

RANDBURG INTERNATIONAL GOLD CORP.

Condensed Interim Financial Statements

(Expressed in Canadian dollars)

OCTOBER 31, 2017

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying condensed interim financial statements of Randsburg International Gold Corp. (the "Company") are the responsibility of management and the Board of Directors.

The financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the balance sheets date. In the opinion of management, the financial statements have been prepared within acceptable limits of materiality and are in accordance with International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed To provide reasonable assurance that relevant and reliable financial information is produced.

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 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 financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

(signed) "*Michael Opara*"
Michael Opara
Chief Executive Officer, President
and Director

(signed) "*Matthew Chodorowicz*"
Matthew Chodorowicz
Chief Financial Officer and Director

Toronto, Canada
December 22, 2017

NOTICE TO READER

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

RANDBURG INTERNATIONAL GOLD CORP.

Condensed Interim Statements of Financial Position

(Expressed in Canadian Dollars)

	As at <u>October 31, 2017</u>	As at <u>January 31, 2017</u>
ASSETS		
Current Assets		
Accounts receivable	\$ 582	\$ 3,064
Total Current Assets	<u>582</u>	<u>3,064</u>
Non-Current Assets		
Mineral property interests held for resale(Note 4)	-	96,200
Equipment	-	-
	<u>-</u>	<u>96,200</u>
Total Assets	<u>\$ 582</u>	<u>\$ 99,264</u>
 LIABILITIES AND SHAREHOLDERS' (DEFICIENCY) EQUITY		
Current Liabilities		
Bank indebtedness	\$ -	\$ -
Accounts payable and accrued liabilities	308,717	311,183
Liability related to flow-through financing	76,429	79,492
Due to related parties (Note 8)	878,265	915,919
Total Current Liabilities	<u>1,263,411</u>	<u>1,306,594</u>
Shareholders' (Deficiency) Equity		
Share capital Note 5)	13,628,895	13,628,895
Contributed surplus(Note 5)	<u>3,566,604</u>	<u>3,566,604</u>
	17,195,499	17,195,499
Deficit	<u>(18,458,323)</u>	<u>(18,402,829)</u>
Total Equity	<u>(1,262,824)</u>	<u>(1,207,330)</u>
Total Liabilities and Shareholders' Equity	<u>\$ 582</u>	<u>\$ 99,264</u>

Nature of operations and going concern (Note 1)

Subsequent events (Note 7)

Approved on behalf of the Board :

“Michael Opara” Director

“Matthew Chodorowicz” Director

RANDBURG INTERNATIONAL GOLD CORP.

Condensed Interim Statements of Operations and Comprehensive Loss

(Expressed in Canadian Dollars)

	Three Months Ended October 31, <u>2017</u>	Three Months Ended October 31, <u>2016</u>
Consulting	\$ 2,500	\$ 2,650
Interest and bank charges(Note 8(b))	9,949	10,355
Legal fees	-	-
Listing and transfer agent fees	-	3,337
Management fees (Note 8(a))	4,500	4,500
Office and miscellaneous	<u>-</u>	<u>-</u>
Total operating expenses	<u>16,940</u>	<u>20,842</u>
Loss before other items	(16,940)	(20,842)
Cost recoveries	<u>-</u>	<u>10,000</u>
Net Loss and Comprehensive Loss for the Period	(16,940)	(10,842)
Deficit, beginning of Year	<u>(18,441,383)</u>	<u>(18,304,187)</u>
Deficit, end of Period	<u>\$ (18,458,323)</u>	<u>\$ (18,315,029)</u>
Basic and diluted income (loss) per common share	<u>\$ (0.000)</u>	<u>\$ (0.000)</u>
Weighted average number of common shares outstanding	<u>28,273,939</u>	<u>28,273,939</u>

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

RANDBURG INTERNATIONAL GOLD CORP.

Condensed Interim Statements of Operations and Comprehensive Loss

(Expressed in Canadian Dollars)

	Nine Months Ended October 31, 2017	Nine Months Ended October 31, 2016
Operating expenses		
Amortization	\$ -	\$ 18
Consulting	10,252	9,650
Interest and bank charges(Note 8(b))	26,955	29,482
Legal fees	1,000	470
Listing and transfer agent fees	3,737	9,514
Management fees (Note 8(a))	13,500	13,500
Office and miscellaneous	<u>50</u>	<u>777</u>
Total operating expenses	<u>55,494</u>	<u>63,411</u>
Loss before other items	(55,494)	(63,411)
Write off of equipment	-	(358)
Cost recoveries	<u>-</u>	<u>10,000</u>
Net Loss and Comprehensive Loss for the Period	(55,494)	(53,769)
Deficit, beginning of Year	<u>(18,402,829)</u>	<u>(18,261,260)</u>
Deficit, end of Period	<u>\$ (18,458,323)</u>	<u>\$ (18,315,029)</u>
Basic and diluted income (loss) per common share	<u>\$ (0.000)</u>	<u>\$ (0.000)</u>
Weighted average number of common shares outstanding	<u>28,273,939</u>	<u>28,273,939</u>

RANDSBURG INTERNATIONAL GOLD CORP.

Condensed Interim Statements of Changes in Equity

(Expressed in Canadian Dollars)

	<u>Number of Shares</u>	<u>Common Shares</u>	<u>Contributed Surplus</u>	<u>Deficit</u>	<u>Total Equity (Deficiency)</u>
Balance, January 31, 2016	<u>28,273,939</u>	<u>\$ 13,628,895</u>	<u>\$ 3,566,604</u>	<u>\$(18,261,260)</u>	<u>\$(1,065,761)</u>
Transaction in period:					
Loss for the period	-	-	-	(53,769)	(53,769)
Balance, October 31, 2016	<u>28,273,939</u>	<u>13,628,895</u>	<u>3,566,604</u>	<u>(18,315,029)</u>	<u>(1,119,530)</u>
Transactions in period:					
Loss for period	-	-	-	(87,800)	(87,800)
Balance, January 31, 2017	<u>28,273,939</u>	<u>13,628,895</u>	<u>3,566,604</u>	<u>(18,402,829)</u>	<u>(1,207,330)</u>
Transactions in period:					
Loss for the Period	-	-	-	(55,494)	(55,494)
Balance, October 31, 2017	<u>28,273,939</u>	<u>\$ 13,628,895</u>	<u>\$ 3,566,604</u>	<u>\$(18,458,323)</u>	<u>\$(1,262,824)</u>

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

RANDBURG INTERNATIONAL GOLD CORP.

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

	Nine Months Ended October 31, 2017	Nine Months Ended October 31, 2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Loss for the period	\$ (55,494)	\$ (53,769)
Amortization	-	18
Write off of equipment	-	358
Interest on related party loans and advances	<u>26,955</u>	<u>29,482</u>
	(28,539)	(23,911)
Changes in non-cash operating working capital:		
(Increase) decrease in receivable	2,481	(1,978)
(Increase) decrease in prepaid expenses	-	-
Increase (decrease) in accounts payable and accrued liabilities	(2,465)	2,747
Increase in liability for flow-through financing	(3,063)	-
Increase(decrease) in due to related parties	<u>(64,614)</u>	<u>(23,500)</u>
Net cash used in operating activities	<u>(96,200)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in mineral property interests held for resale	<u>96,200</u>	<u>-</u>
Net cash provided by investing activities	<u>96,200</u>	<u>-</u>
Changes in cash and cash equivalents during the period	-	-
Cash and cash equivalents; beginning of year	<u>-</u>	<u>-</u>
Cash and cash equivalents (bank indebtedness); end of period	<u>\$ -</u>	<u>\$ -</u>
Cash paid for interest	<u>\$ Nil</u>	<u>\$ Nil</u>
Cash paid for income taxes	<u>\$ Nil</u>	<u>\$ Nil</u>

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

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

1. NATURE OF OPERATIONS AND GOING CONCERN

Randsburg International Gold Corp. (the "Company") was incorporated under the laws of British Columbia on July 6, 1990.

The Company is listed on the NEX, having the symbol RGZ.H. The address of the Company's corporate office and principal place of business is 44 Victoria Street, Suite 1060 Toronto, Ontario, M5C 1Y2 Canada.

The financial statements of Randsburg International Gold Corp. for the three and six month period ended October 31, 2017 and 2016 were reviewed by and authorized for issue by the Board of Directors on December 22, 2017.

The Company's principal business activity is the acquisition and exploration of mineral property interests in Canada. The Company is considered to be in the exploration stage and substantially all of the Company's efforts are devoted to financing and developing these property interests. The Company has not determined whether its properties contain ore reserves which are economically recoverable. The recovery of the amounts shown for mining properties is dependent upon the existence of economically recoverable ore reserves, the ability of the Company to obtain necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposal of its properties.

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 on its assets and settle its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying financial statements.

The Company has incurred operating losses over the last several years, earns no revenues and has a working capital deficiency of \$1,262,829 - as at October 31, 2017 (January 31, 2017 - \$1,207,330). While the Company has been successful in obtaining its required financing in the past, through additional equity and non - arm's length loans, there is no assurance that such financing will be available or be available on favorable terms. The Company's ability to continue as a going concern is uncertain and is dependent upon the generation of profits from mineral properties, obtaining additional financing or maintaining continued support from its shareholders and creditors. In the event that additional financial support is not received or operating profits are not generated, the carrying values of the Company's assets may be adversely affected.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration in which it has an interest, in accordance with industry standards for the current stage of exploration. These procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements, non-compliance with regulatory requirements or aboriginal land claims.

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

Statement of compliance

The Company applies International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“ISAB”). These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these condensed interim financial statements are based on IFRSs issued and outstanding as of *December 22, 2017*, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these condensed interim financial statements as compared with the most recent annual financial statements as at and for the year ended January 31, 2017. Any subsequent changes to IFRS that are given effect in the Company’s annual financial statements for the year ended January 31, 2017 could result in restatement of these condensed interim financial statements.

New standards not yet adopted and interpretations issued but not in effect in the most recent annual statements as at and for the year ended January 31, 2017.

There are no relevant changes in accounting standards applicable to future periods other than as disclosed in the most recent annual statements as at and for the year ended January 31, 2017.

Basis of presentation

These financial statements have been prepared on a historical cost basis except for certain financial instruments that have been measured at fair value. In addition these financial statements have been prepared using the accrual basis of accounting, except for mineral property interests and cash flow information.

The accounting policies set are the same as are disclosed in the annual audited financial statements for the year ended January 31, 2017 (See Note 3) to these financial statements which have been filed on (“SEDAR; the “System for Electronic Document and Retrieval”) for the disclosure of public company documents in Canada.

The accounting policies have been applied consistently to all periods presented in these financial statements.

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

3. CAPITAL MANAGEMENT

The Company manages its capital with the following objectives:

- to ensure sufficient financial flexibility to achieve the ongoing business objective including funding of future growth opportunities, and pursuit of accretive acquisitions; and
- to maximize shareholder return through enhancing the share value.

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration 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 Company defines capital that it manages as share capital and cash.

The Company is in the exploration stage; as such the Company has relied on the equity markets to fund its activities. The Company will continue to assess new sources of financing available and to manage its expenditures to reflect current financial resources in the interest of sustaining long term viability.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

The Company is not subject to any external capital requirements.

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

4. MINERAL PROPERTY INTERESTS

	Balance October 31, 2017	Balance January 31, 2017
Flett and Angus Township		
Acquisition costs	\$ -	\$ 117,000
Exploration costs	-	35,969
	-	(56,769)
Book Value	\$ -	\$ 96,200
Total Costs	\$ -	\$ 96,200

On January 25, 2017 the Company entered into an agreement with Prophecy Development Corporation to sell its remaining 20% interest in certain mining claims in its Flett & Angus Township Property. The consideration was received on February 10, 2017 consisted 20,000 common shares of Prophecy Development Corporation with a fair market value of \$96,200 based on the quoted market price of the shares.

Title to mining property interests

Although the Company has taken steps to verify the title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

Flett & Angus Townships, Northern Ontario: Company held a 100% interest in certain claims located in the Flett and Angus Townships that are subject to a 3% NSR that can be purchased by the Company for \$1,500,000.

5. SHARE CAPITAL

Authorized:

Unlimited Common shares, without par value

Issued:

Common shares - 28,273,939 (2015 – 28,273,939)

**October 31,
2017**

\$ 13,628,895

**January 31,
2017**

\$ 13,628,895

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

5. SHARE CAPITAL (continued):

Stock options

The Company has a stock option plan under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan, the exercise price of each option equals the market price of the Company's stock, less an applicable discount, as calculated on the date of grant. The options can be granted for a maximum term of 5 years and vest at the discretion of the board of directors.

As at October 31, 2017 there were no stock options outstanding.

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

6. RELATED PARTY TRANSACTIONS

During the three month ended October 31, 2017 the Company entered into the following transactions with related parties not disclosed elsewhere in the financial statements:

These transactions were in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

- a) Accrued management fees totaling \$4,500 (2017 - \$4,500) to two directors of the Company.
- b) Accrued interest of \$ 9,949 (2017 - \$9,839) to a director and a person related to the president of the Company.
- c) The Company is subject to a loan due from Essex Oil Ltd. ("Essex") in the amount of \$125,000 plus interest at 10% per annum. During 2010, the Company provided an allowance against the full carrying value of the loan. A director and officer of the Company is a director of Essex. During the year ended January 31, 2016, the Company recovered a portion of the loan due from Essex in the amount of \$147,272, and a portion of the loan due from Essex in the amount of \$147,272 was assigned to a person related to a director and officer of the Company, which was offset against advances from the related person. The outstanding balance of the loan receivable plus all accrued interest as at January 31, 2016 is approximately \$85,000, which has been fully allowed for.

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

6. RELATED PARTY TRANSACTIONS (continued):

The balances due to related parties as at October 31, 2017 and January 31, 2017 are summarized below:

	<u>October 31, 2017</u>	<u>January 31, 2017</u>
Advances from a director of \$30,026 (2015 - \$30,026) that bears interest at an annual rate of 12%, is unsecured, and has no fixed terms of repayment. The total includes accrued interest of \$72,862 (2017- \$64,243)	\$ 102,888	\$ 94,269
Advances net of repayment from a person related to the President of the Company that bears interest at an annual rate of 12% and have no fixed terms of repayment. The advances are secured by a General Security Agreement. The total includes accrued interest of \$133,168 (2017 - \$114,827)	240,465	263,621
Advances due to the President and a Company controlled by the President that are non-interest bearing and have no fixed terms of repayment.	402,173	422,996
Advances due to a director that are unsecured, non-interest bearing and have no fixed terms of repayment.	110,587	112,881
Advances due to a former director that are unsecured, non-interest bearing and have no fixed terms of repayment.	22,152	22,152
	<u>\$ 878,265</u>	<u>\$ 915,919</u>

RANDBURG INTERNATIONAL GOLD CORP.

Notes to Condensed Interim Financial Statements

(Expressed in Canadian Dollars)

October 31, 2017

7. SUBSEQUENT EVENTS

There are no subsequent events to report up to and including **December 22, 2017**.

8. SEGMENTED INFORMATION

The Company's one reportable operating segment is the acquisition and exploration of mineral resource properties in Canada.