

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

CONDENSED INTERIM UNAUDITED FINANCIAL STATEMENTS

(PREPARED BY MANAGEMENT)

FOR THE THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2014 AND 2013

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BLUE VISTA TECHNOLOGIES INC.
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING
JUNE 30, 2014

The accompanying interim unaudited condensed financial statements of Blue Vista Technologies Inc. (the "Company") were prepared by management in accordance with International Financial Reporting Standards. Management acknowledges responsibility for the preparation and presentation of the consolidated 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 interim unaudited condensed financial statements of the Company have been prepared by, and are the responsibility of, the Company's management.

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

CONDENSED INTERIM UNAUDITED STATEMENT OF FINANCIAL POSITION

(Expressed in Canadian Dollars)

AS AT

(Unaudited-prepared by management)

	June 30, 2014	December 31, 2013
ASSETS		
Current		
Cash	\$ 34,792	\$ 53,821
Accounts receivable	1,639	1,639
GST/HST receivable	919	-
	37,350	55,460
Exploration and evaluation asset (Note 5)	290,000	290,000
Equipment (Note 6)	2,099	2,332
	\$ 329,449	\$ 347,792
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 8(a))	\$ 80,196	\$ 70,106
GST/HST payable	-	1,932
	80,196	72,038
SHAREHOLDERS' EQUITY		
Share capital (Note 7)	9,735,762	9,735,762
Contributed surplus	152,527	152,527
Deficit	(9,639,036)	(9,612,535)
	249,253	275,754
	\$ 329,449	\$ 347,792

Approved on Behalf of the Board'Alex Falconer' Director'Chris Irvin' Director

See accompanying notes to the Condensed interim unaudited financial statements.

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

CONDENSED INTERIM UNAUDITED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(Expressed in Canadian Dollars)

FOR THE

(Unaudited-prepared by management)

	Three Months June 30,		Six Months June 30,	
	2014	2013	2014	2013
Expenses				
Amortization (Note 6)	\$ 117	\$ 146	\$ 233	\$ 292
Operating expenses	(1,496)	36,162	10,677	63,357
Professional fees	10,725	-	10,725	2,000
Listing fees	1,250	18,662	4,866	22,027
Loss from operations	10,596	54,970	26,501	87,676
Net loss and comprehensive loss for the period	(10,596)	(54,970)	\$ (26,501)	\$ (87,676)
Income (loss) per share				
Basic and fully diluted (loss) earnings per share	\$ 0.000	\$ (0.002)	\$ (0.001)	\$ (0.004)
Weighted average number of shares	44,534,435	23,615,576	44,534,435	23,615,576

See accompanying notes to the Condensed interim unaudited financial statements.

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

CONDENSED INTERIM UNAUDITED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in Canadian Dollars)

FOR THE THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2014 AND 2013

(Unaudited-prepared by management)

	Preference shares	Share capital		Contributed Surplus	Accumulated deficit	Total	
		Amount	Common shares				Amount
Balance January 1, 2013	9,100,000	\$ 13,056	23,615,576	\$ 8,676,763	\$ 152,527	\$ (9,674,543)	\$ (832,197)
Net loss and comprehensive loss for the period	-	-	-	-	-	(32,706)	(32,706)
Balance, June 30, 2013	9,100,000	\$ 13,056	23,615,576	\$ 8,676,763	\$ 152,527	\$ (9,707,249)	\$ (864,903)
Balance January 1, 2014	9,100,000	\$ 13,056	44,534,435	\$ 9,722,706	\$ 152,527	\$ (9,612,535)	\$ 275,754
Net loss and comprehensive loss for the period	-	-	-	-	-	(26,501)	(26,501)
Balance, June 30, 2014	9,100,000	\$ 13,056	44,534,435	\$ 9,722,706	\$ 152,527	\$ (9,639,036)	\$ 249,253

See accompanying notes to the Condensed interim unaudited financial statements.

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

CONDENSED INTERIM UNAUDITED STATEMENTS OF CASH FLOWS (Expressed in Canadian Dollars)
FOR THE

(Unaudited-prepared by management)

	Three Months June 30,		Six Months June 30,	
	2014	2013	2014	2013
OPERATING ACTIVITIES				
Net loss for the period	\$ (10,596)	\$ (54,970)	\$ (26,501)	\$ (87,676)
Adjustments not effecting cash:				
Amortization	117	146	233	292
Changes in non-cash working capital				
GST/HST receivable	4,373	(1,515)	(2,851)	1,654
Accounts payable and accrued liabilities	(4,192)	7,622	10,090	6,593
Cash used in operating activities	(10,298)	(48,717)	(19,029)	(79,137)
Net decrease in cash	(10,298)	(48,717)	(19,029)	(79,137)
Cash, beginning of period	45,090	214,980	53,821	245,400
Cash, end of period	\$ 34,792	\$ 166,263	\$ 34,792	\$ 166,263

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2014 (Expressed in Canadian Dollars)

(Unaudited)

1. REPORTING ENTITY AND GOING CONCERN

Blue Vista Technologies Inc. (the "Company") is an exploration stage enterprise incorporated under the laws of Ontario on December 9, 1995. The Company is listed on the TSX Venture Exchange, having the symbol BV.H and is in the process of exploring its mineral properties.

The address of the Company's corporate office and principal place of business is 65 Queen Street West, Suite 501 Toronto, Ontario, M5H 2M5, Canada.

These condensed interim unaudited financial statements have been prepared 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 of business. The Company has not yet realized profitable operations and has incurred significant losses to date resulting in a cumulative deficit of \$9,639,036 as at June 30, 2014 (December 31, 2013 - \$9,612,535). The recoverability of the carrying value of exploration properties and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Management believes that it has the ability to raise the required additional funding. While management has been historically successful in raising the necessary capital, it cannot provide assurance that it will be able to execute on its business strategy or be successful in future financing activities. As at June 30, 2014, the Company had current assets of \$37,350 (December 31, 2013 - \$55,460) to cover current liabilities of \$80,196 (December 31, 2013 - \$72,038).

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. Accordingly, these condensed interim unaudited financial statements should be read in conjunction with the Company's most recently prepared audited annual financial statements for the fiscal year ended December 31, 2013.

The policies applied in these condensed interim unaudited financial statements are consistent with the policies disclosed in Notes 2 and 3 of the audited annual financial statements for the year ended December 31, 2013.

The condensed interim unaudited financial statements were authorized for issue by the Board of Directors on August 28, 2014.

Recently Issued Accounting Pronouncements not yet Adopted

IFRS 9 Financial Instruments

IFRS 9, Financial Instruments was issued by the IASB and will replace IAS 39, Financial Instruments: Recognition and Measurement. IFRS 9 retains but simplifies the mixed measurement model and establishes two primary measurement categories for financial assets: amortized cost and fair value through profit or loss. IFRS 9 also replaces the models for measuring equity instruments. Such instruments are either recognized at fair value through profit or loss or at fair value through other comprehensive income (loss). The effective date for IFRS 9 is yet to be determined.

BLUE VISTA TECHNOLOGIES INC.

(a development stage company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2014 (Expressed in Canadian Dollars)

(Unaudited)

3. FINANCIAL INSTRUMENTS

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 Company does not use derivative financial instruments for purposes other than risk management. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and up-to-date market information.

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. The Company may use derivative financial instruments such as foreign exchange contracts and interest rate swaps to manage certain exposures. These market risks are evaluated by monitoring changes in key economic indicators and market information on an on-going basis.

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. The 2014 budget is planned to be funded by addition financing.

Accounts payable and accrued liabilities are current financial instruments, are due within 30 days expected to be settled in the normal course of operations. Notes payable are due on demand.

As at June 30, 2014 the Company held cash of \$34,792 (December 31, 2013 - \$53,821) to settle current liabilities of \$80,196 (December 31, 2013 - \$72,038).

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Cash bears interest at market rates. Other current financial assets and liabilities are not exposed to interest rate risk because of their short-term nature.

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 accounts receivable. The Company has reduced its credit risk by investing its cash with a Canadian chartered bank.

Fair Value

The Company has designated its cash as FVTPL, which is measured at fair value. Accounts receivable are classified as loans and receivables, which are measured at amortized cost. Accounts payable and accrued liabilities and note payable are classified as other financial liabilities, which are measured at amortized cost.

The carrying value and fair value of financial instruments held at June 30, 2014 and December 31, 2013 approximate fair value due to their short term nature.

BLUE VISTA TECHNOLOGIES INC.

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2014 (Expressed in Canadian Dollars)

(Unaudited)

4. CAPITAL MANAGEMENT

The Company defines capital management in the manner it manages its share capital. As at June 30, 2014 the Company's share capital was \$9,735,762 (December 31, 2013 - \$9,735,762).

There were no changes in the Company's approach to capital management during the period ended June 30, 2014 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 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.

5. EXPLORATION AND EVALUATION ASSET

	June 30, 2014	December 31, 2013
Total exploration and evaluation asset	<u>\$ 290,000</u>	<u>\$ 290,000</u>

Hurdman Property

On September 7, 2011, the Company entered into an arm's length agreement with Eoro Resources Ltd. ("Eoro") whereby the Company is to acquire Eoro's wholly-owned Hurdman Property, comprising 13 contiguous mining claims covering 2,944 hectares in Hurdman Township, 120 kilometres north-northwest of the City of Timmins, Ontario.

Pursuant to the Agreement and subject to regulatory approval and closing, the Company will acquire a 100% interest in the Hurdman Property by issuing 5,000,000 shares and paying \$40,000 to Eoro. Post the proposed rollback of 4:1, Eoro would hold 1.25 million shares of the Company. On September 4, 2013, the company closed acquisition of the Hurdman property.

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2014 (Expressed in Canadian Dollars)

(Unaudited)

6. EQUIPMENT

	<u>Office equipment</u>
<u>Cost</u>	
Balance at January 1, 2011	\$ -
Additions	4,438
Balance at December 31, 2011	<u>\$ 4,438</u>
Additions	-
Balance at December 31, 2012, 2013 and June 30, 2014	<u>\$ 4,438</u>
<u>Accumulated Amortization</u>	
Balance at January 1, 2011	\$ -
Amortization for the period	794
Balance at December 31, 2011	<u>\$ 794</u>
Amortization for the period	729
Balance at December 31, 2012	<u>\$ 1,523</u>
Amortization for the period	583
Balance at December 31, 2013	<u>\$ 2,106</u>
Amortization for the period	233
Balance at June 30, 2014	<u>\$ 2,339</u>
<u>Carrying Amounts</u>	
As at December 31, 2011	<u>\$ 3,644</u>
As at December 31, 2012	<u>\$ 2,915</u>
As at December 31, 2013	<u>\$ 2,332</u>
Balance at June 30, 2014	<u>\$ 2,099</u>

7. SHARE CAPITAL

(a) Authorized:

Unlimited number of common shares

8,000,000 Class A preference shares, transferable, non-cumulative, non-retractable, redeemable on a performance basis for \$1 per share over sixteen years, commencing on the sale of certain products of the Company; these products are currently discontinued.

1,100,000 Class B preference shares, transferable, non-cumulative, non-retractable, redeemable on a performance basis for \$1 per share over four years, commencing on the sale of certain products of the Company; these products are currently discontinued.

(b) Issued:

44,534,435 Common shares

8,000,000 Class A preference shares

1,100,000 Class B preference shares

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**JUNE 30, 2014** (Expressed in Canadian Dollars)

(Unaudited)

8. RELATED PARTY TRANSACTIONS

The following related party transactions occurred and were reflected in the financial statements during the year ended June 30, 2014 and 2013 as follows:

	June 30, 2014	June 30, 2013
<hr/>		
Management fees and consulting fees expense:		
Management fees were charged by officers for corporate administrative and financial management services	\$ 9,000	\$ 9,000
Consulting fees were charged by officers for corporate administration	\$ -	\$ 15,000
Professional fees expense:		
Legal fees were charged by an officer for legal and corporate secretarial services	\$ -	\$ 16,326
Rent fees expense:		
Rent fees (office premises) were charged by an officer	\$ 3,000	\$ 3,000

- a) Included in accounts payable and accrued liabilities are management and consulting fees of \$12,000 (December 31, 2013 - \$4,000) to companies controlled by certain directors and officers in common with the Company and legal fees of \$16,772 (December 31, 2013 - \$16,772) due to a company controlled by a director in common with the Company.