BIG SKY PETROLEUM CORPORATION

FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2019

(Expressed in US Dollars)

(Unaudited – Prepared by Management)

Contents

	Page
Notice of No Auditors Review of Interim Financial Statements	3
Statements of Financial Position	4
Statements of Comprehensive Income	5
Statements of Changes in Shareholders' Deficiency	6
Statements of Cash Flows	7
Notes to Financial Statements	8 - 14

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 an auditor has not reviewed the financial statements.

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

BIG SKY PETROLEUM CORPORATION

INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in US dollars)

	Notes		31-Mar 2019 (Unadited)		31-Dec 2018 (Audited)
Assets					
Accounts receivable			759		1,862
Cash			41,661		39,792
Total current assets			42,420		41,654
Total assets		$	42,420	$	41,654
Shareholders' Deficiency					
Share capital	4	$	10,559,429	$	10,559,429
Reserves	4		1,350,524		1,351,889
Deficit			(12,020,783)		(12,002,978)
Total shareholders' deficiency			(110,830)		(91,660)
Liabilities					
Due to related parties	5		92,904		75,648
Accounts payable and accrued liabilities			60,346		57,666
Total current liabilities			153,250		133,314
Total shareholders' deficiency and liabilities		$	42,420	$	41,654

These consolidated financial statements are authorized for issue by the Board of Directors on May 10, 2019.

They are signed on the Company's behalf by:

/s/Desmond M. Balakrishnan
Director

/s/Sean Bromley
Director

See notes to interim financial statements

BIG SKY PETROLEUM CORPORATION

INTERIM STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
(Expressed in US dollars)
(Unaudited)

	Notes		For the three months ended March 31, 2019		2018
General and administrative expenses					
Accounting, audit and legal fees	5	$	2,316	$	7,202
Consulting fees	5	$	13,898		-
Transfer agent, listing and filing fees			1,756		2,996
Office and administrative			35		32
			(18,005)		(10,230)
Other items					
Interest income			200		37
			200		37
Net income (loss) for the year			(17,805)		(10,193)
Exchange differences on translation of foreign operations and due to presentation currency			(1,365)		9,895
Total comprehensive income (loss) for the year		$	(19,170)	$	(298)
Basic and diluted loss per share from continuing operations		$	(0.00)	$	(0.00)
Weighted average number of common shares outstanding			12,427,064		2,427,067

See notes to interim financial statements

BIG SKY PETROLEUM CORPORATION
INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY
(Expressed in US dollars)

				Reserves				
	Number of Shares	Special Warrants	Share Capital	Stock-based Compensation	Finder's Warrants	Foreign Currency Translation	Deficit	Total Shareholders' Deficiency
Balance as at December 31, 2017	2,427,067	-	10,190,960	398,347	686,976	229,299	(11,915,345)	(409,763)
Net loss and comprehensive loss for the period	-	-	-	-	-	9,895	(10,193)	(298)
Special Warrants		-		-	-	-	-	
Balance as at March 31, 2018	**2,427,067**	**-**	**$ 10,190,960**	**$ 398,347**	**$ 686,976**	**$ 239,194**	**$ (11,925,538)**	**$ (410,061)**
Net loss and comprehensive loss for the period	-	-	-	-	-	11,719	(77,440)	(65,721)
Special Warrants		380,650		-	-	-	-	380,650
Shares issued upon conversion of special warrants	9,999,997	(380,650)	380,650	-	-	-	-	-
Share issuance costs	-		(12,181)		-	-	-	(12,181)
Share-based compensation	-		-	15,653		-	-	15,653
Balance as at December 31, 2018	**12,427,064**	**-**	**$ 10,559,429**	**$ 414,000**	**$ 686,976**	**$ 250,913**	**$ (12,002,978)**	**$ (91,660)**
Net loss and comprehensive loss for the period	-	-	-	-	-	**$ (1,365)**	(17,805)	(19,170)
Balance as at March 31, 2019	**12,427,064**	**-**	**$ 10,559,429**	**$ 414,000**	**$ 686,976**	**$ 249,548**	**$ (12,020,783)**	**$ (110,830)**

See notes to interim financial statements

BIG SKY PETROLEUM CORPORATION
INTERIM STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31
(Expressed in US dollars)
(Unaudited)

	2019	2018
Cash provided by (used in)		
Operating activities		
Net loss from continuing operations	$ (17,805)	$ (10,193)
Items not involving cash:		
Stock based compensation	-	-
Changes in non-cash working capital items:		
Accounts receivable	1,144	(269)
Due to related parties	15,060	5,714
Accounts payable and accrued liabilities	2,090	4,553
	18,294	9,998
Net cash provided by (used in) operating activities	488	(194)
Financing Activities		
Cash received from the sale of subsidiaries	-	
Proceeds from issuance of special warrants	-	-
Effects of exchange rate changes	1,380	(68)
Change in cash	1,869	(261)
Cash, beginning of the period	39,792	11,260
Cash, end of the period	$ 41,661	$ 10,999

See notes to interim financial statements

1. NATURE OF OPERATIONS AND GOING CONCERN

Big Sky Petroleum Corporation (the "Company") was incorporated under the *Canada Business Corporations Act* on February 3, 2006 and, effective July 6, 2009, changed its continuance out of the federal jurisdiction into the British Columbia jurisdiction under the *Business Corporations Act* (British Columbia). The Company traded under the symbol "BSP" on the TSX Venture Exchange (the "TSX-V" or "Exchange"). On May 26, 2016, the Company's shares began trading under the symbol "BSP.H" on the NEX Board of the Exchange.

The Company is a junior oil and gas company and has its registered office at Suite 1500, 1055 West Georgia Street, Vancouver, British Columbia, Canada, V6E 4N7.

On August 12, 2018, the Company completed a share consolidation of its common shares on the basis of 5 pre-consolidation common shares for 2 post-consolidation common shares. As a result of the share consolidation, all share and per share amounts have been retrospectively adjusted to reflect the share consolidation.

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to a going concern, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of operations. However, there are several conditions that may cast significant doubt on the Company's ability to continue as a going concern, including that, to date, the Company has not earned significant revenues and is considered to be in the exploration stage. The Company reported a net loss of $17,805 for the three months ended March 31, 2019 (2018 - $10,193) and had an accumulated deficit of $12,020,783 (December 31, 2018 - $12,002,978) and working capital deficiency of $110,830 as at March 31, 2019 (December 31, 2018 - $91,660). The Company has no source of operating revenues and its capacity to operate as a going concern in the near-term will likely depend on its ability to continue raising equity financing.

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 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 consolidated statements of financial position. The 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.

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 curtail expenditures and raise additional funds. The Company is experiencing, and has experienced, negative operating cash flows. The Company will continue to search for new or alternate sources of financing but anticipates that current market conditions may impact the ability to source such funds.

2. BASIS OF PREPARATION

(a) Statement of compliance

These financial statements have been prepared in accordance with IFRS, as issued by the International Accounting Standards Board ("IASB") and the IFRS Interpretations Committee ("IFRIC").

These financial statements have been prepared on a historical cost basis. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The accounting policies set out in note 3 have been applied consistently in all material respects. These financial statements, including comparatives, have been prepared on the basis of IFRS standards that are effective on March 31, 2019.

(b) Basis of preparation

These interim financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's December 31, 2018 annual financial statements.

The preparation of interim financial statements in conformity with IAS 34 requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. These interim financial statements do not include all of the information required for full annual financial statements.

These interim financial statements, including comparatives, have been prepared on the basis of IFRS standards that are published at the time of preparation.

3. SIGNIFICANT ACCOUNTING POLICIES

These unaudited interim financial statements do not include all note disclosures required by IFRS for annual financial statements, and therefore should be read in conjunction with the annual financial statements for the year ended December 31, 2018. In the opinion of management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. Operating results for the three months ended March 31, 2019 are not necessarily indicative of the results that may be expected for the year ending December 31, 2019.

4. SHARE CAPITAL AND RESERVES

(a) Authorized

The Company has authorized share capital of an unlimited number of common shares without par value.

(b) Issued and outstanding

The Company did not issue any common shares during the three month ended March 31, 2019 and 2018.

On August 12, 2018, the Company completed a share consolidation of its common shares on the basis of 5 pre-consolidation common shares for 2 post-consolidation common shares. As a result of the share consolidation, all share and per share amounts have been retrospectively adjusted to reflect the share consolidation. On August 13, 2018, the Company issued 9,999,997 share units on the automatic conversion of special warrants (note 4(c)). Each unit consists of one common share and once common share warrant. Each warrant entitles the holder to acquire one share at a price of CDN$0.05 per share for a period of 12 months from the date of issuance. The Company incurred $12,181 in issuance costs.

(c) Warrants and special warrants

On August 7, 2018, the Company issued 10,000,000 special warrants at CDN$0.05 per special warrant. Each special warrant automatically converted into one unit, without additional consideration. Each unit consists of one common share and one common share purchase warrant, which entitles the holder to acquire one common share at a price of CDN$0.05 per share for a period of 12 months from the date of issuance. As a result of the conversion of the special warrants, 9,999,997 warrants were issued with the common shares with an exercise price and weighted average price of $0.05 per share. The warrants entitle the holder to acquire a share of the Company for a period of 12 months

(d) Stock options

The Company has established a stock option plan that is administered by the Board of Directors of the Company with stock options granted to directors, management, employees, management company employees, agents and consultants. The number of common shares reserved for issuance of stock options is limited to a maximum of 10% of the total number of issued and outstanding shares. All options granted to date, vested immediately upon granting.

(Expressed in US dollars, unless otherwise indicated)

Stock option transaction and the number of stock options are summarized as follows:

Expiry date	Exercise Price ($CDN)	December 31, 2017	Expired/ Cancelled	Granted	December 31, 2018	Expired/Cancelled/ Granted	March 31, 2019
January 7, 2018	$ 3.00	4,000	(4,000)	-	-	-	-
June 22, 2023	$ 0.088	-	-	240,000	240,000	-	240,000
Options outstanding and exercisable		4,000	(4,000)	240,000	240,000	-	240,000
Weighted average exercise price ($CDN)		$ 3.00	$ 3.00	$ 0.088	$ 0.088	$ -	$ 0.088

As at March 31, 2019 the weighted average remaining contractual life of the stock options was 4.23 (2018 – 0.00) years.

(Expressed in US dollars, unless otherwise indicated)

5. RELATED PARTY TRANSACTIONS AND BALANCES

The aggregate value of transactions and outstanding balances relating to key management personnel and entities over which they have control or significant influence were as follows:

For the three months ended 31, 2019	Short-term benefits	Share-based Payments	Total
Companies controlled by Chief Executive Officer, President and a Director *	$ 18,000	$ -	$ 18,000
Total	$ 18,000	$ -	$ 18,000

For the three months ended March 31, 2018	Short-term benefits	Share-based Payments	Total
Companies controlled by Chief Executive Officer, President and a Director *	$ 4,631	$ -	$ 4,631
Total	$ 4,631	$ -	$ 4,631

* Included in accounting fees in the consolidated statements of comprehensive income.

Due to related parties	Services for	March 31, 2019	December 31, 2018
Company controlled by a director	Legal	46,547	45,595
Company controlled by a director	Accounting	8,643	8,063
Company controlled by a director	Consulting	37,714	21,990
Total		$ 92,904	$ 75,648

(a) In October 2017, the related party entered into two assignment agreements to assign Cdn$441,462 debt receivable from the Company to an arm's length party. As of March 31, 2019, $Nil was owed to this company for accounting services (2018 - $1,384).

Amounts due to related parties have no specific terms of repayment and are non-interest-bearing.

6. FINANCIAL INSTRUMENTS

The fair values of the Company's accounts receivable (net of Goods and Services Tax ("GST") receivable), and accounts payable and accrued liabilities approximate their carrying values due to the short-term maturity of these instruments. The Company's cash is valued based on quoted market prices.

Amounts due to related parties approximate their fair value, as they are due on demand.

The Company's financial instruments are exposed to certain financial risks, including foreign currency risk, credit risk, liquidity risk and interest risk.

(a) Foreign currency risk

The Company is affected by changes in exchange rates between the Canadian dollar and US dollar, which may adversely affect the Company's financial position, results of operations and cash flows. The Company has net monetary liabilities of approximately Cdn$148,114 (December 31, 2018 - Cdn$79,000). A 6% change in the absolute rate of exchange in US dollars would affect its net income by $8,886 (December 31, 2018 – $7,500).

(b) Credit risk

The Company's cash is held in a Canadian financial institution. Credit risk is managed by using major banks that are high credit quality financial institutions as determined by ratings agencies. The Company's accounts receivable (net of GST receivable) is nominal.

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company manages liquidity risk through the management of its capital structure.

Accounts payable and accrued liabilities and amounts due to related parties are due within twelve months of the statement of financial position date.

(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The risk that the Company will realize a loss as a result of a decline in the fair value of the cash is limited because they are generally held to maturity. The Company is not exposed to significant interest rate risk.

(Expressed in US dollars, unless otherwise indicated)

9. FINANCIAL INSTRUMENTS (Continued)

IFRS 7 establishes a fair value hierarchy that prioritizes the input to valuation techniques used to measure fair value as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table sets forth the Company's financial assets measured at fair value by level within the fair value hierarchy.

March 31, 2019	Level 1	Level 2	Level 3	Total
Accounts receivable	$ 759	$ -	$ -	$ 759
Cash	$ 41,661	$ -	$ -	$ 41,661

December 31, 2018	Level 1	Level 2	Level 3	Total
Accounts receivable	$ 1,862	$ -	$ -	$ 1,862
Cash	$ 39,792	$ -	$ -	$ 39,792

10. MANAGEMENT OF CAPITAL RISK

The Company's capital is comprised of amounts in shareholders' deficiency. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to maintain a flexible capital structure, which optimizes the costs of capital at an acceptable risk.

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 new 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 expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. There were no changes to the Company's approach to capital management during the three months ended March 31, 2019 and the Company is not subject to any externally imposed capital requirements.