WHITE PINE RESOURCES INC.

CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS
(PREPARED BY MANAGEMENT)
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED DECEMBER 31 2016 AND 2015

WHITE PINE RESOURCES INC.
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING
DECEMBER 31 2016

The accompanying condensed unaudited interim consolidated financial statements of White Pine Resources Inc. (the "Company") were prepared by management in accordance with International Financial Reporting Standards. Management acknowledges responsibility for the preparation and presentation of the financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Company's 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 ensuring that management fulfills its financial reporting responsibilities and for reviewing and approving the financial statements together with other financial information. The Audit Committee, on behalf of the Board of Directors, meets with management to review the internal controls over the financial reporting process, the financial statements together with other financial information of the Company, and the auditor's report. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the financial statements 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.

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 condensed unaudited interim consolidated financial statements of the Company have been prepared by, and are the responsibility of, the Company's management.

WHITE PINE RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
AS AT
(Unaudited - in Canadian dollars)

	Note	December 31 2016 (Unaudited)	March 31, 2016 (Audited)
ASSETS			
Current			
Cash and cash equivalents		$ 8,121	$ 12,924
HST receivable		15,715	724
		23,836	13,648
Property and Equipment	3	2,700	3,291
Exploration and evaluation assets	4	1	1
		$ 26,537	$ 16,940
LIABILITIES			
Current			
Accounts payable and accrued liabilities		$ 166,413	$ 9,895
Loans payable		15,000	-
		181,413	9,895
SHAREHOLDERS' EQUITY (DEFICIENCY)			
Capital stock	5(a)	34,738,846	34,738,846
Contributed surplus		9,954,845	9,954,845
Deficit		(44,848,567)	(44,686,646)
		(154,876)	7,045
		$ 26,537	$ 16,940

NATURE OF OPERATIONS AND GOING CONCERN, (Note 1)
SUBSEQUENT EVENTS, (Note 10)

Approved on behalf of the board:

"Alex Falconer" Director
"Brian Murray" Director

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

WHITE PINE RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED DECEMBER 31 2016 and 2015
(Unaudited - in Canadian dollars)

	Note	Three Months 2016	Three Months 2015	Nine Months 2016	Nine Months 2015
Expenses					
Consulting fees		**$ -**	$ -	**$ 100,000**	$ -
Professional fees		**-**	2,125	**41,383**	10,722
Office, general and administrative		**-**	75	**77**	225
Amortization		**197**	279	**591**	837
Regulatory and shareholder information		**15,616**	3,406	**19,554**	27,812
Interest and bank charges		**75**	77	**316**	286
Net loss and comprehensive loss for the period		**$ 15,888**	$ 5,962	**$ 161,921**	$ 39,882
Loss per share					
Basic and fully diluted	9	**$ 0.00**	$ 0.00	**$ 0.00**	$ 0.00
Weighted average number of common shares outstanding, basic and diluted		**33,966,533**	33,966,533	**33,966,533**	33,966,533

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

WHITE PINE RESOURCES INC.

CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED DECEMBER 31 2016 and 2015

(Unaudited - in Canadian dollars)

	Note	Capital Stock Number of shares	Capital Stock Amount	Warrants reserve	Contributed surplus	Deficit	Total
Balance at March 31, 2015		33,966,533	$ 34,738,846	$ -	$ 9,954,845	$ (44,641,792)	$ 51,899
Net loss for the period		-	-	-	-	(39,882)	(39,882)
Balance at December 31, 2015		33,966,533	34,738,846	-	9,954,845	(44,681,674)	12,017
Net loss for the period		-	-	-	-	(4,972)	(9,944)
Balance at March 31, 2016		33,966,533	34,738,846	-	9,954,845	(44,686,646)	7,045
Net loss for the period		-	-	-	-	(161,921)	(323,842)
Balance at December 31, 2016		33,966,533	$ 34,738,846	$ -	$ 9,954,845	$ (44,848,567)	$ (154,876)

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

WHITE PINE RESOURCES INC.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED DECEMBER 31 2016 and 2015
(Unaudited - in Canadian dollars)

	Three Months		Nine Months	
	2016	2015	**2016**	2015
Cash flows from operating activities				
Net loss for the period	**$ (15,888)**	$ (5,962)	**$ (161,921)**	$ (39,882)
Adjustments not effecting cash:				
Amortization	**197**	279	**591**	837
Changes in non-cash working capital				
Accounts receivable and prepaid expenses	**(12,561)**	1,475	**(14,991)**	(2,179)
HST receivable	**-**	-	**-**	-
Accounts payable and accrued liabilities	**16,003**	(3,463)	**156,518**	12,987
Cash flows used in operating activities	**(12,249)**	(7,671)	**(19,803)**	(28,237)
Cash flows from investing activities				
Loans payable	**15,000**		**15,000**	-
Cash flows used in investing activities	**15,000**	-	**15,000**	-
Net decrease in cash and cash equivalents	**2,751**	(7,671)	**(4,803)**	(28,237)
Cash and cash equivalents, beginning of period	**5,370**	34,052	**12,924**	54,618
Cash and cash equivalents, end of period	**$ 8,121**	$ 26,381	**$ 8,121**	$ 26,381

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

1. NATURE OF OPERATIONS AND GOING CONCERN

White Pine Resources Inc. ("the Company") was incorporated under the Business Corporations Act (Ontario) on May 11, 1979 and is a company with exploration and evaluation assets in Canada. White Pine is engaged in the identification, acquisition, exploration and evaluation of gold, nickel, copper, zinc, silver and other base metal properties. The Company's registered office is located at Suite 301, 141 Adelaide Street West, Toronto, Ontario, M5H 3L5.

These condensed interim consolidated financial statements have been prepared on a going concern basis, which assumes continuity of operations and realization of assets and settlement of liabilities in the normal course of business for the foreseeable future, which is at least, but not limited to, one year from December 31 2016. However, The Company is in the exploration stage and is subject to risks and challenges similar to companies in a comparable stage. These risks include, but are not limited to, the challenges of securing adequate capital in view of exploration, development and operational risks inherent in the mining industry; changes in government policies and regulations; the ability to obtain the necessary environmental permitting; challenges in future profitable production or, alternatively The Company's ability to dispose of its exploration and evaluation assets on an advantageous basis; as well as global economic, precious and base metal price volatility; all of which are uncertain. As a result of these risks, there is no assurance that The Company's funding initiatives will continue to be successful and these condensed interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and statement of financial position classifications that would be necessary were the going concern assumption inappropriate.

The current market conditions and volatility increase the uncertainty of the Company's ability to continue as a going concern given the need to both manage expenditures and to raise additional funds. The Company is experiencing, and has experienced, negative operating cash flows and has a working capital deficit of $157,577 as at December 31 2016 (March 31, 2016 - working capital of $3,753). The Company will continue to search for new or alternate sources of financing in order to continue development of its products but anticipates that the current market conditions may impact the ability to source such funds. These material uncertainties cast significant doubt on the Company's ability to continue as a going concern.

There can be no assurance that the Company will be able to continue to raise funds in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the condensed interim statement of financial position.

2. BASIS OF PRESENTATION

Statement of Compliance

The condensed interim unaudited financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"), as issued by the International Accounting Standards Board ("IASB") and therefore, do not contain all disclosures required by International Financial Report Standards ("IFRS") for annual financial statements.

The policies applied in these condensed interim unaudited financial statements are consistent with the policies disclosed in Notes 2 of the audited annual financial statements for the year ended March 31, 2016, prior to the year end change.

The condensed interim unaudited financial statements were authorized for issue by the Board of Directors on February 28, 2017.

(Unaudited - in Canadian dollars)

Future Accounting Pronouncements

Standards issued but not yet effective up to the date of issuance of these financial statements are listed below. This list is of standards and interpretations issued that the Company reasonably expects to be applicable at a future date. The Company intends to adopt those standards when they become effective.

IFRS 9, Financial Instruments, ("IFRS 9") was issued by the IASB in October 2010 and will replace IAS 39, Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after August 1, 2018.

IFRS 15, revenue from contracts and customers ("IFRS 15") was issued by the IASB on May 28, 2014, and will replace IAS 18, revenue, IAS 11, construction contracts, and related interpretations on revenue. IFRS 15 sets out the requirements for recognizing revenue that apply to all contracts with customers, except for contracts that are within the scope of the standards on leases, insurance contracts and financial instruments. IFRS 15 uses a control based approach to recognize revenue which is a change from the risk and reward approach under the current standard. Companies can elect to use either a full or modified retrospective approach when adopting this standard and it is effective for annual periods beginning on or after January 1, 2017.

3. PROPERTY AND EQUIPMENT

	Computer equipment	Computer software	Furniture and equipment	Total
Cost				
Balance, March 31, 2015	$ 4,516	$ 20,984	$ 17,356	$ 42,856
Additions	-	-	-	-
Balance, March 31, 2016 and December 31, 2016	$ 4,516	$ 20,984	$ 17,356	$ 42,856
Accumulated Amortization				
Balance, March 31, 2015	$ 4,462	$ 20,094	$ 13,893	$ 38,449
Amortization for the period	23	401	692	1,116
Balance, March 31, 2016	$ 4,485	$ 20,495	$ 14,585	$ 39,565
Amortization for the period	10	166	415	591
Balance, December 31, 2016	$ 4,495	$ 20,661	$ 15,000	$ 40,156
Carrying Amounts				
As at March 31, 2015	$ 54	$ 890	$ 3,463	$ 4,407
As at March 31, 2016	$ 31	$ 489	$ 2,771	$ 3,291
Balance, December 31, 2016	$ 21	$ 323	$ 2,356	$ 2,700

(Unaudited - in Canadian dollars)

4. EXPLORATION AND EVALUATION ASSETS

The Company held an option agreement to earn up to 70% in a Property. However the Company had decided to let those claims lapse in 2012 as it was their decision not to further pursue the property and as a result, all costs associated with the property were written off to operations in fiscal 2012.

Property	Balance March 31, 2015	Option & acquisition costs	Exploration	Write-Downs	Balance March 31, 2016 and December 31, 2016
Lowland	$ 1	$ 15,853	$ 13,285,598	$ (13,301,451)	$ 1

Lowland

On March 26, 2008 White Pine entered into an option agreement with Metalex Ventures Ltd. ("Metalex") and Arctic Star Diamond Corp. ("Arctic") pursuant to which White Pine was granted the option to acquire a 50% interest in certain claims of Metalex's and Arctic's James Bay properties located on and around the "Ring of Fire" in Ontario. In October 2011, Metalex acquired Arctic's interest in the Lowland property.

Under the terms of the agreement, White Pine had the right to fund a maximum of $20.0 million in expenditures on the Lowland property over a four year period. For each $5.0 million in expenditures, White Pine would acquire a 12.5% interest in the Lowland property, up to a maximum 50% interest.

In October 2011, Metalex granted White Pine a 37.5% interest in the Lowland property for the expenditures of $13.3 million previously incurred on the property (including $9.3 million written-off during fiscal 2009). The option agreement was therefore terminated and White Pine has retained its 37.5% interest in the Lowland property.

Due to current market conditions and the difficulty to raise additional financing, as well as the Company's inactivity on the Lowland property, management impaired the value of the Lowland property as at the year ended March 31, 2014. Management continues to retain it's 37.5% interest in the property.

5. CAPITAL STOCK

(a) **Common shares**

Authorized capital - Unlimited number of common shares
- Unlimited number of special shares
- 500,000 preference shares

(b) **Stock option plan and share-based compensation**

The Company has a stock option plan (the "Plan") under which it is authorized to grant stock options to acquire common shares to Directors, officers, employees and consultants. The aggregate number of common shares which may be issued and sold under the Plan will not exceed 10% of the aggregate number of common shares issued and outstanding from time to time. The current number of common shares reserved for issuance upon the exercise of options granted pursuant to the Plan is 3,396,653. The number of common shares which may be reserved for issue to any one individual under the Plan within any one year period shall not exceed 5% of the outstanding issue. The Board of Directors shall determine the exercise price of stock options issued, as applicable, based on the market price. The stock options are non-assignable and may be granted for a term not exceeding five years. Stock options issued under the Plan may vest at the discretion of the Board of Directors.

(Unaudited - in Canadian dollars)

The following table summarizes information concerning the Company's stock options outstanding as at December 31, 2016:

	Number of Options	Weighted Average Exercise Price
Outstanding as at March 31, 2016	815,000	$ 0.62
Expired	(815,000)	0.62
Outstanding as at December 31, 2016	-	$ -

6. RELATED PARTY TRANSACTIONS

(a) Executive Management Compensation

Executive management's compensation for the nine months ended December 31 2016 consisted of cash of $20,000, respectively (nine months ended December 31, 2015 - $nil).

(b) Executive Management Transactions

The aggregate value of transactions during nine months ended December 31 2016 and 2015 with Directors were as follows:

	Transaction value for the nine months ended December 31,		Balance outstanding as at December 31,	
	2016	2015	**2016**	2015
Legal fees were charged by a director for legal services	$ 26,033	$ -	$ 26,033	$ -

7. FINANCIAL RISK FACTORS

The Company manages its exposure to a number of different financial risks arising from its operations as well as its use of financial instruments including market risks (commodity prices, foreign currency exchange rate and interest rate), credit risk and liquidity risk through its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility.

Financial risks are primarily managed and monitored through operating and financing activities and, if required, through the use of derivative financial instruments. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and up-to-date market information.

The Company's financial instruments consist of cash and cash equivalents, amounts receivable, due from related party, reclamation bonds, accounts payable and accrued liabilities, and amounts due to related parties. The fair value of the Company's receivables, due from related party, accounts payable and accrued liabilities, and amounts due to related parties approximate their carrying value, due to their short-term maturities or ability of prompt liquidation. The Company's cash and cash equivalents are recorded at fair value, under the fair value hierarchy, based on level one quoted prices in active markets for identical assets or liabilities. The Company's other financial instrument, being reclamation bonds, are measured at amortized cost.

The Company is exposed in varying degrees to a variety of financial instrument related risks.

Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. These market risks are evaluated by monitoring changes in key economic indicators and market information on an on-going basis.

a) Interest Rate Risk

The Company has cash balances, and is not at a significant risk to fluctuating interest rates. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. As of December 31, 2016, the Company did not have any investments in investment-grade short-term deposit certificates.

b) Foreign currency risk

As at December 31, 2016, the Company's expenditures are predominantly in Canadian dollars, and any future equity raised is expected to be predominantly in Canadian dollars and therefore is not at a significant risk to fluctuating exchange risks.

Liquidity Risk

Liquidity risk encompasses the risk that a company cannot meet its financial obligations in full. The Company's main sources of liquidity is derived from its common stock issuances. These funds are primarily used to finance working capital, operating expenses, capital expenditures, and acquisitions.

The Company manages its liquidity risk by regularly monitoring its cash flows from operating activities and holding adequate amounts of cash and cash equivalents.

As at December 31, 2016, the Company held cash of $8,121 (March 31, 2016 - $12,924) to settle current liabilities of $181,413 (March 31, 2016 - $9,895). All of the Company's non-provision liabilities are due with the next fiscal year.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company has reduced its credit risk by investing its cash equivalents with a Canadian chartered bank.

8. CAPITAL MANAGEMENT

The Company defines capital management in the manner it manages its capital stock. As at December 31, 2016 the Company's capital stock was $34,738,846 (March 31, 2016 - $34,738,846).

There were no changes in the Company's approach to capital management during the period ended December 31, 2016 and the Company is not subject to any externally imposed capital requirements.

The Company's objectives when managing capital are:

a) To safeguard the Company's financial capacity and liquidity for future earnings in order to continue to provide an appropriate return to shareholders and other stakeholders;

b) To maintain a flexible capital structure which optimizes the cost of capital at an acceptable risk; and

c) To enable the Company to maximize growth by meeting its capital expenditure budget, to expand its budget to accelerate projects, and to take advantage of acquisition opportunities.

The Company's capital structure includes components of shareholders' equity.

The Company regularly monitors and reviews the amount of capital in proportion to risk and future development and exploration opportunities. 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 debt or equity or similar instruments, reduce debt levels from, or make adjustments to, its capital expenditure program.

9. BASIC AND DILUTED LOSS PER SHARE

Basic loss per share has been calculated by dividing the net loss per the financial statements by the weighted average number of shares outstanding during the year. The fully diluted loss per share would be calculated using a common share balance increased by the number of common shares that could be issued on the exercise of outstanding warrants and options of the Company. As the Company is in a loss position for the period ended December 31, 2016, this would be anti-dilutive.

10. SUBSEQUENT EVENTS

At the shareholder meeting approval was given to consolidate the Company's shares on the basis of one new share for every 50 shares currently outstanding. This consolidation was effected on January 25, 2017 and there are now 679,330 common shares outstanding.