% (one-third) of the 3% NSR on all newly mined mineralization for USD\$1,000,000.

Mexican Silver Belt Property, Mexico

On May 31, 2017, the Company announced the signed Acquisition Agreement for seven mining claims strategically situated within the high grade Mexican Silver Belt and all within close proximity to the Company's operations office in Guanajuato, Mexico. Under the terms of the agreement, the Company issued 3,125,000 common shares and will pay cash consideration of \$10,000. The vendors retain a 2.5% NSR royalty of which 1.25% (one-half) may be repurchased for \$500,000. The acquisition remains subject to TSX Venture Exchange approval.

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4. Exploration and Evaluation Assets (continued)

Rossland Properties, British Columbia, Canada

South Belt

Vangold holds a 50% interest in certain mineral claims within the historic Rossland gold camp in southeastern British Columbia.

The Company entered into an Option and Joint Venture Agreement with a private company, Rossland Resources Inc. ("RRI" or the "Optionee") that entitles RRI to earn a 100% interest in the property. RRI has fulfilled its commitments to earn a 50% interest. RRI has granted Vangold a 1.5% Net Smelter Royalty ("NSR") on the claims. It is understood that RRI can purchase the NSR granted to Vangold for a total of \$1,500,000 at any time. RRI is operator of the project.

Evening Star Property

The Company owns a 100% interest in the surface rights and a 50% interest in the mineral rights comprising the Evening Star Property, a former producing mine located in southeastern British Columbia. On July 1, 2014, the Company issued a mortgage on the Evening Star Property in the amount of \$50,000. The mortgage is being held as collateral on part of the Company's short-term debt. Refer to Note 5.

5. Short-term Debt

- (a) As at September 30, 2017, the Company owes \$24,551 (December 31, 2016 - \$24,551) to the Chairman of the Company and a company controlled by a director of the Company. The amount owing is unsecured, non-interest bearing, and is due on demand.
- (b) As at September 30, 2017, the Company owes \$20,549 (December 31, 2016 - \$210,575) to Chairman of the Company and a company controlled by a director of the Company. The amounts owing are secured with a mortgage on the Company's Evening Star Property for up to \$50,000, bears interest at 20% per annum, and is due on demand. During the nine months ended September 30, 2017, the Company settled \$196,248 with the issuance of common shares. Refer to Note 7(c).

6. Related Party Transactions

- (a) For the nine months ended September 30, 2017, the Company incurred management and consulting fees of \$30,000 (2016 - \$nil) to a company controlled by the Chief Financial Officer of the Company.
- (b) For the nine months ended September 30, 2017, the Company incurred management and consulting fees of \$75,000 (2016 - \$nil) to a company controlled by the Chief Executive Officer of the Company.
- (c) For the nine months ended September 30, 2017, the Company incurred management and consulting fees of \$45,983 (2016 - \$nil) to a director of the Company.
- (d) As at September 30, 2017, the amount of \$3,975 (December 31, 2016 - \$1,966) was owed to directors of the Company, which is included in accounts payable and accrued liabilities. The amount owed is non-interest bearing, unsecured and due on demand.

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6. Related Party Transactions (continued)

- (e) As at September 30, 2017, the amount of \$nil (December 31, 2016 – \$51,608) was owed to the former Chief Financial Officer of the Company, which is included in accounts payable and accrued liabilities. The amount owed is non-interest bearing, unsecured and due on demand. On March 13, 2017, the Company settled \$50,663 of accounts payable and accrued liabilities owing to the former CFO of the Company through the issuance of 723,757 common shares at a price of \$0.07 per share. Refer to Note 7(c).
- (f) As at September 30, 2017, the amount of \$43,913 (December 31, 2016 – \$122,138) was owed to the Chief Executive Officer of the Company, which is included in accounts payable and accrued liabilities. The amount owed is non-interest bearing, unsecured, and due on demand.
- (g) As at September 30, 2017, the amount of \$9,375 (December 31, 2016 - \$nil) was owed to the Chief Financial Officer of the Company, which is included in accounts payable and accrued liabilities. The amount owed is non-interest bearing, unsecured, and due on demand.

7. Share Capital

The authorized share capital of the Company consists of the following:

- Common Shares: unlimited common shares without par value.
 - Class A Common Shares: unlimited common shares without par value.
 - Class B Common Shares: unlimited common shares without par value.
 - Class A Preferred Shares: unlimited preferred shares \$0.2947 par value.
 - Class B Preferred Shares: unlimited preferred shares without par value.
- (a) On January 13, March 13, and April 24, 2017, the Company completed three tranches of a private placement originally announced on December 13, 2016 of an aggregate of 10,000,000 units at \$0.05 per unit for gross proceeds of \$500,000. Each unit consists of one common share of the Company and one share purchase warrant exercisable at \$0.25 per share for a period of 36 months. The share purchase warrants are subject to accelerated expiry if, at any time after four months and one day after closing, the Company's shares trade at \$0.50 per share or more for ten consecutive trading days. The first tranche on January 13, 2017 consisted of 1,828,920 units; the second tranche on March 13, 2017 consisted of 4,671,080 units; and the third tranche on April 24, 2017 consisted of 3,500,000 units. The Company paid legal fees of \$17,655, aggregate finders fees of \$18,145, and issued 75,000 finder's warrants exercisable at \$0.25 per share until January 13, 2020, subject to accelerated expiry upon certain events. Of the share subscription proceeds received, \$50,000 was received as at December 31, 2016.
 - (b) On March 13, 2017, the Company completed a second private placement by issuing 7,265,000 units at \$0.07 per unit for gross proceeds of \$508,550. Each unit consists of one common share of the Company and one share purchase warrant exercisable at \$0.25 per share for a period of 36 months. The share purchase warrants are subject to accelerated expiry if, at any time after four months and one day after closing, the Company's shares trade at \$0.50 per share or more for ten consecutive trading days. The Company paid legal fees of \$10,700, finders fees of \$13,405, and issued 191,500 finder's warrants exercisable at \$0.25 per share until March 13, 2020, subject to accelerated expiry upon certain events.
 - (c) On March 13, 2017, the Company settled \$196,248 of short-term debt and \$57,663 of accounts payable with the issuance of 3,627,299 common shares with a fair value of \$471,549. The settlement resulted in a loss on settlement of debt of \$217,638. The Company paid legal fees of \$9,015 in connection with this issuance.

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(unaudited)

7. Share Capital

- (d) On April 24, 2017, the Company completed a third private placement by issuing 5,555,556 units at \$0.09 per unit for gross proceeds of \$500,000. Each unit consists of one common share of the Company and one share purchase warrant exercisable at \$0.25 per share for a period of 36 months. The share purchase warrants are subject to accelerated expiry if, at any time after four months and one day after closing, the Company's shares trade at \$0.50 per share or more for ten consecutive trading days. The Company paid legal fees of \$10,700, finders fees of \$10,500, and issued 116,667 finder's warrants exercisable at \$0.25 per share until April 24, 2020, subject to accelerated expiry upon certain events.
- (e) On May 9, 2017, the Company issued 5,000,000 common shares with a fair value of \$900,000 pursuant to the acquisition of a 100% interest in the El Pinguico property, located in Guanajuato State, Mexico. Refer to Note 4. The Company also issued 662,500 common shares with a fair value of \$119,250 to a company controlled by the Chief Executive Officer of the Company as a finder's fee.
- (f) On July 20, 2017, the Company issued 3,125,000 common shares with a fair value of \$343,750 pursuant to the acquisition of the seven mining claims in Mexican Silver Belt.

8. Share Purchase Warrants

The following table summarizes the continuity of share purchase warrants:

	Number of warrants	Weighted average exercise price \$
Balance, December 31, 2016	–	–
Issued	23,203,723	0.25
Balance, September 30, 2017	23,203,723	0.25

As at September 30, 2017, the following share purchase warrants were outstanding:

Number of warrants outstanding	Exercise price \$	Expiry date
1,903,920	0.25	January 13, 2020
12,127,580	0.25	March 8, 2020
3,500,000	0.25	April 10, 2020
5,672,223	0.25	April 19, 2020
<u>23,203,723</u>		

9. Stock Options

The Company's Board of Directors approved a 20% fixed stock incentive plan in accordance with the policies of the TSX.V. Subject to TSX.V and shareholder approvals, the aggregate number of common shares that may be reserved, allotted and issued pursuant to the plan shall not exceed 6,784,614 common shares, less the aggregate number of common shares then reserved for issuance pursuant to any other share compensation arrangement. The Board of Directors is authorized to grant options under this plan to directors, officers, consultants or employees.

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9. Stock Options (continued)

The maximum number of options that may be granted to any one person in any 12-month period must not exceed 5% of the common shares outstanding at the time of the grant or 2% if the optionee is a consultant or employed in an investor relations capacity. The plan states that the Board of Directors shall determine the manner in which the options shall vest and become exercisable. However, options granted to consultants performing investor relations activities shall vest over a minimum of 12 months and no more than one quarter of such options vesting in any 3-month period. The plan requires that the stock options may have a term not exceeding ten years. In the event of any option forfeiture, any expense recognized to date on unvested options is reversed in the period in which the forfeiture occurs.

During the nine months ended September 30, 2017, the Company granted 3,900,000 stock options to directors, officers, employees and consultants of the Company. The options are exercisable at a price of \$0.20 per common share for five years. 25% of the options vested immediately and 25% will vest every 3 months thereafter.

A continuity schedule of the incentive stock options is as follows:

	Number of options	Weighted average exercise price \$
Outstanding, December 31, 2016	—	—
Granted	3,900,000	0.20
Outstanding, September 30, 2017	3,900,000	0.20

Additional information regarding stock options outstanding as at September 30, 2017 is as follows:

Range of exercise prices \$	Number of options outstanding	Number of options vested	Weighted average remaining contractual life (years)	Weighted average exercise price \$
0.20	3,900,000	975,000	4.63	0.20

The fair value of options granted during the period was estimated on the date of grant using the Black-Scholes option pricing model assuming no expected dividends and the following assumptions:

	2017	2016
Expected stock price volatility	133%	—
Risk-free interest rate	1.64%	—
Expected life of options (years)	4.63	—
Expected forfeiture rate	0%	—

The weighted average fair value of options granted was \$0.07 (2016 - \$nil) per option. During the nine months ended September 30, 2017, the Company recognized stock-based compensation expense of \$154,991 (2016 - \$nil) for options granted to directors, officers, employees and consultants of the Company.

10. Segmented Information

The Company is primarily engaged in mineral exploration in British Columbia, Canada and Guanajuato, Mexico. The Company operates the mineral exploration of its properties in Mexico through its 100% owned subsidiaries, OMP and CanMex.

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11. Contingent Liabilities

During the year ended December 31, 2014, the Company negotiated debts settlements with two creditors. An agreement was reached to settle payables of \$282,007 with the two creditors for a total of \$70,501, resulting in a gain on settlement of payables of \$211,506. The Company must pay the \$70,501 upon completion of a financing of at least \$2,500,000.

Once a financing of at least \$2,500,000 is completed, the Company must pay \$49,867 of the negotiated amount within five days to one creditor and \$20,634 within 45 days to the other creditor. If either payment is not completed by the deadline, the debt settlement agreements are nullified and the Company must pay the initial payable amounts to each of the creditors. The Company must also comply with reasonable information requests from the creditors on a timely basis, otherwise the debt settlement agreements are nullified. At September 30, 2017, the \$70,501 remains in accounts payable and accrued liabilities. All requests have been met and the agreements are in good standing.

12. Subsequent Event

Subsequent to September 30, 2017, the Company announced a private placement to raise up to \$1,575,000, and issue up to 22,500,000 units at \$0.07 per unit, with each unit consisting of one common share and one non-transferable share purchase warrant exercisable at \$0.25 for 48 months from the closing date. On November 9, 2017, the Company completed the first tranche of its private placement of 7,744,000 units at a price of \$0.07 per unit for proceeds of \$542,080. As part of the financing, the Company paid \$28,420 of finder's fees and issued 406,000 broker warrants with each warrant entitling the holder to purchase one common share of the Company at \$0.25 per share for a period of four years from the date of issuance.