

GOLDREA RESOURCES CORP.

Interim Unaudited Condensed Consolidated Financial Statements
(Expressed in Canadian dollars unless otherwise stated)

April 30, 2019 and 2018

GOLDREA RESOURCES CORPORATION.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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

The accompanying unaudited 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 financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

GOLDREA RESOURCES CORP.

Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars Unless Otherwise Stated)

	Note	April 30 2019	July 31 2018
Assets			
Current assets			
Cash and cash equivalents		\$ 10,248	\$ 236,025
Marketable securities	7	61,000	-
Accounts receivable	5	19,629	10,293
Due from related parties	8	10,312	-
Prepaid expenses		1,680	1,680
		102,869	247,998
Non-current Assets			
Investment	6	34,550	52,550
Long-term deposits	9	46,000	46,000
Equipment	10	5,271	3,826
Exploration and evaluation assets	12	29,401	766
		115,222	103,142
Total Assets		\$ 218,091	\$ 351,140
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		\$ 61,717	\$ 53,964
Promissory Note	11	35,000	-
Due to related parties	8	-	9,188
		96,717	63,152
Equity			
Share capital	13	30,442,727	30,193,727
Subscription (receivable) received	13	30,388	(32,612)
Reserves	13	2,260,505	2,246,833
Accumulated deficit		(32,612,246)	(32,119,960)
Total (deficiency) equity		121,374	287,988
Total liabilities and equity		\$ 218,091	\$ 351,140

Going concern (Note 1)
Subsequent events (Note 17)

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

On behalf of the Board of Directors:

“Larry Reaugh”

Director

“Jim Elbert”

Director

GOLDREA RESOURCES CORP.

Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars)

	Three months ended April 30,		Nine Months ended April 30,	
	2019	2018	2019	2018
Expenses:				
Depreciation	\$ -	\$ 240	\$ -	\$ 720
Consulting fees	93,532	23,500	215,202	71,500
Office and administration	31,783	10,366	69,599	15,876
Professional fees	(5,810)	18,595	28,647	31,142
Regulatory fees	18,197	-	18,197	-
Rent	107,777	1,635	149,301	6,540
Shareholder communication	-	-	31,749	120
Transfer agent and filing fees	2,450	4,352	8,348	11,214
Stock based compensation	-	-	13,672	134,023
Loss before other items	247,929	58,686	534,715	271,135
Other items:				
Gain (loss) on marketable securities	-	-	-	=
Investment income	-	63	24,235	5,136
Interest income	99	-	321	-
Foreign exchange (loss) gain	18,343	1,146	17,873	(403)
Net loss for the period before income tax	\$(229,487)	(57,477)	\$(492,286)	(266,402)
Deferred income tax recovery	-	-	-	(546)
Net loss for the year	\$(229,487)	\$(57,477)	\$(492,286)	\$(266,948)
Other comprehensive income (loss)				
Unrealized fair value adjustments on available-for-sale marketable securities, net of tax	-	-	-	5,224
Realized loss on available-for-sale marketable securities, net of tax	-	-	-	(3,670)
Comprehensive loss for the period	\$(229,487)	(57,477)	\$(492,286)	(265,394)
 Loss per share - basic and diluted	 \$(0.01)	 (0.00)	 \$(0.01)	 \$(0.01)
Weighted average number of shares outstanding – basic and diluted	37,727,105	32,152,105	34,309,342	28,704,542

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

GOLDREA RESOURCES CORP.

Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian Dollars Unless Otherwise Stated)

	<u>Share capital</u>			Share	Accumulated		Total equity
	Number of	Share	Reserves	subscription	comprehensiv	Deficit	(deficiency)
	shares	capital		received	e income (loss)		
	#	\$	\$	\$	\$	\$	\$
Balance, July 31, 2017	23,829,125	29,444,476	2,080,260	(1,200)	1,554	(31,566,331)	(41,241)
Private Placement	8,797,980	616,813		(32,612)			584,201
Exercise of Options	700,000	47,500					47,500
Share-based Compensation			134,023				134,203
Other comprehensive income	-	-	-	-	(1,554)	-	(1,554)
Loss and comprehensive loss	-	-	-	-	-	(266,948)	266,948))
Balance, April 30, 2018	33,327,105	30,108,789	2,214,283	(33,812)	-	(31,833,279)	455,981
Private placement net of finder's fee	-	(3,562)	3,562	-	-	-	-
Issued for mineral property	250,000	88,500	(63,500)	-	-	-	25,000
Shares issued for service	-	-	(1,200)	1,200	-	-	-
Private placement	-	-	-	-	-	-	-
Share subscriptions received	-	-	-	-	-	-	-
Share-based compensation	-	-	93,688	-	-	-	93,688
Net loss	-	-	-	-	-	(286,681)	(286,681)
Balance, July 31, 2018	33,577,105	30,193,727	2,246,833	(32,612)	-	(32,119,960)	(287,988)
Private placement net of finder's fee	4,150,000	249,000	-	(249,000)	-	-	-
Issued for mineral property	-	-	-	-	-	-	-
Shares issued for service	-	-	-	-	-	-	-
Private placement	-	-	-	-	-	-	-
Share subscriptions received	-	-	-	312,000	-	-	312,000
Share-based compensation	-	-	13,672	-	-	-	13,672
Net loss	-	-	-	-	-	(492,286)	(492,286)
Balance, April 30, 2019	37,727,105	30,442,727	2,260,505	30,388	-	(32,612,246)	121,374

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

GOLDREA RESOURCES CORP.

Consolidated Interim Statements of Cash Flows

(Expressed in Canadian Dollars Unless Otherwise Stated)

	Three months ended April 30		Nine Months ended April 30	
	2019	2018	2019	2018
Cash Flow from Operating Activities:				
Net loss for the year	\$(229,487)	\$(57,477)	\$(492,286)	\$(266,402)
Items not affecting cash:				
Amortization	-	240	-	720
(Gain) loss on disposal of marketable securities	-	-	(24,235)	(4,960)
Stock based compensation	-	-	13,672	134,023
	(229,487)	(57,237)	(502,849)	(136,619)
Changes in non-cash working capital:				
Amounts receivable	(401)	(33,752)	(9,336)	(116,566)
Pre-paid expenses	-	-	-	1,635
Due from related parties	-	-	-	-
Accounts payable and accrued liabilities	24,591	(11,027)	7,753	(33,512)
Due to related parties	(18,500)	(11,000)	(19,500)	(29,000)
Cash used in operating activities	(223,797)	(113,016)	(523,932)	(314,062)
Cash Flow from Financing activities:				
Shares issued for cash	-	114,888	-	586,701
Options exercised	-	20,000	-	45,000
Loan	35,000	-	35,000	-
Share subscription received	187,000	70,649	312,000	=
Cash provided by financing activities	222,000	205,537	347,000	631,701
Cash Flow from Investing activities:				
Investment	-	-	(43,000)	-
Equipment	(1,445)	-	(1,445)	-
Mineral property and exploration and evaluation costs	-	-	(29,000)	(11,265)
Proceeds on disposal of exploration and evaluation assets	-	-	25,000	-
Proceeds on disposal of marketable securities	-	-	-	11,960
Cash used in investing activities	(1,445)	-	(48,845)	695
Decrease in cash and cash equivalents	(3,242)	92,521	(225,777)	318,334
Cash and cash equivalents, beginning of period	13,490	230,063	236,025	4,250
Cash and cash equivalents, end of period	\$ 10,248	\$ 322,584	\$ 10,248	\$ 322,584
Income taxes paid	-	-	-	-
Interest expenses paid	-	-	-	-
Non-cash transactions				
Shares issued for exploration and evaluation assets	-	-	-	-
Shares issued for services	-	-	-	-

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Years Ended July 31, 2018 and 2017

1. NATURE OF OPERATIONS AND GOING CONCERN

Goldrea Resources Corp. (the "Company") was incorporated under the British Columbia Business Corporations Act on March 2, 1981. The Company is in the business of exploration and development of mineral properties and is currently in the exploration stage of its exploration and evaluation assets. The address of the Company's corporate office is 950 – 777 Hornby St, Vancouver, British Columbia, Canada V6Z 1S4. The Company's common shares are traded on the Canadian Securities Exchange under the symbol "GOR".

These unaudited condensed interim financial statements have been prepared assuming the Company will continue on a going concern basis which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course for the foreseeable future. If the going concern assumptions were not appropriate for these consolidated financial statements then adjustments would be necessary in the carrying value of assets and liabilities, the reported revenue and expenses and the balance sheet classifications.

The Company has incurred losses since inception. As at April 30, 2019, the Company had an accumulated deficit of \$32,612,246 and working capital of \$6,152.

The Company has to raise additional financing in order to meet its obligations for the next twelve months. The ability of the Company to continue as a going concern depends upon its ability to raise the additional debt or equity financing or achieve profitable operations. There is no assurance that the Company will be able to obtain adequate financing in the future or that such financing will be on terms favorable to the Company. These factors raise significant doubt about the Company's ability to continue as a going concern. These consolidated financial statements 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, contingent obligations and commitments in other than the normal course of business and at amounts different from those in these consolidated financial statements.

2. Basis of preparation:

a) Statement of compliance

These condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These condensed interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended July 31, 2018. The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, unless otherwise indicated.

The condensed consolidated financial statements were authorized for issue by the Board of Directors on June 29, 2019

b) Basis of measurement

The consolidated financial statements have been prepared on a historical cost basis except for financial instruments classified as available-for-sale financial assets, which are measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

b) Use of estimates and judgments

The preparation of these consolidated financial statements 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 the reported expenses during the period. Actual results could differ from these estimates.

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

2. Basis of preparation (continued)

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Notes 3 o) and p).

3. Significant accounting policies

a) Basis of consolidation

The interim consolidated financial statements are presented in Canadian dollars unless otherwise stated. The consolidated financial statements include the accounts of the Company, its wholly-owned subsidiaries, Goldrea USA Inc., Goldrea Peru S.A. and Global Lab Analytics Inc..

All inter-company balances and transactions have been eliminated upon consolidation.

b) Foreign currency

The functional currency and the presentation currency of the Company and its subsidiaries is the Canadian dollar.

i) Foreign currency translation

Transactions in foreign currencies are translated to the functional currency at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate at that date and non-monetary assets and liabilities are translated at historical rates. Foreign currency gains and losses arising from translation are included in profit or loss.

ii) Foreign operations

For consolidation purposes, the assets and liabilities of foreign operations are translated to the presentation currency using the exchange rate prevailing at the financial position date. The income and expenses of foreign operations are translated to the presentation currency using the average rates of exchange during the year. All resulting exchange differences are recognized directly in other comprehensive income (loss).

c) Financial instruments

The Company classifies its financial instruments in the following categories: at fair value through profit or loss ("FVTPL"), loans and receivables, held-to-maturity investments, available-for-sale and other financial liabilities. The classification depends on the purpose for which the financial instruments were acquired. Management determines the classification of its financial instruments at initial recognition. The classification and measurement of the Company's financial instruments are disclosed in Note 14 of these consolidated financial statements.

A financial asset is classified at fair value through profit or loss if it is classified as held for trading or is designated as such upon initial recognition. They are initially and subsequently recorded at fair value and changes in fair value are recognized in profit or loss for the period.

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

3. Significant accounting policies (continued)

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and such assets are recognized initially at fair value and subsequently on an amortized cost basis using the effective interest method, less any impairment losses. Loans and receivables are included in current assets, except for maturities greater than 12 months after the end of the reporting period, which are classified as non-current assets. Loans and receivable includes cash and cash equivalents, accounts receivable and due from related parties.

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are initially recorded at fair value and subsequently measured at amortized cost. Held-to-maturity investments are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period. The Company did not have financial instruments classified at held-to-maturity as at April 30, 2019 and 2018.

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale and are measured initially and subsequently at fair value. Marketable securities have been classified as available-for-sale. Unrealized gains and losses are recognized in other comprehensive income (loss), except for impairment losses.

Non-derivative financial liabilities (excluding financial guarantees) are recorded at the date of obligation at fair value and are subsequently measured at amortized cost using the effective interest method. Other financial liabilities include account payable and accrued liabilities, and due to related parties. Regular purchases and sales of financial assets are recognized on the trade-date, the date on which the Company commits to purchase the asset. Financial assets are derecognized when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a significant and prolonged decline in the value of the instrument is considered to determine whether impairment has arisen.

d) Cash and cash equivalents

Cash and cash equivalents consist of highly liquid investments that are readily convertible to known amounts of cash and have maturity dates of three months or less from the date of purchase. As at April 30, 2019 and 2018, the Company did not have cash equivalents.

e) Marketable securities

Marketable securities include publicly traded common shares received as proceeds of mineral property option transactions and "share-for-debt" settlements of prior related party intercompany balances.

Marketable securities have been classified as available-for-sale and are carried at fair value based on quoted market prices.

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

3. Significant accounting policies (continued)

f) Equipment

Equipment is carried at acquisition cost less accumulated depreciation and accumulated impairment losses. The cost of an item of equipment consists of the purchase price, any cost directly attributable to bringing the asset to the location and condition necessary for its intended use and initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

Depreciation is calculated using the following annual rates, which are used to estimate the useful lives of the assets:

Asset	Basis	Rate
Office equipment	Declining balance	20%
Furniture and fixtures	Declining balance	20%
Computer hardware	Declining balance	30%

Equipment used in exploration and evaluation activities, where substantially all the economic life or value of the asset is expected to be derived from a specific project, are accounted for as dedicated assets and included as a separate category within the costs allocated to the related exploration stage exploration and evaluation assets. Amortization for dedicated assets is recorded as exploration and evaluation expenditure of the related project.

An item of equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal of the asset, determined as the difference between the net disposal proceeds and the carrying amount of the asset, is recognized in profit or loss.

Where an item of equipment is composed of major components with different useful lives, the components are accounted for as separate items of equipment. Expenditures incurred to replace a component of an item of equipment that is accounted for separately, including major inspection and overhaul expenditures, are capitalized.

g) Exploration and evaluation assets

These assets relate to mineral rights acquired and exploration and evaluation expenditures capitalized in respect of projects that are in the exploration or pre-development stage. Once a right to explore a mineral property has been secured, exploration and evaluation expenditures are capitalized and include the costs of acquiring licenses, costs associated with exploration and evaluation activity, and the fair value (at acquisition date) of exploration and evaluation assets acquired. Costs incurred before the Company has obtained the legal rights to explore a mineral property are expensed as incurred.

Government tax credits and option payments received are recorded as a reduction to the cumulative costs incurred and capitalized on the related property.

Exploration and evaluation assets are assessed for impairment if i) sufficient data exist to determine technical feasibility and commercial viability, and ii) facts and circumstances suggest that the carrying amount exceeds the recoverable amount. Facts and circumstances that the company considered are:

- the period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

3. Significant accounting policies (continued)

g) Exploration and evaluation assets (continued)

- exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area; and sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

The recoverable amount of assets is the greater of an asset's fair value less cost to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pretax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

h) Impairment of long-lived assets

An impairment loss is only reversed if there is an indication that the impairment loss may no longer exist and there has been a change in the estimates used to determine the recoverable amount, however, not to an amount higher than the carrying amount that would have been determined had no impairment loss been recognized in previous years.

Assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment.

i) Decommissioning obligations

The liability for a decommissioning obligation, such as site reclamation costs, is recorded when a legal or constructive obligation exists and is recognized in the period in which it is incurred. The Company records the estimated present value of future cash flows associated with site reclamation as a liability when the liability is incurred and increases the carrying value of the related assets for that amount. The liability is accreted to reflect the passage of time and adjusted to reflect changes in the timing and amount of estimated future cash flows. As at April 30, 2019 and 2018, the Company did not have material decommissioning obligations.

j) Share capital

Incremental costs directly attributable to the issuance of common shares are recognized as a deduction from equity. The proceeds from the exercise of stock options or warrants together with amounts previously recorded over the vesting periods are recorded as share capital. Share capital issued for non-monetary consideration is recorded at an amount based on fair value on the date of issue.

The company engages in equity financing transactions to obtain the funds necessary to continue operations and explore and evaluate exploration and evaluation assets. These equity financing transactions may involve issuance of common shares or units. Each unit comprises a certain number of common shares and a certain number of share purchase warrants. Depending on the terms and conditions of each equity financing transaction, the warrants are exercisable into additional common shares at a price prior to expiry as stipulated by the transaction. Warrants that are part of units are assigned with a value based on residual method and included in equity. Warrants that are issued as payment for agency fee or other transaction costs are valued using the Black-Scholes option pricing model.

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

3. Significant accounting policies (continued)

k) Share-based payments

The Company has an employee share purchase option plan. Share-based payments to employees are measured at the fair value of the instruments issued and amortized over their respective vesting periods. Share-based payments to non-employees are measured at the fair value of goods or services received or the fair value of the equity instruments issued, if it is determined the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. The corresponding amount is recorded in equity as the option reserve. The fair value of options is determined using a Black-Scholes pricing model, which incorporates all market vesting conditions. The number of options expected to vest is reviewed and adjusted at the end of each reporting period such that the amount recognized for services received as consideration for the equity instruments granted shall be based on the number of equity instruments that eventually vest. The expected term to exercise is based upon historical data of the average hold period before exercise.

Expected volatility is estimated with reference to the historical share price volatility of the Corporation's share price.

l) Income taxes

Income taxes are recorded using the balance sheet method whereby deferred tax assets and liabilities are recognized for the future tax consequences attributable to temporary differences between the balance sheet carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted or substantively enacted tax rates expected to apply when the asset is realized or the liability settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that enactment or substantive enactment occurs. A deferred tax asset is recognized only if it is probable that a deferred tax asset will be recovered. The Company does not recognize deferred tax asset or liability arising on initial recognition where the transaction is not a business combination and at the time of transaction, there is no impact on accounting profit or taxable profit.

m) Loss per share

The Company calculates basic loss per share using the weighted average number of common shares outstanding during the period. Diluted loss per share is calculated by adjusting the weighted average number of common shares outstanding by an amount that assumes that the proceeds to be received on the exercise of dilutive stock options and warrants are applied to repurchase common shares at the average market price for the period in calculating the net dilution impact. Stock options and warrants are dilutive when the Company has income from continuing operations and the average market price of the common shares during the period exceeds the exercise price of the options and warrants. Due to the losses for the period ended April 30, 2019 and 2018, basic loss per share is equal to dilutive loss per share for the periods presented.

n) Other comprehensive income (loss)

Other comprehensive income (loss) is the change in the Company's net assets that results from transactions, events and circumstances from sources other than the Company's shareholders and includes items that would not normally be included in net income such as unrealized gains or losses on available-for-sale investments and transaction gains or losses on translation of foreign operations to the presentation currency of the Canadian dollar. Other comprehensive income (loss) for the period ended April 30, 2019 and 2018 comprised of gains or losses on available-for-sale securities marked to the market at the year end quoted market price.

GOLDREA RESOURCES CORP.

Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

3. Significant accounting policies (continued)

o) Critical accounting estimates

Critical accounting estimates that management has made in the process of applying the Company's accounting policy are:

i) Impairment of exploration and evaluation assets

Management assesses capitalized exploration and evaluation assets for impairment when facts and circumstances suggest that the carrying amount of any such assets may exceed their recoverable amount. When facts and circumstances suggest that the carrying amount exceeds the recoverable amount, the Company shall measure, present and disclose any resulting impairment. Refer to Notes 3 g) and 9 for more information.

ii) Share-based compensation

The Company uses the fair value method of valuing compensation expenses associated with the Company's share-based compensation plan. Estimating fair value requires determining the most appropriate valuation model for a grant of equity instruments, which is dependent on the terms and conditions of the grant.

Option-pricing models require the use of highly subjective estimates and assumptions including the expected stock price volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measurement of the fair value of the Company's stock options. Refer to Note 10 for more information.

p) Critical accounting judgments

Critical accounting judgments that management has made in the process of applying the Company's accounting policy and that have the most significant effect on the amounts recognized in the consolidated financial statements are limited to management's assessment of the Company's ability to continue as a going concern. Refer to Note 1 for more information.

4. Accounting pronouncements issued but not yet effective

The following is the overview of new accounting standards that the Company is required to adopt in future years. The following pronouncements are those that the Company considers most significant and are not intended to be a complete list of new pronouncements that effect the financial statements. The Company does not expect to adopt any of these standards before their effective dates. The Company continues to evaluate the impact of these standards on its consolidated financial statements.

- a) IFRS 16 Leases was issued in January 2016 by IASB eliminating the current dual accounting model for lessees, which distinguishes between on-balance sheet finance leases and off-balance sheet operation leases. Under the new standard, a lease becomes an on-balance sheet liability that attracts interest, together with a new right-of-use assets. In addition, lessees will recognize a front-loaded pattern of expense for most leases, even when cash rentals are constant. IFRS 16 is effective for annual periods beginning on or after January 1, 2019, with early adoption is permitted.
- b) IFRIC 23 - Uncertainty over Income Tax Treatments - In June 2017, the IASB issued IFRIC 23 Uncertainty over Income Tax Treatments with a mandatory effective date of January 1, 2019. The interpretations provide guidance on how to value uncertain income tax positions based on the probability of whether the relevant tax authorities will accept the company's tax treatments. A company is to assume that a taxation authority with the right to examine any amounts reported to it will examine those amounts and will have full knowledge of all relevant information when doing so. IFRIC 23 is to be applied by recognizing the cumulative effect of initially applying these guidelines in opening retained earnings without adjusting comparative information.

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Notes to the Consolidated Financial Statements
(Expressed in Canadian Dollars Unless Otherwise Stated)

Period Ended April 30, 2019 and 2018

5. Accounts receivable

Accounts receivable as of April 30, 2019 consist of GST receivable and loans receivables. During the year ended July 31, 2018, the Company advanced loans of \$49,000 and \$49,100 respectively to a company, Tabu Equity Investments Inc. ("Tabu") and to an individual, Warren Wayne, who is the founder of Tabu. On July 5, 2018, Tabu settled \$35,000 of the \$49,000 loan with Goldrea through transferring 750,000 warrants of a public company, Goldeneye Resources Corp ("Goldeneye"), held by Tabu to Goldrea. The fair value of the warrants on settlement date was measured using the Black-Scholes options pricing model based on the assumptions observable for Goldeneye on the settlement.

The following table summarizes the receivable balances as at April 30, 2019 and July 31, 2018:

	April 30, 2019	July 31, 2018
	\$	\$
GST receivable	19,629	10,293
Loan receivable - Tabu	-	14,000
Loan receivable – Warren Wayne	-	49,100
Provision for loans receivable	-	(63,100)
	19,629	10,293

The loan receivable to Tabu is non-interest bearing and with a two-year term maturing on Feb 23, 2020. The loan receivable to Warren Wayne is non-interest bearing and with a one-year term maturing on July 1, 2019. Since the recoverability of the loans receivable from Tabu and Warren Wayne were materially uncertain, the Company has provided full provisions for these two loans receivable as of July 31, 2018.

6. Investments

Investments as of April 30, 2019, two investments as follow:

	April 30, 2019	July 31, 2018
	\$	\$
Investment in Goldeneye	34,550	52,550
Investment in the Planter's Guide	10,000	10,000
Impairment for investment in the Planter's Guide	(10,000)	(10,000)
	34,550	52,550

Investment in Goldeneye represents the 750,000 warrants Goldrea received from Tabu as a settlement of \$35,000 loan receivable owed by Tabu (see Note 5). The investment is designated as fair value through profit and loss ("FVTPL"). It is measured at fair value on initial recognition date and subsequent measurement date using the Black-Scholes options pricing model. The fair value on the initial recognition date was \$46,001. Therefore, the Company recognized a debt extinguishment gain of \$11,001 as a result of the settlement. The Company re-measured the fair value of the warrants at July 31, 2018 and recognized a gain of \$6,549 as a result of the change in fair value between the initial recognition and the yearend. During the period ending April 30, 2019, 300,000 warrants had been exercised.

Investment in The Planter's Guide ("TPG") represents a prepaid amount to a potential investment through common shares in TPG, a newly launched entity that targets on online magazine focused plant-based consumer goods. As of July 31, 2018, Goldrea has not received any shares from TPG. Since the timing and the number of shares to be issued to Goldrea is uncertain, the business model of TPG is not fully developed and TPG is still operating loss from its inception in November 2017, the Company has determined to fully impair the investment in TPG.

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7. Marketable securities

The following tables show the fair value impact of marketable securities, classified as available for sale investment, on the Company:

April 30, 2019	Fair value	Cost
Goldeneye		
300,000 common shares	\$ 21,000	\$ 21,000
Durango Resources Inc.		
500,000 common shares	40,000	40,000

8. Related party transactions

The related party transactions are in the normal course of business and are measured at the exchange amount which is the amount agreed to by the related parties. Details of transactions with related parties that are not disclosed elsewhere in these consolidated financial statements are disclosed below:

	April 30, 2019	July 31, 2018
Due from directors and officers of the Company	\$ -	\$ -
Due to (from) directors and officers of the Company	\$ (10,312)	\$ 9,188

Amounts due to and from officers, directors and companies with common directors are interest free, unsecured and have no specified terms of repayment. They have arisen from the provision of services and expense reimbursements or advances.

During the period ended April 30, 2019, consulting fees of \$58,500 (2018 - \$58,500) were recorded to directors and officers of the Company. The Company uses the home space of one officer who is also a director of the Company as the office, the Company incurred \$5,070 (2018 - \$6,540) in office rent for the period ended April 30, 2019. Key management includes the chief executive officer, chief financial officer and the directors of the Company. The compensation paid or payable to key management for services, excluding the share-based payments during the period ended April 30, 2019 and 2018 is disclosed above. During the period ended April 30, 2019, key management received share-based payments of \$nil (2018 - \$134,023). Key management personnel were not paid post-employment benefits or other long-term benefits during the period ended April 30, 2019 and 2018.

9. Long Term Deposits

	April 30, 2019	July 31, 2018
	\$	\$
Reclamation deposits (*)	34,500	34,500
Corporate credit security deposit (*)	11,500	11,500
	46,000	46,000

* Reclamation deposits and security deposit represent restricted cash and consist of the Guaranteed Investments Certificates ("GICs") which has been placed in a financial institution.

GOLDREA RESOURCES CORP.

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10. Equipment

	Office equipment	Furniture and fixtures	Computer equipment	Total
	\$	\$	\$	\$
Costs				
Balance, July 31, 2017	32,111	22,108	41,792	96,011
Additions	-	-	-	-
Balance, July 31, 2018	32,111	22,108	41,792	96,011
Additions	-	-	1,445	1,445
Balance, April 30, 2019	32,111	22,108	413,237	97,456
Accumulated Depreciation				
Balance, July 31, 2017	30,149	21,063	40,013	91,225
Depreciation	400	200	360	960
Balance, July 31, 2018	30,549	21,263	40,373	92,185
Depreciation	-	-	-	-
Balance, April 30, 2019	30,549	21,263	40,373	92,185
Carrying Amounts				
July 31, 2018	1,562	845	1,419	3,826
April 30, 2019	1,562	845	2,864	5,271

11. Promissory Note

On March 25, 2019, the Company entered into a promissory note for the principal sum of \$35,000 bearing interest of 18% per annum with a maturity date of March 25, 2020. The Company shall be entitled, at its option, to prepay all or a part of the Principal without the consent of Lender at any time by providing Lender with 90 days prior written notice. As at April 30, 2019, there was \$nil of interest accrued on this promissory note which was included in amounts payable and other liabilities.

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12. Exploration and evaluation assets

	July 31, 2017	Expenditures	Write- downs	July 31, 2018	Expenditures	Disposition	July 31, 2019
	\$	\$	\$	\$	\$	\$	\$
Canada							
Cannonball Property (a) (i)							
Acquisition	1	-		1	-		1
Geological consulting		25,500	(25,500)		10,000	-	10,000
	1	25,500	(25,500)	1	10,000	-	10,001
Gaspe Lithium Property (a)							
Acquisition		-	(40,000)		-	-	-
Others		-	(13,968)		-	-	-
		-	(53,968)		-	-	-
Argos Property (a) (iii)							
Acquisition		765	-	765	-	(765)	-
		765	-	765	-	(765)	-
USA							
Lift Property (b) (i)							
Acquisition		19,613	(19,613)	-	19,400	-	19,400
		19,613	(19,613)	-	-	-	-
Total	1	45,879	(45,113)	765	29,400	(765)	29,401

a) Canada

(i) Cannonball Property

During the year ended July 31, 2016, the Company entered into an agreement (the "Cannonball Property Agreement") to purchase 1,490 hectares, located approximately 15 kilometers northeast of the former Snip mine in the Iskut River district of northwestern B.C. Under the term of the agreement, the Company purchased a 100% interest in the property, for 2,000,000 shares of the Company and a 2% NSR royalty of which the Company can purchase one percent from the holder at any time for the sum of \$1,000,000.

During the period ended April 30, 2019, the Company spent \$10,000 on geological work.

(ii) Gaspe Lithium Property

During the year ended July 31, 2016, the Company entered into an agreement to acquire the Gaspe Lithium Property (the "Lithium Property Agreement"), located approximately 75 kilometers northwest of the city of Gaspe, Quebec. Under the term of the Lithium Property Agreement, the Company paid a \$10,000 non-refundable deposit and agreed to issue 600,000 shares of the Company to the vendors upon final transfer of the claims by the Quebec government.

During the year ended July 31, 2017, the Gaspe Lithium Property's title was transferred to the Company and the Company issued 600,000 shares value at the Company's common share trading price at the date of issuance.

In July 2018, the Gaspe Lithium Property's title expired and not renewed by the Company.

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12. Exploration and evaluation assets (continued)

a) Canada (continued)

(iii) Argos Property

During the year ended July 31, 2017, the Company entered into an agreement to acquire the Argos Property, located in Windfall Lake, Quebec (the "Argos Property Agreement"). Under the term of the Argos Property Agreement, the Company paid a \$2,500 for staking costs and issued 700,000 shares of the Company, valued at the Company's common share trading price at the date of issuance, to the vendors.

On September 21, 2018, the Company disposed of its Argos property to a public mining company, Durango Resources Inc. ("Durango"), for a consideration of 500,000 shares of Durango.

b) United States ("USA")

(i) Lift Property:

During the year ended July 31, 2017, the Company entered into an agreement to purchase a 100% interest in a lithium prospect (the "Lift Property Agreement"), known as the Lift Property, located in the Clayton Valley, Esmeralda County, Nevada, USA. The Lift Property is comprised by sixty lode claims covering approximately 1200 acres of land. The claims are situated adjacent to Noram's lithium property and in proximity to Pure Energy and Cypress' interests in the Clayton Valley. Consideration for the acquisition consists of US\$30,000 cash, 500,000 common shares of the Company, and a 3% net smelter return royalty which can be bought back for US\$2.5 million. During the year ended July 31, 2017, the Company paid US\$15,000 and issued 500,000 shares of the Company valued at the Company's common share trading price at the date of issuance. In connection with the Lift Property Agreement, the Company agreed to pay the remaining US\$15,000 on or before October 7, 2017 (US\$10,000 paid). As at April 30, 2019, the Lift Property title has not been transferred to the Company.

c) Impairment of exploration and evaluation assets

As at July 31, 2018, the Company had no budgeted or planned exploration on Cannonball Property and Lift Property for the next twelve months and, accordingly, the Company wrote down Lift property to \$nil and the Cannonball property to \$1.

During the year ended July 31, 2017, the Company abandoned Empress Property and let its title lapse, therefore, the balance of this property is written off. As at July 31, 2017, the Company had no budgeted or planned exploration on Gaspé Lithium, Argos and Lift Property for the next twelve months and, accordingly, the Company wrote down these properties to \$nil.

13. Share capital and reserves

a) Authorized

Authorized share capital comprises an unlimited number of common shares without par value.

b) Issued

As at April 30, 2019, there were 37,727,105 issued common shares. (July 31, 2018 – 33,577,105)

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13. Share capital and reserves (continued)

In November 2017, the Company closed the first tranche of its non-brokered private placement of the Company's units. Under the first tranche of the private placement, the Company issued 1,024,998 Units at a price of \$0.06 per Unit for gross proceeds of \$61,500. Each Unit is comprised of one common share in the capital of the Company and one share purchase warrant. Each Warrant entitles the holder to purchase one Share at a price of \$0.10 during the one year following the Warrant's date of issuance. Haywood Securities Inc. received 61,500 Units as finder's fees. The value of the finder's unit is \$8,482, which was offset against the share capital. All securities issued pursuant to the private placement will be subject to resale restrictions for a period of four months from the issuance date of the securities. The Company has allocated the entire proceeds to common shares and \$nil to share purchase warrants by applying the residual method

In January 2018, the Company closed the second tranche of a non-brokered private placement and issued 6,986,482 units at a purchase price of \$0.06 per Unit for aggregate gross proceeds of \$419,189. Each Unit is comprised of one common share in the capital of the Company and one share purchase warrant. Each Warrant entitles the holder to purchase one Share at a price of \$0.10 during the one year following the Warrant's date of issuance. Finder's fees for the second tranche total \$8,877. All securities issued for the Offering will be subject to a four-month hold period. The Company has allocated the entire proceeds to common shares and \$nil to share purchase warrants by applying the residual method

In February 2018, the Company closed the first tranche of a non-brokered private placement of 725,000 units at a purchase price of \$0.20 per Unit, for gross proceeds of \$145,000. Each unit is comprised of one common share in the capital of the Company and one share purchase warrant. Each Warrant entitles the holder to purchase one Share at a price of \$0.30 during the one year following the Warrant's date of issuance. All securities issued under the private placement will be subject to a four month hold. The financing is now closed and no further tranches will be closed. The Company has allocated the entire proceeds to common shares and \$nil to share purchase warrants by applying the residual method

In November 2018, the Company closed the first tranche of the non-brokered private placement of 1,083,333 units at a purchase price of \$0.06 per Unit for aggregate gross proceeds of \$65,000. Each Unit is comprised of one common share in the capital of the Company and one share purchase warrant. Each Warrant entitles the holder to purchase one Share at a price of \$0.16 during the one year following the Warrant's date of issuance.

In March 2019, the Company closed the non-brokered private placement of 3,066,667 units at a purchase price of \$0.06 per Unit for aggregate gross proceeds of \$184,000. Each Unit is comprised of one common share in the capital of the Company and one share purchase warrant. Each Warrant entitles the holder to purchase one Share at a price of \$0.16 during the one year following the Warrant's date of issuance. All securities issued for the Offering will be subject to a four-month hold period. The Offering is subject to acceptance by the regulatory authorities

c) Stock options

The Company has a stock option plan that provides for the issuance of options to its directors, officers, employees and consultants. The options have a maximum term of five years.

During the period ended April 30, 2019, the Company granted 400,000 stock options to directors to acquire common shares of the Company at an exercise price of \$0.07 per share expiring in five years from the date of grant. These stock options vest immediately at the grant date. The fair value of the options granted was estimated to be at \$0.07 per option.

During the year ended July 31, 2018, the Company granted 1,200,000 stock options to its directors, officers and consultants to acquire common shares of the Company at an exercise price of \$0.10 to \$0.22 per share expiring in five years from the date of grant. These stock options vest immediately at the grant date. The fair value of the options granted was estimated to be \$0.10 per option.

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13. Share capital and reserves (continued)

The fair value of the options granted was estimated using the Black-Scholes options pricing model with the following assumptions:

	April 30, 2019	July 31, 2018
Risk-free interest rate	1.93 %	0.72%
Expected dividend yield	0 %	0%
Expected stock price volatility	201 %	251%
Expected forfeitures	0 %	0%
Expected option life in years	5 years	5 years

c) Stock options (continued)

The total share-based compensation expense for the period ended April 30, 2019 was \$13,672 (July 31, 2018 - \$227,711) representing general and administrative related services. The fair value for stock options granted to consultants was measured by referenced to the equity instrument granted since the fair value of the stock options could be more reliably measured on the grant date.

Stock option transactions are summarized as follows:

	Number of options	Weighted average exercise price
Balance, outstanding and exercisable, July 31, 2017	3,000,000	\$ 0.075
Issued	1,200,000	\$ 0.15
Exercised	(950,000)	\$0.08
Balance, outstanding and exercisable, July 31, 2018	3,250,000	\$ 0.10
Issued	400,000	\$ 0.07
Balance, outstanding and exercisable, April 30, 2019	3,650,000	\$0.10

The remaining contractual life for the stock options outstanding as at April 30, 2019 is 3.33 years.

The following summarizes information about stock options outstanding and exercisable at April 30, 2019:

Number of shares outstanding and exercisable	Expiry date	Exercise price
800,000	February 2, 2021	\$0.05
1,250,000	September 15, 2021	\$0.10
500,000	January 22, 2023	\$0.22
700,000	May 14, 2023	\$0.10
400,000	January 16, 2024	\$0.07
3,650,000		

d) Share purchase warrants

	Number of share purchase warrants	Weighted average exercise price
Balance, July 31, 2017	3,877,100	\$ 0.12
Issued	8,797,980	0.10
Expired	(3,877,100)	0.12
Balance, July 31, 2018	8,797,980	\$ 0.10
Issued	4,150,000	0.06
Expired	(1,086,498)	0.10
Balance, April 30, 2019	11,861,482	\$ 0.10

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13. Share capital and reserves (continued)

The following table summarizes information about share purchase warrants outstanding at April 30, 2019. All warrants are expired without being exercised subsequent to the year end.

Number of Warrants	Exercise Price	Expiry Date
6,986,482	\$0.10	January 8, 2020 ¹
725,000	\$0.30	March 12, 2020 ²
1,083,333	\$0.16	November 9, 2019
3,066,667	\$0.16	April 4, 2020
11,861,482		

¹ 6,986,482 warrant's expiry date has been extended one year

² 725,000 warrant's expiry date has been extended one year.

14. Segmented information

The Company's mineral properties are located in three geographic regions, Canada, USA and Peru, and its corporate assets are located in Canada. A summary of total assets and net loss by geographic region is as follows:

	April 30, 2019	July 31, 2018
Net loss for the year		
Canada	\$ 472,887	\$ 534,759
Peru	-	-
USA	19,400	19,613
	\$ 492,286	\$ 554,372
Exploration and evaluation assets		
Canada	\$ 10,001	\$ 766
USA	19,400	-
	\$ 29,401	\$ 766
Assets		
Canada	\$ 168,291	\$ 330,989
USA	39,488	20,151
	\$ 207,799	\$ 351,140

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15. Financial risk management

a) Categories of financial instruments

	April 30, 2019 \$	July 31, 2018 \$
Financial assets		
Fair value through profit and loss		
Investment in Goldeneye	34,550	52,550
Loans and receivables		
Cash and cash equivalents	10,248	236,025
Due from related parties	10,312	-
Long-term deposits	46,000	46,000
Available for sale financial assets		
Marketable securities	61,000	-
	162,110	334,575
Financial liabilities		
Other financial liabilities		
Accounts payable and accrued liabilities	61,717	53,964
Due to related parties	-	9,188
Promissory note	35,000	-
	96,717	63,152

b) Fair value of financial instruments

The Company classified its fair value measures within a fair value hierarchy, which reflects the significance of inputs used in making the measurements as defined in IFRS 7 – Financial Instruments: Disclosures.

Level 1 – Unadjusted quoted prices at the measurement date for identical assets or liabilities in active markets.

Level 2 – Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in inactive markets; quoted prices for identical or similar assets and liabilities in market that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3 – Unobservable inputs, which are supported by little or no market activity.

The fair values of the Company's financial instruments approximate their carrying values as at April 30, 2019 and 2018. Fair values were obtained by Level 1 hierarchy inputs for marketable securities.

The fair values of cash and cash equivalents, marketable securities, accounts receivable, reclamation deposits, corporate credit card security deposit, promissory note, due from/to related parties and accounts payable and accrue liabilities approximate their carrying values as at July 31, 2018 and 2017. Fair values were obtained by Level 1 hierarchy inputs for marketable securities. Fair value for investment in Goldeneye was obtained by Level 2 hierarchy inputs. Other than marketable securities and investment in Goldeneye, the Company does not have other financial instruments measured at recurring basis. The Company does not have financial instruments using level 3 inputs.

c) Financial instruments risk

The Company is exposed in varying degrees to a variety of financial risks. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management procedures. The types of risk exposure and the way such exposure is managed are provided as follows:

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15. Financial risk management: (continued)

(i) Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company is subject to credit risk on the cash balances at the bank, GICs held by bank for reclamation and corporate credit card security deposits and amounts receivable. Cash and GICs are with Schedule 1 banks or equivalent, with majority of cash held in Canadian based banking institutions, authorized under the Bank Act to accept deposits, which may be eligible for deposit insurance provided by the Canadian Deposit Insurance Corporation. The maximum exposure to credit risk is equal to the carry value of the financial assets.

(ii) 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 has in place a planning and budgeting process to assist in determining the funds required to support normal operating requirements on an ongoing basis, including capital development and exploration expenditures. As at April 30, 2019, the Company has a cash and cash equivalent balance of \$10,248 (July 31, 2018 - \$236,025) available to settle current liabilities. Accounts payable and accrued liabilities are due within the current operating period. As at April 30, 2019, the Company had a working capital of \$6,152 (July 31, 2018 - \$184,846). Management monitors the Company's contractual obligations and other expenses to ensure adequate liquidity is maintained. See note 1 for additional discussion on going concern.

(iii) Market risk

The Company's primary market risk is in the areas of metal prices and foreign exchange risk on financial instruments denominated in other than Canadian dollars. At April 30, 2019, the Company had no hedging agreements in place with respect to metal prices or foreign exchange rates.

A) Commodity price risk

The Company has not generated any revenue since its inception. The company is not subject to significant price risk.

B) Currency risk

As at April 30, 2019, the Company does not hold the significant foreign currency financial assets and liabilities.

C) Equity price risk

Equity price risk arises from available-for-sale equity securities. The shares are publicly traded and market-prices are readily available. As at April 30, 2019, the Company held \$61,000 marketable securities.

D) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's cash and cash equivalents contain highly liquid investments that earn interest at market rates and have maturities of 90 days or less. The interest is typical of Canadian banking rates, which are presently low; however this conservative investment strategy mitigates the risk of deterioration to the investment. A change of 100 basis points in the interest rates would not be material to the financial statements.

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16. Capital management

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern such that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' equity as capital. The management of the capital structure is based on the funds available to the Company in order to support the acquisition, exploration and development of mineral properties and to maintain the Company in good standing with the various regulatory authorities. In order to maintain or adjust its capital structure, the Company may issue new shares, sell assets to settle liabilities or return capital to its shareholders.

The properties in which the Company currently has an interest in are in the exploration and pre-development stages, as such, the Company does not recognize revenue from its exploration properties.

The Company's historical sources of capital have consisted of the sale of equity securities and interest income. In order for the Company to carry out planned exploration and development and pay for administrative costs, the Company will spend its working capital and expects to raise additional amounts externally as needed. There were no changes in the Company's management of capital during the period ended April 30, 2019. The Company is not subject to externally imposed capital requirements.

17. Subsequent event

- a) In May 2019, Company announced that it will be conducting a non-brokered private placement of up to 1,111,111 flow-through units at \$0.09 each, for gross proceeds of \$100,000. Each unit will be comprised of one flow-through common share and one common share purchase warrant with an exercise price of \$0.18 for a period of one year. The gross proceeds will be used to fund exploration of the Company's Cannonball gold prospect located in northwestern British Columbia. All securities issued under the private placement will be subject to a four month hold. A finder's fee may be paid in connection with the financing.
- b) In June 2019, the Company announced the closing of the first tranche of its non-brokered private placement of \$0.07 units. The Company has issued 2,020,000 units for gross proceeds of \$141,400 in this first tranche, subject to acceptance by regulatory authorities. The proceeds of the private placement will be used to fund the Company's testing laboratory project, keep mineral properties current and for general working capital. All securities issued under the private placement will have a four month hold.
- c) In June 2019, the Company has granted an aggregate of 1,200,000 stock options to certain directors, officers, employees and consultants pursuant to the Company's Stock Option Plan. The stock options have an exercise price of \$0.085 per share and an expiry date of June 7, 2024.