



**CONDENSED CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS**

**THREE MONTHS ENDED  
FEBRUARY 29, 2016**

(Unaudited - Expressed in Canadian Dollars)

**MUSGROVE MINERALS CORP.****Condensed consolidated interim statements of financial position****(Expressed in Canadian dollars)**

	Note	February 29, 2016 (Unaudited)	November 30, 2015
<b>ASSETS</b>			
<b>Current</b>			
Cash		386,771	7,035
Marketable securities		5,000	1,200
Prepaid		83,459	-
GST receivables		9,831	2,664
<b>TOTAL ASSETS</b>		<b>485,061</b>	<b>10,899</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Payables and accrued liabilities	4	129,080	116,344
Short-term loans		1,205	1,205
		130,285	117,549
<b>SHAREHOLDERS' EQUITY (DEFICIENCY)</b>			
Share capital	5	17,078,850	16,513,350
Reserves		5,026,691	5,022,891
Deficit		(21,750,765)	(21,642,891)
		354,776	(106,650)
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>485,061</b>	<b>10,899</b>

Subsequent Events (Note 8)

**APPROVED FOR ISSUANCE BY THE BOARD OF DIRECTORS**"Norman Brewster"

Director

"Rana Vig"

Director

– See Accompanying Notes to the condensed consolidated interim financial statements –

**MUSGROVE MINERALS CORP.****Condensed consolidated interim statements of comprehensive loss****(Unaudited - expressed in Canadian dollars)**

Three months ended,		February 29, 2016	February 28, 2015
	Note	\$	\$
<b>EXPENSES</b>			
Advertisement and promotion		-	8,500
Consulting	7	46,394	31,800
Filing and transfer agent fees		14,390	1,340
Professional fees		10,308	2,000
Property exploration		7,075	12,000
Office		29,707	1,178
<b>LOSS BEFORE OTHER ITEMS</b>		<b>(107,874)</b>	<b>(56,818)</b>
Foreign exchange gain		-	2,859
<b>NET LOSS</b>		<b>(107,874)</b>	<b>(53,959)</b>
<b>Basic and diluted loss per share</b>		<b>(0.03)</b>	<b>(0.03)</b>
<b>Weighted Average number of outstanding shares</b>		<b>3,554,599</b>	<b>1,778,366</b>
<hr/>			
<b>COMPREHENSIVE LOSS</b>			
Net loss for the period		(107,874)	(53,959)
Other Comprehensive loss :			
Unrealized gain (loss) of marketable securities		5,000	(7,000)
Comprehensive loss for the period		(102,874)	(60,959)

– See Accompanying Notes to the condensed consolidated interim financial statements –

**MUSGROVE MINERALS CORP.**

**Condensed consolidated interim statements of changes in equity**

**(Unaudited - expressed in Canadian dollars)**

	Note	Number of shares	Share capital	Reserves				Deficit	Equity attributed to shareholders
				Investment revaluation reserve	Translation reserve	Option reserve	Warrant reserve		
			\$	\$	\$	\$	\$	\$	
Balance at November 30, 2014		1,778,366	16,513,350	3,000	67,380	1,968,249	2,987,714	(21,473,582)	66,111
Translation gain from subsidiaries		-	-	-	-	-	-	-	-
Unrealized loss on marketable securities		-	-	(7,000)	-	-	-	-	(7,000)
Loss for the period		-	-	-	-	-	-	(53,959)	(53,959)
Balance at February 28, 2015		1,778,366	16,513,350	(4,000)	67,380	1,968,249	2,987,714	(21,527,541)	5,152

	Note	Number of shares	Share capital	Reserves				Deficit	Equity (deficiency) attributed to shareholders
				Investment revaluation reserve	Translation reserve	Option reserve	Warrant reserve		
			\$	\$	\$	\$	\$	\$	
Balance at November 30, 2015		1,778,366	16,513,350	-	66,928	1,968,249	2,987,714	(21,642,891)	(106,650)
Loss for the period		-	-	-	-	-	-	(107,874)	(107,874)
Issuance shares for cash	5	12,296,999	565,500	-	-	-	-	-	565,500
Unrealized gain on marketable securities		-	-	3,800	-	-	-	-	3,800
Balance at February 29, 2016		14,075,365	17,078,850	3,800	66,928	1,968,249	2,987,714	(21,750,765)	354,776

- See Accompanying Notes to the condensed consolidated interim financial statements -

**MUSGROVE MINERALS CORP.****Condensed consolidated interim statements of cash flows****(Unaudited - expressed in Canadian dollars)**

Three months ended,	February 29, 2016	February 28, 2015
	\$	\$
<b>Operating activities</b>		
Net loss	(107,874)	(53,959)
Changes in non-cash working capital items:		
Receivable and prepaid	(90,626)	2,997
Payables and accrued liabilities	12,736	(9,968)
Cash flows used in operating activities	(185,764)	(60,930)
<b>Financing activities</b>		
Proceeds from shares issuance	565,500	-
Cash flows provided by investing activities	565,500	-
Increase(decrease) in cash	379,736	(60,930)
Cash and cash equivalent, beginning of period	7,035	139,442
<b>Cash and cash equivalent, end of period</b>	<b>386,771</b>	<b>78,512</b>

– See Accompanying Notes to the condensed consolidated interim financial statements –

## **Musgrove Minerals Corp.**

Notes to the condensed interim consolidated financial statements

Three months ended February 29, 2016

(Unaudited - expressed in Canadian dollars)

---

### **1. Nature and Continuance of Operations**

Musgrove Minerals Corp. (the “Company”) was incorporated under the laws of British Columbia, Canada on March 29, 2000. The Company’s office is located at Suite 2600-1066 West Hasting St., Vancouver, V6E 3X1. Its principal activity is the acquisition and exploration of mineral properties in the USA and Mexico. The Company’s common shares are traded on the TSX Venture Exchange (the “Exchange”) under the symbol “MGS”.

### **2. Statement of Compliance with International Financial Reporting Standards**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34 “Interim Financial Reporting” (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

These condensed consolidated interim financial statements for three months ended February 29, 2016 (the “Interim Financial Statements”) are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. Certain disclosures required in annual financial statements have been condensed or omitted. It is therefore recommended that these Interim Financial Statements be read in conjunction with the Company’s consolidated financial statements for the most recent year ended November 30, 2015.

These Interim Financial Statements were authorized for issuance by the Board of Directors on April 29, 2016.

### **3. Exploration and Evaluation Assets**

#### **Musgrove Creek Property, USA**

On June 13, 2007, the Company acquired the Musgrove Creek Property situated in the Idaho, USA and under the terms of the option agreement, the Company assumed the underlying lease agreement dated June 12, 2003 with respect to certain mineral claims that comprise the Musgrove Creek Property.

The Company is required to pay annual lease payments to the underlying lessor of US\$50,000 per year for the remaining life of the lease. These claims are subject to an underlying 2% production royalty and a lump sum payment of US\$350,000 upon completion of a feasibility study. The Company is also required to incur minimum annual exploration expenditures of US\$100,000.

### **4. Payables and Accrued Liabilities**

	<b>February 29, 2016</b>	<b>November 30, 2015</b>
	\$	\$
Trade payables	60,785	47,134
Due to related parties (Note 7)	3,780	45,000
Accruals	64,515	24,210
	<b>129,080</b>	<b>116,344</b>

**Musgrove Minerals Corp.**

Notes to the condensed interim consolidated financial statements

Three months ended February 29, 2016

(Unaudited - expressed in Canadian dollars)

**5. Share Capital**

During the three months ended February 29, 2016, the Company issued 11,310,000 common shares at \$0.05/share for gross proceeds of \$565,500. The Company issued 987,000 common shares as finder's fees.

**6. Warrants**

As at February 29, 2016 the Company had 740,740 warrants outstanding and exercisable with an exercise price of \$0.36 expiring on August 18, 2017. There were no warrants issued, exercised, or expired during three months ended February 29, 2016.

The foreign currency translation reserve records unrealized exchange differences arising on translation of foreign operations that have a functional currency other than the Company's reporting currency.

**7. Related Party Transactions**

Key personnel compensation:

Three months ended	February 29, 2016	February 28, 2015
	\$	\$
Consulting fees	17,228	31,800

On December 1, 2015, the Company entered into a Services Agreement (the "Services Agreement") with Rana Vig, the CEO of the Company, for \$60,000 per annum (the "Fee").

As at February 29, 2016, \$Nil (November 30, 2015 - \$42,000) was owing to the Chief Executive Officer of the Company and \$3,780 (November 30, 2015 - \$4,300) was owing to the Chief Financial Officer of the Company. The amounts owing to related parties do not bear interest, are unsecured and are due on demand.

**8. Subsequent Events**

On April 14, 2016, the Company dissolved its wholly owned subsidiary, Musgrove Minerals Corp.

On April 20, 2016, the Company entered into a letter of intent to acquire (the "Transaction") all of the outstanding shares of RewardStream Solutions Inc. ("RewardStream"). Upon completion, the Transaction will result in both a change of business for Musgrove and a reverse takeover within the meaning of the policies of the Exchange. In connection with the Transaction, Musgrove will consolidate its shares on a 2:1 basis (the "Consolidation"). The Transaction is subject to the parties successfully negotiating and entering into a definitive agreement.

On April 27, 2016, the Company loaned \$100,000 to RewardStream in connection with this Transaction. The loan is interest bearing at 10% per annum and is repayable on November 30, 2016. This loan is secured by all the assets of RewardStream.