Planet Ventures Inc.

(formerly Planet Mining Exploration Inc.)

Condensed Interim Financial Statements

Nine Months Ended December 31, 2017

Expressed in Canadian Dollars

(Unaudited – prepared by management)

PLANET VENTURES INC.
(formerly Planet Mining Exploration Inc.)
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For the Nine Months Ended December 31, 2017

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 these condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these condensed interim financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of condensed interim financial statements by an entity's auditor.

PLANET VENTURES INC. (formerly Planet Mining Exploration Inc.)
Condensed Interim Statements of Financial Position
(Unaudited – Expressed in Canadian dollars)

As at	December 31, 2017	March 31, 2017
ASSETS		
Current assets		
Cash and cash equivalents	**$ 1,636,426**	$ 306,380
Investments at fair value (Note 4 and 10(e))	**3,899,953**	4,252,301
Loan receivable (Note 5)	**150,000**	150,000
Receivables	**7,208**	13,753
Prepaid expenses	**118,104**	11,404
Total current assets	**5,811,691**	4,733,838
Office rental deposit	**29,433**	29,433
Total assets	**$ 5,841,124**	$ 4,763,271
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	**$ 24,040**	$ 23,571
Total liabilities	**24,040**	23,571
EQUITY		
Capital and reserves		
Share capital (Note 7(a))	**15,413,577**	14,489,327
Contributed surplus (Note 7(c))	**1,921,417**	1,820,510
Deficit	**(11,517,910)**	(11,570,137)
Total equity	**5,817,084**	4,739,700
Total liabilities and equity	**$ 5,841,124**	$ 4,763,271

Nature and continuance of operations (Note 1)

Approved and authorized by the Board of Directors on February 28, 2018:

"Chris Cooper"
Director

"Desmond Balakrishnan"
Director

The accompanying notes are an integral part of these condensed interim financial statements

PLANET VENTURES INC. (formerly Planet Mining Exploration Inc.)
Condensed Interim Statements of Operations and Comprehensive Income (Loss)
(Unaudited – Expressed in Canadian dollars)

	Three months ended December 31, 2017	Three months ended December 31, 2016	Nine months ended December 31, 2017	Nine months ended December 31, 2016
Net investment gains (losses)				
Net realized gains on disposal of investments (Note 4)	**$ 117,976**	$ 151,692	**$ 111,441**	$ 207,047
Net change in unrealized gains (losses) on investments (Note 4)	**571,101**	(915,290)	**88,622**	(800,731)
Interest and dividends	**3,274**	20,422	**7,484**	25,194
Total net investment gains (losses)	**692,351**	(743,176)	**207,547**	(568,490)
Expenses				
Commissions	**4,144**	3,511	**20,264**	9,746
Consulting	**10,000**	-	**19,000**	-
Insurance	**2,057**	2,013	**6,120**	5,825
Management and directors' fees (Note 8)	**1,500**	1,500	**4,500**	4,500
Office and administration (Note 8)	**17,165**	15,076	**48,428**	63,153
Professional fees	**13,751**	58,441	**27,077**	54,298
Stock based compensation (Note 7(c))	**100,907**	-	**100,907**	-
Transfer agent and filing fees	**16,647**	4,270	**28,703**	14,640
Travel and promotion	**156,689**	-	**157,226**	512
Total expenses	**322,860**	84,811	**412,225**	152,674
Other income				
Consulting income	**105,000**	100,000	**256,905**	100,000
Gain on sale of mineral property	**-**	-	**-**	2,099,999
Total other income	**105,000**	100,000	**256,905**	2,199,999
Net and comprehensive income (loss) for the period	**$ 474,491**	$ (727,987)	**$ 52,227**	$ 1,478,835
Basic and diluted income (loss) per common share	**$ 0.006**	$ (0.010)	**$ 0.001**	$ 0.021
Weighted average number of common shares outstanding basic and diluted	**79,539,190**	69,539,190	**72,884,645**	68,902,826

The accompanying notes are an integral part of these condensed interim financial statements

PLANET VENTURES INC.
(formerly Planet Mining Exploration Inc.)
Condensed Interim Statements of Changes in Equity
(Unaudited – Expressed in Canadian dollars)

	Share Capital					
	Number of Shares	**Amount**	**Share Subscriptions Received**	**Contributed Surplus**	**Deficit**	**Total**
Balance, March 31, 2016	44,539,190	$ 14,005,651	$ 197,500	$ 1,820,510	$ (14,293,035)	$ 1,730,626
Shares issued for cash in private placement	25,000,000	500,000	-	-	-	500,000
Common share subscriptions received in prior year	-	-	(197,500)	-	-	(197,500)
Share issue costs	-	(16,324)	-	-	-	(16,324)
Net income for the period	-	-	-	-	1,475,835	1,475,835
Change during the period	25,000,000	483,676	(197,500)	-	1,475,835	1,762,011
Balance, December 31, 2016	69,539,190	$ 14,489,327	$ -	$ 1,820,510	$ (12,817,200)	$ 3,492,637

Balance, March 31, 2017	**69,539,190**	**$ 14,489,327**	**-**	**$ 1,820,510**	**$(11,570,137)**	**$ 4,739,700**
Shares issued for cash in private placement net of share issue costs (Note 7(a))	20,000,000	924,250	-	-	-	924,250
Share-based compensation (Note 7(c))	-	-	-	100,907	-	100,907
Net income for the period	-	-	-	-	52,227	52,227
Change during the period	20,000,000	924,250	-	100,907	52,227	1,077,384
Balance, December 31, 2017	**89,539,190**	**$ 15,413,577**	**-**	**$ 1,921,417**	**$(11,517,910)**	**$ 5,817,084**

The accompanying notes are an integral part of these condensed interim financial statements

PLANET VENTURES INC.
(formerly Planet Mining Exploration Inc.)
Condensed Interim Statements of Cash Flows
(Unaudited – Expressed in Canadian dollars)

	Nine months ended December 31,	
	2017	**2016**
Cash flows from (used in) operating activities		
Net income for the period	**$ 52,227**	$ 1,475,835
Items not involving cash:		
Net realized gain on investments	**(111,441)**	(204,112)
Net change in unrealized (gain) loss on investments	**(88,622)**	375,796
Gain on sale of mineral property	**-**	(2,099,999)
Stock-based compensation	**100,907**	-
Interest received, cash	**-**	6,016
	(46,929)	(446,464)
Adjustments for:		
Proceeds on disposal of investments	**2,485,294**	805,980
Purchase of investments	**(1,926,048)**	(728,676)
Change in receivables	**(290)**	(7,246)
Change in prepaid expenses	**(106,700)**	(28,024)
Change in accounts payable and accrued liabilities	**469**	2,789
Net cash used in operating activities	**405,796**	(401,641)
Financing activities		
Shares issued for cash, net of cash share issue costs	**924,250**	483,676
Share subscriptions received in prior period	**-**	(197,500)
Net cash provided by financing activities	**924,250**	286,176
Change in cash and cash equivalents	**1,330,046**	(115,465)
Cash and cash equivalents, beginning of period	**306,380**	314,070
Cash and cash equivalents, end of period	**$ 1,636,426**	$ 198,605
Supplemental cash flow information:		
Interest paid	**-**	-
Income tax paid	**-**	-

The accompanying notes are an integral part of these condensed interim financial statements

1. NATURE AND CONTINUANCE OF OPERATIONS

Planet Ventures Inc. ("the Company") was incorporated in Canada on January 29, 1996 under the Alberta Business Corporations Act and continues under the British Columbia Business Corporations Act. On June 28, 2017, the Company changed its name to Planet Ventures Inc. from Planet Mining Exploration Inc. The Company's registered office and its principal place of business is located at Suite 303, 750 West Pender Street, Vancouver, BC Canada V6C 2T7. The Company's shares are listed on the TSX Venture Exchange (TSX.V) under the trading symbol "PXI".

From its inception up to October 2, 2014, the Company was in the business of acquiring, exploring and developing gold, copper, silver and other resource properties, both directly and through joint ventures in Canada. In October 2014, the Company changed its business from a "junior mineral exploration company" to an "investment issuer".

These condensed interim financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. As at December 31, 2017, the Company had accumulated losses of $11,517,910. During the nine months ended on December 31, 2017, the company received cash from operations of $405,796 (December 31, 2016 - used $401,641). The Company is required to raise new financing through the sale of shares or the issuance of debt to continue with its operations. Although the Company intends to secure it, there is no assurance that the Company will be able to obtain additional financing. If the Company is unable to raise additional financing this will require the Company to sell investments. These factors together form a material uncertainty which may raise significant doubt about the Company's ability to continue as a going concern. These financial statements do not include any adjustments that might result from the outcome of this uncertainty.

2. BASIS OF PREPARATION

(a) Statement of compliance

The condensed interim financial statements for the nine months ended December 31, 2017 were prepared in accordance with the International Financial Reporting Standards ("IFRS") in effect at December 31, 2017. The condensed interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting.*

These condensed interim financial statements were prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standard Board ("IASB"). The preparation of financial data is based on accounting policies and practices consistent with those used in the preparation of the Company's recent audited Financial Statements for the year ended March 31, 2017.

(b) Basis of presentation

These condensed interim financial statements have been prepared on a historical cost basis, except for the revaluation of certain financial assets and financial liabilities to fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

2. BASIS OF PREPARATION *(continued)*

(c) Functional and foreign currency

These condensed interim financial statements are presented in Canadian dollars, which is the Company's functional currency. Foreign currency transactions are translated into Canadian dollars using the exchange rates at the date of the transactions. Foreign exchange gains or losses resulting from the settlement of transactions and from the translation at period-end rate of monetary assets and liabilities denominated in foreign currencies are recognized in net income or loss.

(d) Significant accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the period. Actual results could differ from these estimates.

These condensed interim financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the reporting date that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from estimates made, relate to determination of fair value of financial instruments (see Note 10(d)).

In preparing the condensed interim financial statements, management makes judgments regarding the application of IFRS for the Company's accounting policies. Significant judgments relate to the following areas:

(i) Going concern
Determining if the Company has the ability to continue as a going concern is dependent on its ability to achieve profitable operations. Certain judgments are made when determining if the Company will achieve profitable operation.

(ii) Income taxes
Judgments are made by management at the end of the reporting period to determine the likelihood that deferred income tax assets will be realized from future taxable earnings. Assessing the recoverability of deferred income tax assets requires the Company to make judgments related to the expectations of future cash flows from operations and the application of existing tax laws.

2. BASIS OF PREPARATION *(continued)*

(ii) Income taxes (continued)
To the extent that assumptions regarding future profitability change, there can be an increase or decrease in the amounts recognized in profit or loss in the period in which the change occurs.

3. RECENT ACCOUNTING PRONOUNCEMENTS

New accounting standards adopted by the Company

There were no new or revised accounting standards applicable to the Company scheduled for mandatory adoption on April 1, 2016, and thus no impact from standards were adopted in the current period.

Accounting Standards and Amendments Issued But Not Yet Effective

The following accounting standards were issued but not yet effective as of December 31, 2017:

IFRS 15 – Revenue from Contracts with Customers
In May 2014, the IASB issued IFRS 15 – Revenue from Contracts with Customers ("IFRS 15") which supersedes IAS 11 – Construction Contracts, IAS 18 – Revenue, IFRIC 13 – Customer Loyalty Programmes, IFRIC 15 – Agreements for the Construction of Real Estate, IFRIC 18 – Transfers of Assets from Customers, and SIC 31 – Revenue – Barter Transactions Involving Advertising Services. IFRS 15 establishes a comprehensive five-step framework for the timing and measurement of revenue recognition. The standard is effective for annual periods beginning on or after January 1, 2018. The Company is currently evaluating the impact this standard may have on its financial statements.

IFRS 9 – Financial Instruments
The IASB intends to replace IAS 39 – Financial Instruments: Recognition and Measurement in its entirety with IFRS 9 – Financial Instruments ("IFRS 9") which is intended to reduce the complexity in the classification and measurement of financial instruments. In February 2014, the IASB tentatively determined that the revised effective date for IFRS 9 would be January 1, 2018. The Company is currently assessing the impact the final standard may have on its financial statements and has not yet completed its evaluation.

IFRS 7 – Financial instruments: Disclosure
IFRS 7 was amended to require additional disclosures on transition from IAS 39 to IFRS 9. The standard is effective on adoption of IFRS 9, which is effective for annual periods commencing on or after January 1, 2018. The Company is currently assessing the impact the final standard may have on its financial statements and has not yet completed its evaluation.

IFRS 16 – Leases
IFRS 16 was issued on January 13, 2016, and will be effective for accounting periods beginning on or after January 1, 2019. Early adoption is permitted, provided the Company has adopted IFRS 15. This standard sets out a new model for lease accounting. The Company is currently assessing the impact the final standard may have on its financial statements and has not yet completed its evaluation.

(Unaudited – Expressed in Canadian dollars)

4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS HIERARCHY

The fair value measurements use a fair value hierarchy that reflects the significance of the inputs used in making measurements. The level in the hierarchy within which the fair value measurement is categorized is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. The fair value hierarchy has the following levels:

(i) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
(ii) Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
(iii) Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

	December 31, 2017			March 31, 2017	
	Level 1	**Level 2**	**Level 3**	**Level 1**	**Level 2**
Cash and cash equivalents	$1,636,426	$ -	$ -	$ 306,380	$ -
Investments in digital currencies (a)	125,450	-	-	-	-
Investments at fair value:					
Equity investments in public companies (b)	$ 3,022,150	$ -	$ -	$3,830,176	-
Warrants held (c)	$ -	$ 447,353	$ -	$ -	$ 266,385
Marketable debenture (d)	$ -	$ -	$ -	$ 100,740	$ -
Equity investments in private companies (e)	$ -	$ 305,000	$ -	$ -	$ 55,000

The methods of measuring each of these financial assets have not changed during the past year. The Company does not have any financial assets or liabilities measured at fair value based on unobservable inputs (Level 3). The fair values of financial instruments measured at amortized cost approximate their carrying amounts.

(a) Investments in digital currencies

During the nine months ended December 31, 2017 the Company made investments in certain digital currencies. As the market value of these investments cannot be reliably measured they are valued at cost.

(b) Equity investments

The Company's equity investments are valued using quoted market prices in active markets and as such are classified within Level 1 of the fair value hierarchy. The fair value of investment securities is calculated as the closing market price of the investment equity security multiplied by the quantity of shares held by the Company. Some of the equity investments are subject to a four-month statutory hold period.

4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS HIERARCHY *(continued)*

(c) Warrants held

The fair value of warrants held that are not traded on an active market is determined using a Black-Scholes pricing model based on assumptions that are supported by observable current market conditions and as such are classified within Level 2 of the fair value hierarchy.

(d) Marketable debenture

During the year ended March 31, 2017, the Company invested $100,000 in a 9.46% convertible unsecured marketable senior debenture that is listed on the TSX Venture Exchange. The fair value of this debenture at March 31, 2017 was $100,740. During the nine months ended December 31, 2017 the debentures was converted into the shares of the company and sold with the proceeds of $72,559.

(e) Equity investments in private companies

All privately-held investments (other than options and warrants) are initially recorded at the transaction price, being the fair value at the time of acquisition. Thereafter, at each reporting period, the fair value of an investment may (depending upon the circumstances) be adjusted using one or more of the valuation indicators described below. Options and warrants of private companies are carried at their intrinsic value.

The determinations of fair value of the Company's privately-held investments at other than initial cost is subject to certain limitations. Financial information for private companies in which the Company has investments may not be available and, even if available, that information may be limited and/or unreliable.

Use of the valuation approach described below may involve uncertainties and determinations based on the Company's judgment and any value estimated from these techniques may not be realized or realizable.

Company-specific information is considered when determining whether the fair value of a privately-held investment should be adjusted upward or downward at the end of each reporting period. In addition to company-specific information, the Company will take into account trends in general market conditions and the share performance of comparable publicly-traded companies when valuing privately-held investments.

The absence of the occurrence of any events, such as a significant change in trends in general market conditions, or any significant change in share performance of comparable publicly-traded companies indicates generally that the fair value of the investment has not materially changed. The fair value of a privately-held investment may be adjusted if there has been a significant subsequent equity financing provided by outside investors at a valuation different than the current value of the investee company, in which case the fair value of the investment is set to the value at which that financing took place.

(Unaudited – Expressed in Canadian dollars)

4. INVESTMENTS AT FAIR VALUE AND FINANCIAL INSTRUMENTS HIERARCHY *(continued)*

(e) Equity investments in private companies

Adjustments to the fair value of a privately-held investment will be based upon management's judgment and any value estimated may not be realized or realizable. The resulting values for non-publicly traded investments may differ from values that would be realized if a ready market existed. In addition, the amounts at which the Company's privately-held investments could be disposed of currently may differ from the carrying value assigned.

Investments at cost and fair value consist of the following:

	December 31, 2017		March 31, 2017	
	Cost	Fair market value	Cost	Fair market value
Equity - public companies	$ 3,169,451	$ 3,022,150	$ 3,888,497	$ 3,830,176
Warrants	-	447,353	26,692	266,385
Marketable debenture	-	-	100,740	100,740
Digital currencies	125,450	125,450	-	-
Equity - private companies	305,000	305,000	55,000	55,000
Total	**$ 3,599,901**	**$ 3,899,953**	$ 4,070,929	$ 4,252,301

5. LOAN RECEIVABLE

On February 15, 2017 the Company entered into an agreement to loan Grand Rock Capital Inc. $150,000. The loan bears interest at a rate of 7% per annum and the principal balance is due for repayment on February 16, 2018. For the nine months ended December 31, 2017, interest revenue of $7,911 (December 31, 2016 - $nil) has been recognized in the statement of earnings. The loan is secured by various publicly traded securities held by Grand Rock Capital Inc.

6. RESOURCE PROPERTY

Red Lake, Ontario, Canada

During the year ended March 31, 2017 the Company sold its 39.5% interest in the Sidace gold property located in the Red Lake area of Ontario, Canada (the "Property"). The Property was sold for $1,500,000 payable by the issuance of common shares in the capital of the buyer at a deemed price of $0.10, for an aggregate of 15,000,000 buyer's common shares. The fair market price of the shares at the sale date was $1,800,000. $12,102 of legal fees were deducted as transaction costs.

Up to June 2016 the Company owned a 39.5% (March 31, 2015 – 40%) interest in the Red Lake, Ontario mineral property claims. The remaining 60.5% were held by affiliates of Goldcorp Inc. During the year ended March 31, 2016, accounts payable in the amount of $69,353 was applied which reduced the Company's interest in the Property from 40% to 39.5%.

6. RESOURCE PROPERTY *(continued)*

During the year ended March 31, 2013, the Company assessed the carrying value of the Property as impaired and wrote-down the costs capitalized on the Property to $1. Therefore, the carrying value of the Property was $1 in the March 31, 2015 figures that are presented for comparative purposes in these financial statements.

7. SHARE CAPITAL

a) Common shares

The Company is authorized to issue an unlimited number of common voting shares without par value. The holder of common shares is entitled to receive any dividend declared by the Company on such shares.

On November 16 2017, the Company closed a private placement with the sale of 20,000,000 units at $0.05 per unit for gross proceeds of $1,000,000. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire an additional common share for $0.10 per share for a two-year period. The Company paid $70,000 in finder's fee and $5,750 in filing fee.

As at December 31, 2017, the Company had 89,539,190 shares issued and outstanding (March 31, 2017 – 69,539,190 shares).

b) Preferred shares

The Company is authorized to issue an unlimited number of first preferred shares and second preferred shares issuable in series with the issue price to be fixed by the directors. The holders of first preferred shares are entitled to preference over the common shares and the second preferred shares with respect to payment of dividends and distribution of assets in the event of liquidation, dissolution or winding-up of the Company.

No preferred shares were issued or were outstanding during the nine months ended December 31, 2017.

c) Stock options

The Company has a stock option plan whereby the Company may grant options to its directors, officers, employees and consultants for up to 10% of the outstanding common shares from time to time with vesting rights determined at each grant date. The exercise price of each option equals the market price of the Company's stock on the date of the grant (less any permitted discount, if any) and an option's maximum term is five years.

(Unaudited – Expressed in Canadian dollars)

7. SHARE CAPITAL *(continued)*

c) Stock options *(continued)*

On October 23, 2017, the Company granted 1,000,000 stock options exercisable at a $0.10 per option for five years. The fair value of the options of $75,464 was calculated using Black-Scholes option pricing model with the following assumptions: stock price – $0.08; exercise price – $0.10; expected life – five years; volatility – 173%; dividend yield – $nil; and risk-free rate – 1.62%.

On December 6, 2017, the Company granted 200,000 stock options at an exercisable price of $0.10 per option for six months period. The fair value of the options of $25,443 was calculated using Black-Scholes option pricing model with the following assumptions: stock price – $0.20; exercise price – $0.10; expected life – six months; volatility – 169%; dividend yield – $nil; and risk-free rate – 1.47%.

A continuity schedule of the Company's outstanding options is as follows:

	Number of optioned common shares	**Weighted average exercise price**
Balance, as at March 31, 2016	180,000	$ 0.18
Expired	(105,000)	$ 0.20
Balance, as at March 31, 2017	75,000	$ 0.15
Expired	(75,000)	$ 0.15
Granted	1,200,000	$ 0.10
Balance, as at December 31, 2017	**1,200,000**	**$ 0.10**

As at December 31, 2017, the Company had options outstanding and exercisable to acquire common shares of the Company as follows:

Expiry date	**Exercise price**	**Number of options outstanding**	**Number of options exercisable**	**Weighted average remaining contractual life (in years)**
June 6, 2018	$ 0.10	200,000	200,000	0.50
October 23, 2022	$ 0.10	1,000,000	1,000,000	5.00

d) Share purchase warrants

On November 16, 2017 as part of the private placement, the Company granted 20,000,000 warrants exercisable at $0.05 for a two-year period. At December 31, 2017 weighted average remaining contractual life of the warrants is 1.88 years.

(Unaudited – Expressed in Canadian dollars)

8. KEY MANAGEMENT COMPENSATION AND RELATED PARTY TRANSACTIONS

a) Key management compensation

Key management personnel include the members of the Board of Directors and officers of the Company, who have the authority and responsibility for planning, directing and controlling the activities of the Company. Amounts paid and accrued to directors, former director, officers and companies in which directors and officers are shareholders or partners are included in general expenses as follows:

	December 31, 2017	December 31, 2016
Management and administration fees	**$ 45,000**	$ 60,000
Directors' fees	**4,500**	4,500
Stock-based compensation	**67,918**	-
Total	**$ 117,418**	$ 64,500

During the nine months ended December 31, 2017 the Company granted 900,000 stock options to directors and officers of the Company. The stock options are exercisable at $0.10 per for five years period. Fair value of the options was estimated as $67,918 (Note 7(c)).

- During the nine months ended December 31, 2017, the Company incurred $45,000 (December 31, 2016 - $60,000) in fees paid to a management company for provision of administrative services including services of Chief Financial Officer. As at December 31, 2017 $5,250 (March 31, 2017 – $nil) was payable to this company. As at December 31, 2017, $nil (December 31, 2016 – $4,154) was advanced to this management company for the next month services.

- At December 31, 2017, $1,000 (March 31, 2017 - $525) was payable to a director of the Company.

b) Related party transactions

In the normal course of operations, the Company transacts with companies related to its directors or officers. Related party transactions are measured at the exchange amounts as agreed upon by transacting parties. Related party transactions not disclosed elsewhere in these condensed Interim financial statements are as follows:

- During the nine months ended December 31, 2017, the Company incurred $11,077 (2016 - $39,473) in legal expenses from a law firm of which a director and officer is a partner. As at December 31, 2017, $11,260 (March 31, 2017 - $31) was payable to this law firm.

- The Company has investments in shares of corporations which current and former directors and officers are in common with the Company. As at December 31, 2017, fair market value of these investments was $612,000 (March 31, 2017 - $528,000) and cost $150,000 (March 31, 2017 - $415,650).

(Unaudited – Expressed in Canadian dollars)

9. COMMITTMENTS

a) Management and administration services

Effective April 1, 2015, the Company has agreed to pay a monthly fee of $10,000 to the management company described in Note 8 (a) for provision of management and administrative services. During the year ended March 31, 2017 the agreement was amended and the Company is paying a monthly fee of $5,000 starting from July 1, 2016. The agreement may be terminated by the Company with 60 days' written notice.

b) Office lease

On April 1, 2016, the Company entered into an office lease agreement for a term of five years and eleven months from April 1, 2016 to February 28, 2022 with commitments aggregated as follows:

Year		
2018	$	19,336
2019		78,772
2020		80,675
2021		82,578
2022		77,295
	$	338,656

10. FINANCIAL AND CAPITAL RISK MANAGEMENT

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include liquidity risk, credit risk, fair value risk and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

a) Capital management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, so that it can continue to provide adequate returns to shareholders and benefits to other stakeholders, and to have sufficient funds on hand for business opportunities as they arise. The Company considers the items included in equity as capital. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements, the sale of assets, debt, or return of capital to shareholders. As at December 31, 2017, the Company did not have any debt, other than accounts payable and accrued liabilities, and is not subject to externally imposed capital requirements.

10. FINANCIAL AND CAPITAL RISK MANAGEMENT (*continued)*

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company maintains sufficient cash balances to meet current working capital requirements.

c) Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and cash equivalents and receivables.

The Company limits exposure to credit risk on liquid financial assets through maintaining its cash and cash equivalents, and other assets with high-credit quality financial institutions.

The majority of the Company's cash and cash equivalents are held with major Canadian-based financial institutions. The Company views the credit risk associated with receivables as minimal as a significant portion of the balance is GST recoverable from Government of Canada.

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company does not have any exposure to any highly inflationary foreign currencies.

c) Interest rate risk

Interest rate risk is the impact that changes in interest rates could have on the Company's profit and losses. The Company's exposure to interest rate risk arises from the interest rate impact on its cash and cash equivalents and reclamation bond. The Company's practice has been to invest cash at floating rates of interest, in cash equivalents, in order to maintain liquidity, while achieving a satisfactory return for shareholders. There is minimal risk that the Company would recognize any loss as a result of a decrease in the fair value of any guaranteed bank investment certificates included in reclamation bond as they are generally held with large financial institutions.

d) Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate due to changes in market prices. The value of the financial instruments can be affected by changes in interest rates, foreign exchange rates, and commodity prices.

The Company is exposed to market risk in trading its investments, and unfavourable market conditions could result in dispositions of investments at less than favourable prices.

10. FINANCIAL AND CAPITAL RISK MANAGEMENT (*continued)*

d) Market risk *(continued)*

In accordance with IFRS 9, the Company is required to fair value its investments at the end of each reporting period. This process could result in significant write-downs of the Company's investments over one or more reporting periods, particularly during periods of overall market instability, which would have a significant unfavourable effect on the Company's financial position. The Company is not exposed to significant interest rate risk as the Company's has no interest-bearing debt. Management closely monitors commodity prices, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company. The result of sensitivity analysis shows an increase or decrease of 5% in the market price, with all other variables held constant, could have decreased or increased the Company's net loss by approximately $195,000 (December 31, 2016 - $74,000).

e) Concentration risk in the Company's investment portfolio

Concentration risk is the risk that any single investment or group of investments will have the potential to materially affect the operating results of the Company.

Subject to board approval for investments in excess of a pre-determined threshold, there are no restrictions on the proportion of Company's funds and no limit on the amount of funds that may be allocated to any particular investment, industry or sector. Accordingly, the Company's investment activities may be highly concentrated in a limited number of investments or industry sectors and the Company's financial results may be substantially adversely affected by the unfavourable performance in those investments or industry sectors.

As at December 31, 2017, the Company's two top investments had a fair value of $1,263,180 in publicly traded investment and resource companies, representing 33% of the fair value of the Company's total portfolio (March 31, 2017 – $2,371,438 or 39%).