

**STAKEHOLDER GOLD CORP.
NOTICE TO SHAREHOLDERS
FOR THE NINE MONTHS ENDED SEPT 30, 2018**

Responsibility for Financial Statements

The accompanying interim condensed financial statements for Stakeholder Gold Corp. for the nine months ended September 30, 2018 and 2017 have been prepared by management in accordance with International Financial Reporting Standards applicable to interim financial reporting (see note 1 to the interim condensed financial statements). Recognizing that the company is responsible for both the integrity and objectivity of the interim condensed financial statements, management is satisfied that these interim condensed financial statements have been fairly presented. These financial statements have been prepared by management on November 29, 2018.

Management has established processes, which are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence that (i) the condensed interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the condensed interim financial statements and (ii) the condensed interim financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the years presented by the condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the condensed interim financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the condensed interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the audited condensed interim financial statements together with other financial information of the Company for issuance to the shareholders.

Auditors Involvement

MNP LLP, Chartered Accountants, the external auditors of Stakeholder Gold Corp., have not audited or performed review procedures applicable to auditor review of interim financial statements as at the end of the nine month periods September 30, 2018 and 2017.

(signed)

"Christopher J. Berlet"

Christopher J. Berlet
Chief Executive Officer

Toronto, Canada
November, 29, 2018

(signed)

"Artie Hao Li"

Artie Hao Li
Chief Financial Officer

Stakeholder Gold Corp.
Interim Condensed Statements of Financial Position
(unaudited)

	September 30, 2018	December 31, 2017
	(Unaudited)	(Audited)
ASSETS		
Current assets		
Cash and cash equivalents (note 4)	\$ 12,884	\$ 767,686
Restricted cash (note 4)	-	24,294
Receivables (note 6)	4,525	26,850
Prepaid expenses	1,139	18,295
Total current assets	\$ 18,548	\$ 837,125
Exploration and evaluation assets (note 5)	-	-
Total Assets	\$ 18,548	\$ 837,125
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 6)	299,811	613,664
Total liabilities	\$ 299,811	\$ 613,664
SHAREHOLDERS' EQUITY		
Share capital (note 7)	11,071,728	10,334,620
Contributed Surplus - share based payments (note 7)	2,596,156	3,238,795
Accumulated deficit	(13,949,147)	(13,349,954)
Total Shareholders' Equity	(281,263)	223,461
Total Liabilities and Shareholders' Equity	\$ 18,548	\$ 837,125

Going concern (note 2)

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

statements. On behalf of the Board,

"Signed"

Marcus Chase

Marcus Chase
Director

"Signed"

Christopher Berlet

Christopher Berlet
Director

Stakeholder Gold Corp.**Interim Condensed Statements of Comprehensive Loss**

(Unaudited)

	For the Three Months Ended Sept 30,		For the Nine Months Ended Sept 30,	
	2018	2017	2018	2017
Interest income	\$ -	\$ -	\$ -	\$ 376
Expenses				
Management and consulting (note 6)	44,000	63,100	120,566	227,430
Investor and shareholder relations	16,447	63,916	117,520	168,064
Professional fees	(25,500)	8,858	13,302	37,486
Administrative	20,984	40,915	53,995	112,734
Exploration expenses	(11,592)	(19,700)	293,810	14,750
Share based payments (note 7)	-	-	-	-
	44,339	157,088	599,193	560,464
Net loss and comprehensive loss for the period	\$ (44,339)	\$ (157,088)	\$ (599,193)	\$ (560,088)
Average weighted shares outstanding	23,990,662	20,223,277	23,829,595	20,223,277
Basic and diluted loss per share	\$ (0.00)	\$ (0.01)	\$ (0.03)	\$ (0.03)

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

Stakeholder Gold Corp.**Interim Condensed Statement of Equity**

(Unaudited)

	Shares	Share Capital	Contributed Surplus	Accumulated Deficit	Total
	#	\$	\$	\$	\$
Balance, December 31, 2016	19,438,662	9,336,559	2,722,077	(11,082,961)	975,675
Issuance of shares for services (note 7)	200,000	87,000	-	-	87,000
Issuance of shares for property (note 7)	1,250,000	437,500	-	-	437,500
Net loss for the period	-	-	-	(560,088)	(560,088)
Balance at September 30, 2017	20,888,662	9,861,059	2,722,077	(11,643,049)	940,087
Issuance of shares for services (note 7)	2,400,000	382,061	197,800	-	579,861
Shares issued for Services (note 7)	300,000	91,500	-	-	91,500
Stock options granted (note 7)	-	-	318,918	-	318,918
Net loss for the period	-	-	-	(1,706,905)	(1,706,905)
Balance, December 31, 2017	23,588,662	10,334,620	3,238,795	(13,349,954)	223,461
Shares issued for private placements (note 7)	302,000	57,547	17,953	-	75,500
Exercise of stock options (note 7)	100,000	52,930	(27,930)	-	25,000
Expiration of Warrants	-	632,662	(632,662)	-	-
Reallocation of issuance cost	-	(6,031)	-	-	(6,031)
Net loss for the period	-	-	-	(599,193)	(599,193)
Balance at September 30, 2018	23,990,662	11,071,728	2,596,156	(13,949,147)	(281,263)

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

Stakeholder Gold Corp.
Condensed Interim Statements of Cash Flows
(Unaudited)

For the Nine Months Ended September 30,	2018	2017
Cash flow from operating activities		
Net loss	\$ (599,193)	\$ (560,088)
Adjustments to reconcile loss to net cash in operating activities		
Interest income	-	(376)
Shares issued in exchange for services	-	87,000
Share based payments	-	-
	(599,193)	(473,464)
Changes in non-cash working capital		
Restricted Cash	24,294	-
Receivables and prepaid expenses	39,481	61,583
Accounts payable and accrued liabilities	(313,853)	(40,979)
Net cash used in operating activities	(849,271)	(452,860)
Cash flow from investing activities		
Interest received	-	376
Investment in mineral properties and deferred exploration expenditures	-	(209,216)
Net cash used in investing activities	-	(208,840)
Cash flow from financing activities		
Proceeds on the issuance of common shares, net of issuance costs	75,500	-
Reallocation of share issuance cost	(6,031)	-
Proceeds on the exercise of warrants	25,000	-
Net cash provided by financing activities	94,469	-
Increase (decrease) in cash and cash equivalents	(754,802)	(661,699)
Cash and cash equivalents, beginning of period	767,686	1,031,715
Cash and cash equivalents, end of period	\$ 12,884	\$ 370,016
Non-monetary transaction:		
Shares issued pursuant to option agreement (note 5)	\$ -	437,500

The accompanying notes are an integral part of these financial statements

STAKEHOLDER GOLD CORP.**NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS**September 30, 2018

1. NATURE OF BUSINESS AND BASIS OF PRESENTATION

Nature of Business

Stakeholder Gold Corp. (the “Company” or “Stakeholder”) was incorporated under the Canada Business Corporation Act and carries on business in one segment, being the identification, acquisition and exploration of properties for mining of precious and base metals. The Company is listed on the TSX Venture Exchange, having the symbol SRC.V. The address of the Company’s head office is 1612 – 25 Adelaide Street East, Toronto, Ontario, M5C 3A1.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company’s continued existence is dependent upon the preservation of its interests in the underlying properties, the discovery of economically recoverable reserves and the achievement of the Company’s ability to dispose of its interests on an advantageous basis. Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest in accordance with industry standards to the current stage of exploration of such properties, these procedures do not guarantee the Company’s title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory requirements.

Statement of compliance

These condensed interim financial statements have been prepared in US dollars, in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting. They do not include all of the information and note disclosure required for full annual financial statements and should be read in conjunction with the financial statements for the year ended December 31, 2017.

In the opinion of management, all adjustments considered necessary for a fair statement of results in accordance with IFRS have been included.

The condensed interim financial statements were authorized for issue by the Board of Directors on November 29, 2018.

2. GOING CONCERN

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to a going concern. Accordingly, they do not give effect to adjustments that 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 and commitments in other than the normal course of business and at amounts different from those presented in these financial statements.

The Company reported a net loss of \$599,193 and negative cash flows from operations of \$849,271. At September 30, 2018, the Company has negative working capital of \$281,263. There is uncertainty as to whether the Company will be able to meet its committed exploration expenditures for its exploration and evaluation assets and to meet its corporate administrative expenses for the next 12 months without additional financing.

The Company has a need for equity capital and financing for working capital and exploration and development of its properties. Because of continuing operating losses, the Company’s continuance as a going concern is dependent on its ability to obtain adequate financing and to reach profitable levels of operation. It is not possible to predict whether financing efforts will be successful or if the Company will attain profitable levels of operation. While the Company has been successful in securing financing in the past, there is no assurance that it will be able to do so in the future.

These circumstances create material uncertainty that indicates significant doubt as to the ability of the Company to meet its obligations as they come due and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

STAKEHOLDER GOLD CORP.

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

September 30, 2018

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting principles followed in preparing the financial statements are as follows:

Basis of Measurement

The financial statements have been prepared on a historical cost basis. The financial statements are presented in Canadian dollars, unless otherwise indicated.

Financial Instruments

Financial Assets

Financial assets are initially recorded at fair value and designated upon inception into one of the following categories: held to maturity, available for sale, loans and receivables or at fair value through profit or loss. Financial assets are recognized on the trade date at which the Company becomes party to the contractual provisions of the instrument.

Loans and receivables are non-derivative financial assets resulting from the delivery of cash or other assets by a lender to a borrower in return for a promise to repay on a specified date or dates, or on demand. They are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue and subsequently carried at amortized cost, using the effective interest rate method, less any impairment losses.

Amortized cost is calculated taking into account any discount or premium on acquisition and includes fees that are an integral part of the effective interest rate and transaction costs. Gains and losses are recognized in profit or loss when the loans and receivables are derecognized or impaired, as well as through the amortization process. The Company's cash and cash equivalents, restricted cash and receivables are classified as loans and receivables.

At each reporting date, the Company assesses whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or group of financial assets is deemed to be impaired if there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset and that event has an impact on the estimated future cash flows of the financial asset or the group of financial assets.

Financial Liabilities

Financial liabilities are initially recorded at fair value and designated upon inception as other financial liabilities. Accounts payable and accrued liabilities are recognized on the trade date at which the Company becomes a party to the contractual provisions of the instrument. Accounts payable and accrued liabilities are classified as other financial liabilities. After initial recognition, other financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Financial liabilities are derecognized when the contractual obligations are discharged, cancelled or expire.

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid high- interest savings accounts convertible to known amounts of cash and subject to an insignificant risk of change in value.

Restricted cash

Restricted cash includes highly-liquid, short-term interest-bearing investment accounts held with reputable financial institutions to secure obligations of the Company.

Exploration and Evaluation Assets Pre-exploration costs are expensed

The Company expenses exploration and evaluation expenditures as incurred. Exploration and evaluation expenditures include acquisition costs of mineral properties, property option payments and evaluation activity.

Once a project has been established as commercially viable and technically feasible, related development expenditures are capitalized. This includes costs incurred in preparing the site for mining operations. Capitalization ceases when the mine is capable of commercial production, with the exception of development costs that give rise to a future benefit.

Although the Company has taken steps to verify the 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 and title may be affected by undetected defects.

Income Taxes

Income tax on the profit or loss for the period presented comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at period end, adjusted for amendments to taxes payable with regards to previous years. Current income taxes are determined using tax rates and tax laws that have been enacted or substantively enacted by the year-end date.

Deferred tax assets and liabilities are recognized for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the end of the financial reporting period. A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. At the end of each reporting year, the Company reassesses unrecognized deferred tax assets..

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Share Based Payments

Where equity-settled share options are awarded to employees or contractors, the fair value of the options at the date of grant is charged to the statement of comprehensive loss/income over the vesting period. Performance vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each reporting date so that, ultimately, the cumulative amount recognized over the vesting period is based on the number of options that eventually vest. Non-vesting conditions and market vesting conditions are factored into the fair value of the options granted. As long as all other vesting conditions are satisfied, a charge is made irrespective of whether these vesting conditions are satisfied.

Where the terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to the statement of comprehensive loss/income over the remaining vesting period.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period based on the Company's estimate of options that will eventually vest. The number of forfeitures likely to occur is estimated on grant date.

Where equity instruments are granted to employees, they are recorded at the fair value of the equity instrument granted at the grant date. The grant date fair value is recognized in comprehensive loss/income over the vesting period, described as the period during which all the vesting conditions are to be satisfied.

Where equity instruments are granted to non-employees, they are recorded at the fair value of the goods or services received in the statement of comprehensive loss. When the value of goods or services received in exchange for the share-based payment cannot be reliably estimated, the fair value is measured by use of a valuation model.

All equity-settled share-based payments are reflected in Reserve – Share based payments, until exercised. Upon exercise, the shares are issued from treasury and the amount reflected in Reserve – Share based payments is credited to share capital for any consideration paid.

Comprehensive Income (Loss)

Comprehensive income includes net earnings (loss) and other comprehensive income (loss). Other comprehensive income includes holding gains on available for sale investments and gains and losses on certain derivative instruments.

Provisions

A provision is recognized in the statement of financial position when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and the amount can be reliably estimated. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in a provision due to passage of time is recognized as interest expense.

A provision for onerous contracts is recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. At each statement of financial position reporting date, provisions are reviewed and adjusted to reflect the current best estimate of the expenditure required to settle the present obligation.

The Company has no material provisions as at September 30, 2018 or December 31, 2017.

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Provisions – continued

Rehabilitation Provisions

A legal or constructive obligation to incur rehabilitation provisions may arise when environmental disturbance is caused by the exploration, development or ongoing production of a mineral property interest. Such costs arising from the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and capitalized at the start of each project to the carrying amount of the asset as soon as the obligation to incur such costs arises. Discount rates using a pre-tax rate that reflect the time value of money are used to calculate the net present value. These costs are charged against profit or loss over the economic life of the related asset, through amortization using either a unit-of-production or the straight-line method as appropriate. The related liability is adjusted for each period for the unwinding of the discount rate and for changes to the current market-based discount rate, amount or timing of the underlying cash flows needed to settle the obligation. Costs for restoration of subsequent site damage which is created on an ongoing basis during production are provided for at their net present values and charged against profits as extraction progresses.

The Company had no material rehabilitation obligations as at September 30, 2018 or December 31, 2017.

Loss per Share

Basic loss per share is calculated by dividing net loss applicable to common shares of the Company by the weighted average number of common shares outstanding during the year. Diluted loss per common share is computed by dividing the net loss applicable to common shares by the sum of the weighted average number of common shares issued and outstanding and all additional common shares that would have been outstanding, if potentially dilutive instruments are converted during the year.

Share Capital

Equity instruments are contracts that give a residual interest in the net assets of the Company. Financial instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's common shares are classified as equity instruments.

Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction from the proceeds.

Foreign Currency Transactions

The functional currency of the Company is the Canadian dollar.

Transactions in currencies other than the Canadian dollar are recorded at exchange rates prevailing on the dates of the transactions. At the end of each reporting period, the monetary assets and liabilities of the Company that are denominated in foreign currencies are translated at the rate of exchange at the date of the statement of financial position while non-monetary assets and liabilities are translated at historical rates. Revenues and expenses are translated at the exchange rates approximating those in effect on the date of the transactions. Exchange gains and losses arising on translation are included in the statement of operations and comprehensive loss.

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Critical Accounting Estimates and Judgments

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

Judgments

Information about critical judgments in applying accounting policies that have the most significant risk of causing material adjustment to the carrying amounts of assets and liabilities recognized in the financial statements within the next financial year are discussed below:

Going Concern

As is common with exploration companies, the Company's ability to continue its on-going and planned exploration activities and continue operations as a going concern, is dependent upon the recoverability of costs incurred to date on mineral properties, the existence of economically recoverable reserves, and the ability to obtain necessary equity financing from time to time. The factors considered by management are disclosed in Note 2.

Going Concern

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Exploration and Evaluation Assets

The application of the Company's accounting policy for exploration and evaluation expenditure requires judgment in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. If, after expenditure is capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the profit or loss in the year the new information becomes available.

Title to Mineral Property Interests

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 and title may be affected by undetected defects.

Functional Currency

The determination of an entity's functional currency is a key judgment based on the primary economy environment in which each entity of the Company operates. In determining the functional currency, management considers the currency that most faithfully represents the economic effects of events, conditions, future direction and investment opportunities.

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Critical Accounting Estimates and Judgments – continued

Estimates

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income (loss) in the year of the change, if the change affects that year only, or in the year of the change and future years, if the change affects both.

The estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Impairment

Assets, including property and equipment, and exploration and evaluation assets, are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amounts exceed their recoverable amounts.

An impairment loss is recognized for the amount by which an asset's or cash-generating unit's carrying amount exceeds its recoverable amount. To determine the recoverable amount, management estimates the higher of fair value less costs to sell and value in use. Determining the recoverable amount of property and equipment and exploration and evaluation assets requires management to make assumptions about future events and circumstances and cash flows. The actual results may vary, and may cause significant adjustments to the Company's assets within the next financial year.

Provisions and Contingencies

Provisions and contingencies arising in the course of operations, including provisions for income or other tax matters are subject to estimation uncertainty. Management uses all information available in assessing the recognition, measurement and disclosure of matters that may give rise to provisions or contingencies. The actual outcome of various provisional and contingent matters may vary, and may cause significant adjustments to the Company's assets when the amounts are determined or additional information is acquired.

Flow-through shares

The Company will from time to time, issue flow-through common shares to finance a significant portion of its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to investors. On issuance, the Company bifurcates the flow-through share into i) a flow-through share premium, equal to the estimated premium, if any, investors pay for the flow-through feature, which is recognized as a liability, and ii) share capital. Upon expenditures being incurred, the Company derecognizes the liability and recognizes a corresponding premium amount into other income. A deferred tax liability for the amount of tax reduction renounced to the shareholders is recognized on a retrospective basis.

Proceeds received from the issuance of flow-through shares are restricted to be used only for Canadian resources property exploration expenditures. The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the look-back rule, in accordance with Government of Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

3. SIGNIFICANT ACCOUNTING POLICIES - continued

Recent Accounting Pronouncements

The International Accounting Standards Board ("IASB") or the International Financial Reporting Interpretations Committees ("IFRIC") have issued a revised standard that will become effective for future periods and have a potential implication for the Company.

IFRS 16 - Leases ("IFRS 16") was issued on January 13, 2016 to require lessees to recognize assets and liabilities for most leases. For lessors, there is little change to the existing accounting in IAS17 Leases. The IAS issued its standard as part of a joint project with the Financial Accounting Standards Board ("FASB"). The FASB has not yet issued its new standard, but it is also expected to require lessees to recognize most leases on their statement of financial position. IFRS 16 is effective for annual periods beginning on or after January 1, 2019. The Company is currently assessing the impact of this pronouncement.

The Company has not early adopted this standard and is currently assessing the impact of the revised standards and interpretations on its financial statements.

STAKEHOLDER GOLD CORP.**NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS**

September 30, 2018

4. CASH AND CASH EQUIVALENTS AND RESTRICTED CASH

Cash and cash equivalents at banks and on hand earn interest at floating interest rates based on daily deposit rates. The Company had no cash equivalents at September 30, 2018 or December 31, 2017.

As at September 30, 2018, Stakeholder's restricted cash balance of \$nil (2017 – \$24,294) related to guaranteed investment certificates securing the Company's corporate credit card.

5. EXPLORATION AND EVALUATION ASSETS

Ballarat Property

The Ballarat exploration project is wholly owned by the Company and is located in the White Gold District of the Yukon Territory. The property consists of 200 claims comprising of 4,140 hectares and is located upstream of the Ballarat Creek placer mining operations.

Due to the inconclusive results of the 2016 project and management's focus on the Mountain View project (see Goldstorm Property below), management has halted exploration on the property.

Goldstorm Property

On March 8, 2017, Stakeholder announced it had entered into an arrangement with Mountain View Gold Inc. ("MVG") to earn a 100% interest in its Goldstorm property located in Elko County, Nevada.

- (i) To earn the initial 40% interest on the property, the Company must pay USD\$40,000 (paid) and issue 1,250,000 common shares (issued), issue an additional 1,250,000 common shares on the nine-month anniversary of the contract with MVG, and incur exploration expenditures of not less than USD\$750,000 within 12 months of the effective date of the agreement.

On September 3, 2017, MVG and Stakeholder amended the agreement relating to the initial 40% interest for Stakeholder to satisfying the conditions of either Option A or Option B.

"Option A" required Stakeholder to (a) issue to MVG additional 1,250,000 shares on the 9 month anniversary of the date of the Agreement; and (b) incur expenditures on the Project of not less than USD\$750,000, of which at least USD\$700,000 shall be qualifying expenditures, within 12 months of the effective date, and in the event USD\$750,000 of expenditures is not incurred within 12 months of the effective date, then by Stakeholder making a payment to MVG on the 12 month anniversary of the Effective Date of an amount equal to the balance of the USD\$750,000 of expenditures that were not incurred by the Stakeholder prior to the 12 month anniversary of the Effective Date. This option is no longer an option as the Stakeholder did not issue the 1,250,000 shares on the 9 month anniversary of the date of this Agreement.

"Option B" requires Stakeholder to: (a) issue to MVG additional 1,250,000 shares as soon as practical upon receipt of the assay results for the first 4 drill holes with respect to the Project; (b) incur expenditures on the Project of not less than USD\$350,000, on a best efforts basis, in the 2017 calendar year (incurred); and (c) incur expenditures on the Project of not less than USD\$750,000 (inclusive of the expenditures outlined in (b) above), of which at least USD\$700,000 shall be qualifying expenditures, within 18 months of the Effective Date, and in the event USD\$750,000 of expenditures is not incurred within eighteen 18 months of the Effective Date, then by Stakeholder making a payment to the MVG on the 18 month anniversary of the Effective Date of an amount equal to the balance of the USD\$750,000 of expenditures that were not incurred by Stakeholder prior to the 18

5. EXPLORATION AND EVALUATION ASSETS – continued

month anniversary of the Effective Date. The Company is currently in process of completing “Option B” as part of its first 40% earn-in.

- (ii) A further 40% (“Second Option”) can be earned by issuing to MVG 1,750,000 common shares on the date of the exercise of the Second Option, issue an additional 1,750,000 common shares on the three-month anniversary date from the exercise of the Second Option, and incur exploration expenditures of not less than USD \$750,000 within nine months of the date of the exercise of the Second Option.
- (iii) The final 20% (“Third Option”) can be earned by either paying to MVG cash consideration equal to USD \$20 per ounce of gold or gold equivalent multiplied by the total ounces of gold or gold equivalent (measured, indicated and inferred) on the property as set out in a technical report, to be dated no later than 60 days prior to the exercise date of the Third Option, or (ii) issuing to MVG 3,000,000 common shares.

On September 22, 2018, the Company entered into an amending agreement with MVG that extended the first 40% earn-in date until September 22, 2019. Under the terms of the amending agreement, the Company is required to perform the following:

- (i) make payment on existing earn-in payables prior to December 30, 2018. As of the date of the amending agreement USD \$132,476 of payables is outstanding.
- (ii) Issue 1,250,000 shares prior to June 30, 2019 to MVG
- (iii) Incur the remaining first 40% Earn-In expenditures prior to September 22, 2019.

Exploration and evaluation activities of both properties for the period ended September 30, 2018 and December 2017 are as follows:

	Ballarat	Goldstorm
Balance at, December 31, 2016	782,614	-
Shares issued pursuant to agreement	-	437,500
Option payments	-	54,828
Expenditure	-	535,179
Outstanding, December 31, 2017	782,614	1,027,507
Expenditure	-	292,640
Outstanding, September 30, 2018	782,614	1,320,147

STAKEHOLDER GOLD CORP.
NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS
September 30, 2018

6. RELATED PARTY TRANSACTIONS

- (a) As of September 30, 2018 The Company incurred rent of \$11,156 (2017 – \$15,444) charged by companies with common officers and/or directors.
- (b) As at September 30, 2018 accounts payable and accrued liabilities include \$134,079 (2017 – \$90,414) due to companies controlled by officers and directors.

In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of directors and key management of the Company was as follows for nine month periods ended September 30, 2018 and 2017. Included in the 2018 Remuneration for the 9 months ended September 30, 2018 is \$24,000 that has been expensed under Exploration Expenses.

	2018	2017
Remuneration	\$ 134,616	\$ 226,900
Share based payments	-	-
	\$ 134,616	\$ 226,900

7. SHARE CAPITAL AND RESERVE FOR SHARE BASED PAYMENTS

a) Shares Authorized

The Company is authorized to issue an unlimited number of common shares with no par value. The holders of common shares are entitled to receive dividends which are declared from time to time, and are entitled to one vote per share at meetings of the Company. All shares are ranked equally with regards to the Company's residual assets.

b) Transactions

On February 26, 2016, Stakeholder closed a non-brokered private placement with proceeds of \$750,000. The financing was comprised of 1,500,000 flow-through shares without warrants and 6,000,000 hard dollar shares without warrants. In connection with the private placement, the Company paid \$16,500 in commission and other related issuance costs, and issued 528,375 broker compensation warrants. Each warrant entitles the holder to purchase one common share at a price of \$0.10 for a period of 2 years from the closing date. The warrants were exercised and common shares of 528,375 were issued in 2016 for cash consideration of \$52,838. Three directors and insiders completed subscriptions for a total of 1,254,000 shares.

The value attributed to the broker compensation warrants was \$221,100 using the Black-Scholes Option Pricing model. Significant assumptions used were as follows: dividend yield of 0%, expected volatility of 238%, risk free interest of 0.53% and an expected life of 2 years.

On September 3, 2016, the Company closed a non-brokered private placement with proceeds of \$1,220,695 comprised of 2,441,390 units of which 600,000 were flow through and 1,841,390 were hard dollar. Each unit was comprised of one common share and one half Warrant. Each Warrant entitles the holder to purchase one additional common share of Stakeholder at a price of \$0.75 per share for a period expiring on September 2, 2018. In connection with the private placement, the Company paid \$100,070 in commission and other related issuance costs, and issued 200,140 broker compensation warrants. Each warrant entitles the holder to purchase one common share at a price of \$0.50 for a period of 2 years expiring September 2, 2018.

STAKEHOLDER GOLD CORP.

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

September 30, 2018

7. SHARE CAPITAL AND RESERVE FOR SHARE BASED PAYMENTS - continued

b) Transactions - continued

The net proceeds were allocated to the equity components on a relative fair value basis with \$651,895 (69%) attributed to the shares and \$377,302 (31%) attributed to the warrants. Included as a reduction to the net proceeds is \$91,428 attributed to the broker warrants. The warrants and broker warrants were valued using the Black-Scholes Option Pricing model. Significant assumptions used were as follows: dividend yield of 0%, expected volatility of 238%, risk free interest of 0.53% and an expected life of 2 years.

On October 5, 2016, the Company closed a non-brokered private placement with proceeds of \$602,558 comprised of 1,205,115 units. Each unit comprised of one common share and one half warrant. Each Warrant entitles the holder to purchase one additional common share of Stakeholder at a price of \$0.75 per share for a period expiring on October 5, 2018. In connection with the private placement, the Company paid \$47,206 in commission and other related issuance costs, issued 91,412 broker compensation warrants and 3,000 broker commission units. Each warrant entitles the holder to purchase one common share at a price of \$0.50 for a period of 2 years expiring September 2, 2018. Each broker commission unit is exercisable under the same terms and conditions as the units subscribed in the issuance, expiring October 5, 2018.

The net proceeds were allocated to the equity components on a relative fair value basis with \$300,630 (69%) attributed to the shares and \$186,902 (31%) attributed to the warrants. Included as a reduction to the net proceeds is \$66,319 attributed to the broker warrants and \$1,500 attributed to the broker units. The warrants and broker warrants were valued using the Black-Scholes Option Pricing model. Significant assumptions used were as follows: dividend yield of 0%, expected volatility of 239%, risk free interest of 0.53% and an expected life of 2 years.

On October 24, 2016, 100,000 stock options were exercised, resulting in the issuance of 100,000 common shares for cash consideration of \$25,000.

In March 2017, 200,000 common shares were issued in exchange for services valued at \$87,000.

In May 2017, 1,250,000 common shares were issued pursuant to the Goldstorm Property Agreement referenced in Note 5, valued at \$475,000.

In October 2017, 300,000 common shares were issued in exchange for services valued at \$93,000.

On December 21, 2017, the Company closed a non-brokered private placement with proceeds of \$600,000 comprised of 2,400,000 units. Each unit comprised of one common share and one half warrant. Each Warrant entitles the holder to purchase one additional common share of Stakeholder at a price of \$0.50 per share for a period expiring on December 21, 2019. In connection with the private placement, the Company paid \$20,139 in commission and other related issuance costs, issued 220,000 broker compensation warrants. Each warrant entitles the holder to purchase one common share at a price of \$0.25 for a period of 2 years from issuance.

The net proceeds were allocated to the equity components on a relative fair value basis with \$382,061 (78%) attributed to the shares and \$197,800 (22%) attributed to the warrants. Included as a reduction to the net proceeds is \$61,166 attributed to the broker warrants. The warrants and broker warrants were valued using the Black-Scholes Option Pricing model. Significant assumptions used were as follows: dividend yield of 0%, expected volatility of 164%, risk free interest of 1.68% and an expected life of 2 years.

On May 25, 2018, the Company closed a non-brokered private placement with proceeds of \$75,500 comprised of 302,000 units. Each unit comprised of one common share and one half warrant. Each Warrant entitles the holder to purchase one additional common share of Stakeholder at a price of \$0.50 per share for a

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September 30, 2018

7. SHARE CAPITAL AND RESERVE FOR SHARE BASED PAYMENTS - continued

b) Transactions - continued

period expiring on May 25, 2020. In connection with the private placement, the Company paid \$973 in commission and other related issuance costs.

The net proceeds were allocated to the equity components on a relative fair value basis with \$57,547 (76%) attributed to the shares and \$17,953 (24%) attributed to the warrants. The warrants and broker warrants were valued using the Black-Scholes Option Pricing model. Significant assumptions used were as follows: dividend yield of 0%, expected volatility of 127%, risk free interest of 1.92% and an expected life of 2 years.

c) Stock Options

The Company has a Stock Option Plan (the "Plan") for its directors, officers, consultants and key employees under which the Company may grant options to acquire a maximum number of 2,399,066 (2017 – 2,088,866) common shares, representing approximately 10% of the total issued and outstanding common shares of the Company. These options are non-transferrable and are valid for a maximum of 5 years from the date of issue. Vesting terms and conditions are determined by the Board of Directors at the time of the grant with the exception of investor relations activities which must at a minimum vest in stages over a period not less than 12 months with no more than one-fourth of the option vesting in any three month period. The exercise price of the options is fixed by the Board of Directors of the Company at the time of the grant at the market price of the common shares, subject to all regulatory requirements. Expected volatility has been determined using the share price of the Company for the period equivalent to the life of the options prior to grant date.

For options issued to employees, directors and officers, the fair value at grant date is determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option. The expected price volatility is based on the historic volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility due to publicly available information.

Options issued to non-employees are measured based on the fair value of the goods or services received, at the date of receiving those goods or services. If the fair value of the goods or services received cannot be estimated reliably, the options are measured by determining the fair value of the options granted, using a valuation model.

The Plan must take into account the reserved shares due to the Arrangement relating to options of Hinterland (see below).

On March 29, 2016, Stakeholder granted 1,000,000 stock options to directors, officers and consultants of the Company at an exercise price of \$0.25 for a period of 3 years from the date of issuance. The fair value attributed to the stock options granted was \$279,300 using the Black-Scholes model for pricing options because the fair value of the services could not be determined by other methods. The following assumptions were used: dividend yield 0%, expected volatility of 250%, risk free rate of return of 0.53% and an expected life of 3 years.

On September 18, 2016, Stakeholder granted 60,000 stock options to a consultant of the Company at an exercise price of \$0.50 for a period of 2 years from the date of issuance. The fair value attributed to the stock options granted was \$25,393 using the Black-Scholes model for pricing options because the fair value of the

STAKEHOLDER GOLD CORP.
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7. SHARE CAPITAL AND RESERVE FOR SHARE BASED PAYMENTS - continued

c) Stock options – continued

services could not be determined by other methods. The following assumptions were used: dividend yield 0%, expected volatility of 250%, risk free rate of return of 0.53% and an expected life of 2 years.

On October 4, 2016, Stakeholder granted 500,000 stock options to directors, officers and consultants of the Company at an exercise price of \$0.61 for a period of 3 years from the date of issuance. The fair value attributed to the stock options granted was \$384,517 using the Black-Scholes model for pricing options because the fair value of the services could not be determined by other methods. The following assumptions were used: dividend yield 0%, expected volatility of 250%, risk free rate of return of 0.53% and an expected life of 3 years.

On December 21, 2017, Stakeholder granted 1,000,000 stock options to directors, officers and consultants of the Company at an exercise price of \$0.32 for a period of 3 years from the date of issuance. The options vested immediately. The estimated fair value of the options at the grant date was \$318,918 using the Black-Scholes option pricing model. The estimated fair value of the options has been charged to the statements of loss an comprehensive loss and credited to share-based payments in the shareholders' equity. The underlying weighted average assumptions used in the estimation of fair value in the Black-Scholes valuation model are as follows: dividend yield 0%, expected volatility of 193%, risk free rate of return of 1.72% and an expected life of 3 years. For the year ended December 31, 2017 \$318,918 was expensed to option-based payments.

As at September 30, 2018, the Company had stock options outstanding and exercisable as follows:

Date of Grant	Stock Options (#)	Exercise Price	Expiry Date
January 31, 2014	40,000	\$ 0.50	January 31, 2019
January 15, 2015	150,000	2.50	January 14, 2020
March 29, 2016	600,000	0.25	March 28, 2019
October 4, 2016	400,000	0.61	October 3, 2019
December 21, 2017	1,000,000	0.32	December 21, 2020
	2,190,000		

A summary of the Company's stock option activity during the period is as follows:

	Number of Options	Weighted Average Exercise Price
Outstanding, December 31, 2016	1,710,000	\$0.65
Issued	1,000,000	0.32
Expired	(360,000)	0.86
Outstanding, December 31, 2017	2,350,000	\$0.50
Exercised	(100,000)	0.25
Expired	(60,000)	0.50
Outstanding, September 30, 2018	2,190,000	\$0.51

During the Nine-month ended September 30, 2018, 100,000 stock options were exercise for cash consideration of \$25,000

STAKEHOLDER GOLD CORP.

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

September 30, 2018

7. SHARE CAPITAL AND RESERVE FOR SHARE BASED PAYMENTS - continued**d) Warrants**

The Company has warrants outstanding entitling the holder to purchase one common stock with each warrant exercisable per the terms below:

Date of Issuance	Warrants (#)	Weighted Average Exercise Price	Expiration Date
September 3, 2016	1,220,695	\$ 0.75	September 2, 2018
October 5, 2016	602,558	0.75	October 4, 2018
Outstanding, December 31, 2016	1,823,253	\$ 0.75	
December 21, 2017	1,200,000	0.50	December 21, 2019
Outstanding, December 31, 2017	3,023,253	0.65	
May 25, 2017	151,000	0.50	May 25, 2020
Warrants Expired (issued September 3, 2016)	(1,220,695)	0.75	September 2, 2018
Outstanding, September 30, 2018	1,953,558	0.58	

The warrants issued in the year were as described in Note 7(b).

e) Broker Compensation Warrants

The Company has warrants outstanding entitling the broker to purchase one common stock with each warrant exercisable per the terms below:

Date of Issuance	Warrants (#)	Weighted Average Exercise Price	Expiration Date
Outstanding, December 31, 2016	291,552	\$ 0.50	
December 21, 2017	220,000	0.25	December 21, 2019
Outstanding, December 31, 2017 and September 30, 2018	511,552	\$ 0.39	

The Company issued broker's compensation warrants with the terms and conditions as referred to in Note 7(b).

f) Broker Compensation Units

In conjunction with the private placement in per Note 7(b) in October 2016, the Company issued 3,000 broker compensation units. Each broker compensation unit is exercisable under the same terms and conditions as the units subscribed in the issuance, expiring October 5, 2018.

STAKEHOLDER GOLD CORP.

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

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8. CAPITAL MANAGEMENT

Stakeholder manages its shareholders' equity as capital, making adjustments based on available funds, to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties to which the Company currently has an interest are in the exploration stage and as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration as well as satisfy administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Stakeholder will continue to assess new properties should sufficient geological or economic potential be demonstrated and if the Company has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach is reasonable given the current size of the Company. There were no changes to its capital management approach during the period ended September 30, 2018. Stakeholder is not subject to externally imposed capital requirements.

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern. The Company has no external debt and is dependent on the capital markets to finance exploration and development activities.

9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company is exposed through its operations to the following financial risks:

- Market Risk
- Liquidity Risk
- Credit Risk

In common with all other businesses, the Company is exposed to risks that arise from its use of financial instruments. This note describes the Company's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the Company's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous years unless otherwise stated in the note.

General Objectives, Policies and Processes:

The Board of Directors has overall responsibility for the determination of the Company's risk management objectives and policies. The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Company's competitiveness and flexibility. Further details regarding these policies are set out below.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised of two types of risk: interest rate risk and commodity price risk.

STAKEHOLDER GOLD CORP.**NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS**September 30, 2018

9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - continued

Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with chartered Canadian financial institutions. Sensitivity to a plus or minus 1% change in the interest rates could impact any renewals or extensions of term deposits which would have no significant impact on the net loss due to the immateriality of the interest earned.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The key to success in managing liquidity is the degree of certainty in the cash flow projections. If future cash flows are fairly uncertain, the liquidity risk increases.

At September 30, 2018, Stakeholder had a cash balance of \$12,884 and current liabilities of \$299,811. As outlined in Note 2, the Company will be required to obtain additional financing for working capital and continued exploration and development of its properties.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or a counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk in its cash and cash equivalents, short-term investments, receivables and due from related parties. The maximum credit risk represented by the Company's financial assets is represented by their carrying amounts. Concentration of credit risk exists with respect to the Company's cash and cash equivalents as substantially the entire amount is held at a single major Canadian financial institution. Credit risk on cash and cash equivalents and short-term investments is minimized by depositing with only reputable financial institutions. There is also concentration of credit risk from the balance due from related parties which share common directors with Stakeholder. Management has reviewed the receivable balances and determined that the balances are collectible; accordingly there has been no allowance for doubtful accounts recorded.

Determination of Fair Value

Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

The statement of financial position carrying amounts for cash and cash equivalents, restricted cash, receivables and accounts payable and accrued liabilities approximate fair value due to their short-term nature. Due to the use of subjective judgments and uncertainties in the determination of fair values these values should not be interpreted as being realizable in an immediate settlement of the financial instruments.

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10. CONTINGENT LIABILITIES

The Company has received a letter of default from one of its contractors. No legal action by the Company or the aforementioned contractor has commenced as of yet. In management's view, these claims as set out within the letter of default are not as a result of the Company's actions and should not have a material adverse effect on the financial position of the Company. Although no assurances can be made as to the ultimate outcome, management feels that any accrued amounts within its books and records are sufficient and that no additional provisions are required within these financial statements. Losses, if any, will be recorded in the statement of comprehensive loss in the period that such losses are determinable.