

**NOMAD VENTURES INC.**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**August 31, 2017 and February 28, 2017**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

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**NOTICE OF NO AUDITOR REVIEW OF  
CONDENSED INTERIM FINANCIAL STATEMENTS**

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

The accompanying condensed interim financial statements of the Company for the quarters ended August 31, 2017 and 2016 and as at August 31, 2017 and February 28, 2017 have been prepared by and are the responsibility of the Company's management, and have not been reviewed by the Company's auditors.

**Nomad Ventures Inc.**  
**Condensed Interim Statements of Financial Position**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

	August 31, 2017	February 28, 2017
<b>ASSETS</b>		
<b>Current</b>		
Cash	\$ 4,822	\$ 139,065
Tax receivable	8,016	3,315
Prepaid expenses (Note 6)	10,000	15,125
<b>Total current assets</b>	<b>22,838</b>	<b>157,505</b>
<b>Non-Current</b>		
Exploration and evaluation assets (Note 4)	50,000	50,000
Incorporation costs	871	871
<b>Total non-current assets</b>	<b>50,871</b>	<b>50,871</b>
<b>Total assets</b>	<b>\$ 73,709</b>	<b>\$ 208,376</b>
<b>LIABILITIES</b>		
<b>Current</b>		
Accounts payable	\$ 50,175	\$ 42,880
Accrued liabilities (Note 6)	24,615	33,602
Due to related parties (Note 6)	35,000	35,000
<b>Total current liabilities</b>	<b>109,790</b>	<b>111,482</b>
<b>SHAREHOLDERS' EQUITY (DEFICIT)</b>		
Share capital (Note 5)	3,944,788	3,944,788
Reserve (Note 5)	472,590	461,742
Deficit	(4,453,459)	(4,309,636)
<b>Total shareholders' equity (deficit)</b>	<b>(36,081)</b>	<b>96,894</b>
<b>Total liabilities and shareholders' equity (deficit)</b>	<b>\$ 73,709</b>	<b>\$ 208,376</b>

Nature and continuance of operations (Note 1)

Approved on behalf of the Board:

“Geoff Balderson”  
 Director – Geoff Balderson

“Carrie Cesarone”  
 Director – Carrie Cesarone

**Nomad Ventures Inc.**  
**Condensed Interim Statements of Loss and Comprehensive Loss**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

	Three Months Ended August 31,		Six Months Ended August 31,	
	2017	2016	2017	2016
<b>Expenses</b>				
Accounting and legal	\$ 19,377	\$ 22,860	\$ 27,291	\$ 38,984
Bank charges and interest (Note 6)	824	1,743	1,601	1,763
Consulting and management fees (Note 6)	37,500	22,500	84,000	37,500
Depreciation	-	-	-	9,779
Investor relations	3,990	505	3,990	505
Listing and filing fees	4,456	5,668	5,593	6,993
Office and miscellaneous	-	2,483	-	4,510
Rent	6,000	-	10,500	-
Share-based payment	-	-	10,848	-
	<u>72,147</u>	<u>55,759</u>	<u>143,823</u>	<u>100,034</u>
<b>Loss before other items</b>	<b>(72,147)</b>	<b>(55,759)</b>	<b>(143,823)</b>	<b>(100,034)</b>
<b>Other items</b>				
Write off accounts payable	-	-	-	3,000
Write down of accounts receivable	-	-	-	(1,887)
Loss on disposal of equipment	-	(160,457)	-	(160,457)
	<u>-</u>	<u>(160,457)</u>	<u>-</u>	<u>(160,457)</u>
<b>Loss and comprehensive loss for the period</b>	<b>\$ (72,147)</b>	<b>\$ (216,216)</b>	<b>\$ (143,823)</b>	<b>\$ (259,378)</b>
<b>Basic and diluted loss per common share</b>	<b>\$ (0.0087)</b>	<b>\$ (0.0795)</b>	<b>\$ (0.0173)</b>	<b>\$ (0.0954)</b>
<b>Weighted average number of common shares outstanding</b>	<b>8,317,551</b>	<b>2,717,554</b>	<b>8,317,551</b>	<b>2,717,554</b>

**Nomad Ventures Inc.**  
**Condensed Interim Statements of Changes in Shareholders' Equity (Deficit)**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

	Number of Shares	Share Capital	Reserve	Deficit	Total Equity (Deficit)
Balance, February 29, 2016	2,717,551	\$ 3,427,862	\$ 356,839	\$ (3,802,418)	\$ (42,717)
Loss and comprehensive loss for the period	-	-	-	(259,378)	(259,378)
<b>Balance, August 31, 2016</b>	<b>2,717,551</b>	<b>\$ 3,427,862</b>	<b>\$ 356,839</b>	<b>\$ (4,061,796)</b>	<b>\$ (302,095)</b>

	Number of Shares	Share Capital	Reserve	Deficit	Total Equity (Deficit)
Balance, February 28, 2017	8,317,551	\$ 3,944,788	\$ 461,742	\$ (4,309,636)	\$ 96,894
Share-based payment	-	-	10,848	-	10,848
Loss and comprehensive loss for the period	-	-	-	(143,823)	(143,823)
<b>Balance, August 31, 2017</b>	<b>8,317,551</b>	<b>\$ 3,944,788</b>	<b>\$ 472,590</b>	<b>\$ (4,453,459)</b>	<b>\$ (36,081)</b>

The accompanying notes are an integral part of these financial statements.

**Nomad Ventures Inc.**  
**Condensed Interim Statements of Cash Flows**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

	Six Months Ended August 31,	
	2017	2016
<b>Cash flows provided by (used in)</b>		
<b>Operating activities</b>		
Loss for the period	\$ (143,823)	\$ (259,378)
Items not affecting cash:		
Interest expense	1,512	1,627
Depreciation	-	9,779
Loss on disposal of equipment	-	160,457
Share-based payment	10,848	-
	<u>(131,463)</u>	<u>(87,515)</u>
Changes in non-cash working capital items:		
GST receivable	(4,701)	179
Prepaid expense	5,125	(3,901)
Accounts payable and accrued liabilities	(3,204)	(23,222)
	<u>(134,243)</u>	<u>(114,459)</u>
<b>Investing activities</b>		
Environmental bond	-	15,000
Proceeds on disposal of equipment	-	25,000
	<u>-</u>	<u>40,000</u>
<b>Financing activities</b>		
Advances from/(repayments to) related parties	-	44,473
Loan payable	-	30,000
	<u>-</u>	<u>74,473</u>
<b>Increase (decrease) in cash during the period</b>	<b>(134,243)</b>	<b>14</b>
<b>Cash, beginning of period</b>	<b>139,065</b>	<b>35</b>
<b>Cash, end of period</b>	<b>\$ 4,822</b>	<b>\$ 49</b>
<b>Supplemental additional cash flow disclosure:</b>		
Cash received from:		
Interest income	\$ -	\$ -
Cash paid for:		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -

There were no significant non-cash transactions excluded from the statement of cash flows for the period ended August 31, 2017 and 2016.

**Nomad Ventures Inc.**  
**Notes to the Condensed Interim Financial Statements**  
**August 31, 2017**  
**(Expressed in Canadian dollars)**  
**(Unaudited – Prepared by Management)**

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**1. NATURE AND CONTINUANCE OF OPERATIONS**

On March 27, 2007, Nomad Ventures Inc. (“the Company”) was incorporated pursuant to the provisions of the Business Corporations Act (British Columbia). The Company’s registered office is located at 900 – 555 Burrard Street, Vancouver, BC V7X 1M8.

The Company completed a successful initial public offering on February 12, 2010 and commenced trading on the TSX Venture Exchange (“TSX-V”) under the symbol NMD.V on February 17, 2010.

The Company is in the process of exploring its resource properties and has not determined whether these properties contain mineral reserves which are economically recoverable. The recoverability of amounts shown for resource properties and related deferred costs is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development and future profitable production from the property or proceeds from its disposition.

As at August 31, 2017 the Company had working capital deficit of \$86,952 (February 28, 2017 – working capital of \$46,023), had not yet achieved profitable operations, has accumulated losses of \$4,453,459 (February 28, 2017 - \$4,309,636) since its inception and expects to incur further losses in the development of its business, all of which casts substantial doubt about the Company’s ability to continue as a going concern. The Company’s ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to conduct its planned work programs on its mineral properties, meet its ongoing levels of corporate overhead and commitments, keep its properties in good standing and discharge its liabilities as they come due. These financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge liabilities in the normal course of business. Although the Company presently has sufficient financial resources to undertake its currently planned work programs and has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. Accordingly, it does not give effect to adjustments, if any, which would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities in other than the normal course of business and at amounts which may differ from those shown in these financial statements.

**Nomad Ventures Inc.**  
**Notes to the Condensed Interim Financial Statements**  
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**2. BASIS OF PRESENTATION**

Statement of Compliance

These condensed interim financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board (“IASB”), and interpretations of the IFRS Interpretations Committee (“IFRIC”), applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34 – Interim Financial Reporting. The condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

These financial statements are authorized for issue by the Board of Directors on October , 2017.

Use of Estimates and Judgments

The preparation of financial statements requires management to use judgement in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgements are continuously evaluated and are based on management’s experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances.

Judgements:

The assumption that the Company is a going concern and will continue in operation for the foreseeable future and at least one year. The factors considered by management are disclosed in Note 1.

Estimates:

The Company measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they were granted. Estimating the fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option, volatility, and dividend yield and making assumptions about them.

Basis of Measurement

These financial statements have been prepared on an accrual basis and are based on historical costs, modified where applicable.

Functional and Presentation Currency

The financial statements are presented in Canadian dollars, which is also the functional and presentation currency of the Company.

**Nomad Ventures Inc.**  
**Notes to the Condensed Interim Financial Statements**  
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### **3. SIGNIFICANT ACCOUNTING POLICIES**

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited financial statements as at February 28, 2017. The accompanying unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended February 28, 2017.

#### **New accounting standards and interpretations**

##### Accounting standards issued but not yet applied

The following new standards and interpretations are not yet effective and have not been applied in preparing these financial statements. The Company is currently evaluating the potential impacts of these new standards and does not anticipate any material changes to the financial statements upon adoption of these new and revised accounting pronouncements.

- IFRS 9 – *Financial Instruments* (effective January 1, 2018) introduces new requirements for the classification and measurement of financial assets, and will replace IAS 39. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple classification options available in IAS 39.
- IFRS 16 Leases specifies how an issuer will recognize, measure, present and disclose leases; effective for annual periods beginning on or after January 1, 2019.
- IFRS 15 – *Revenue from Contracts with Customers* (effective January 1, 2018) replaces the previous guidance on revenue recognition and provides a framework to determine when to recognize revenue and at what amount.

### **4. EXPLORATION AND EVALUATION ASSETS**

#### Skyline Property

On December 2, 2015, the Company entered into an option agreement with John Bakus (“**Bakus**”) whereby Bakus granted the Company the right to acquire a 100% interest in five mineral claims called the Skyline property (the “**Skyline Property**”) located in the Alberni and Victoria Mining Division, British Columbia. Work programs on the Skyline Property will focus on the exploration of gold and silver.

Under the terms of the agreement, the Company will be able to acquire a 100% interest in the Skyline Property by issuing 50,000 (1,000,000 pre-consolidation) common shares valued at \$50,000 to Bakus on acceptance from the TSX-V (issued) and paying \$100,000 to Bakus on the second anniversary of the agreement.

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**5. SHARE CAPITAL**

(a) Authorized

Unlimited common shares without par value

On October 14, 2016, the shareholders of the Company approved a common share consolidation based on 20 pre-consolidation common shares for one post-consolidation common share of the Company. The consolidation was made effective on October 25, 2016. All references to the number of shares and per share amounts have been retroactively restated to reflect the share consolidation.

(b) Issued

For the six months ended August 31, 2017:

There were no shares issued during the six months ended August 31, 2017.

For the year ended February 28, 2017:

On September 12, 2016, the Company issued 300,000 (6,000,000 pre-consolidation) units at a price \$0.20 per unit for total proceeds of up to \$60,000. Each unit consist of one common share and one share purchase warrant, with each warrant entitling the holder to purchase an additional common share at \$1.00 per share for a three-year period from the date of issuance.

On December 12, 2016, the Company issued 5,325,000 post-consolidated units at a price of \$0.10 per unit for total proceeds of \$532,500. Each unit consists of one common share and one share purchase warrant, with each warrant entitling the holder to purchase an additional common share at \$0.15 per share for a five-year period from the date of issuance. As finders' fees on the private placement, the Company paid cash of \$20,200 and issued 196,000 Agent's share purchase warrants, each warrant entitling the holder to purchase one common share at \$0.15 per share for a five-year period from the date of issuance. The Agent's share purchase warrants were valued at \$30,374 using the Black-Scholes option pricing model with an average risk-free interest rate of 1.16%, expected life of 5 years, volatility of 127% and dividend yield of 0%.

(c) Share options

Under the terms of the Company's stock option plan adopted by shareholders at the Company's Annual General Meeting held on October 14, 2016, the Board of Directors may grant employees, consultant, directors and officers share purchase options. The aggregate number of options reserved for issuance may not exceed 10% of the Company's issued and outstanding shares at the date of the grant. In any twelve month period, the Company will not grant more than 2% of the issued and outstanding shares of the Company to any one consultant or any one individuals performing investor relations activities. The options vest in stages over twelve months, with no more than one-quarter of the options vesting over any three month period.

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**5. SHARE CAPITAL** (continued)

(c) Share options (continued)

On January 13, 2017, the Company granted 500,000 share purchase options at a price of \$0.23 per share for a period of two years to officers, directors and consultants of the Company. The Company recorded a fair value of \$74,529 utilizing the Black-Scholes option pricing model with the following assumptions – Risk-free interest rate of 0.82%; Dividend yield of NIL; Expected volatility of 113%; Expected life of 2 years and forfeiture rate of 0%.

On May 1, 2017, the Company granted 100,000 share purchase options exercisable at a price of \$0.15 per share for a period of two years to a director of the Company. The Company recorded a fair value of \$10,848 utilizing the Black-Scholes option pricing model with the following assumptions – Risk free interest rate of 0.69%; Dividend yield of NIL; Expected volatility of 109%; Expected life of 2 years and forfeiture rate of 0%.

The changes in share options during the six month period ended August 31, 2017 and for the year ended February 28, 2017 were as follows:

	Options Outstanding	Weighted Average Exercise Price Per Share	Weighted Average Life (years)
Balance February 29, 2016	210,250	\$1.00	3.50
Granted	500,000	\$0.23	-
Expired	(5,000)	\$1.00	-
Balance and Exercisable, February 28, 2017	705,250	\$0.45	2.08
Granted	100,000	\$0.15	-
<b>Balance and Exercisable, August 31, 2017</b>	<b>805,250</b>	<b>\$0.42</b>	<b>1.59</b>

A summary of the status of the Company's outstanding and exercisable share options as at August 31, 2017:

Number	Exercise Price	Expiry Date
127,750	\$1.00	August 9, 2019
12,500	\$1.00	November 28, 2019
52,500	\$1.00	February 6, 2020
12,500	\$1.00	May 15, 2019
500,000	\$0.23	January 13, 2019
100,000	\$0.15	May 1, 2019
<b>805,250</b>		

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**5. SHARE CAPITAL (continued)**

(d) Warrants

The changes in share purchase warrants during the six month period ended August 31, 2017 and for the year ended February 28, 2017 were as follows:

	Number of Warrants	Weighted Average Exercise Price	Weighted Average Life
Outstanding February 28, 2015	1,048,775	\$1.00	3.95
Expired	(225,000)	\$1.00	-
Issued with private placement	294,000	\$1.00	-
Outstanding February 29, 2016	1,117,775	\$1.00	3.64
Issued with private placement	5,625,000	\$0.20	-
<b>Outstanding February 28, 2017 and August 31, 2017</b>	<b>6,742,775</b>	<b>\$0.33</b>	<b>Feb. 17 4.33 Aug. 17 3.83</b>

A summary of the status of the Company's outstanding share purchase warrants as at August 31, 2017:

<b>Outstanding</b>	<b>Exercise Price</b>	<b>Expiry Date</b>
112,675	\$1.00	April 9, 2019
88,000	\$1.00	April 30, 2019
348,100	\$1.00	July 18, 2019
300,000	\$1.00	September 9, 2019
217,000	\$1.00	November 9, 2019
58,000	\$1.00	December 24, 2019
144,000	\$1.00	April 18, 2020
100,000	\$1.00	May 5, 2020
50,000	\$1.00	August 14, 2020
5,325,000	\$0.15	December 12, 2021
<b>6,742,775</b>		

**Nomad Ventures Inc.**  
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**5. SHARE CAPITAL** (continued)

(e) Agents Warrants

A summary of the Company's Agent's and Finder's warrants issued and outstanding as at August 31, 2017 and February 28, 2017 and the changes for the periods then ended is as follows:

	Number of Warrants	Weighted Average Exercise Price	Weighted Average Life
Outstanding February 28, 2015	76,378	\$1.00	4.56
Expired	(4,500)	\$1.00	
Issued with Private Placement	9,950	\$1.00	
Outstanding February 29, 2016	81,828	\$1.00	2.48
Expired	(29,578)	\$1.00	
Issued with Private Placements	196,000	\$0.15	
<b>Outstanding February 28, 2017 and August 31, 2017</b>	<b>248,250</b>	<b>\$0.33</b>	<b>Feb. 17 4.36 Aug. 17 3.85</b>

A summary of the status of the Company's outstanding Agent's and Finder's warrants as at August 31, 2017:

<b>Outstanding</b>	<b>Exercise Price</b>	<b>Expiry Date</b>
13,800	\$1.00	July 18, 2019
19,700	\$1.00	November 4, 2019
3,300	\$1.00	December 23, 2019
5,500	\$1.00	February 28, 2020
6,200	\$1.00	April 18, 2020
3,750	\$1.00	May 5, 2020
196,000	\$0.15	December 12, 2021
<b>248,250</b>		

**Nomad Ventures Inc.**  
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**6. RELATED PARTY TRANSACTIONS AND COMMITMENT**

- (a) During the six months ended August 31, 2017 and 2016, the Company paid or accrued the following amounts:

	August 31, <u>2017</u>	August 31, <u>2016</u>
Administrative expenses		
Consulting and management fees		
Fill Management, a Company controlled by a relative of a former officer	\$ -	\$ 37,500
Geoff Balderson, President, CEO and director	15,000	-
Athena Ventures Inc. a Company controlled by Carrie Cesarone, CFO	15,000	-
Anthony James England, a former officer	18,000	-
Accounting fees		
Western Canada Capital Corp, a Company controlled by the former CFO of the Company	-	37,500
Share-based payments		
Leonard Clough, director	<u>10,848</u>	<u>-</u>
	<u>\$ 58,848</u>	<u>\$ 75,000</u>

The Company considers its President, Chief Executive Officer, Chief Financial Officer, and the directors of the Company to be key management personnel.

These expenditures were measured by amounts agreed upon by the transacting parties.

Included in prepaid expenses is \$Nil (February 28, 2017: \$5,125) in prepaid fees to the CEO and CFO of the Company.

- (b) As at August 31, 2017, due to related parties of \$35,000 (February 28, 2017: \$35,000) is comprised of \$5,000 in loans owing to related parties (February 28, 2017: \$5,000) and \$30,000 in promissory notes owing to related parties (February 28, 2017: \$30,000).

The \$5,000 in loans payable to related parties includes the following:

- A \$5,000 loan payable to Gary Cowan, a shareholder of the Company (February 28, 2017: \$5,000). This loan has no fixed repayment terms and does not accrue interest.

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**6. RELATED PARTY TRANSACTIONS AND COMMITMENT (continued)**

The \$30,000 in notes payable to related parties includes the following:

- A \$5,000 note payable to Robert Johnson, a shareholder of the Company (February 28, 2017: \$5,000). The due date of the note has been extended for a period of one year. The principal together with 10% interest is due on the earlier of: i) the receipt of funds from the mineral exploration tax credit; and ii) one year from the date of the amended note, November 25, 2015. The lender agreed to extend the due date of the loan to November 25, 2016.
- A \$5,000 note payable to Nils Carlson, a shareholder and consultant of the Company (February 28, 2017: \$5,000). The principal together with 10% interest is due on the earlier of: i) the receipt of funds from the mineral exploration tax credit; and ii) one year from the date of the amended note, November 25, 2015. The lender agreed to extend the due date of the loan to November 25, 2016.
- A \$20,000 note payable to Kerry McCullagh, a shareholder of the Company (February 28, 2017: \$20,000). The principal together with 10% interest is due on May 6, 2017. The note may be paid on an earlier date at the discretion of the Company with no penalty or forfeiture. The lender agreed to extend the due date of the loan to May 6, 2016.
- Total interest on the above notes payable of \$22,614 as at August 31, 2017 (February 28, 2017: \$21,102) has been accrued and included in accrued liabilities of which \$1,512 has been charged to the statement of operations.

**7. MANAGEMENT OF CAPITAL AND FINANCIAL INSTRUMENTS**

The Company considers its capital structure to include working capital and shareholders' equity. Management's objective is to ensure that there is sufficient capital to minimize liquidity risk and to continue as a going concern. Although the Company has been successful in the past in obtaining financing through the sale of equity securities, there can be no assurance that the Company will be able to obtain adequate financing in the future, or that the terms of such financings will be favorable. The Company's share capital is not subject to any external restriction and the Company did not change its approach to capital management during the year.

The Company's financial instruments consist of cash, tax receivable, accounts payable, accrued liabilities, and due to related parties. Cash is carried at fair value using a level 1 fair value measurement. The fair values of tax receivable, accounts payable, accrued liabilities and due to related parties approximated their carrying values due to the short-term nature of these instruments

(a) Credit risk

The Company's credit risk is primarily attributable to receivable. The Company has no significant concentration of credit risk arising from operations. The receivable include British Columbia mining exploration tax credit due from the Federal Government of Canada. Management believes that the credit risk concentration with respect to its receivable is remote.

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**7. MANAGEMENT OF CAPITAL AND FINANCIAL INSTRUMENTS (continued)**

(b) Market risk

(i) Interest rate risk

The Company's interest rate risk mainly arises from interest charges from notes payable due to related parties. The interest rate to borrow is fixed at 10% per annum, therefore interest rate risk is minimal.

(ii) Foreign currency risk

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars therefore, foreign currency risk is minimal.

(iii) Price risk

The Company is exposed to price risk with respect to commodity prices. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

**8. SEGMENTED INFORMATION**

The Company operates in one segment, being mineral exploration and evaluation, as at August 31, 2017, and all assets and operations are in Canada.

**9. COMMITMENT**

On August 12, 2017, the Company entered into a binding letter of intent (the "**LOI**") with Katanga Cobalt Corp. ("**Katanga**"). Katanga is a British Columbia company which, through assignment agreements, holds the rights to 13 separate mineral concessions in the Democratic Republic of Congo. Under the terms of the LOI, the Company, Katanga and the securityholders of Katanga will enter into a definitive share exchange agreement (the "**Definitive Agreement**"), whereby all the outstanding securities of Katanga will be exchanged for securities of the Company on a one to one basis. The transaction will constitute a Fundamental Acquisition (as that term is defined in TSX-V policy) for the Company. The final structure of the Definitive Agreement is subject to applicable corporate, securities and tax considerations. The transaction will be an arm's length transaction. Upon closing of the transaction, it is anticipated that the Company will change its name to "Bankers Cobalt Corp." and will carry on with the development of Katanga's mineral project in the Democratic Republic of Congo, as a Tier 2 Mining Issuer on the TSX-V.