Blue Moon Zinc Corp.
(Formerly Savant Explorations Ltd.)

Condensed Interim Consolidated Financial Statements
For the three and nine months ended September 30, 2017

(Unaudited – prepared by management)
(Expressed in Canadian dollars)

NOTICE TO READER:
These condensed interim consolidated financial statements have not been reviewed by the Company's external auditors. These statements have been prepared by and are the responsibility of the Company's management. This notice is being provided in accordance with National Instrument 52-102 – Continuous Disclosure Obligations.

CONDENSED INTERIM CONSOLIDATED BALANCE SHEETS

	Note	September 30, 2017 $	December 31, 2016 $
ASSETS			
Cash		376,918	113,814
Accounts receivable		20,666	15,147
Prepaid expenses		96,422	6,748
Restricted cash		7,442	7,442
CURRENT ASSETS		501,448	143,151
Equipment		-	772
Mineral property interests	3	331,977	331,977
ASSETS		**833,425**	**475,900**
LIABILITIES			
Accounts payable and accrued liabilities		42,604	80,289
Due to former related parties		20,000	59,000
LIABILITIES		**62,604**	**139,289**
SHAREHOLDERS' EQUITY			
Share capital	4	8,588,966	7,812,216
Contributed surplus		884,960	848,700
Deficit		(8,703,105)	(8,324,305)
SHAREHOLDERS' EQUITY		**770,821**	**336,611**
LIABILITIES AND SHAREHOLDERS' EQUITY		**833,425**	**475,900**

Nature of operations and going concern	1
Subsequent event	11

Approved by the Board of Directors

Douglas Urch (signed) Director

Patrick McGrath (signed) Director

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	$	$	$	$
General exploration expenses	61,985	4,066	78,755	10,470
Amortization	-	500	772	1,500
Filing and regulatory	4,442	2,451	27,577	11,023
General administrative costs	4,983	10,758	14,058	15,496
Professional fees	9,730	3,971	51,663	25,888
Share-based payments	76,748	-	79,260	-
Shareholder communication and travel	100,484	736	112,255	736
Consulting fees	6,000	11,000	15,000	49,420
OPERATING EXPENSES	**264,372**	**33,482**	**379,340**	**114,533**
Foreign exchange loss (gain)	(600)	-	(540)	2,305
LOSS BEFORE DISCONTINUED CHILEAN OPERATIONS	**263,772**	**33,482**	**378,800**	**116,838**
Loss from discontinued Chilean Operations	-	4,216	-	65,849
LOSS and COMPREHENSIVE LOSS	**263,772**	**37,698**	**378,800**	**182,687**
Basic and diluted loss per share	-	-	-	-
Weighted average number of common shares outstanding	83,625,799	70,850,707	92,750,707	70,850,707

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

For the nine months ended September 30,	Note	2017	2016
Cash flows provided by (used in)		$	$
OPERATING ACTIVITIES			
Loss and comprehensive loss		(378,800)	(182,687)
Items not affecting cash			
Amortization		772	1,500
Share-based payments		79,260	-
		80,032	1,500
Change in non-cash working capital items		(171,878)	25,603
OPERATING ACTIVITIES		**(470,646)**	**(155,584)**
FINANCING ACTIVITIES			
Issuance of common shares	4b	600,000	-
Share issuance costs	4b	(11,250)	-
Exercise of warrants	5a	125,000	-
Exercise of stock options	5b	20,000	-
FINANCING ACTIVITIES		**733,750**	**-**
CHANGE IN CASH AND CASH EQUIVALENTS		**263,104**	**(155,584)**
Cash and cash equivalents – Beginning		113,814	200,187
CASH AND CASH EQUIVALENTS - ENDING		**376,918**	**44,603**

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

	Number of Shares	Share Capital $	Contributed Surplus $	Deficit $	Shareholders' Equity $
DECEMBER 31, 2015	**70,850,707**	**7,751,466**	**811,700**	**(8,077,926)**	**485,240**
Loss and comprehensive loss	-	-	-	(182,687)	(182,687)
SEPTEMBER 30, 2016	**70,850,707**	**7,751,466**	**811,700**	**(8,260,613)**	**302,553**
Private placements					
Share and unit issuance (Note 4b)	7,000,000	105,000	-	-	105,000
Share and unit issuance costs	-	(9,250)	-	-	(9,250)
Allocation of warrant value	-	(35,000)	35,000	-	-
Share-based payments	-	-	2,000	-	2,000
Loss and comprehensive loss	-	-	-	(63,692)	(63,692)
DECEMBER 31, 2016	**77,850,707**	**7,812,216**	**848,700**	**(8,324,305)**	**336,611**
Private Placements					
Share issuance (Note 4b)	12,000,000	600,000	-	-	600,000
Share issuance costs	-	(11,250)	-	-	(11,250)
Exercise of warrants	2,500,000	125,000	-	-	125,000
Allocation of warrant exercise value	-	25,000	(25,000)	-	-
Exercise of stock options	400,000	20,000	-	-	20,000
Transfer of stock option value	-	18,000	(18,000)	-	-
Share-based payments	-	-	79,260	-	79,260
Loss and comprehensive loss	-	-	-	(378,800)	(378,800)
SEPTEMBER 30, 2017	**92,750,707**	**8,588,966**	**884,960**	**(8,703,105)**	**770,821**

1. NATURE OF OPERATIONS AND GOING CONCERN

a) Nature of operations

Blue Moon Zinc Corp., formerly Savant Explorations Ltd. (together with its subsidiaries, "Blue Moon" or the "Company") is a Canadian exploration and development stage company which is focused on the exploration and development of mineral resource properties. On July 5, 2017, the Company changed its name to Blue Moon Zinc Corp. and began trading its new stock symbol MOON.

b) Going concern

The nature of the Company's operations requires significant expenditures for the acquisition, exploration, and development of mineral properties. To date, the Company has not received any revenue from mining operations and is considered to be in the exploration and development stage. The Company's operations have been primarily funded from equity financings. The Company will continue to require additional funding to maintain its ongoing exploration and development programs, property maintenance payments, and operations.

While these condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards applicable to a going concern, which assumes the realization of assets and settlement of liabilities in the normal course of business as they come due, certain conditions and events result in a material uncertainty casting significant doubt on the validity of this assumption. The Company's ability to continue as a going concern is dependent upon its ability to obtain additional funding from equity transactions or through other arrangements. The Company has been successful in securing financing in the past, but there can be no assurance that it will be able to do so in the future.

These condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of the assets and liabilities and the reported expenses and balance sheet classifications that would be necessary were the going concern assumptions deemed to be inappropriate. These adjustments could be material.

2. BASIS OF PRESENTATION

a) Compliance with International Financial Reporting Standards

These condensed interim consolidated financial statements have been prepared in accordance with IFRS applicable to the preparation of interim financial statements, as issued by the International Accounting Standards Board ("IASB"), including International Accounting Standard 34 - Interim Financial Reporting. The condensed interim consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended December 31, 2016, which have been prepared in accordance with IFRS as issued by the IASB.

These financial statements were approved for issue by the Company's board of directors on November 27, 2017.

b) Significant accounting estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates, and assumptions that affect the application of policies and reported amounts of assets and liabilities and disclosures of contingent assets and contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

Significant items that require estimates as the basis for determining the stated amounts include the recoverability of mineral property interests, the valuation of share-based payments, and the allocation of financing proceeds. Actual results could differ from those estimates. Differences may be material.

The recoverability of the carrying value of mineral property interests is dependent upon a number of factors including the existence of economically recoverable reserves and the Company's ability to secure and maintain title and beneficial interest in the properties, to obtain the necessary financing to continue the exploration and future development of the properties, or to realize the carrying amount through a sale or partial disposal. Realization values may be substantially different from carrying values.

The fair value estimates used to assess recoverability of the Company's mineral property interest carrying values are developed using management's projections for long-term average commodity prices for zinc, copper, gold and silver; recoverable reserves and resources; operating costs; capital expenditures; reclamation costs; applicable foreign currency exchange rates; and potential sale proceeds. Management makes estimates relating to current and future market conditions. There are inherent uncertainties related to these factors and management's judgment when using them to assess the recoverability of exploration and evaluation assets.

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, or title may be affected by undetected defects.

The Company believes that the estimates applied in the assessment of recoverability are reasonable; however such estimates are subject to significant uncertainties and judgments. Although management has made its best estimate of these factors based on current conditions, it is possible that the underlying assumptions can change significantly and impairment charges may be required in future periods. Such charges could be material.

3. MINERAL PROPERTY INTERESTS

a) Blue Moon (California, USA)

The Company owns patented and unpatented lode mineral claims totaling 445 acres in Mariposa County, California. The claims are subject to a 3% NSR capped at US$200,000, a 0.5% NSR royalty capped at US$500,000, a 10% Net Profits Interest ("NPI") royalty, and two other 1% NSR royalties capped together at US$1,400,000.

b) Yava (Nunavut, Canada)

The Yava property is located in Nunavut and consists of two mineral leases totaling 1,280 hectares. The mineral leases are subject to a 10% NPI royalty which the Company has the right to purchase for $1,500,000. During the year ended December 31, 2015, the Company elected to write-off the capitalized property costs.

c) Yuby-Gabriela (Chile)

In May 2016, the Company's Chilean office and subsidiary were shut down and sold to local investors. All Chilean properties were either dropped or sold with the subsidiary.

d) Mineral property costs

	Blue Moon	Yava	Yuby-Gabriela	Total
	$	$		$
DECEMBER 31, 2015	331,977	-	-	331,977
Changes during 2016 and 2017	-	-	-	-
SEPTEMBER 30, 2017	**331,977**	**-**	**-**	**331,977**

4. SHARE CAPITAL

a) Authorized share capital

Authorized share capital consists of an unlimited number of common shares without par value, unlimited Class "A" preferred shares with par value of $10 per share, and unlimited Class "B" preferred shares without par value. No preferred shares have been issued.

b) Financing

On June 26, 2017, Blue Moon issued 12,000,000 common shares at a price of $0.05 per common share for gross proceeds of $600,000.

On November 8, 2016, the Company issued 7,000,000 units at a price of $0.015 for gross proceeds of $105,000. Each unit consisted of one common share of the Company and one half (1/2) of a share purchase warrant. Each warrant entitles the holder to purchase one additional common share at a price of $0.05 until November 8, 2018.

5. WARRANTS AND STOCK OPTIONS

a) Warrants

A summary of the Company's warrants outstanding, including changes for the periods then ended, is presented below.

	Number of Warrants	Weighted average exercise price $
DECEMBER 31, 2015	11,812,800	0.10
Expired	(11,812,800)	0.10
Issued	3,500,000	0.05
DECEMBER 31, 2016	3,500,000	0.05
Exercised	(2,500,000)	0.05
SEPTEMBER 30, 2017	**1,000,000**	**0.05**

Subsequent to September 30, 2017, 1,000,000 warrants were exercised. See Note 11.

Warrants outstanding are as follows:

Warrants outstanding, by exercise price	Number of warrants	Average remaining contractual life in years
$0.05	1,000,000	1.11
SEPTEMBER 30, 2017	**1,000,000**	**1.11**

b) Stock options

The Company has a stock option plan that permits the grant of stock options for the purchase of up to 10% of the issued and outstanding common shares of the Company to directors, officers, employees, and consultants. Terms and pricing of stock options are determined in accordance with the stock option plan.

A summary of the Company's stock options outstanding, including the changes for the periods then ended, is presented below:

	Number of Stock options	Weighted average exercise price $
DECEMBER 31, 2015	4,375,000	0.08
Granted	200,000	0.05
Expired	(1,075,000)	0.10
Forfeited	(2,150,000)	0.07
DECEMBER 31, 2016	1,350,000	0.07
Granted	4,350,000	0.07
Exercised	(400,000)	0.05
Forfeited	(550,000)	0.07
SEPTEMBER 30, 2017	**4,750,000**	**0.07**

Stock options outstanding are as follows:

Stock options outstanding, by exercise price	Number of Stock options	Weighted average exercise price $	Average remaining contractual life years
$0.07	4,350,000	0.07	4.77
$0.10	400,000	0.10	0.06
SEPTEMBER 30, 2017	**4,750,000**	**0.07**	**4.37**

Of the total stock options outstanding, 700,000 were vested and exercisable at September 30, 2017. The weighted average exercise price of vested stock options is $0.09 and the average remaining contractual life is 2.16 years.

6. RELATED PARTY TRANSACTIONS

Management Compensation

The Company's related parties include its directors and officers, who are the key management of the Company. The remuneration of directors and officers during the years presented was as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	$	$	$	$
Consulting fees	6,000	13,150	15,000	49,420
Share-based payments	37,738	-	39,379	-
MANAGEMENT COMPENSATION	**43,738**	**13,150**	**54,379**	**49,420**

7. DISCONTINUED CHILEAN OPERATIONS

In May 2016 the Company discontinued its subsidiary operating in Chile. Accordingly, the operations of the subsidiary included in the Condensed Interim Consolidated Statements of Loss and Comprehensive Loss has been reclassified to present the discontinued Chilean operations separately from continuing operations.

8. SEGMENTED INFORMATION

The Company operates in one industry segment, the exploration and development of mineral property interests, within two geographical areas, Canada and the United States. Non-current assets for each geographical area are:

	Canada	United States	Total
	$	$	$
December 31, 2016	772	331,977	332,749
September 30, 2017	**-**	**331,977**	**331,977**

9. CAPITAL MANAGEMENT

Blue Moon is a mineral exploration and development company focusing on advancing the Blue Moon and Yava properties. Its principal source of funds is the issuance of common shares. The Company considers capital to be equity attributable to common shareholders, comprised of share capital, contributed surplus, and deficit. It is the Company's objective to safeguard its ability to continue as a going concern so that it can continue to explore and develop its projects. As at September 30, 2017, certain conditions and events cast significant doubt upon the Company's ability to continue as a going concern. Refer to note 1(b) for more information.

Blue Moon manages its capital structure based on the funds available for its operations and makes adjustments for changes in economic conditions, capital markets and the risk characteristics of the underlying assets. To maintain its objectives, the Company may attempt to issue new shares, seek debt financing, acquire or dispose of assets or change the timing of its planned exploration and development projects. There is no assurance that these initiatives will be successful.

Blue Moon monitors its cash position on a regular basis to determine whether sufficient funds are available to meet its short-term and long-term corporate objectives.

There has been no change in the Company's capital management practices during the period. Blue Moon does not pay dividends. Neither the Company nor any of its subsidiaries is subject to externally imposed capital requirements.

10. FINANCIAL INSTRUMENT RISK

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has exposure to liquidity and credit risks from the use of financial instruments. Financial instruments consist of cash, accounts receivable, amounts due to related parties, and accounts payable and accrued liabilities.

a) Liquidity risk

Liquidity risk is the risk that the Company will be unable to meet its financial obligations as they come due. Certain conditions cast significant doubt on the Company's ability to meet its financial obligations. Refer to note 1(b) for more information regarding the Company's liquidity risk.

b) Credit risk

The Company is exposed to credit risk on its bank accounts, restricted cash and accounts receivable. To reduce credit risk, substantially all cash is on deposit at Canadian chartered banks or foreign affiliates of these banks. Accounts receivable consist of Canadian excise taxes receivable and other amounts due from government agencies. Restricted cash are deposits held by the Bureau of Land Management in Nevada. Accordingly, the Company considers its exposure to credit risk minimal.

11. SUBSEQUENT EVENTS

a) Warrant Exercise

On October 4, 2017, the Company received proceeds of $50,000 from the exercise of 1,000,000 warrants at a price of $0.05 per warrant.