SECOVA METALS CORP.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)

FOR THE PERIOD ENDED DECEMBER 31, 2014

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED 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 condensed consolidated interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the condensed consolidated interim financial statements.

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

SECOVA METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited)
(Expressed in Canadian Dollars)
AS AT

	December 31, 2014	June 30, 2014
ASSETS		
Current		
Cash	$ 58,226	$ 3,531
Marketable securities (Note 4)	29,972	97,925
Receivables	5,057	3,756
	93,255	105,212
Advance to related party (Note 7)	93,526	242,751
Mineral property (Note 5)	22,000	-
	$ 208,781	$ 347,963
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	$ 168,839	$ 199,460
Shareholders' equity		
Share capital (Note 6)	8,592,919	8,593,669
Subscriptions received in advance (Note 6)	35,000	(36,750)
Reserves (Note 6)	20,889	39,061
Accumulated Other Comprehensive Income (Note 4)	(120,028)	(52,075)
Deficit	(8,488,838)	(8,395,402)
	39,942	148,503
	$ 208,781	$ 347,963

Nature and continuance of operations (Note 1)
Subsequent events (Notes 10)

Approved and authorized by the Board on February 16, 2014.

"Michael Mulberry" Director — Michael Mulberry

"Rob Geisthardt" Director — Rob Geisthardt

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

SECOVA METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(Unaudited)
(Expressed in Canadian Dollars)
FOR THE PERIOD ENDED DECEMBER 31

	Three months ended December 31, 2014	Three months ended December 31, 2013	Six months ended December 31, 2014	Six months ended December 31, 2013
EXPENSES				
Consulting	$ 27,500	$ 36,750	$ 45,500	$ 59,250
Filing fees and transfer agent	10,443	11,225	12,102	12,470
Investor relations	-	(2,384)	-	900
Office and sundry	6,699	2,429	8,333	10,889
Professional fees	19,857	11,770	30,357	31,945
Property investigation costs	10,000	-	15,000	-
Travel	316	-	316	-
Loss before the following	(74,815)	(59,790)	(111,608)	(115,454)
Unrealized loss on marketable securities (Note 4)	(22,826)	(10,164)	(67,953)	(10,164)
Loss and comprehensive loss for the period	$ (97,641)	$ (69,954)	$ (179,561)	$ (125,618)
Basic and diluted loss per share	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)
Weighted average number of common shares outstanding	15,645,456	12,645,456	15,645,456	12,111,894

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

SECOVA METALS CORP.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited)
(Expressed in Canadian Dollars)
FOR THE PERIOD ENDED DECEMBER 31

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	$ (111,608)	$ (115,454)
Non-cash working capital item changes:		
Receivables	(1,301)	(4,349)
Accounts payables and accrued liabilities	(30,621)	6,966
Net cash used in operating activities	(143,530)	(112,837)
CASH FLOWS FROM INVESTING ACTIVITIES		
Advance repayments	149,225	-
Advance	-	(30,233)
Acquisition of mineral properties	(22,000)	-
Net cash provided by (used in) investing activities	127,225	(30,233)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issuances	-	47,500
Subscriptions received in advance	35,000	-
Subscriptions receivable	36,750	-
Share issuance costs	(750)	-
Net cash provided by financing activities	71,000	47,500
Change in cash for the period	54,695	(95,570)
Cash, beginning of period	3,531	96,893
Cash, end of period	$ 58,226	$ 1,323
Supplemental Cash flow information:		
Expiry of stock options	$ 18,172	$ -
Marketable securities received for repayment of advance	-	51,382
Unrealized loss on marketable securities	67,953	10,164

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

SECOVA METALS CORP.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Unaudited)
(Expressed in Canadian Dollars)

	Share Capital							
	Number	**Amount**	**Subscriptions Received in Advance**	**Subscriptions Receivable**	**Reserves**	**Accumulated Other Comprehensive Income**	**Deficit**	**Total**
Balance as at June 30, 2013	11,695,456	$ 8,396,169	$ -	$ (36,750)	$ 54,061	$ -	$ (8,124,800)	$ 288,680
Private placement	950,000	47,500	-	-	-	-	-	47,500
Loss for the period	-	-	-	-	-	(10,164)	(115,454)	(125,618)
Balance as at December 31, 2013	12,645,456	8,443,669	-	(36,750)	54,061	(10,164)	(8,240,254)	210,562
Share exchange	3,000,000	150,000	-	-	-	-	-	150,000
Expiry of options	-	-	-	-	(15,000)	-	15,000	-
Comprehensive loss for the period	-	-	-	-	-	(41,911)	(170,148)	(212,059)
Balance as at June 30, 2014	15,645,456	8,593,669	-	(36,750)	39,061	(52,075)	(8,395,402)	148,503
Expiry of options	-	-	-	-	(18,172)	-	18,172	-
Subscriptions received in advance	-	-	35,000	-	-	-	-	35,000
Subscriptions receivable	-	-	-	36,750	-	-	-	36,750
Share issuance costs	-	(750)	-	-	-	-	-	(750)
Comprehensive loss for the period	-	-	-	-	-	(67,953)	(111,608)	(179,561)
Balance as at December 31, 2014	15,645,456	$ 8,592,919	$ 35,000	$ -	$ 20,889	$ (120,028)	$ (8,488,838)	$ 39,942

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

1. NATURE AND CONTINUANCE OF OPERATIONS

Secova Metals Corp. (the "Company") is an exploration stage company incorporated under the Canada Business Corporations Act.

The Company's head office, registered and records office is 700 – 510 West Hastings Street, Vancouver, British Columbia, Canada, V6B 1L8.

The Company is in the process of acquiring and evaluating potential exploration projects a in Canada and throughout the world. The recoverability of amounts for resource properties and related deferred exploration costs are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production.

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. The Company has incurred losses from inception and does not currently have the financial resources to sustain operations in the long-term. While the Company has been successful in obtaining its required funding in the past, there is no assurance that such future financing will be available or be available on favourable terms. An inability to raise additional financing may impact the future assessment of the Company as a going concern. These material uncertainties may cast significant doubt about the ability of the Company to continue as a going concern.

The condensed consolidated interim financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. Continued operations of the Company are dependent on the Company's ability to receive financial support, necessary financings, or generate profitable operations in the future.

2. BASIS OF PREPARATION

Statement of Compliance

These condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standards ("IAS") 34 'Interim Financial Reporting' ("IAS 34") using accounting policies consistent with 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 should be read in conjunction with the Company's audited consolidated financial statements for the year ended June 30, 2014.

Basis of Presentation

These condensed consolidated interim financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's June 30, 2013 audited annual financial statements.

Use of Estimates

The preparation of financial statements in conformity with IFRS 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 revenues and expenses during the period. Actual results could differ from these estimates.

2. BASIS OF PREPARATION (cont'd…)

Use of Estimates (cont'd…)

Significant assumptions about the future and other sources of estimation and judgement uncertainty that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relate to:

The valuation of shares issued in non-cash transactions. Generally, the valuation of non-cash transactions is based on the value of the good or services received. When this cannot be determined, it is based on the fair value of the non-cash consideration. When non-cash transactions are entered into with employees and those providing similar services, the non-cash transactions are measured at the fair value of the consideration given up using market prices.

The determination of deferred tax assets and liabilities is inherently complex and requires making certain estimates and assumptions about future events. While income tax filings are subject to audits and reassessments, the Company has adequately provided for all income tax obligations. However, changes in facts and circumstances as a result of income tax audits, reassessments, jurisprudence, and any new legislation may result in an increase or decrease in our provision for income taxes.

Share-based payments are subject to estimation of the value of the award at the date of grant using pricing models such as the Black-Scholes option valuation model. The option valuation model requires the input of highly subjective assumptions including the expected stock price volatility. Because the Company's stock options have characteristics significantly different from those of traded options and because the subjective input assumptions can materially affect the calculated fair value, such value is subject to measurement uncertainty.

3. SIGNIFICANT ACCOUNTING POLICIES

Basis of consolidation

These condensed consolidated interim financial statements include the financial statements of the Company and the entity controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of the subsidiary are included in the condensed consolidated interim financial statements from the date that control commences until the date that control ceases. All significant intercompany transactions and balances have been eliminated.

New standards, interpretations and amendments adopted

The accounting policies applied in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Company's annual condensed consolidated interim financial statements for the year ended June 30, 2014, except for the adoption of new standards and interpretations effective as of July 1, 2014. The nature and the impact of each new standard are described below:

Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)

The amendment to IFRS 10, Consolidated Financial Statements, provide an exemption from consolidation of subsidiaries under IFRS 10 for entities which meet the definition of an investment entity. Instead, such entities would measure their investment in particular subsidiaries at fair value through profit or loss in accordance with IFRS 9, Financial Instruments, or IAS 39, Financial Instruments: Recognition and Measurement. The amendments to IFRS 12, Disclosure of Interest in Other Entities, and IAS 27, Separate Financial Statements, introduce disclosures required for investment entities. The adoption of these amendments did not impact the Company's condensed consolidated interim financial statements.

(Expressed in Canadian Dollars)

3. SIGNIFICANT ACCOUNTING POLICIES (cont'd…)

New standards, interpretations and amendments adopted (cont'd…)

Offsetting Financial Assets and Financial Liabilities (Amendments to IAS 32)

The amendment to IAS 32, Financial Instruments: Presentation, requires that a financial asset and financial liability should only be offset and the net amount reported when an entity has a legal enforceable right to set off the amounts and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. The adoption of this amendment did not impact the Company's condensed consolidated interim financial statements.

Recoverable Amount Disclosures for Non-Financial Assets (Amendments to IAS 36)

Under the amended IAS 36, Impairment, the recoverable amount of a CGU is required to be disclosed only when an impairment loss has been recognized or reversed. The adoption of this amendment did not impact the Company's condensed consolidated interim financial statements.

IFRIC 21, Levies

IFRIC 21 clarifies that obligating events giving rise to a liability to pay a levy is the activity described in the relevant legislation that triggers payments of the levy. The adoption of this standard did not impact the Company's condensed consolidated interim financial statements.

New standards not yet adopted

The following new standards, amendments to standards and interpretations have been issued but are not effective during the period ended December 31, 2014:

- IFRS 9 — New financial instruments standard that replaces IAS 39 for classification and measurement of financial assets(i)
- IFRS 11 (Amendment) — Amendment to provide specific guidance on accounting for the acquisition of an interest in a joint operation that is a business. (ii)

(i) Effective for annual periods beginning on or after January 1, 2018
(ii) Effective for annual periods beginning on or after January 1, 2016

The Company anticipates that the application of these standards, amendments and interpretations will not have a material impact on the results and financial position of the Company.

4. MARKETABLE SECURITIES

The Company holds securities that have been designated as available for sale as follows:

	Common shares of public companies		
	Market Value	Cost	Unrealized loss
June 30, 2014	$ 97,925	$ 150,000	$ 52,075
December 31, 2014	29,972	150,000	120,028

(Expressed in Canadian Dollars)

4. MARKETABLE SECURITIES (cont'd…)

During the year ended June 30, 2014, the Company completed a share exchange with Global Resources Investment Trust PLC ("GRIT"). The Company issued 3,000,000 common shares at a fair value of $0.05 per share to GRIT, in exchange for 82,987 ordinary shares of GRIT, at a fair value of £1.00 per GRIT share (Note 6). The Company will sell the GRIT shares through the facilities of the London Stock Exchange to realize the proceeds.

During the year ended June 30, 2014, the Company received marketable securities with a fair value of $51,382 towards repayment of the Advances to Related Party (Note 7). The Company subsequently sold the marketable securities for proceeds of $30,714 resulting in a realized loss on sale of marketable securities of $20,668 for the year ended June 30, 2014.

5. MINERAL PROPERTIES

		December 31, 2014		June 30, 2014
Jessie Lake Property, Ontario	$	7,000	$	-
Duvay Property, Quebec		15,000		-
	$	22,000	$	-

Jessie Lake Property, Ontario

During the period, the Company entered into an option agreement with Auranita Resources Corp. ("Auranita") to acquire a 100% interest in the Jessie Lake gold exploration project in Northern Ontario for total cash payments of $190,000 ($5,000 paid), the issuance of 1,850,000 common shares of the Company, and incurring $450,000 in exploration expenditures over a three year period. Auranita retains a 4% Net Smelter Returns ("NSR") royalty. The Company may purchase 50% of the NSR (or 2% NSR) for consideration of $2,000,000, and a further 25% of the NSR (or 1% NSR) for consideration of $1,000,000, for a period of 2 years after the commencement of commercial production.

During the period, the Company also capitalized $2,000 in costs relating to preparation of the National 43-101 resource estimate.

Duvay Property, Quebec

During the period, the Company entered into an option agreement with Tres-Or Resources Ltd. ("Tres-Or") to acquire a 90% interest in the Duvay gold exploration project in Quebec. Pursuant to the agreement, the Company can earn a 65% interest for total cash payments of $500,000 ($15,000 paid) and incurring $3,750,000 in exploration expenditures over a four year period. A further 25% interest can be earned by financing a prefeasibility study and making funding an aggregate of $12,000,000 to bring the property toward production. In addition, the Company is required to pay Tres-Or a resource payment based on the initial National Instrument 43-101-compliant resource estimate on the claims at $30 for each gold ounce equivalent categorized as measured, $25 for each gold ounce equivalent characterized as indicated, and $15 for each gold ounce equivalent categorized as inferred to be paid from the proceeds of commercial production after deducting operating costs and other senior payments.

(Expressed in Canadian Dollars)

6. SHARE CAPITAL AND RESERVES

a) Authorized share capital

As at December 31, 2014, the authorized share capital of the Company is an unlimited number of common shares without par value.

b) Issued share capital

During the year ended June 30, 2014, the Company:

- Completed a share exchange with GRIT, whereby the Company issued 3,000,000 common shares at a fair value of $0.05 per share to GRIT, in exchange for 82,987 ordinary shares of GRIT, at a fair value of £1.00 per GRIT share (Note 4). A finder's fee of 150,000 common shares is payable as at December 31, 2014.

- Completed a non-brokered private placement with a former officer of the Company for 950,000 units at a price of $0.05 per unit for gross proceeds of $47,500. Each unit consists of one common share and one common share purchase warrant. Each share purchase warrant entitles the holder to acquire one common share of the Company at a price of $0.10 for two years.

c) Stock options

Stock option transactions are summarized as follows:

	Number	Weighted Average Exercise Price
Outstanding, June 30, 2013	135,000	$ 1.19
Expired/cancelled	(50,000)	1.00
Outstanding, June 30, 2014	85,000	1.29
Expired/cancelled	(50,000)	1.05
Outstanding and exercisable, December 31, 2014	35,000	$ 1.00

The following incentive stock options were outstanding at December 31, 2014:

Number of Shares	Exercise Price	Expiry Date
35,000	$ 1.00	June 7, 2016

(Expressed in Canadian Dollars)

6. SHARE CAPITAL AND RESERVES (cont'd…)

c) Warrants

Warrant transactions are summarized as follows:

	Number	Weighted Average Exercise Price
Outstanding, June 30, 2013	-	$ -
Granted	950,000	0.10
Outstanding, June 30, 2014 and December 31, 2014	950,000	$ 0.10

The following share purchase warrants were outstanding at December 31, 2014:

Number of Shares	Exercise Price	Expiry Date
950,000	$ 0.10	July 24, 2015

c) Share-based payments

The Company has a stock option plan under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan the exercise price of each option equals the market price of the Company's stock, less applicable discount, as calculated on the date of grant. The options can be granted for a maximum term of 5 years with vesting determined by the board of directors. The Company did not grant any stock options for the periods ended December 31, 2014 and 2013.

7. RELATED PARTY TRANSACTIONS

These condensed consolidated interim financial statements include the financial statements of the Company and its 100% owned subsidiary Secova Metals (Arizona) Corp.

Key management personnel comprise of the Chief Executive Officer, Chief Financial Officer, Corporate Secretary and the Directors of the Company. The remuneration of the key management personnel is as follows:

a) Professional fees of $21,109 (2013 - $31,240) to two companies controlled by two officers of the Company.

b) Consulting fees of $Nil (2013 - $22,500) to a former officer and a director of the Company.

c) Consulting fees of $Nil (2013 - $22,050) to a company controlled by a former officer of the Company.

d) Consulting fees of $25,500 (2013 - $Nil) to a company controlled by director of the Company.

e) Consulting fees of $5,000 (2013 - $2,000) to an officer of the Company.

f) Consulting fees of $10,000 (2013 - $Nil) to a former officer of the Company

7. RELATED PARTY TRANSACTIONS (cont'd…)

The Company operates from the premises of a group of public and private companies with common directors. One private company controlled by a former director and former officer of the Company provides office and administrative services to the Company and various other public companies. The Company holds a Grid Promissory Note (the "Note") with total advances not exceeding $450,000. The Note is open for repayment in full or in part by the private company at any time on or before July 3, 2015. As at December 31, 2014, the balance of the Note included in advances to related party is $93,526 (June 30, 2014 - $242,751). During the period ended December 31, 2014, the Company paid or accrued $4,500 (2013 - $Nil) for office and sundry to the private company.

As at December 31, 2014, included in accounts payable is $102,969 (June 30, 2014 - $123,388) due to related parties and included in subscriptions received in advance is $35,000 (June 30, 2014 - $Nil) received from a related party.

8. FINANCIAL AND CAPITAL RISK MANAGEMENT

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – Inputs that are not based on observable market data.

The fair value of the Company's receivables and accounts payable and accrued liabilities approximate their carrying value due to the short-term nature of the instruments. The Company's cash and marketable securities are valued under the fair value hierarchy based on level 1 quoted prices in active markets for identical assets or liabilities.

Financial risk factors

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

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's credit risk is primarily attributable to cash, receivables and advances. The Company's cash is held at large Canadian financial institution in interest bearing accounts for which management believes the risk of loss to be minimal. Receivables consist of GST receivable from the government of Canada. Advances mainly consist of funds owed from the private company controlled by a director and officer of the Company which provides office and administrative services to the Company. Management believes that the credit risk concentration with respect to receivables and advances is minimal.

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's approach to managing liquidity risk is to try and have sufficient liquidity to meet liabilities when due.

As at December 31, 2014, the Company had a cash balance of $58,226 (June 30, 2014 - $3,531) to settle current liabilities of $168,839 (June 30, 2014 - $199,460). While the Company has been successful in obtaining its required funding in the past there is no assurance that this financing will be extended or that any additional future financing will be available. The Company continues to investigate financing options, including private placements and recovering the advance.

The Company manages liquidity risk through its capital management as outlined below. Accounts and accrued liabilities are due within one year.

8. FINANCIAL AND CAPITAL RISK MANAGEMENT (cont'd…)

Financial risk factors (cont'd…)

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and commodity and equity prices.

a) 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.

b) Price risk

The Company is exposed to price risk with respect to commodity prices. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

c) Foreign currency risk

The Company's foreign exchange risk arises from transactions denominated in other currencies, primarily through the Company's subsidiary located in the USA. Through this, the Company is exposed to foreign currency risk on fluctuations related to cash, accounts payable and accrued liabilities that are denominated in US Dollars. The Company does not use derivative instruments to reduce its exposure to foreign currency risk nor has it entered into foreign exchange contracts to hedge against gains or losses from foreign exchange fluctuations.

Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue acquisition, exploration and development of mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk. In the management of capital, the Company includes its components of shareholders' equity.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets or adjust the amount of cash.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions.

9. SEGMENTED INFORMATION

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

10. SUBSEQUENT EVENTS

Subsequent to December 31, 2014, the Company:

a) Granted an aggregate of 960,000 stock options to officers and directors, exercisable at a price of $0.05 per share until January 16, 2016; and

b) Closed the first tranche of a non-brokered private placement, issuing 5,020,000 units at a price of $0.05 per unit for total gross proceeds of $251,000, each unit consisting of one common share and one half-warrant. Each whole warrant is exercisable at $0.10 per share for a period of one year. In connection with the private placement, the Company paid a finder's fee of $8,520 and issued 170,400 agent warrants exercisable at $0.05 per share for one year.