



GTA RESOURCES AND MINING INC.

Financial Statements

March 31, 2014 and 2013

(Expressed in Canadian Dollars)

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March 31, 2014 and 2013

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of GTA Resources and Mining Inc. and the Management Discussion and Analysis are the responsibility of management and have been approved by the Board of Directors. The financial statements necessarily include some amounts that are based on management's best estimates, which have been made using careful judgement.

The financial statements have been prepared by management in accordance with International Financial Reporting Standards. Financial and operating data elsewhere in the Management Discussion and Analysis are consistent with the information contained in the financial statements.

In fulfilling their responsibilities, management of GTA Resources and Mining Inc. has developed and continue to maintain systems of internal accounting controls, and segregation of duties and responsibilities whenever possible.

Although no cost effective system of internal control will prevent or detect all errors and irregularities, these systems are designed to provide reasonable assurance that assets are safeguarded from loss or unauthorized use, transactions are properly recorded and the financial records are reliable for preparing the financial statements.

The Board of Directors carries out its responsibility for the financial statements principally through its Audit Committee, consisting of a majority of non-executive directors. The Audit Committee meets periodically with management and with the external auditors to discuss the results of audit examinations with respect to the adequacy of internal accounting controls, and to review and discuss the financial statements and financial reporting matters.

The financial statements have been audited by Grant Thornton LLP, who have full access to the Audit Committee, with and without the presence of management.

(signed)
Wayne Reid
President and Chief Executive Officer

(signed)
Brian Crawford
Chief Financial Officer

Burlington, Ontario
July 18, 2014

Independent auditor's report

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To the Shareholders of GTA Resources and Mining Inc.,

We have audited the accompanying financial statements of GTA Resources and Mining Inc., which comprise the statements of financial position as at March 31, 2014 and 2013, and the statements of operations and comprehensive loss, statements of changes in shareholders' equity and statements of cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of GTA Resources and Mining Inc. as at March 31, 2014 and 2013, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards.

Grant Thornton LLP

Toronto, Canada
July 18, 2014

Chartered Accountants
Licensed Public Accountants

GTA RESOURCES AND MINING INC.
STATEMENTS OF FINANCIAL POSITION
As at March 31, 2014 and 2013
(Expressed in Canadian Dollars)

	March 31,		March 31,	
	2014		2013	
Assets				
Current assets				
Cash and cash equivalents (Note 3)	\$	1,555,645	\$	4,084,031
Miscellaneous receivables (Note 4)		100,601		52,970
Prepaid expenses		12,352		6,649
		1,668,598		4,143,650
Property and equipment (Note 5)		10,405		19,276
Exploration and evaluation assets (Note 6)		5,476,815		3,844,986
	\$	7,155,818	\$	8,007,912
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	\$	299,651	\$	226,392
Liability for flow-through shares		-		239,573
		299,651		465,965
Shareholders' equity				
Share capital (Note 7)		8,850,550		8,635,550
Contributed surplus (Note 7)		1,669,364		1,630,655
Deficit		(3,663,747)		(2,724,258)
		6,856,167		7,541,947
	\$	7,155,818	\$	8,007,912

Commitments and contingencies (Note 14)
Subsequent event (Note 15)

Approved by the Board of Directors

“Wayne Reid”

Director

“Brian Crawford”

Director

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

GTA RESOURCES AND MINING INC.
STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
Years ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

	2014	2013
Operating expenses		
Filing and transfer agent fees	\$ 23,644	\$ 48,121
General and administration costs	605,046	670,703
Professional fees	35,778	66,493
Share-based compensation	38,709	213,869
Depreciation	8,871	7,459
	712,048	1,006,645
Loss before other income (expenses)	712,048	1,633,829
Write down of exploration and evaluation assets (Note 6)	(503,164)	-
Investment income	36,150	72,948
Loss before income taxes	1,179,062	933,697
Deferred tax benefit (Note 9)	(239,573)	(404,642)
Net loss and comprehensive loss	\$ 939,489	\$ 529,055
Basic and diluted loss per share	\$ (0.04)	\$ (0.02)
Weighted average number of shares outstanding	26,229,389	25,148,689

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

GTA RESOURCES AND MINING INC.
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

	Number of Shares	Common Shares Issued and Fully Paid	Contributed Surplus	Accumulated Deficit	Total
Balance, March 31, 2012	24,233,255	\$ 8,213,072	\$ 1,452,754	\$ (2,195,203)	\$ 7,470,623
Shares issued for exploration and evaluation assets	700,000	210,000	-	-	210,000
Options exercised	240,000	48,000	-	-	48,000
Stock options exercised	100,000	-	-	-	-
Warrants exercised	408,600	128,510	-	-	128,510
Transfer of contributed surplus on exercise of options	-	35,968	(35,968)	-	-
Share-based compensation	-	-	213,869	-	213,869
Loss and comprehensive loss	-	-	-	(529,055)	(529,055)
Balance, March 31, 2013	25,681,855	8,635,550	1,630,655	(2,724,258)	7,541,947
Stock options exercised	50,000	-	-	-	-
Shares issued for exploration and evaluation assets (Notes 6,7)	1,000,000	195,000	-	-	195,000
Shares issued for services	100,000	20,000	-	-	20,000
Share-based compensation	-	-	38,709	-	38,709
Loss and comprehensive loss	-	-	-	(939,489)	(939,489)
Balance, March 31, 2014	26,831,855	\$ 8,850,550	\$ 1,669,364	\$ (3,663,747)	\$ 6,856,167

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

GTA RESOURCES AND MINING INC.
STATEMENTS OF CASH FLOWS
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

	2014	2013
Operating activities		
Net loss and comprehensive loss for the year	\$ (939,489)	\$ (529,055)
Items not affecting cash and cash equivalents		
Deferred income tax	(239,573)	(404,642)
Depreciation	8,871	7,459
Share-based compensation	38,709	213,869
Write-down of exploration and evaluation assets	503,164	-
Change in non-cash working capital:		
Miscellaneous receivables	(47,631)	80,317
Prepaid expenses	(5,703)	34,802
Accounts payable and accrued liabilities	73,259	(75,649)
Net cash used in operating activities	(608,393)	(672,899)
Financing activities		
Issuance of common shares, net of issue costs	-	176,510
Net cash provided by financing activities	-	176,510
Investing activities		
Investment in and expenditures on exploration and evaluation assets	(1,919,993)	(1,668,960)
Purchase of property and equipment	-	(9,229)
Net cash used in investing activities	(1,919,993)	(1,678,189)
Net change in cash and cash equivalents	(2,528,386)	(2,174,578)
Cash and cash equivalents, beginning of year	4,084,031	6,258,609
Cash and cash equivalents, end of year	\$ 1,555,645	\$ 4,084,031
Supplemental schedule of non-cash transactions:		
Mineral property acquisition (Note 7)	\$ 195,000	\$ 210,000
Shares issued for services (Note 7)	20,000	-

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

GTA RESOURCES AND MINING INC.
NOTES TO THE FINANCIAL STATEMENTS
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS

GTA Resources and Mining Inc. (“GTA” or the “Company”) was incorporated pursuant to the provisions of the Business Corporations Act (Ontario) on August 9, 2006. The address of the Company’s registered office is 855 Brant Street, Burlington, Ontario L7R 2J6.

The Company is primarily engaged in the acquisition and exploration of mineral properties. To date, the Company has not earned significant revenues and is considered to be an exploration and evaluation stage company.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance and conversion to International Financial Standards

These financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”).

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

The policies applied in these financial statements are based on IFRS issued and effective as of December 31, 2013. The Board of Directors approved the financial statements on July 18, 2014.

Basis of Presentation

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.

Functional Currency

The presentation currency of the Company and the functional currency of the Company is the Canadian dollar.

Measurement Uncertainty

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Areas requiring the use of estimates include the rates of depreciation for property and equipment, the collectability of the sundry accounts receivable, the valuation of other assets and accruals, the impairment and recoverability of non-financial assets, the assumptions used in the determination of the fair value of financial instruments and stock-based compensation, and the recognition of deferred income tax assets. Management believes the estimates are reasonable; however, actual results could differ from those estimates and could impact future results of operations and cash flows.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Financial Instruments

Financial assets

All financial assets are recognized and derecognized on the trade date where the purchase or sale of a financial asset is under a contract whose terms require delivery of the financial asset within the time frame established by the market concerned, and are initially measured at fair value, plus transaction costs, except for those financial assets classified as at fair value through profit or loss which are initially measured at fair value.

Financial assets are classified into the following categories: at fair value through profit or loss' ("FVTPL"), 'held-to-maturity investments', 'available-for-sale' or 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

The Company has classified its cash and cash equivalents and miscellaneous receivables as loans and receivables. Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are initially recognized at the transaction value, including transaction costs and are subsequently measured at amortized cost. They are included in current assets.

Financial liabilities

Financial liabilities are classified as either 'at FVTPL' or 'other financial liabilities'.

Other financial liabilities:

Other financial liabilities are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortized cost using the effective interest method, with interest recognized on an effective yield basis.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest costs over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability or (where appropriate) to the net carrying amount on initial recognition.

The Company has classified its accounts payable and other liabilities as other financial liabilities.

De-recognition of financial liabilities:

The Company derecognizes financial liabilities when the obligations are discharged, cancelled or expire.

Impairment of financial assets:

Financial assets are assessed for indicators of impairment at the end of each reporting period. Financial assets are impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the financial assets have been negatively impacted.

GTA RESOURCES AND MINING INC.
NOTES TO THE FINANCIAL STATEMENTS
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Evidence of impairment could include:

- significant financial difficulty of the issuer or counterparty; or
- default or delinquency in interest or principal payments; or
- the likelihood that the borrower will enter bankruptcy or financial re-organization.

The carrying amount of a financial asset is reduced by any impairment loss directly for all financial assets with the exception of accounts receivable, where the carrying amount is reduced through the use of an allowance account. When an accounts receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited to income. Changes in the carrying amount of the allowance account are recognized in profit or loss. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through the statement of operations and comprehensive income (loss) to the extent that the carrying amount of the financial asset at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

Financial instruments recorded at fair value:

Financial instruments recorded at fair value on the statements of financial position are classified using a fair value hierarchy that reflects the reliability of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - valuation techniques based on 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 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at March 31, 2014 and March 31, 2013, none of the Company's financial instruments are recorded at fair value on the statement of financial position.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks, and other short-term highly liquid investments.

Mineral Exploration and Evaluation Assets

Acquisition costs for exploration and evaluation assets are capitalized and include the cash consideration paid and the fair value of common shares issued on acquisition, based on the trading price of the shares on the date of the agreement to issue the shares.

The Company is in the exploration stage with respect to its investment in mineral properties and follows the practice of capitalizing all costs relating to the acquisition of, exploration for and development of mineral properties. Such costs include, but are not exclusive to, geological, geophysical studies, exploratory drilling and sampling.

GTA RESOURCES AND MINING INC.
NOTES TO THE FINANCIAL STATEMENTS
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES - continued

The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain financing to complete development of the properties, and on future production or proceeds of disposition.

The Company recognizes in income costs recovered on mineral properties when amounts received or receivable are in excess of the carrying amount.

All capitalized exploration and evaluation expenditures are monitored for indications of impairment. Where a potential impairment is indicated, assessments are performed for each area of interest. To the extent that exploration expenditure is not expected to be recovered, it is charged to the results of operations. Exploration areas where reserves have been discovered, but require major capital expenditure before production can begin, are continually evaluated to ensure that commercial quantities of reserves exist or to ensure that additional exploration work is underway as planned.

The aggregate costs related to abandoned mineral properties are charged to operations at the time of any abandonment or when it has been determined that there is evidence of impairment. An impairment charge relating to a mineral property is subsequently reversed when new exploration results or actual or potential proceeds on sale or farmout of the property result in a revised estimate of the recoverable amount but only to the extent that this does not exceed the original carrying value of the property that would have resulted if no impairment had been recognized.

Property and Equipment

Recognition and measurement

On initial recognition, property and equipment are recorded at cost, being the purchase price and directly attributable cost of acquisition or construction required to bring the asset to the location and condition necessary to be capable of operating in the manner intended by the Company, including appropriate borrowing costs and the estimated present value of any future unavoidable costs of dismantling and removing items. The corresponding liability is recognized within provisions.

Property and equipment is subsequently carried at cost less accumulated depreciation, less any accumulated impairment losses, with the exception of land which is not depreciated.

When parts of an item of property and equipment have different useful lives, they are accounted for as separate items (major components) of plant and equipment.

Depreciation

Depreciation is recognized in profit or loss at the following annual rate:

Computer software	50% declining balance basis
Equipment	three year straight line

Additions during the year are depreciated at one-half the annual rates.

Depreciation methods, useful lives and residual values are reviewed at a minimum at each financial year-end and adjusted if appropriate.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Impairment of Non-financial Assets

At the end of each reporting period, the Company reviews the carrying amounts of its non-financial assets with finite lives to determine whether there is any indication that those assets have suffered an impairment loss. Where such an indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. The recoverable amount is the higher of an asset's fair value less disposal costs or its value in use. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. In addition, long-lived assets that are not amortized are subject to an annual impairment assessment.

Reversal of Impairment

An impairment loss is reversed if there is an indication that there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognized.

Restoration, Rehabilitation and Environmental Obligations

A legal or constructive obligation to incur restoration, rehabilitation and environmental costs may arise when environmental disturbance is caused by the exploration, development or ongoing production of a mineral property interest. Such costs arising from the decommissioning of plant and other site preparation work, discounted to their net present value, are provided for and capitalized to the carrying amount of the asset, as soon as the obligation to incur such costs arises. Discount rates using a pre-tax rate that reflects the time value of money are used to calculate the net present value. These costs are charged against profit or loss over the economic life of the related asset, through amortization using either a unit-of-production or the straight-line method as appropriate. The related liability is adjusted for each period for the unwinding of the discount rate and for changes to the current market-based discount rate, amount or timing of the underlying cash flows needed to settle the obligation. Costs for restoration of subsequent site damage that is created on an ongoing basis during production are provided for at their net present values and charged against profits as extraction progresses.

The Company has no material restoration, rehabilitation and environmental costs as at March 31, 2014 and March 31, 2013 as the disturbance to date is minimal.

Income Taxes

Income tax expense is comprised of current and deferred tax. Current tax and deferred tax are recognized in net income except to the extent that it relates to a business combination or items recognized directly in equity or in other comprehensive income (loss).

Current income taxes are recognized for the estimated income taxes payable or receivable on taxable income or loss for the current year and any adjustment to income taxes payable in respect of previous years. Current income taxes are determined using tax rates and tax laws that have been enacted or substantively enacted by the year-end date.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Deferred tax assets and liabilities are recognized where the carrying amount of an asset or liability differs from its tax basis, except for taxable temporary differences arising on the initial recognition of goodwill and temporary differences arising on the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting nor taxable profit or loss.

Recognition of deferred tax assets for unused tax losses, tax credits and deductible temporary differences is restricted to those instances where it is probable that future taxable profit will be available against which the deferred tax asset can be utilized. At the end of each reporting period the Company reassesses unrecognized deferred tax assets. The Company recognizes a previously unrecognized deferred tax asset to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Share-Based Compensation

The fair value of share options granted to employees at the date of grant is recognized as an expense over the vesting period with a corresponding increase in contributed surplus. An individual is classified as an employee when the individual is an employee for legal or tax purposes or provides services similar to those performed by a direct employee, including directors of the Company.

In situations where share options are issued to non-employees and some or all of the goods or services received by the Company as consideration cannot be specifically identified, the unidentified goods or services received (or to be received) are measured as the difference between the fair value of the share-based payment transaction and the fair value of any identified goods or services received at the grant date.

The fair value is measured at the grant date and recognized over the period during which the options vest. The fair value of the options granted is measured using the Black-Scholes option-pricing model, taking into account the terms and conditions upon which the options were granted. At the end of each reporting period, the amount recognized as an expense is adjusted to reflect the actual number of share options that are expected to vest. Stock option expense incorporates an expected forfeiture rate.

All equity settled share-based payments are reflected in contributed surplus, until exercised. Upon exercise, shares are issued from treasury and the amount reflected in contributed surplus is credited to share capital, adjusted for any consideration paid.

Share Capital

The proceeds from the exercise of stock options, warrants and escrow shares are recorded as share capital in the amount for which the option, warrant or escrow share enabled the holder to purchase a share in the Company.

Commissions paid to agents, and other related share issue costs, such as legal, auditing, and printing, on the issue of the Company's shares are charged directly to share capital.

Valuation of equity units issued in private placements

The Company has adopted a residual value method with respect to the measurement of shares and warrants issued as private placement units. The residual value method first allocates value to common shares issued in the private placements at their fair value as determined by the closing quoted bid price on the announcement date. The balance, if any, is allocated to the warrants. Any fair value attributed to the warrants is recorded as contributed surplus in shareholders' equity. Share issue costs are netted against share proceeds on a pro rata basis.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Flow-through Shares

The Company will from time to time, issue flow-through common shares to finance a significant portion of its exploration program. Pursuant to the terms of the flow-through share agreements, these shares transfer the tax deductibility of qualifying resource expenditures to the individual investors. On issuance, the Company bifurcates the flow-through share into i) a flow-through share premium, equal to the estimated premium if any, which is recognized as a liability, and ii) share capital. Upon qualifying expenditures being incurred, the Company derecognizes the premium liability and recognizes a deferred tax liability for the amount of tax reduction renounced to the shareholders. Any resulting deferred tax as a result of tax rate differential is recognized as a deferred tax recovery or expense.

Proceeds received from the issuance of flow-through shares are restricted to be used only for Canadian resource property exploration expenditures within a two-year period. The portion of the proceeds received but not yet expended at the year end is disclosed separately as flow-through share liability in Note 14.

The Company may also be subject to a Part XII.6 tax on flow-through proceeds renounced under the look-back Rule, in accordance with Government Canada flow-through regulations. When applicable, this tax is accrued as a financial expense until paid.

Loss per share

Basic loss per share is calculated using the weighted average number of common shares outstanding during the period. The Company uses the treasury stock method to compute the dilutive effect of options, warrants and similar instruments. Under this method, the dilutive effect on earnings per share is calculated presuming the exercise of outstanding options, warrants and similar instruments. It assumes that the proceeds of such exercise would be used to repurchase common shares at the average market price during the period. However, the calculation of diluted loss per share excludes the effects of various conversions and exercise of options and warrants that would be anti-dilutive.

Provisions

A provision is recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and the amount of the obligation can be reliably estimated. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

The Company had no material provisions at March 31, 2014 and March 31, 2013.

Recent Accounting Pronouncements

Certain pronouncements were issued by the IASB or the IFRS Interpretations Committee that are mandatory for accounting years beginning on or after April 1, 2013. Many are not applicable or do not have a significant impact to the Company and have been excluded from the list below. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

- (i) IFRS 9 Financial Instruments (“IFRS 9”) is a partial replacement of IAS 39 Financial Instruments: Recognition and Measurement (“IAS 39”). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2015.
- (ii) IAS 32 Financial Instruments: Presentation was amended to address inconsistencies in current practice when applying the offsetting criteria. The amendments clarify the meaning of ‘currently has a legally enforceable right of set-off’ and clarify that some gross settlement systems may be considered to net settlement. The amendment is effective for annual periods beginning on or after January 1, 2014. The adoption of this standard will not have a material impact on the Company’s financial statements.
- (iii) IFRIC 21 Levies is an interpretation of IAS 37 Provisions, Contingent Liabilities and Contingent Assets and establishes criteria for the recognition of a liability to pay levies imposed by governments, other than income taxes. The interpretation clarifies that the obligating event which give rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. IFRIC 21 is effective for annual periods beginning on or after April 1, 2014. The adoption of this standard is not expected to have a material impact on the Company’s financial statements.

Accounting Pronouncements Adopted

The following accounting pronouncements were adopted by the Company effective April 1, 2013 and had no material impact on the financial statements:

- (i) IFRS 10 Consolidated Financial Statements (“IFRS 10”) requires an entity to consolidate an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Under previous IFRS, consolidation was required when an entity had the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. IFRS 10 replaces SIC-12 *Consolidation - Special Purpose Entities* and parts of IAS 27 *Consolidated and Separate Financial Statements*.
- (ii) IFRS 11 Joint Arrangements (“IFRS 11”) requires a venturer to classify its interest in a joint arrangement as a joint venture or joint operation. Joint ventures will be accounted for using the equity method of accounting whereas for a joint operation the venture will recognize its share of the assets, liabilities, revenue and expenses of the joint operation. Under previous IFRS, entities had the choice to proportionately consolidate or equity account for interests in joint ventures. IFRS 11 supersedes IAS 31 *Interests in Joint Ventures* and SIC-13 *Jointly Controlled Entities - Non-monetary Contributions by Venturers*.
- (iii) IFRS 12 Disclosure of Interests in Other Entities (“IFRS 12”) establishes disclosure requirements for interests in other entities, such as joint arrangements, associates special purpose vehicles and off balance sheet vehicles. The standard carries forward existing disclosures and also introduces significant additional disclosure requirements that address the nature of, and risks associated with, an entity’s interests in other entities.

GTA RESOURCES AND MINING INC.
NOTES TO THE FINANCIAL STATEMENTS
Years Ended March 31, 2014 and 2013
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES - continued

- (iv) IFRS 13 Fair Value Measurement (“IFRS 13”) is a comprehensive standard for fair value measurement and disclosure requirements for use across all IFRS standards. The new standard clarifies that fair value is the price that would be received to sell an asset, or paid to transfer a liability in an orderly transaction between market participants, at the measurement date. It also establishes disclosures about fair value measurement. Under previous IFRS, guidance on measuring and disclosing fair value was dispersed among the specific standards requiring fair value measurements and in many cases did not reflect a clear measurement basis or consistent disclosures.

There are no other IFRS or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Company.

3. CASH AND CASH EQUIVALENTS

The components of cash and cash equivalents are as follows:

	March 31, 2014	March 31, 2013
Cash at bank	\$ 96,523	\$ 261,057
Guaranteed investment certificates	1,459,122	3,822,974
	\$ 1,555,645	\$ 4,084,031

4. MISCELLANEOUS RECEIVABLES

The components of miscellaneous receivables are as follows:

	March 31, 2014	March 31, 2013
Miscellaneous receivables	\$ 31,197	\$ 14,858
Government entity receivables	69,404	38,112
	\$ 100,601	\$ 52,970

5. PROPERTY AND EQUIPMENT

	Computer Software	Equipment	Total
Cost			
Balance March 31, 2012	\$ 1,350	\$ 17,000	\$ 18,350
Additions	-	9,229	9,229
Balance March 31, 2013	1,350	26,929	27,579
Additions	-	-	-
Balance March 31, 2014	\$ 1,350	\$ 26,229	\$ 27,579

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5. PROPERTY AND EQUIPMENT - continued

Accumulated depreciation

Balance March 31, 2012	\$	844	-	\$	844
Depreciation expense		253	7,206		7,459
Balance March 31, 2013		1,097	7,206		8,303
Depreciation expense		127	8,744		8,871
Balance March 31, 2014	\$	1,224	\$ 15,950	\$	17,174
Carrying amounts:					
At March 31, 2013	\$	253	\$ 19,023	\$	19,276
At March 31, 2014	\$	126	\$ 10,279	\$	10,405

6. EXPLORATION AND EVALUATION ASSETS

	Auden Property	Northshore Property	Squid East Property	Total
Balance, March 31, 2012	\$ 1,228,732	\$ 737,294	\$ -	\$ 1,966,026
Acquisition costs	-	200,700	50,000	215,000
Deferred exploration costs	2,107	1,616,462	9,691	541,369
Balance, March 31, 2013	1,230,839	2,554,456	59,691	3,844,986
Acquisition costs	50,081	240,000	-	290,081
Deferred exploration costs	931,051	470,388	443,473	1,844,912
Write downs	-	-	(503,164)	(503,164)
Balance, March 31, 2014	\$ 2,211,971	\$ 3,264,844	\$ -	\$ 5,476,815

Auden

On June 21, 2010, the Company completed the acquisition of the Auden property located in Northern Ontario from 1518164 Ontario Inc., an unrelated party. Pursuant to the terms of the Acquisition Agreement, the Company acquired a 100% interest in and to the Auden Property in consideration for the issuance of 5,074,855 common shares.

The Auden property is subject to a 3% net smelter return and a 10% gross overriding in royalty in favour of the shareholders of the previous owner of the claims. The Company may purchase one-half of each royalty for an aggregate amount of \$2,000,000 at any time.

As at March 31, 2014, the Auden property consisted of 118 unpatented mining claims comprising 1,748 claim units covering 27,967 hectares in a largely contiguous block.

The Company has incurred exploration expenditures of \$77,381 and \$1,008,432 to March 31, 2013 and to March 31, 2014 respectively.

6. EXPLORATION AND EVALUATION ASSETS - continued

The Company is required by the Ministry of Northern Development and Mines to incur annual qualifying exploration and development expenditures in order to maintain its unpatented claims in good standing. As at March 31, 2014, the Company has incurred the required amount of expenditures.

Northshore

On July 27, 2011 the Company and Balmoral Resources Ltd. ("Balmoral") entered into an Option Agreement whereby the Company has been granted the right to acquire up to a 70% interest in Balmoral's interest in the Northshore Property.

Under the terms of the Option Agreement, the Company may earn an initial 51% interest ("First Option") in the Northshore Property by making cash payments to Balmoral of \$50,000, issuing in favour of Balmoral 2,500,000 common shares of GTA and incurring a minimum of \$2,500,000 in eligible exploration expenditures on the Property over a three-year period from receipt of regulatory approval. A cash payment of \$10,000, issuance of 1,000,000 shares and a year one exploration expenditure of \$350,000 (including the production of a 43-101 technical report) are firm commitments by GTA under the Option Agreement. The Company has made cash payments of \$70,000 and issued 2,500,000 common shares under the terms of the Option Agreement (1,000,000 common shares (\$195,000) during the year (Note 7). In addition the Company has incurred exploration expenditures of \$2,138,756 and \$2,609,144 to March 31, 2013 and to March 31, 2014, respectively.

Upon exercise of the First Option outlined above, the Company will have the right to elect to proceed with a Second Option, under which the Company would have the ability to earn an additional 19% interest in the Northshore Property by making an additional cash payment of \$100,000, issuing an additional 1,000,000 shares in favour of Balmoral upon exercising its right and incurring additional exploration expenditures totalling \$3,000,000 over an additional 24 month time frame.

A portion of the property is subject to a variable (2% to 5%) net smelter return royalty on gold production from the claims.

The Company and Balmoral, after the exercise of either the first or second options, will form a joint venture for future development of the property.

Squid East

On February 27, 2013 the Company and Metals Creek Resources Corp. entered into a Letter Agreement whereby the Company was granted the right to acquire up to a 70% interest in Metals Creek's interest in the Squid East Property.

Under the terms of the Letter Agreement, the Company could earn an initial 51% interest ("First Option") in the Squid East Property by making cash payments to Metals Creek of \$60,000, issuing in favour of Metals Creek 2,000,000 common shares of GTA and incurring a minimum of \$2,000,000 in eligible exploration expenditures on the Property over a three-year period from receipt of regulatory approval.

Upon exercise of the First Option outlined above, the Company had the right to elect to proceed with a Second Option, under which the Company would have the ability to earn an additional 19% interest in the Squid East Property by making an additional cash payment of \$100,000, issuing an additional 1,000,000 shares in favour of Metals Creek upon exercising its right and incurring additional exploration expenditures totalling \$1,000,000 over an additional 24 month time frame.

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6. EXPLORATION AND EVALUATION ASSETS - continued

A cash payment of \$20,000, issuance of 200,000 shares and a year one exploration expenditure of \$500,000 were firm commitments by GTA under the Letter Agreement. The Company made cash payment of \$20,000 and issued 200,000 common shares during the year ended March 31, 2013. In addition the Company has incurred cumulative exploration expenditures of \$9,691 and \$453,164 to March 31, 2013 and to March 31, 2014, respectively.

On January 9, 2014, the Company announced it would not continue exploration activities on the Squid East Property. As a result the Company has no further interest in and has written off the carrying amounts related to the Squid East Property.

7. SHARE CAPITAL

Authorized

Unlimited number of common shares

Issued

	Number of Shares	Share Capital	Contributed Surplus
Balance, March 31, 2012	24,233,255	\$ 8,213,072	\$ 1,452,754
Stock options exercised	100,000	-	-
Shares issued for exploration and evaluation assets	700,000	210,000	-
Options exercised	240,000	48,000	-
Warrants exercised	408,600	128,510	-
Transfer from contributed surplus on exercise of option	-	35,968	(35,968)
Share-based compensation	-	-	213,869
Balance, March 31, 2013	25,681,855	8,635,550	1,630,655
Shares issued for acquisition of mining claims (Note 6)	1,000,000	195,000	-
Shares issued for services	100,000	20,000	-
Share-based compensation	-	-	38,709
Stock options exercised	50,000	-	-
Balance, March 31, 2014	26,831,855	\$ 8,850,550	\$ 1,669,634

Share issuances

- i. During the year ended March 31, 2014:
 - a. On September 27, 2013 the Company issued 1,000,000 common shares as its third payment to acquire the Northshore Property.
 - b. On October 24, 2013 the Company issued 100,000 common shares as partial consideration for the execution of an exploration agreement with respect to the Auden Property. The Company is holding the shares in trust for the recipient.
 - c. On June 7, 2013 the Company issued 50,000 common shares as the final payment for mineral claims acquired in June 2011.

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7. SHARE CAPITAL - continued

- ii. During the year ended March 31, 2013:
 - a. On each of June 7, 2012 and December 7, 2012 the Company issued 50,000 common shares as partial payment for mineral claims acquired in June 2011.
 - b. On September 5, 2012 the Company issued 500,000 common shares as its second payment to acquire the Northshore Property.
 - c. On March 7, 2013 the Company issued 200,000 common shares as consideration to acquire its initial interest in the Squid East Property.
 - d. Issued 240,000 common shares at \$0.20 per share pursuant to the exercise of stock options.
 - e. Issued 290,000 common shares at \$0.30 per share pursuant to the exercise of warrants issued on June 10, 2010.
 - f. Issued 110,666 common shares at \$0.35 per share pursuant to the exercise of warrants issued December 23, 2011.
 - g. Issued 7,934 common shares at \$0.35 per share pursuant to the exercise of agent's warrants issued on December 23, 2011.

8. WARRANTS

The following common share purchase warrants entitle the holders thereof the right to purchase one common share for each common share purchase warrant. Warrants transactions are summarized as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, March 31, 2012	2,612,291	\$ 1.02
Warrants expired	(100,000)	\$ 0.30
Warrants exercised	(408,600)	\$ 0.30
Balance, March 31, 2013	2,103,691	\$ 1.19
Warrants expired	(2,103,691)	\$ 1.19
Balance, March 31, 2014	-	\$ -

As at March 31, 2014 there were no warrants outstanding.

9. SHARE-BASED COMPENSATION

The Company has a formal stock option plan in accordance with the policies of the TSX Venture Exchange (the "Exchange") under which it is authorized to grant options to directors, officers, employees and consultants to purchase common shares of the Company. The stock option plan is a rolling plan and the maximum number of authorized but unissued shares available to be granted shall not exceed 10% of its issued and outstanding common shares. Each stock option granted is for a term not exceeding five years unless otherwise specified. Outstanding options vest immediately at date of grant. Options granted to investor relations personnel vest in accordance with Exchange regulations.

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9. SHARE-BASED PAYMENTS - continued

A summary of the status of the stock option plan and changes for the year ended March 31, 2014 are presented below:

During the year

Grant date	Expiry date	Exercise Price	Opening Balance	Granted	Exercised	Cancelled	Closing Balance	Vested and Exercisable
April 19, 2012	April 19, 2014	\$1.05	200,000	-	-	-	200,000	200,000
June 21, 2010	June 21, 2015	\$0.20	230,000	-	(50,000)	-	180,000	180,000
February 23, 2012	February 23, 2017	\$1.00	325,000	-	-	(315,000)	10,000	10,000
March 22, 2012	March 22, 2017	\$0.90	1,425,000	-	-	(555,000)	870,000	870,000
September 18, 2012	September 18, 2017	\$0.50	75,000	-	-	(37,500)	37,500	37,500
December 1, 2012	December 1, 2017	\$0.50	200,000	-	-	(100,000)	100,000	100,000
November 6, 2013	November 6, 2018	\$0.20	-	265,000	-	-	265,000	265,000
			<u>2,455,000</u>	<u>265,000</u>	<u>(50,000)</u>	<u>(1,007,500)</u>	<u>1,662,500</u>	<u>1,662,500</u>
Weighted average exercise price			<u>\$0.82</u>	<u>\$0.92</u>	<u>\$0.20</u>	<u>\$0.88</u>	<u>\$0.70</u>	<u>\$0.70</u>

A summary of the status of the stock option plan and changes for the year ended March 31, 2013 are presented below:

During the year

Grant date	Expiry date	Exercise Price	Opening Balance	Granted	Exercised	Forfeited	Closing Balance	Vested and Exercisable
June 21, 2010	June 21, 2015	\$0.20	470,000	-	(240,000)	-	230,000	230,000
February 23, 2012	February 23, 2014	\$1.00	325,000	-	-	-	325,000	325,000
March 22, 2012	March 22, 2017	\$0.90	1,425,000	-	-	-	1,425,000	1,425,000
April 19, 2012	April 19, 2014	\$1.05	-	200,000	-	-	200,000	200,000
September 18, 2012	September 18, 2017	\$0.50	-	75,000	-	-	75,000	75,000
December 1, 2012	December 1, 2017	\$0.50	-	200,000	-	-	200,000	200,000
			<u>2,220,000</u>	<u>475,000</u>	<u>(240,000)</u>	<u>-</u>	<u>2,455,000</u>	<u>2,455,000</u>
Weighted average exercise price			<u>\$0.20</u>	<u>\$0.73</u>	<u>\$0.20</u>	<u>-</u>	<u>\$0.82</u>	<u>\$0.82</u>

The average share price was \$0.15 at the time the options were cancelled.

The weighted average fair value at grant date of options granted during the year ended March 31, 2014 was \$0.15 per option (year ended March 31, 2013: \$0.22).

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9. SHARE-BASED PAYMENTS - continued

The weighted average remaining contractual life of the options outstanding at March 31, 2014 is 2.01 years.

Options Issued to Employees

The fair value at grant date is determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date, the expected price volatility of the underlying share, the expected dividend yield, expected forfeitures and the risk free interest rate for the term of the option.

Options Issued to Non-Employees

Options issued to non-employees are measured based on the fair value of the goods or services received, at the date of receiving those goods or services. If the fair value of the goods or services received cannot be estimated reliably, the options are measured by determining the fair value of the options granted using the Black-Scholes option pricing model.

The model inputs for options granted during the years ended March 31, 2014 and 2013 include:

Grant date	Expiry date	Share price at grant date	Exercise price	Risk-free interest rate	Expected life	Volatility factor	Dividend yield
November 6, 2013	November 6, 2018	\$0.16	\$0.20	1.63%	5 years	156%	0%
March 22, 2012	March 22, 2017	\$0.65	\$0.90	1.67%	5 years	166%	0%
February 23, 2012	February 23, 2017	\$0.98	\$1.00	1.47%	5 years	167%	0%
June 21, 2010	June 21, 2015	\$0.18	\$0.20	4.15%	5 years	40%	0%

The expected volatility is based on the historical volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility due to publicly available information. The risk free rate of return is the yield on a zero-coupon Canadian Treasury bill of a term consistent with the assumed option life. The expected average option term is the average expected period to exercise, based on the historical activity patterns for each individually vesting tranche.

Option pricing models require the input of highly subjective assumptions, including the expected price volatility. Changes in these assumptions can materially affect the fair value estimate and, therefore, the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options.

Total expenses arising from the share-based payment transactions recognized during the year as part of share-based compensation expense was \$38,709 (March 31, 2013: \$213,869).

As at March 31, 2014 there was \$nil (March 31, 2013: \$3,349) of total unrecognized compensation cost related to unvested share-based compensation.

Total expenses arising from the share-based payment transactions that were capitalized during the year as part of exploration and evaluation asset acquisition costs were \$215,000 (March 31, 2013: \$210,000).

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10. INCOME TAXES

(a) Provision for Income Taxes

The following table reconciles the expected income tax provision at the statutory income tax rate of 26.5% (2013 - 26.5%) to the amounts recognized in the statements of loss and comprehensive loss:

	March 31, 2014	March 31, 2013
Loss before income taxes	\$ (1,179,062)	\$ (933,697)
Expected income tax recovery at the statutory tax rate	(312,451)	(247,430)
Write off of resource related assets	133,338	-
Share-based compensation	10,258	56,675
Share issue costs	(31,033)	(31,033)
Other	(172)	(392)
Benefit of tax losses not recognized	200,060	222,180
Flow-through premium	(239,573)	(404,642)
Income tax recovery	\$ (239,573)	\$ (404,642)

Provision for income taxes consists of the following:

Current income taxes (recovery)	\$ -	\$ -
Deferred income taxes (recovery)	(239,573)	(404,642)
	\$ (239,573)	\$ (404,642)

(b) Deferred tax balances

Deferred income tax assets (liabilities):

Resource related liability	\$ (253,947)	\$ (428,362)
Non-capital losses realized	252,940	429,048
Property and equipment	1,007	(127)
	\$ -	\$ -

The following temporary differences have not been recognized in the financial statements.

	March 31, 2014	March 31, 2013
Capital losses carried forward	\$ 50,000	\$ 50,000
Share issuance costs	-	205,125
Intangible assets	-	51,885
Resource related assets	1,859,879	752,106
Investment tax credits carried forward	32,782	14,014
	\$1,942,661	\$ 1,073,130

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10. INCOME TAXES - continued

(c) Tax loss carry-forwards

As at March 31, 2014, the Company had approximately \$2,697,691 (2013 - \$1,944,043) of non-capital losses which can be used to reduce taxable income in future years. The non-capital losses expire at dates as described below:

2027	\$ 176
2028	58,934
2029	86,329
2030	76,063
2031	260,596
2032	623,532
2033	838,413
2034	753,648
	<hr/>
	\$ 2,697,691

The Company also has \$50,000 (2013 - \$50,000) of capital losses carried forward which can be utilized to reduce capital gains in future years. The capital losses carried forward do not have an expiry date.

11. RELATED PARTY TRANSACTIONS

Related parties include the Board of Directors and officers, close family members and enterprises that are controlled by these individuals as well as certain consultants performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties).

The Company had the following transactions in the normal course of operations with related parties:

	<u>Year ended</u>	
	March 31, 2014	March 31, 2013
Management fees (i)	\$ 362,500	\$ 290,000
Mineral property-exploration expenditures (i), (ii)	\$ 168,000	\$ 273,165
Office rent and supplies (iii)	\$ 70,767	\$ 70,098
Equipment (iv)	\$ 16,608	\$ 2,900
Share-based compensation	\$ 38,709	\$ 53,111
Directors' fees	\$ -	\$ 18,250

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11. RELATED PARTY TRANSACTIONS - continued

- (i) The Company paid \$147,500 (2013 - \$120,000) in management fees to the President of the Company; \$107,500 (2013 - \$120,000) to the CFO of the Company, \$107,500 (2013-\$50,000) to the Executive Vice President of the Company; and \$168,000 (2013 - \$192,000) in mineral property exploration consulting costs to the VP of Exploration.
- (ii) The Company paid \$nil (2013 - \$56,755) to two directors of the Company for mineral property exploration consulting fees.
- (iii) The Company paid \$70,767 (2013 - \$70,098) for rent, supplies and administrative expenses to private companies controlled by directors and officers of the Company.
- (iv) The Company paid \$16,608 (2013 - \$2,900) to the VP of Exploration for equipment rental in connection with mineral property exploration activity.

Net accounts payable and accrued liabilities include \$56,124 (2013 - \$72,167) due to related parties. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company classified its cash as loans and receivables; miscellaneous receivables as loans and receivables; and accounts payable and accrued liabilities, as other financial liabilities. The carrying values of cash, miscellaneous receivables, accounts payable and accrued liabilities approximate their fair values due to the expected maturity of these financial instruments. The fair value of amounts due to related parties has not been disclosed as their fair values cannot be reliably measured since the parties are not at arm's length.

The Company's risk exposure and the impact on the Company's financial instruments are summarized below:

(a) Credit risk

Concentration of credit risk exists with respect to the Company's cash as all amounts are held at a single major Canadian financial institution.

The Company's concentration of credit risk and maximum exposure is as follows:

	March 31, 2014	March 31, 2013
Cash and cash equivalents	\$ 1,555,645	\$ 4,084,031
Miscellaneous receivables	100,601	52,970

The credit risk associated with cash is minimized by ensuring it is placed with a major Canadian financial institution with a strong investment-grade rating issued by a primary ratings agency. The credit risk associated with miscellaneous receivables is minimized as it is remittances receivable from a government agency.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they fall due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it will have sufficient funds to meet liabilities when due. The Company manages its liquidity risk by forecasting cash flows required for operations and anticipated investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT - continued

The business of mining and exploration involves a high degree of risk and there can be no assurance that exploration programs will result in profitable mining operations. The Company has significant cash to meet its requirements for administrative overhead, to conduct due diligence on mineral property acquisition targets, and to conduct exploration of its mineral properties and mineral properties that may be acquired.

The Company does not generate cash flows from operations to fund its activities and therefore relies principally upon the issuance of securities for financing. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. The Company intends to continue relying upon the issuance of securities to finance its future activities but there can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company.

(c) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign currency risk and other price risk.

i. Interest rate risk

The Company's cash and cash equivalents consist primarily of cash held in bank accounts and term deposits with banks. Due to the short-term nature of this financial instrument, fluctuations in market rates do not have a significant impact on estimated fair value as of March 31, 2014. The Company manages interest rate risk by maintaining an investment policy that focuses primarily on preservation of capital and liquidity. Accordingly, the Company is not subject to interest rate risk.

ii. Foreign currency risk

During the year ended March 31, 2014, the Company is not exposed to material foreign currency risk.

iii. Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk, foreign currency risk or commodity price risk. The Company has no financial instruments exposed to other price risk.

13. 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 advance its mineral properties. In order to facilitate the management of its capital requirements, the Company prepares periodic budgets that are updated as necessary. The Company manages its capital structure and makes adjustments to it to effectively support the acquisition and exploration of mineral properties. The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for general administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

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13. CAPITAL MANAGEMENT - continued

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company monitors its cash, common shares, warrants and stock options as capital. There were no changes in the Company's approach to capital management during the year ended March 31, 2014. The Company's investment policy is to hold cash in interest bearing bank accounts and highly liquid short-term interest bearing investments with maturities of one year or less and which can be liquidated at any time without penalties. The Company is not subject to externally imposed capital requirements and does not have exposure to asset-backed commercial paper or similar products. The Company expects its current capital resources to be sufficient to carry out its planned exploration programs and operating costs for the next twelve months.

14. COMMITMENTS AND CONTINGENCIES

Flow-through Shares

On issuance, the Company bifurcates the flow-through share into i) a flow-through share premium, equal to the estimated premium if any, investors pay for the flow-through feature, which is recognized as a liability, and ii) share capital. Upon expenses being incurred, the Company derecognizes the liability and recognizes a deferred tax liability for the amount of tax reduction renounced to the shareholders. The premium is recognized as other income and the related deferred tax is recognized as a tax provision. The liability for flow-through shares is the liability portion (the premium) of the flow-through shares issued for the amount of the premium on flow-through funds that at March 31, 2013 have not been used to incur qualifying exploration expenditures. The following is a continuity schedule of the commitment for the flow-through shares issuances.

Balance at March 31, 2012	\$	2,576,860
Settlement of flow-through share liability on incurring expenditures		(1,618,568)
Balance at March 31, 2013		958,292
Settlement of flow-through share liability on incurring expenditures		(958,292)
Balance at March 31, 2014	\$	-

The Company completed a flow-through share financing in March 2012, incurring a commitment to incur exploration expenditures of \$2,766,200 by December 31, 2013. As at March 31, 2014 the Company had fulfilled all of its commitment in relation to the March 2012 flow-through share financing.

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15. SUBSEQUENT EVENT

On April 25, 2014 the Company entered into an Option Agreement with an individual and a private company to acquire a 100% interest in mining claims comprising the Ivanhoe Property in Northeastern Ontario.

Under the terms of the Option Agreement, GTA can earn a 100% interest in the Ivanhoe Property by making staged cash payments totaling \$260,000 and share issuances totaling 1,000,000 common shares over a 5 year period, and incurring minimum exploration expenditures of \$250,000 over a two year period. The Company may elect to accelerate some or all of the cash and share payments in order to exercise the Option at an earlier time. The Company issued 200,000 common shares and made cash payments of \$45,000.

The vendors will retain a 3% Net Smelter Royalty, half of which can be purchased for \$1,500,000.

On July 14, 2014 the Company, pursuant to the Northshore Option Agreement, delivered to Balmoral the Exercise Notice to vest the Company's initial 51% interest in the Northshore Property. GTA has the right to acquire an additional 19% interest in the Northshore Property under a Second Option and has 30 days to advise Balmoral whether it will do so, or elect to form a 51/49 joint venture on the Property with Balmoral.

On July 16, 2014 the Company announced that it intends to raise up to \$500,000 of flow-through financing by completing a non-brokered private placement.