SECOVA METALS CORP.

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

FOR THE PERIOD ENDED SEPTEMBER 30, 2015

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

	September 30, 2015	June 30, 2015
ASSETS		
Current		
Cash	$ 80,268	$ 2,304
Receivables (Note 7)	14,742	5,176
Advances to related parties (Note 7)	80,584	-
Prepaid expenses	74,748	-
	250,342	91,687
Advances to related party (Note 7)	-	84,207
Exploration and evaluation assets (Note 5)	184,827	43,650
	$ 435,169	$ 135,337
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)		
Current		
Accounts payable and accrued liabilities	$ 134,686	$ 147,244
Shareholders' equity (deficiency)		
Share capital (Note 6)	9,287,486	8,835,995
Subscriptions received in advance (Note 6)	-	50,000
Reserves (Note 6)	137,109	76,167
Deficit	(9,124,112)	(8,974,069)
	300,483	(11,907)
	$ 435,169	$ 135,337

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

Approved and authorized by the Board on November 30, 2015.

"P. Bradley Kitchen" Director	*"Morgan Good"* Director
P. Bradley Kitchen	Morgan Good

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 THREE MONTHS ENDED SEPTEMBER 30

	2015	2014
EXPENSES		
Consulting	$ 54,256	$ 18,000
Filing fees and transfer agent	3,848	1,659
Investor relations	16,984	-
Office and sundry	11,175	1,634
Professional fees	8,732	10,500
Property investigation costs	-	5,000
Share-based payments (Note 6)	52,986	-
Travel	2,062	-
Loss for the period	(150,043)	(36,793)
Unrealized loss on marketable securities (Note 4)	-	(45,127)
Comprehensive loss for the period	(150,043)	(81,920)
Basic and diluted loss per share	$ (0.01)	$ (0.00)
Weighted average number of common shares outstanding	24,506,413	15,645,456

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 THREE MONTHS ENDED SEPTEMBER 30

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	$ (150,043)	$ (36,793)
Items not affecting cash:		
Share-based payments	52,986	-
Non-cash working capital item changes:		
Receivables	(9,566)	(1,621)
Prepaids	(74,748)	-
Accounts payables and accrued liabilities	25,919	15,206
Net cash used in operating activities	(155,452)	(23,208)
CASH FLOWS FROM INVESTING ACTIVITIES		
Advance repayments	-	141,075
Mineral properties	(134,307)	-
Net cash provided by investing activities	(134,307)	141,075
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issuances	385,600	-
Share issuance costs	(17,877)	(750)
Net cash provided by financing activities	367,723	(750)
Change in cash for the period	77,964	117,117
Cash, beginning of period	2,304	3,531
Cash, end of period	$ 80,268	$ 120,648

Supplemental Cash flow information:

	2015	2014
Expiry of stock options	$ -	$ 18,172
Shares issued for debt settlement	45,000	-
Broker warrants issued as share issuance costs	7,956	-
Share issuance costs recorded through accounts payable and accrued liabilities	3,276	-

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

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

	Share Capital							
	Number	**Amount**	**Subscriptions Receivable**	**Subscriptions Received in Advance**	**Reserves**	**Accumulated Other Comprehensive Income**	**Deficit**	**Total**
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	-
Share issuance costs	-	(750)	-	-	-	-	-	(750)
Comprehensive loss for the period	-	-	-	-	-	(45,127)	(36,793)	(81,920)
Balance as at September 30, 2014	15,645,456	8,592,919	(36,750)	-	20,889	(97,202)	(8,414,023)	65,833
Private placement	5,020,000	251,000	-	-	-	-	-	251,000
Shares issued for mineral property	150,000	7,500	-	-	-	-	-	7,500
Expiry of options	-	-	-	-	(7,939)	-	7,939	-
Subscriptions receivable	-	-	36,750	-	-	-	-	36,750
Subscriptions received in advance	-	-	-	50,000	-	-	-	50,000
Share issuance costs	-	(15,424)	-	-	6,904	-	-	(8,520)
Share-based payments	-	-	-	-	56,313	-	-	56,313
Comprehensive loss for the period	-	-	-	-	-	97,202	(567,985)	(470,783)
Balance as at June 30, 2015	20,815,456	8,835,995	-	50,000	76,167	-	(8,974,069)	(11,907)
Private placement	8,712,000	435,600	-	(50,000)	-	-	-	385,600
Shares issued for debt	720,000	45,000	-	-	-	-	-	45,000
Share issuance costs	-	(29,109)	-	-	7,956	-	-	(21,153)
Share-based payments	-	-	-	-	52,986	-	-	52,986
Comprehensive loss for the period	-	-	-	-	-	-	(150,043)	(150,043)
Balance as at September 30, 2015	30,247,466	$ 9,287,486	$ -	$ -	$ 137,109	$ -	$ (9,124,112)	$ 300,483

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 and registered office is 700 – 510 West Hastings Street, Vancouver, British Columbia, Canada, V6B 1L8. The Company's records office is Royal Centre, 1500 - 1055 West Georgia Street, Vancouver, British Columbia, Canada.

The Company is in the process of acquiring and evaluating potential exploration projects 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, 2015.

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, 2015 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.

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:

2. BASIS OF PREPARATION (cont'd…)

Use of Estimates (cont'd…)

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

New standards not yet adopted

The following new standards, amendments to standards and interpretations have been issued but are not effective during the year ended June 30, 2016:

- 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

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. The shares were sold during the year ended June 30, 2015 at a price of £0.14 per GRIT share. Accordingly, the Company recognized a realized loss on sale of marketable securities of $128,177 for the year ended June 30, 2015.

(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

		Jessie Lake Property		Duvay Property		Total
Acquisition costs incurred in the year ended June 30, 2015	$	28,650	$	15,000	$	43,650
Acquisition costs		60,000		-		60,000
Acquisition costs, September 30, 2015		88,650		15,000		103,650
Exploration costs						
Geological consulting		40,395		27,516		67,911
Travel		10,326		2,940		13,257
Exploration costs, September 30, 2015		50,721		30,456		81,168
Balance, September 30, 2015	$	139,371	$	45,456	$	184,827

Jessie Lake Property, Ontario

During the year ended June 30, 2015, 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 ($15,000 paid), the issuance of 1,850,000 common shares (150,000 shares issued) 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. In connection with the option agreement, the Company paid a finder's fee of $2,250.

Duvay Property, Quebec

During the year ended June 30, 2015, the Company entered into a option agreement with Tres-Or Resources Ltd. ("Tres-Or") for the option to acquire a 90% interest in certain claims comprising the Duvay gold exploration project in Quebec. Pursuant to the agreement, the Company can earn a 65% interest by paying $500,000 ($15,000 paid in the year ended June 30, 2015 and $60,000 paid in the current period) 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 by 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.

Pursuant to the option agreement the Company also has the right of first refusal on certain additional claims.

The Company entered into a definitive option agreement with Tres-Or subsequent to June 30, 2015.

6. SHARE CAPITAL AND RESERVES

a) Authorized share capital

As at September 30, 2015, the authorized share capital of the Company is an unlimited number of common shares without par value.

b) Issued share capital

Period ended September 30, 2015

During the period ended September 30, 2015, the Company completed the second tranche of a non-brokered private placement and issued 2,400,000 units at a price of $0.05 per unit for gross proceeds of $120,000. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole share purchase warrant entitles the holder to acquire one additional common share of the Company at a price of $0.10 for a period of one year. In connection with the private placement, the Company paid a finder's fee of $4,400 and issued 72,000 agent warrants, exercisable at $0.05 for a period of one year. The agent warrants were assigned a value of $2,440 using the Black-Scholes pricing model with a risk-free interest rate of 0.42%, term of 1 year, volatility of 197.49% and dividend rate of 0%.

During the period ended September 30, 2015, the Company completed the first and second tranches of a non-brokered private placement and issued 6,312,000 units at a price of $0.05 per unit for gross proceeds of $315,600, each unit consisting of one common share and one-half of one common share purchase warrant. Each whole share purchase warrant entitles the holder to acquire one additional common share of the Company at a price of $0.10 for a period of one year. In connection, the Company paid a finder's fee of $8,000 and issued 160,000 agent warrants, exercisable at $0.05 for a period of one year. The agent warrants were assigned a value of $5,515 using the Black-Scholes pricing model with a risk-free interest rate of 0.53%, term of 1 year, volatility of 202.17% and dividend rate of 0%.

Year ended June 30, 2015

During the year ended June 30, 2015, the Company completed the first tranche of a non-brokered private placement and issued 5,020,000 units at a price of $0.05 per unit for gross proceeds of $251,000. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole share purchase warrant entitles the holder to acquire one additional common share of the Company at a price of $0.10 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, fair valued at $6,904. Each broker warrant is exercisable at $0.05 for a period of one year. The value was calculated using the Black-Scholes pricing model with the following weighted average assumptions: volatility of 184.04%, risk-free rate of 0.48%, expected life of 1 year, and a dividend rate of 0%.

(Expressed in Canadian Dollars)

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

c) Stock options

Stock option transactions are summarized as follows:

	Number		Weighted Average Exercise Price
Outstanding, June 30, 2014	85,000	$	1.29
Granted	1,370,000		0.05
Expired/cancelled	(50,000)		1.50
Outstanding, June 30, 2015	1,405,000		0.07
Granted	1,385,000		0.05
Outstanding and exercisable, September 30, 2015	2,790,000	$	0.06

The following incentive stock options were outstanding at September 30, 2015:

Number of Shares		Exercise Price	Expiry Date
1,370,000	$	0.05	January 16, 2016
35,000		1.00	June 7, 2016
1,385,000		0.05	August 11, 2016
2,790,000			

d) Warrants

Warrant transactions are summarized as follows:

	Number		Weighted Average Exercise Price
Outstanding, June 30, 2014	950,000	$	0.10
Granted	2,680,400		0.10
Outstanding, June 30, 2015	3,630,400		0.10
Granted	4,588,000		0.10
Expired	(950,000)		0.10
Outstanding, September 30, 2015	7,268,400	$	0.10

(Expressed in Canadian Dollars)

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

d) Warrants (cont'd…)

The following share purchase warrants were outstanding at September 30, 2015:

Number of Shares		Exercise Price	Expiry Date
2,510,000	$	0.10	February 9, 2016
170,400		0.05	February 9, 2016
72,000		0.05	July 22, 2016
1,200,000		0.10	July 22, 2016
160,000		0.05	September 21, 2016
2,656,000		0.10	September 21, 2016
500,000		0.10	September 30, 2016
7,268,400			

e) 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.

During the period ended September 30, 2015, the Company granted 1,385,000 (2014 – Nil) stock options with a weighted average fair value of $0.04 (2014 - $Nil). The Company recognized share-based payments expense of $52,986 (2014 - $Nil).

The following weighted average assumptions were used for the Black-Scholes option-pricing model valuation of stock options granted during the period:

	2015	2014
Risk-free interest rate	0.41%	-
Expected life of options	1 year	-
Expected annualized volatility	198.56%	-
Dividend	-	-

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) Consulting fees of $38,600 (2014 - $Nil) to a company controlled by an officer of the Company.

b) Consulting fees of $19,500 (2014 - $Nil) to a company controlled by a director of the Company.

c) Professional fees of $8,500 (2014 - $10,500) to two companies controlled by two former officers of the Company.

d) Consulting fees of $18,500 (2014 - $18,000) to a former officer and two companies controlled by a former director and a former officer of the Company.

e) Investor relations fees of $7,000 (2014 - $Nil) to a company controlled by a director of the Company.

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. As at September 30, 2015, the Company recognized the advance to related party balance of $80,584 as current asset (June 30, 2015 - $84,207). During the period ended September 30, 2015, the Company paid or accrued $3,450 (2014 - $1,500) for office and sundry to the private company.

As at September 30, 2015, included in accounts payable is $14,165 (June 30, 2015 - $50,410) due to related parties. During the period ended September 30, 2015, the Company issued 720,000 common shares to settle outstanding debt of $45,000 with an officer and a director of the Company.

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:

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

Financial risk factors (cont'd…)

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 former director and former officer of the Company which provides office and administrative services to the Company. During the period ended September 30, 2015 the Company recuperated $3,450 from the private company.

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 September 30, 2015, the Company had a cash balance of $80,268 (June 30, 2015 - $2,304) to settle current liabilities of $134,686 (June 30, 2015 - $147,244). 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 payable and accrued liabilities are due within one year.

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.

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

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 (deficiency).

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 September 30, 2015, the Company:

a) Granted 450,000 options to a director exercisable at an exercise price of $0.05 per share for a period of five years.

b) Announced a non-brokered private placement (the "Financing") pursuant to which the Company will issue up to 10,000,000 flow-through shares at a purchase price of $0.075 per flow-through share (the "FT Shares") and up to 4,000,000 common shares at a purchase price of $0.05 per common share (the "NFT Shares") for total gross proceeds of $950,000.

   In connection with the Financing, the Company will pay an 8% cash finder's fee and issue 8% finder's warrants (the "Finder's Warrants"). The Finder's Warrants will be exercisable into common shares for a period of one year at an exercise price of $0.075 per common share. The issuance of the FT Shares, NFT Shares and Finder's Warrants will be subject to TSX Venture Exchange approval and once issued, subject to a fourth month hold period.

   Proceeds from the Financing will be used for exploration and development of the company's Duvay advanced gold project in Quebec, its Jessie Lake gold exploration project in Ontario and for general corporate purposes.