

**Shoshoni Gold Ltd.**

**Condensed Interim Financial Statements  
(Unaudited – prepared by management)**

**For the six months ended  
August 31, 2018**

**(Expressed in Canadian dollars)**

## **NOTICE TO READER**

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

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The unaudited condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of the condensed interim financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company's independent auditor has not performed a review of these unaudited condensed interim financial statements in accordance with standards established by the Canadian Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

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**Shoshoni Gold Ltd.****Condensed Interim Statements of Financial Position**  
**(Expressed in Canadian dollars)**  
**(Unaudited – prepared by management)**

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	August 31, 2018 \$	February 28, 2018 \$
<b>Assets</b>		
<b>Current assets</b>		
Cash	63,690	308
Amounts receivable	9,630	9,567
Loan receivable (Note 3)	-	63,500
<b>Total current assets</b>	<b>73,320</b>	<b>73,375</b>
<b>Non-current assets</b>		
Exploration and evaluation assets	1	1
Reclamation bond	16,825	16,825
<b>Total non-current assets</b>	<b>16,826</b>	<b>16,826</b>
<b>Total assets</b>	<b>90,146</b>	<b>90,201</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (Note 5)	213,296	365,449
Asset retirement obligation	16,825	16,825
Current portion of loans payable (Note 4)	10,000	38,436
<b>Total current liabilities</b>	<b>240,121</b>	<b>420,710</b>
<b>Non-current liabilities</b>		
Long-term accounts payable	244,164	---
Loans payable (Note 4)	158,196	139,260
<b>Total liabilities</b>	<b>642,481</b>	<b>559,970</b>
<b>Shareholders' deficit</b>		
Share capital	16,929,566	16,929,566
Contributed surplus	2,393,875	2,393,875
Deficit	(19,875,776)	(19,793,210)
<b>Total shareholders' deficit</b>	<b>(552,335)</b>	<b>(469,769)</b>
<b>Total liabilities and shareholders' deficit</b>	<b>90,146</b>	<b>90,201</b>

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**Nature of Operations and Going Concern (note 1)**  
**Commitment**

**Approved on Behalf of the Board of Directors on October 30, 2018.**

See Accompanying Notes

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**Shoshoni Gold Ltd.**

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**Condensed Interim Statements of Comprehensive Loss  
(Expressed in Canadian dollars)  
(Unaudited – prepared by management)**

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	<b>Three Months Ended August 31, 2018</b>	<b>Three Months Ended August 31, 2017</b>	<b>Six Months Ended August 31, 2018</b>	<b>Six Months Ended August 31, 2017</b>
<b>Expenses</b>				
Consulting	\$ 30,000	\$ 15,000	\$ 60,000	\$ 30,000
Legal and accounting	2,250	4,500	14,500	4,500
Interest Expense (rebate)	(10,380)	-	(5,602)	-
Office and miscellaneous	2,544	2,530	5,055	5,838
Regulatory and transfer agent fees	715	750	8,613	6,700
<b>Loss Comprehensive loss for the period</b>	<b>\$ (25,129)</b>	<b>\$ (22,780)</b>	<b>\$ (82,566)</b>	<b>\$ (47,038)</b>
<b>Basic and diluted loss per share</b>	<b>(0.00)</b>	<b>(0.00)</b>	<b>(0.00)</b>	<b>(0.01)</b>
<b>Weighted average number of shares outstanding</b>	<b>9,006,105</b>	<b>9,006,105</b>	<b>9,006,105</b>	<b>9,006,105</b>

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See Accompanying Notes

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**Shoshoni Gold Ltd.****Condensed Interim Statements of Changes in Equity**  
**(Expressed in Canadian dollars)**  
**(Unaudited – prepared by management)**

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	Number of Shares	Capital Stock	Contributed Surplus	Deficit	Total
Balance February 28, 2017	9,006,105	\$ 16,929,566	\$ 2,393,875	\$ (19,651,641)	\$ (328,200)
Loss for the period	-	-	-	(47,038)	(47,038)
Balance August 31, 2017	9,006,105	\$ 16,929,566	\$ 2,393,875	\$ (19,698,679)	\$ (375,238)
Balance February 28, 2018	9,006,105	\$ 16,929,566	\$ 2,393,875	\$ (19,793,210)	(469,769)
Loss for the period	-	-	-	(82,566)	(82,566)
Balance August 31, 2018	9,006,105	\$ 16,929,566	\$ 2,393,875	\$ (19,875,776)	\$ (552,335)

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See Accompanying Notes

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**Shoshoni Gold Ltd.****Condensed Interim Statements of Cash Flows**  
**(Expressed in Canadian dollars)**  
**(Unaudited – prepared by management)**

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<b>For the six months ended</b>	<b>August 31,</b>		<b>August 31,</b>	
	<b>2018</b>		<b>2017</b>	
<b>Cash provided by (used for)</b>				
<b>Operating activities</b>				
Loss for the year	\$	(82,566)	\$	(47,038)
Add items not affecting cash:				
Depreciation		-		-
Interest accruals		(15,158)		-
Changes in non-cash working capital				
GST recoverable		(63)		(373)
Loans receivable		63,500		-
Accounts payable and accrued liabilities		97,669		46,952
		63,382		(459)
<b>Change in cash</b>		63,382		(459)
<b>Cash, beginning of period</b>		308		460
<b>Cash (bank indebtedness), end of period</b>	\$	63,690	\$	1
<b>Supplemental cash flow information</b>				
Interest paid	\$	-	\$	-
Income taxes paid	\$	-	\$	-

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See Accompanying Notes

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## Shoshoni Gold Ltd.

### Notes to the Financial Statements (Expressed in Canadian dollars) (Unaudited – prepared by management)

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August 31, 2018

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#### 1. Nature of Operations and Going Concern

Shoshoni Gold Ltd. (the “Company”) was incorporated April 23, 1985, under the Company Act of British Columbia, and extra-provincially registered in the Northwest Territories. The Company’s principal activity is the exploration of resource properties. The Company’s corporate office and principal place of business is at Suite 701, 595 Howe Street, Vancouver, British Columbia, Canada.

These 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 August 31, 2018 the Company has not generated any revenues from operations and has an accumulated deficit of \$19,875,776. The Company’s ability to continue as a going concern is dependent upon its ability to generate and maintain future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. 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 factors indicate the existence of a material uncertainty that may cast doubt on the ability of the Company to continue as a going concern. These 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) Basis of presentation

These unaudited interim condensed 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 financial statements as at and for the year ended February 28, 2018.

These unaudited interim condensed financial statements do not include all disclosures normally provided in annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended February 28, 2018. Interim results are not necessarily indicative of the results expected for the fiscal year.

##### (b) Accounting standards issued but not yet effective

A number of new standards, and amendments to standards and interpretations, are not yet effective for the year ended February 28, 2018, and have not been applied in preparing these financial statements.

- IFRS 2, *Share-based Payment* (Amended)

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

#### 3. Loan Receivable

As at August 31, 2018, the Company has a loan receivable of \$Nil (2017 - \$63,500) from a non-related party which is non-interest bearing, unsecured, and due on demand.

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**Shoshoni Gold Ltd.****Notes to the Financial Statements**  
**(Expressed in Canadian dollars)**  
**(Unaudited – prepared by management)**

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**August 31, 2018**

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**4. Loans Payable**

- (a) As at August 31, 2018, the amount of \$18,936 (2017 - \$18,936) is owed to a non-related party which bears interest at 20% per annum compounded monthly, is unsecured, and is due on December 31, 2019.
- (b) As at August 31, 2018, the amount of \$7,000 (2017 - \$7,000) is owed to a non-related party which bears interest at 20% per annum, is unsecured, and is due on December 31, 2019.
- (c) As at August 31, 2018, the amount of \$10,000 (2017 - \$10,000) is owed to a non-related party which bears interest at 20% per annum, is unsecured, and is due on demand.
- (d) As at August 31, 2018, the total amount of \$105,760 (2017 - \$nil) is owed to non-related parties which bears interest at 10% per annum, commencing September 1, 2018, is unsecured, and is due on December 31, 2019.
- (e) As at August 31, 2018, the amount of \$33,500 (2017 - \$nil) is owed to the Chief Executive Officer of the Company which bears interest at 10% per annum, commencing September 1, 2018, is unsecured, and is due on December 31, 2019.

**5. Related Party Transactions**

- (a) During the year ended February 28, 2018, the amount of \$11,500 (2017 – \$nil) was incurred to the Chief Executive Officer of the Company for consulting fees.
- (b) As at August 31, 2018, the amount of \$2,363 (2017 – \$nil) was owed to a company controlled by the Chief Financial Officer of the Company, which is non-interest bearing, unsecured, and due on December 31, 2019.
- (c) During the period ended August 31, 2018, the amount of \$2,250 (2017 – \$2,250) was incurred to a company controlled by the Chief Financial Officer of the Company for professional fees.
- (d) As at August 31, 2018, the amount of \$33,500 (2017 - \$nil) is owed to the Chief Executive Officer of the Company which bears interest at 10% per annum, commencing September 1, 2018, is unsecured, and is due on December 31, 2019.

**6. Share Purchase Warrants**

	Number of warrants	Weighted average exercise price \$
Balance, August 31, 2016	–	–
Issued	5,918,000	0.05
Balance, August 31, 2017 and 2018	5,918,000	0.05

As at August 31, 2018, the following share purchase warrants were outstanding:

Number of warrants outstanding	Exercise price (\$)	Expiry date
4,220,000	0.05	June 6, 2019
1,698,000	0.05	June 28, 2019
<u>5,918,000</u>		