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**U308 CORP.**  
**CONDENSED INTERIM CONSOLIDATED**  
**FINANCIAL STATEMENTS**  
**THREE AND NINE MONTHS ENDED**  
**SEPTEMBER 30, 2018**  
**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**

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**Notice to Reader**

The accompanying unaudited condensed interim consolidated financial statements of U308 Corp. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

A **Green** Resource Company

**U308 CORP**

## U308 Corp.

### Condensed Interim Consolidated Statements of Financial Position (Expressed in Canadian Dollars) (Unaudited)

	As at September 30, 2018	As at December 31, 2017
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 10,594	\$ 65,865
Amounts receivable and other assets (note 6)	8,532	52,718
<b>Total current assets</b>	<b>19,126</b>	<b>118,583</b>
<b>Non-current assets</b>		
Equipment (note 4)	39,745	46,759
South American property interests (note 14)	2,807,660	2,807,660
<b>Total non-current assets</b>	<b>2,847,405</b>	<b>2,854,419</b>
<b>Total assets</b>	<b>\$ 2,866,531</b>	<b>\$ 2,973,002</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Amounts payable and other liabilities	\$ 1,670,349	\$ 1,291,598
Loan payable (note 15)	370,000	-
	<b>2,040,349</b>	<b>1,291,598</b>
<b>Non-current liabilities</b>		
Other payable (note 16)	176,000	176,000
	<b>2,216,349</b>	<b>1,467,598</b>
<b>Equity</b>		
Share capital (note 5)	95,351,394	95,283,074
Reserves	7,270,071	7,118,987
Deficit	(101,971,283)	(100,896,657)
<b>Total equity</b>	<b>650,182</b>	<b>1,505,404</b>
<b>Total equity and liabilities</b>	<b>\$ 2,866,531</b>	<b>\$ 2,973,002</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

Going concern (note 2)  
Subsequent event (note 17)

Approved by the Board of Directors:

"David Franklin" \_\_\_\_\_ Director

"David Constable" \_\_\_\_\_ Director

A Green Resource Company

**U308 CORP**

## U3O8 Corp.

### Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Expressed in Canadian Dollars) (Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
<b>Expenses</b>				
Exploration and evaluation expenditures (note 9)	\$ 137,857	\$ 147,625	\$ 553,244	\$ 619,411
General and administrative (note 10)	89,774	227,624	355,923	660,946
Interest (note 15)	6,838	-	16,971	-
	<b>(234,469)</b>	<b>(375,249)</b>	<b>(926,138)</b>	<b>(1,280,357)</b>
<b>Other items:</b>				
Foreign exchange loss	<b>(34,070)</b>	<b>(9,021)</b>	<b>(43,160)</b>	<b>(10,910)</b>
<b>Loss and comprehensive loss</b>	<b>\$ (268,539)</b>	<b>\$ (384,270)</b>	<b>\$ (969,298)</b>	<b>\$ (1,291,267)</b>
<b>Basic and Diluted loss per common share (note 8)</b>	<b>\$ (0.01)</b>	<b>\$ (0.02)</b>	<b>\$ (0.05)</b>	<b>\$ (0.08)</b>
<b>Weighted average number of common shares outstanding</b>	<b>20,196,414</b>	<b>17,583,515</b>	<b>19,988,185</b>	<b>17,061,572</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

A Green Resource Company

**U3O8 CORP**

## U3O8 Corp.

### Condensed Interim Consolidated Statements of Cash Flows (Expressed in Canadian Dollars) (Unaudited)

Nine months ended September 30,	2018	2017
<b>Operating activities</b>		
Net loss	\$ (969,298)	\$ (1,291,267)
Adjustment for:		
Depreciation (note 4)	7,014	8,767
Share-based payments (notes 7)	23,419	81,427
Foreign exchange loss	43,160	10,910
Non-cash working capital items:		
Amounts receivable and other assets	44,186	41,913
Amounts payable and other liabilities	335,591	159,732
<b>Net cash used in operating activities</b>	<b>(515,928)</b>	<b>(988,518)</b>
<b>Financing activities</b>		
Loan payable	370,000	-
Issue of securities, net of transaction costs	90,657	905,240
<b>Net cash provided by financing activities</b>	<b>460,657</b>	<b>905,240</b>
<b>Net change in cash</b>	<b>(55,271)</b>	<b>(83,278)</b>
<b>Cash, beginning of period</b>	<b>65,865</b>	<b>124,387</b>
<b>Cash, end of period</b>	<b>\$ 10,594</b>	<b>\$ 41,109</b>
<b>Cash paid for interest</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash paid for taxes</b>	<b>\$ -</b>	<b>\$ -</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

A Green Resource Company

**U3O8 CORP**

**U308 Corp.****Condensed Interim Consolidated Statements of Equity  
(Expressed in Canadian Dollars)  
(Unaudited)**

	<u>Reserves</u>				<b>Total</b>
	<b>Share capital</b>	<b>Share-based payments reserve</b>	<b>Warrants</b>	<b>Deficit</b>	
<b>Balance, December 31, 2016</b>	<b>\$ 93,274,023</b>	<b>\$ 5,422,588</b>	<b>\$ 2,113,652</b>	<b>\$ (98,969,226)</b>	<b>\$ 1,841,037</b>
Issue of securities, net of transaction costs (note 5(b) <sup>(1)(2)(3(4))</sup> )	345,075	-	254,440	-	599,515
Warrants expiry	633,770	-	(633,770)	-	-
Exercise of stock options	35,919	(15,444)	-	-	20,475
Extension of warrants	-	-	38,084	(38,084)	-
Exercise of warrants	368,733	-	(83,483)	-	285,250
Share-based payments (note 7)	-	81,427	-	-	81,427
Loss for the period	-	-	-	(1,291,267)	(1,291,267)
<b>Balance, September 30, 2017</b>	<b>\$ 94,657,520</b>	<b>\$ 5,488,571</b>	<b>\$ 1,688,923</b>	<b>\$ 100,298,577)</b>	<b>\$ 1,536,437</b>
<b>Balance, December 31, 2017</b>	<b>\$ 95,283,074</b>	<b>\$ 5,507,047</b>	<b>\$ 1,611,940</b>	<b>\$ (100,896,657)</b>	<b>\$ 1,505,404</b>
Issue of securities, net of transaction costs (note 5(b) <sup>(5))</sup> )	51,847	-	38,810	-	90,657
Warrants expiry	16,473	-	(16,473)	-	-
Extension of warrants	-	-	105,328	(105,328)	-
Share-based payments (note 7)	-	23,419	-	-	23,419
Loss for the period	-	-	-	(969,298)	(969,298)
<b>Balance, September 30, 2018</b>	<b>\$ 95,351,394</b>	<b>\$ 5,530,466</b>	<b>\$ 1,739,605</b>	<b>\$ (101,971,283)</b>	<b>\$ 650,182</b>

The notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

The Uranium Discovery Company

**U308 CORP**

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## U3O8 Corp.

### Notes to Condensed Interim Consolidated Statements Financial Statements

Nine Months Ended September 30, 2018

(Expressed in Canadian Dollars)

(Unaudited)

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#### 1. Nature of operations

U3O8 Corp. (the "Company") is a Canadian exploration company focused on exploration for uranium and related minerals in South America; on the definition of resources and advancing these deposits toward production. The Company was incorporated by articles of incorporation dated December 6, 2005 ("date of incorporation") under the Business Corporations Act (Ontario). The Company's common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol UWE, and on the OTC QB International under the symbol UWEFF. The Company maintains a registered and records office at 36 Toronto Street, Suite 1050, Toronto, Ontario, M5C 2C5, Canada.

#### 2. Basis of presentation and going concern

The Company is in the exploration and evaluation stage and as is common with many exploration companies, it raises financing for its exploration and evaluation activities through the sale of equities. The Company has incurred a loss in the current and prior periods, with a net loss for the nine months ended September 30, 2018 of \$969,298 (nine months ended September 30, 2017 - loss of \$1,291,267) and has an accumulated deficit of \$101,971,283. In addition, the Company had a working capital deficit balance of \$2,021,223 at September 30, 2018 (December 31, 2017 - working capital deficit of \$1,173,015). Included in the working capital deficit is cash of \$10,594 and accounts payable and other liabilities of \$1,670,349. Additional financings will be required to develop the properties and continue operations. Certain of the Company's discretionary exploration activities have scope for flexibility in terms of the amount and timing of exploration activities, and expenditures may be adjusted accordingly.

The unaudited condensed interim consolidated financial statements have been prepared on a basis which contemplates that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. The certainty of funding future exploration expenditures and availability of sources of additional financing cannot be assured at this time and accordingly, these uncertainties may cast significant doubt about the Company's ability to continue as a going concern. The unaudited condensed interim consolidated financial statements do not include adjustments to the carrying values and classifications of recorded assets and liabilities and related revenues and expenses that might be necessary should the Company be unable to continue as a going concern.

#### 3. Significant accounting policies

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IASB. These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements. The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of November 13, 2018, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended December 31, 2017, except as noted below. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ending December 31, 2018 could result in restatement of these unaudited condensed interim consolidated financial statements.

A Green Resource Company

**U3O8 CORP**

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## U3O8 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
Nine Months Ended September 30, 2018  
(Expressed in Canadian Dollars)  
(Unaudited)

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### 3. Significant accounting policies (continued)

#### New accounting policies

##### IFRS 9 Financial Instruments ("IFRS 9")

On July 24, 2014, the IASB issued the completed IFRS 9 to come into effect on January 1, 2018 with early adoption permitted.

IFRS 9 includes finalized guidance on the classification and measurement of financial assets. Under IFRS 9, financial assets are classified and measured either at amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") based on the business model in which they are held and the characteristics of their contractual cash flows. IFRS 9 largely retains the existing requirements in IAS 39 - Financial Instruments: Recognition and Measurement ("IAS 39"), for the classification and measurement of financial liabilities.

The Company adopted IFRS 9 in its financial statements on January 1, 2018. Due to the nature of its financial instruments, the adoption of IFRS 9 had no impact on the opening accumulated deficit balance on January 1, 2018. The impact on the classification and measurement of its financial instruments is set out below.

All financial assets not classified at amortized cost or FVOCI are measured at FVTPL. On initial recognition, the Company can irrevocably designate a financial asset at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated at FVTPL:

- It is held within a business model whose objective is to hold the financial asset to collect the contractual cash flows associated with the financial asset instead of selling the financial asset for a profit or loss;
- Its contractual terms give rise to cash flows that are solely payments of principal and interest.

All financial instruments are initially recognized at fair value on the statement of financial position. Subsequent measurement of financial instruments is based on their classification. Financial assets and liabilities classified at FVTPL are measured at fair value with changes in those fair values recognized in the statement of loss and comprehensive loss for the period. Financial assets classified at amortized cost and financial liabilities are measured at amortized cost using the effective interest method.

Below is a summary showing the classification and measurement bases of our financial instruments as at January 1, 2018 as a result of adopting IFRS 9 (along with comparison to IAS 39).

<b>Classification</b>	<b>IAS 39</b>	<b>IFRS 9</b>
Cash	Loans and receivable	FVTPL
Amounts receivable	Loans and receivable	FVTPL
Amounts payable and other liabilities	Other financial liabilities (amortized cost)	Amortized cost
Loan payable	Other financial liabilities (amortized cost)	Amortized cost

The original carrying value of the Company's financial instruments under IAS 39 has not changed under IFRS 9.

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**U308 Corp.**

**Notes to Condensed Interim Consolidated Statements Financial Statements**  
**Nine Months Ended September 30, 2018**  
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**3. Significant accounting policies (continued)****Future Accounting Pronouncements**

On June 7, 2017, the IASB issued IFRIC Interpretation 23 Uncertainty over Income Tax Treatments. The Interpretation provides guidance on the accounting for current and deferred tax liabilities and assets in circumstances in which there is uncertainty over income tax treatments. The Interpretation is applicable for annual periods beginning on or after January 1, 2019. Earlier application is permitted. The Company intends to adopt the Interpretation in its financial statements for the annual period beginning on January 1, 2019. The Company does not expect the Interpretation to have a material impact on the consolidated financial statements.

On January 13, 2016, the IASB issued IFRS 16 Leases. The new standard is effective for annual periods beginning on or after January 1, 2019. IFRS 16 will replace IAS 17 Leases. This standard introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. IFRS 16 substantially carries forward the lessor accounting requirements of IAS 17, while requiring enhanced disclosures to be provided by lessors. Other areas of the lease accounting model have been impacted, including the definition of a lease. Transitional provisions have been provided. The Company intends to adopt IFRS 16 in its financial statements for the period beginning on January 1, 2019. The Company is evaluating the impact of adoption and expects to report more detailed information in its consolidated financial statements as the effective date approaches.

**4. Equipment*****COST*****Field equipment**

<b>Balance, December 31, 2017 and September 30, 2018</b>	<b>\$ 1,657,716</b>
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***ACCUMULATED DEPRECIATION*****Field equipment**

<b>Balance, December 31, 2017</b>	<b>\$ 1,610,957</b>
Depreciation for the period	7,014
<b>Balance, September 30, 2018</b>	<b>\$ 1,617,971</b>

***CARRYING AMOUNTS*****Field equipment**

<b>At December 31, 2017</b>	<b>\$ 46,759</b>
<b>At September 30, 2018</b>	<b>\$ 39,745</b>

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## U308 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
Nine Months Ended September 30, 2018  
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(Unaudited)

### 5. Share capital

#### a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares.

The common shares do not have a par value. All issued shares are fully paid.

#### b) Common shares issued

At September 30, 2018, the issued share capital amounted to \$95,351,394. The change in issued share capital for the periods was as follows:

	Number of common shares	Amount
Balance, December 31, 2016	16,146,738	\$ 93,274,023
Cancelled	(127,266)	-
Issue of securities, net of transaction costs (refer to <sup>(1)</sup> <sup>(2)</sup> <sup>(3)</sup> <sup>(4)</sup> )	1,185,373	345,075
Exercise of stock options	29,250	35,919
Exercise of warrants	424,000	368,733
Warrants expired	-	633,770
<b>Balance, September 30, 2017</b>	<b>17,658,095</b>	<b>\$ 94,657,520</b>
Balance, December 31, 2017	19,882,345	\$ 95,283,074
Issue of securities, net of transaction costs (refer to <sup>(5)</sup> )	356,720	51,847
Warrants expired	-	16,473
<b>Balance, September 30, 2018</b>	<b>20,239,065</b>	<b>\$ 95,351,394</b>

On September 11, 2017, the common shares of the Company, were consolidated for 20 old shares to one new share and all share, option and warrant and per share, option and warrant data have been retroactively adjusted to reflect the share consolidation as if it occurred at the beginning of the earliest period presented.

A summary of cash raised through private placements of equity in 2017 and 2018 and associated warrants valuations, using the Black Scholes option pricing model, is tabulated below:

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## U308 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
Nine Months Ended September 30, 2018  
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### 5. Share capital (continued)

b) Common shares issued (continued)

**Fiscal 2017**

Date	Note	Value (\$)	Costs (\$ (a))	Net Value (\$)	Number of shares	Number of warrants	Common share amount (\$)	Warrant amount (\$)
January 20, 2017	(1)	120,000	11,195	108,805	150,000	159,000	59,410	49,395
March 21, 2017	(2)	295,000	42,272	252,728	491,667	491,667	143,213	109,515
April 21, 2017	(3)	152,500	13,349	139,151	305,000	326,350	71,294	67,857
August 2, 2017	(4)	119,353	20,522	98,831	238,706	119,353	71,158	27,673
		686,853	87,338	599,515	1,185,373	1,096,370	345,075	254,440

(a) Of the total share issue costs of \$87,338, \$52,642 was allocated to common shares and \$34,696 was allocated to warrants.

**Fiscal 2018**

Date	Note	Value (\$)	Costs (\$)(b)	Net Value (\$)	Number of shares	Number of warrants	Common share amount (\$)	Warrant amount (\$)
July 11, 2018	(5)	103,449	12,792	90,657	356,720	356,720	51,847	38,810

(b) Of the total share issue costs of \$12,792, \$7,675 was allocated to common shares and \$5,117 was allocated to warrants.

A Green Resource Company

**U308 CORP**

## U308 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
 Nine Months Ended September 30, 2018  
 (Expressed in Canadian Dollars)  
 (Unaudited)

### 5. Share capital (continued)

b) Common shares issued (continued)

#### Fiscal 2017 Warrant Value

Note	Number of warrants	Strike price (\$)	Term (years)	Total black-scholes ("BS") value (\$)	BS value to common shares(\$)	BS value to warrants (\$)	Dividend yield (%)	Volatility (%)	Risk free rate (%)	Average Expected Life (years)
(1)	150,000	1.10	2	51,000	-	51,000	-	179	0.73	2
	9,000	1.10	2	5,483	3,153	2,330	-	179	0.73	2
(2)	491,667	1.00	2.5	127,833	-	127,833	-	175	0.79	2.50
(3)	305,000	0.70	2	67,100	-	67,100	-	178	0.70	2
	21,350	0.70	2	11,839	6,630	5,209	-	178	0.70	2
(4)	119,353	1.00	2.5	33,418	-	33,418	-	178	1.24	2.50
	1,096,370			296,673	9,783	286,890				

#### Fiscal 2018 Warrant Value

Note	Number of warrants	Strike price (\$)	Term (years)	Total BS value (\$)	BS value to common shares(\$)	BS value to warrants (\$)	Dividend yield (%)	Volatility (%)	Risk free rate (%)	Average Expected Life (years)
(5)	356,720	0.41	2	41,380	-	41,380	-	148	1.94	2
	21,350	0.41	2	4,245	2,547	1,698	-	148	1.94	2
	378,070			45,625	2,547	43,078				

A Green Resource Company

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## U3O8 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
Nine Months Ended September 30, 2018  
(Expressed in Canadian Dollars)  
(Unaudited)

### 6. Amounts receivable and other assets

	As at September 30, 2018	As at December 31, 2017
Sales tax receivable - (Canada)	\$ 3,197	\$ 18,346
Subscription receivable	-	13,750
Deposits with service providers	5,335	20,622
	<b>\$ 8,532</b>	<b>\$ 52,718</b>

### 7. Stock options

The following table reflects the continuity of stock options for the periods ended September 30, 2018 and 2017:

	Number of stock options	Weighted average exercise price (\$)
Balance, December 31, 2016	998,750	1.69
Exercised	(29,250)	0.70
Expired	(111,500)	7.09
Cancelled	(85,750)	1.35
Balance, September 30, 2017	772,250	1.00
Balance, December 31, 2017	829,750	0.96
Cancelled	(71,250)	0.61
Expired	(98,500)	2.70
Balance, September 30, 2018	660,000	0.73

During the three and nine months ended September 30, 2018, \$2,748 and \$23,419, respectively in share-based payments (three and nine months ended September 30, 2017 - \$17,702 and \$81,427, respectively) related to stock options granted in prior years and vesting during the three and nine months ended September 30, 2018.

The portion of the estimated fair value of options granted in the current and prior periods and vesting during the three and nine months ended September 30, 2018 and 2017, which have been reflected in the unaudited condensed interim consolidated statements of loss and comprehensive loss are as follows:

	Three Months Ended September 30, 2018		September 30, 2017		Nine Months Ended September 30, 2018		September 30, 2017	
<b>Canada</b>								
Salaries and benefits	\$	2,748	\$	10,842	\$	19,762	\$	49,874
<b>Colombia, South America</b>								
Salaries and benefits	-		842		449		3,868	
<b>Argentina, South America</b>								
Salaries and benefits	-		6,018		3,208		27,685	
<b>Total</b>	\$	2,748	\$	17,702	\$	23,419	\$	81,427

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**U3O8 CORP**

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**U308 Corp.**

**Notes to Condensed Interim Consolidated Statements Financial Statements**  
**Nine Months Ended September 30, 2018**  
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**(Unaudited)**

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**7. Stock options (continued)**

Stock option price volatility was based on historical price volatility of the common shares, which is assumed to be an appropriate and approximate proxy for future volatility of a stock option instrument granted for the underlying common shares.

The following table reflects the actual stock options issued and outstanding as of September 30, 2018:

<b>Expiry date</b>	<b>Exercise price (\$)</b>	<b>Weighted average remaining contractual life (years)</b>	<b>Number of options outstanding</b>	<b>Number of options vested (exercisable)</b>	<b>Number of options unvested</b>
April 21, 2019	3.20	0.56	25,000	25,000	-
March 30, 2020	0.70	1.50	272,500	272,500	-
November 9, 2021	0.60	3.11	305,000	305,000	-
December 11, 2022	0.51	4.20	57,500	28,750	28,750
		2.44	660,000	631,250	28,750

**8. Loss per common share**

The calculation of basic and diluted loss per common share for the three and nine months ended September 30, 2018 was based on the loss after tax attributable to common shareholders of \$268,539 and \$969,298, respectively (three and nine months ended September 30, 2017 – loss of \$384,270 and \$1,291,267, respectively) and the weighted average number of common shares outstanding of 20,196,414 and 19,988,185, respectively (three and nine months ended September 30, 2017 – 17,583,515 and 17,061,572, respectively). Diluted loss per share did not include the effect of 660,000 (nine months ended September 30, 2017 - 772,250) share purchase options and 6,982,207 (nine months ended September 30, 2017 - 6,192,687) warrants as they are anti-dilutive.

**9. Exploration and evaluation expenditures**

The Company enters into exploration agreements or permits with other companies or foreign governments pursuant to which it may explore, or earn interests in mineral properties by issuing common shares and/or making option or rental payments and/or incurring expenditures in varying amounts by varying dates. Failure by the Company to meet such requirements can result in a reduction or loss of the Company's ownership interests or entitlements under the agreements or permits.

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Notes to Condensed Interim Consolidated Statements Financial Statements  
Nine Months Ended September 30, 2018  
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### 9. Exploration and evaluation expenditures (continued)

The following is a detailed list of expenditures incurred on the Company's mineral properties:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
<b>Guyana, South America (a)</b>				
Exploration activities	\$ 6,000	\$ 6,000	\$ 18,000	\$ 18,000
	\$ 6,000	\$ 6,000	\$ 18,000	\$ 18,000
<b>Colombia, South America (b)</b>				
Exploration activities	\$ 8,148	\$ 2,381	\$ 65,609	\$ 111,983
Salaries and benefits	10,988	12,391	33,813	38,443
	\$ 19,136	\$ 14,772	\$ 99,422	\$ 150,426
<b>Argentina, South America (c)</b>				
Exploration activities	\$ 69,190	\$ 69,411	\$ 247,666	\$ 269,028
Salaries and benefits	41,193	54,520	181,142	173,190
Depreciation	2,338	2,922	7,014	8,767
	\$ 112,721	\$ 126,853	\$ 435,822	\$ 450,985
	\$ 137,857	\$ 147,625	\$ 553,244	\$ 619,411

(a) Total cumulative exploration activities incurred in Guyana, South America to September 30, 2018 amounted to \$35,544,787 (December 31, 2017 - \$35,526,787).

(b) Total cumulative exploration activities incurred in Colombia, South America to September 30, 2018 amounted to \$23,766,590 (December 31, 2017 - \$23,667,168).

(c) Total cumulative exploration activities incurred in Argentina, South America to September 30, 2018 amounted to \$15,257,002 (December 31, 2017 - \$14,821,180).

### 10. General and administrative

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
Salaries and benefits	\$ 40,996	\$ 49,523	\$ 134,324	\$ 170,650
Administrative and general	879	2,299	8,125	46,271
Professional fees	37,193	28,994	98,529	116,451
Business development	2,765	18,322	36,910	67,548
Reporting issuer costs	7,941	128,486	78,035	260,026
	\$ 89,774	\$ 227,624	\$ 355,923	\$ 660,946

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## U308 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
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### 11. Warrants

	Number of warrants	Grant date fair value (\$)	Weighted average exercise price (\$)
Balance, December 31, 2016	6,913,227	2,113,652	1.19
Issued (note 5(b) <sup>(1)(2)(3)(4)</sup> )	1,096,370	254,440	0.93
Expired	(1,392,910)	(633,770)	1.84
Warrant modification (a)	-	38,084	-
Exercised	(424,000)	(83,483)	0.67
<b>Balance, September 30, 2017</b>	<b>6,192,687</b>	<b>1,688,923</b>	<b>0.95</b>
Balance, December 31, 2017	6,644,387	1,611,940	0.90
Issued (note 5(b) <sup>(5)</sup> )	378,070	38,810	0.41
Warrant modification (b)(c)	-	105,328	-
Expired	(40,250)	(16,473)	0.79
<b>Balance, September 30, 2018</b>	<b>6,982,207</b>	<b>1,739,605</b>	<b>0.81</b>

### Expiry date    Exercise price (\$)    Warrants outstanding

October 12, 2018	0.90	1,050
November 3, 2018	0.70	228,500
December 16, 2018	0.60	365,000
December 16, 2018	0.60	18,300
December 20, 2018	3.00	175,000
January 20, 2019	1.10	150,000
January 20, 2019	1.10	9,000
January 23, 2019	4.20	166,667
April 21, 2019	0.70	21,350
April 21, 2019	0.70	305,000
May 9, 2019	0.80	305,000
July 8, 2019	0.60	592,500
September 13, 2019	0.50	1,066,667
September 21, 2019	1.00	491,667
October 12, 2019	0.50	65,833
November 3, 2019	0.50	759,250
February 2, 2020	1.00	119,353
March 6, 2020	1.00	125,000
March 27, 2020	1.00	150,000
May 1, 2020	0.35	1,034,000
May 8, 2020	1.30	180,000
July 11, 2020	0.41	356,720
July 11, 2020	0.41	21,350
July 13, 2020	1.00	125,000
September 23, 2020	1.00	150,000
		<b>6,982,207</b>

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## U3O8 Corp.

### Notes to Condensed Interim Consolidated Statements Financial Statements

Nine Months Ended September 30, 2018

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#### 11. Warrants (continued)

(a) On August 23, 2017, the following terms were changed for the following warrants:

- 125,000 warrants with an exercise price of \$2.60 per share were issued on September 8, 2015 as part of a private placement, having an original expiry date of September 8, 2017. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants was extended to December 29, 2017 and the exercise price was repriced to \$0.44 per common share. The Company recorded the incremental difference of \$30,160 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 258.73%, and an expected life of 0.04 year. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 200.05%, and an expected life of 0.35 year.
- 9,000 warrants with an exercise price of \$0.80 per share issued on September 23, 2015 as part of a private placement, having an original expiry date of September 23, 2017. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants were extended to December 29, 2017 and the exercise price was repriced to \$0.44 per common share. The Company recorded the incremental difference of \$1,585 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 242.01%, and an expected life of 0.08 year. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 200.05%, and an expected life of 0.35 year.
- 125,000 warrants with an exercise price of \$2.20 per share issued on October 3, 2015 as part of a private placement, having an original expiry date of October 3, 2017. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants were extended to December 29, 2017 and the exercise price was repriced to \$0.44 per common share. The Company recorded the incremental difference of \$6,339 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 215.35%, and an expected life of 0.11 year. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 1.24%, a dividend yield of 0%, a volatility of 200.05%, and an expected life of 0.35 year.

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## U3O8 Corp.

### Notes to Condensed Interim Consolidated Statements Financial Statements

Nine Months Ended September 30, 2018

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#### 11. Warrants (continued)

(b) On September 13, 2018, the following terms were changed for the following warrants:

- 1,066,667 warrants with an exercise price of \$0.90 per share were issued on September 13, 2016 as part of a private placement, having an original expiry date of September 13, 2018. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants was extended to September 13, 2019 and the exercise price was repriced to \$0.50 per common share. The Company recorded the incremental difference of \$66,540 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.12%, a dividend yield of 0%, a volatility of 0%, and an expected life of 0.00 year. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.12%, a dividend yield of 0%, a volatility of 97.76%, and an expected life of 1.0 year.
- 65,833 warrants with an exercise price of \$0.90 per share were issued on October 12, 2016 as part of a private placement, having an original expiry date of October 12, 2018. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants was extended to October 12, 2019 and the exercise price was repriced to \$0.50 per common share. The Company recorded the incremental difference of \$5,434 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.12%, a dividend yield of 0%, a volatility of 81.27%, and an expected life of 0.08 year. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.12%, a dividend yield of 0%, a volatility of 111.08%, and an expected life of 1.0 year.

(c) On November 3, 2018, the following terms were changed for the following warrants:

- 759,250 warrants with an exercise price of \$0.70 per share were issued on November 3, 2015 as part of a private placement, having an original expiry date of November 3, 2018. Each Warrant entitles the holder to purchase one common share of the Company. The expiry date of the warrants was extended to November 3, 2019 and the exercise price was repriced to \$0.50 per common share. The Company recorded the incremental difference of \$33,354 as a capital transaction based on the fair value of these warrants immediately prior to and after the modification. These warrants were valued immediately prior to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.28%, a dividend yield of 0%, a volatility of nil%, and an expected life of nil years. These warrants were valued subsequent to the subsequent extension using the following Black-Scholes option pricing model parameters; a risk-free interest rate of 2.28%, a dividend yield of 0%, a volatility of 94.83%, and an expected life of 1.0 year.

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## U308 Corp.

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### 12. Related party balances and transactions

Transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note.

Related parties include the Board of Directors, close family members and enterprises which are controlled by these individuals as well as certain persons performing similar functions.

(a) The Company entered into the following transactions with related parties:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
John C. Ross Consulting Inc. (i)	\$ 15,000	\$ 7,500	\$ 22,500	\$ 22,500

(i) Chief Financial Officer ("CFO") fees expensed to a company controlled by the current CFO of the Company. At September 30, 2018, \$48,350 is included in amounts payable and other liabilities (December 31, 2017 - \$38,900).

(b) The Company defines its key management personnel as its Board of Directors, Chief Executive Officer ("CEO"), and CFO. Remuneration of Directors and key management personnel of the Company was as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
Salaries and benefits (*)	\$ 68,500	\$ 34,250	\$ 102,750	\$ 102,750
Share based payments	-	10,288	5,487	47,329
	\$ 68,500	\$ 44,538	\$ 108,237	\$ 150,079

(\*) The Board of Directors do not have employment or service contracts with the Company. There were no director fees accrued or paid during the year ended December 31, 2017 or December 31, 2016 and for the three and nine months ended September 30, 2018. The CEO of the Company was owed \$344,501 as at September 30, 2018 (December 31, 2017 - \$241,751). Salaries and benefits of \$102,750 excludes \$22,500 expensed to CFO above (comparative period: Salaries and benefits of \$102,750 excludes \$22,500 expensed to CFO above).

The above noted transactions are in the normal course of business and are measured at the exchange amount, as agreed to by the parties, and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(c) On July 25, 2017, Dr. Keith Barron, a director of the Company, exercised 142,500 warrants with an exercise price of \$0.70 for cash of \$99,750.

(d) On August 31, 2017, Dr. Keith Barron, a director of the Company, exercised 115,000 warrants with an exercise price of \$0.70 for cash of \$80,500.

(e) See note 15.

(f) The CFO of the Company subscribed for \$15,000 in the July 11, 2018 financing.

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## U308 Corp.

Notes to Condensed Interim Consolidated Statements Financial Statements  
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### 13. Segmented information

The Company primarily operates in one reportable operating segment, being the exploration and evaluation of uranium properties in South America. The Company has administrative offices in Toronto, Canada. Geographical information is as follows:

#### September 30, 2018

	Canada	Colombia	Argentina	Total
Current assets	\$ 19,126	\$ -	\$ -	\$ 19,126
Non-current assets	-	-	2,847,405	2,847,405
	\$ 19,126	\$ -	\$ 2,847,405	\$ 2,866,531

#### December 31, 2017

	Canada	Colombia	Argentina	Total
Current assets	\$ 93,990	\$ 1,643	\$ 22,950	\$ 118,583
Non-current assets	-	-	2,854,419	2,854,419
	\$ 93,990	\$ 1,643	\$ 2,877,369	\$ 2,973,002

### 14. South American property interests

	Acquisition Costs
Balance, December 31, 2015	\$ 10,474,652
Impairment of Colombia property interests	(7,666,992)
Balance, December 31, 2016, December 31, 2017 and September 30, 2018	\$ 2,807,660

The Company controls various exploration and mining concessions in Argentina. The various concessions have a carrying value of \$2,736,660 (December 31, 2017 - \$2,736,660). On May 14, 2013, the Company completed the acquisition of Calypso Uranium Corp. These concessions have a carrying value of \$71,000 (2017 - \$71,000).

Total carrying value attributable to the Argentina Concessions as at September 30, 2018 is \$2,807,660 (December 31, 2017 - \$2,807,660).

In Colombia, the Company holds five exploration concessions that constitute its Berlin Project. These concessions were valued at \$7,666,992. The Company has undertaken a less than optimal level of exploration in the previous three years and has no immediate plans to resume exploration in Colombia until the share price recovers. As a result, the Company recorded an impairment charge of \$7,666,992 in fiscal 2016. As at September 30, 2018, December 31, 2017 and December 31, 2016, the carrying value of the Berlin Project was \$nil.

During the year ended December 31, 2016, the Company recorded a recovery of accounts payable in profit and loss in the amount of \$609,553 relating to a previously accrued wealth tax in Colombia. The wealth tax is assessed on net equity of companies in Colombia over a certain threshold for the years beginning 2015. As a result of the Company having limited Colombian operations, the Company believes the probability of payment to be remote, and accordingly reversed the accrual. There was no such recovery in the year ended December 31, 2017 and for the nine months ended September 30, 2018.

In Guyana, the Company holds 10 contiguous prospecting licence claims which were acquired by application. All exploration expenses in Guyana have been expensed to date.

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## U308 Corp.

### Notes to Condensed Interim Consolidated Statements Financial Statements Nine Months Ended September 30, 2018 (Expressed in Canadian Dollars) (Unaudited)

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#### 15. Loan payable

During the nine months ended September 30, 2018, the Company entered into a series of advances from Bambazonke Holdings Ltd. ("Bambazonke"), pursuant to which Bambazonke agreed to lend the Company cash to fund working capital. Amounts outstanding under loan payable will incur interest at a rate of 8% per annum and the principal and interest payable thereon will be repaid on a best efforts basis. Bambazonke is a company controlled by a director of the Company. Aggregate advances at September 30, 2018 amounted to \$370,000 (December 31, 2017 - \$nil). Interest of \$16,971 was included in amounts payable and other liabilities as at September 30, 2018.

#### 16. Other payable

In fiscal 2011, the Company vended an exploration concession for a share interest in a new entity. The other payable of \$176,000 represents an allowance for a potential tax exposure from this transaction.

#### 17. Subsequent event

(a) On October 12, 2018, 1,050 warrants with an exercise price of \$0.90 expired unexercised. In addition, on November 3, 2018, 228,500 warrants with an exercise price of \$0.70 expired unexercised.

(b) On October 22, 2018, the Company announced that it has completed its non-brokered private placement. The Company issued 2,294,000 units ("Units") at a price of \$0.25 per Unit, for total gross proceeds of \$573,500 (the "Offering"). Each Unit consists of one (1) common share in the capital stock of the Company ("Common Share") and one (1) common share purchase warrant ("Warrant"). Each Warrant entitles the holder to purchase one Common Share at a price of \$0.40 per Common Share until the date which is thirty-six (36) months following the closing date of the Offering, whereupon the Warrants will expire.

In connection with the Offering, the Company paid to certain eligible finders compensation consisting of cash commissions of \$7,000 and 28,000 compensation warrants ("Broker Warrants"). The Broker Warrants will be exercisable into Common Shares of the Company at \$0.40 and will be valid for a period of twenty-four (24) months from the date of closing of the Offering. All securities issued and issuable pursuant to the Offering are subject to a four month and one day statutory hold period.

The Company has agreed to settle outstanding cash debts in the amount of \$51,500 to certain service providers and former employees (the "Creditors") through the issuance of an aggregate of 206,000 Units at a price of \$0.25 per Unit.

Additionally, the Company has agreed to settle \$88,268 with the Creditors through the issuance of 304,371 common shares at a price of \$0.29 per common share (the "Debt Shares") (together, the issuance of the Units and Debt Shares to Creditors, the "Debt Securities").

The issuance of the Debt Securities is subject to the receipt of all applicable regulatory approvals, including the Toronto Stock Exchange. The Company is choosing to settle the outstanding indebtedness through the issuance of the Debt Securities as the Company will require cash for working capital and continuing operations.

The Debt Securities and securities issuable thereunder are subject to a four month and one day statutory hold period.

Dr. Spencer acquired 140,000 Units for proceeds of \$35,000 and Mr. Ross acquired 140,000 Units for proceeds of \$35,000.

(c) Warrants were extended as indicated in note 11(b)(c).

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