GTA RESOURCES AND MINING INC.

Condensed Interim Financial Statements

December 31, 2017

(Unaudited)

(Expressed in Canadian Dollars)

These condensed interim financial statements have not been reviewed by the Company's auditors.

GTA RESOURCES AND MINING INC.
(Unaudited)
(Expressed in Canadian Dollars)

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December 31, 2017 and 2016

GTA RESOURCES AND MINING INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited)
(Expressed in Canadian Dollars)

As at		December 31, 2017		March 31, 2017
Assets				
Current assets				
Cash and cash equivalents	$	212,022	$	80,391
Miscellaneous receivables		44,056		51,273
Prepaid expenses		9,164		5,519
		265,242		137,183
Exploration and evaluation assets (Note 4)		5,260,752		5,688,318
	$	5,525,994	$	5,825,501
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	$	197,203	$	54,107
Liability for flow-through shares (Note 9)		35,796		-
		232,999		54,107
Shareholders' equity				
Share capital (Note 5)		10,291,650		9,886,667
Contributed surplus (Note 5)		238,973		197,509
Deficit		(5,237,628)		(4,312,782)
		5,292,995		5,771,394
	$	5,525,994	$	5,825,501

Commitments and contingencies (Note 9)

Approved by the Board of Directors

“Peter M. Clausi”	“Brian Crawford”
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Director	Director

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

GTA RESOURCES AND MINING INC.
CONDENSED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(Unaudited)
(Expressed in Canadian Dollars)

	Three Months Ended December 31		Nine Months Ended December 31	
	2017	**2016**	**2017**	**2016**
Operating expenses				
Filing and transfer agent fees	$ 8,391	$ 5,921	$ 18,550	$ 21,937
General and administration costs	118,975	93,057	295,120	235,254
Professional fees	8,535	7,056	22,625	23,453
Share-based compensation	-	15,713	41,166	70,794
	135,901	121,747	377,461	351,438
Loss before other(income) expenses	135,901	121,747	377,461	351,438
Write down of exploration and evaluation assets	-	-	574,538	9,000
Gain on sale of investments	-	(109,184)	-	(109,184)
Loss before income taxes	135,901	12,563	951,999	251,254
Deferred tax benefit	(18,781)	(8,341)	(19,054)	(45,426)
Net loss and comprehensive loss	$ 117,120	$ 4,222	$ 932,945	$ 205,828
Basic and diluted loss per share	$ (0.00)	$ (0.00)	$ (0.02)	$ (0.01)
Weighted average number of shares outstanding	47,183,703	40,972,942	44,100,419	39,407,655

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

GTA RESOURCES AND MINING INC.
CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Unaudited)
(Expressed in Canadian Dollars)

	Number of Shares	Common Shares Issued and Fully Paid	Contributed Surplus	Accumulated Deficit	Total
Balance, March 31, 2016	33,306,855	$ 9,505,934	$ 706,112	$ (4,130,993)	$ 6,081,053
Private placement	6,640,000	332,000	-	-	332,000
Share issue costs		(14,535)	-	-	(14,535)
Flow-through share premium		(49,400)	-	-	(49,400)
Broker warrants issued		(7,588)	7,588	-	-
Share based compensation		-	70,794	-	70,794
Shares issued for exploration and		-	-	-	-
evaluation assets	200,000	9,000	-	-	9,000
Options exercised	20,000	1,400	-	-	1,400
Transfer of contributed surplus on					
exercise of options		1,335	(1,335)	-	-
Warrants exercised	700,000	41,000	-	-	41,000
Broker warrants exercised	160,000	9,600	-	-	9,600
Loss for the period		-	-	(204,762)	(204,762)
Balance, December 31, 2016	41,026,855	9,828,746	783,159	(4,335,755)	6,276,150
Warrants exercised	250,000	21,070	(6,070)	-	15,000
Options exercised	325,000	19,375	-	-	19,375
Transfer of contributed surplus on					
exercise of options		17,476	(17,476)	-	-
Options expired		-	(562,104)	562,104	-
Loss for the period		-	-	(539,131)	(539,131)
Balance, March 31, 2017	41,601,855	9,886,667	197,509	(4,312,782)	5,771,394
Private placement	8,645,000	440,750	-	-	440,750
Share issue costs		(23,770)			(23,770)
Broker warrants issued		(8,397)	8,397	-	-
Options expired		-	(8,099)	8,099	-
Share based compensation		-	41,166	-	41,166
Warrants exercised	250,000	15,000	-	-	15,000
Shares issued for exploration and					
evaluation assets	750,000	36,250	-	-	36,250
Flow-through share premium		(54,850)	-	-	(54,850)
Loss for the period				(932,945)	(932,945)
Balance, December 31, 2017	51,246,855	$ 10,291,650	$ 238,973	$ (5,237,628)	$ 5,292,995

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

GTA RESOURCES AND MINING INC.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)
(Unaudited)

Nine months ended December 31		2017		2016
Operating activities				
Net loss and comprehensive loss for the period	$	(932,945)	$	(205,828)
Items not affecting cash and cash equivalents				
Deferred income tax		(19,054)		(45,426)
Share-based payments		41,166		70,794
Gain on sale of investments		-		(109,184)
Write-down of exploration and evaluation assets		574,538		9,000
Change in non-cash working capital:				
Miscellaneous receivables		7,217		(6,070)
Prepaid expenses		(3,645)		7,508
Accounts payable and accrued liabilities		143,096		(18,515)
Net cash used in operating activities		(189,627)		(297,721)
Financing activities				
Issuance of common shares, net of issue costs		451,980		369,465
Net cash provided by financing activities		451,980		369,465
Investing activities				
Investment in and expenditure on exploration and evaluation assets		(130,722)		(293,295)
Proceeds on sale of exploration and evaluation assets		-		134,000
Proceeds on sale of investments-net				151,684
Net cash used in investing activities		(130,722)		(7,611)
Net change in cash and cash equivalents		131,631		64,133
Cash and cash equivalents, beginning of period		80,391		175,790
Cash and cash equivalents, end of period	$	212,022	$	239,923
Supplemental schedule of non-cash transactions:				
Mineral property acquisition – shares issued	$	16,250	$	9,000
Sale of mineral property – shares received	$	-	$	164,000

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

1. NATURE OF OPERATIONS

GTA Resources and Mining Inc. (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 in the development stage.

The Company needs equity capital and financing for its working capital and for the costs of exploration and development of its properties. Although the Company has been successful in raising funds to date, there can be no assurance that adequate funding will be available in the future, or available under terms favourable to the Company. These material uncertainties cast significant doubt upon the Company's ability to continue as a going concern. These financial statements have been prepared on a going concern basis that assumes the Company will be able to continue to realize its assets and discharge its liabilities and commitments in the normal course of business. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. These financial statements do not reflect adjustments or classifications which might be necessary if the Company was not able to continue as a going concern.

These condensed interim financial statements were approved by the board of directors on February 21, 2018.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

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

The policies applied in these financial statements are based on IFRS issued and effective as of March 31, 2017.

Basis of Presentation

These unaudited condensed interim financial statements have been prepared on the basis of accounting policies consistent with those applied in the Company's March 31, 2017 annual financial statements.

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

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

The condensed interim financial statements have been prepared on a historical cost basis.

3. RISK MANAGEMENT, CAPITAL MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company manages its capital structure and makes adjustments to it based on the funds available to the Company in order to support future business opportunities. The Company defines its capital as shareholders' equity. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to manage its capital to be able to sustain the future development of the Company's business.

The Company currently has no source of revenues, and therefore is dependent upon external financings to fund activities. In order to carry future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended December 31, 2017. The Company is not subject to externally imposed capital requirements.

The Company classified its cash and cash equivalents and sundry receivables as loans and receivables; and accounts payable and accrued liabilities as other financial liabilities. The carrying values of cash, accounts receivable, 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:

	December 31, 2017	**March 31, 2017**
Cash and cash equivalents	$ 212,022	$ 80,391

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.

(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.

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.

3. RISK MANAGEMENT, CAPITAL MANAGEMENT AND FINANCIAL INSTRUMENTS – continued

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 December 31, 2017. 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 period ended December 31, 2017, the Company was 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.

(Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS

	Auden Property	Northshore Property	Ivanhoe Property	Big Duck Lake Property	Burnt Pond Property	Total
Balance, March 31, 2016	$ 2,215,243	$ 3,373,311	$ 298,000	$ -	$ 80,706	$ 5,967,260
Acquisition costs	-	1,892	9,000	-	-	10,892
Sale proceeds	-	-	(298,000)	-	-	(298,000)
Write down	-	-	(9,000)	-	-	(9,000)
Deferred exploration costs	5,286	209,549	-	-	77,648	292,483
Balance, December 31, 2016	$ 2,220,529	$ 3,584,752	$ -	$ -	$ 158,354	$ 5,963,635
Acquisition costs	-	-	-	-	-	-
Sale proceeds	-	-	-	-	-	-
Write down	(444,402)	-	-	-	-	(444,402)
Deferred exploration costs	-	21,138	-	-	147,947	169,085
Balance, March 31, 2017	$ 1,776,127	$ 3,605,890	$ -	$ -	$ 306,301	$ 5,688,318
Acquisition costs	-	-	-	91,250	-	91,250
Sale proceeds	-	-	-	-	-	-
Write down	(574,538)	-	-	-	-	(574,538)
Deferred exploration costs	1,667	(55,805)	-	128,849	(18,989)	55,722
Balance, December 31, 2017	$ 1,203,256	$ 3,550,085	$ -	$ 220,099	$ 287,312	$ 5,260,752

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.

The Company has incurred exploration expenditures of $1,095,024 and $629,787 to December 31, 2016 and to December 31, 2017 respectively.

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.

4. EXPLORATION AND EVALUATION ASSETS - continued

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.

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.

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 and elected to form a 51/49 co-ownership on the Property with Balmoral. The Company will be the initial operator. The Company has incurred exploration expenditures of $232,416 subsequent to the formation of the co-ownership with Balmoral.

On June 1, 2016, the Company staked three claim units near but not contiguous with the Northshore property.

During fiscal 2017 GTA completed phase 1 of the 2016 diamond drilling program and assay results were disclosed in a press release dated August 22, 2016. This phase hopes to test the northern area near the former producing Northshore Gold Mine.

The Company has incurred exploration expenditures of $2,702,940 and $2,887,710 to December 31, 2016 and to December 31, 2017, respectively.

Ivanhoe

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 could 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 could elect to accelerate some or all of the cash and share payments in order to exercise the Option at an earlier time.

The vendors retained a 3% Net Smelter Royalty, half of which could be purchased for $1,500,000.

During the year ended March 31, 2017 GTA sold its interest in the property for $298,000 comprised of $134,000 cash and 200,000 shares of Probe Metals Inc.

4. EXPLORATION AND EVALUATION ASSETS - continued

Burnt Pond

In May 2015, the Company acquired a 100% interest in the Burnt Pond Zinc-Copper Property in central Newfoundland. The property located in the Tally Pond volcanic belt which hosts Teck Resources Ltd's Duck Pond Mine and a number of other Copper-Zinc-Silver-Gold massive sulphide deposits.

Burnt Pond allows GTA to diversify into a zinc-copper project, in a producing belt with infrastructure and a mining friendly jurisdiction. The Company has incurred exploration expenditures of $223,357 to December 31, 2017.

Big Duck Lake

In April 2017, the Company entered into an Option Agreement whereby the Company has been granted the right to acquire a 100% interest in the Big Duck Lake Property located in the Hemlo-Schreiber Greenstone Belt. Under the terms of the Option Agreement, GTA can earn a 100% interest in the Big Duck Lake Property by making staged cash payments totalling $55,000 and share issuances totalling 750,000 common shares over a six month period.

The vendors retained a 2% Net Smelter Royalty, half of which can be purchased for $1,000,000.

On November 3, 2017 the Company made its final payment, consisting of $40,000 cash and 500,000 common shares, for the Big Duck Lake property.

The Company has incurred exploration expenditures of $128,849 to December 31, 2017.

(Expressed in Canadian Dollars)

5. SHARE CAPITAL

Authorized

Unlimited number of common shares

Issued

	Number of Shares	Share Capital	Contributed Surplus
Balance March 31, 2016	**33,306,855**	**$ 9,505,934**	**$ 706,112**
Private placement	6,640,000	332,000	-
Share issue costs		(14,535)	-
Flow through share premium		(49,400)	-
Broker warrants issued		(1,518)	1,518
Share based compensation			70,794
Shares issued for mineral property	200,000	9,000	-
Exercise of options	20,000	1,400	
Transfer of contributed surplus on exercise of options		1,335	(1,335)
Exercise of warrants	700,000	41,000	-
Broker warrants exercised	160,000	9,600	-
Balance December 31, 2016	**41,026,855**	**9,834,816**	**777,089**
Options exercised	325,000	19,375	-
Options expired			(562,104)
Warrants exercised	250,000	15,000	
Transfer of contributed surplus on exercise of options		17,476	(17,476)
Balance March 31, 2017	**41,601,855**	**9,886,667**	**197,509**
Private placement	8,645,000	440,750	-
Share issue costs		(23,770)	-
Broker warrants issued		(8,397)	8,397
Flow through share premium		(54,850)	-
Share based compensation			41,166
Shares issued for mineral property	750,000	36,250	-
Options expired			(8,099)
Exercise of warrants	250,000	15,000	-
Balance December 31, 2017	**51,246,855**	**10,291,650**	**238,973**

6. WARRANTS

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

(Expressed in Canadian Dollars)

6. WARRANTS – continued

	Number of Warrants		Weighted Average Exercise Price
Balance December 31, 2015	5,035,000	$	0.14
Warrants issued	7,240,000	$	0.06
Warrants exercised	(600,000)	$	0.06
Warrants exercised	(100,000)	$	0.05
Warrants expired	(5,035,000)	$	0.14
Balance December 31, 2016	6,540,000	$	0.06
Warrants issued	425,000	$	0.07
Warrants issued	9,631,000	$	0.06
Warrants exercised	(500,000)	$	0.06
Warrants expired	(1,600,000)	$	0.05
Warrants expired	(4,040,000)	$	0.06
Balance December 31, 2017	10,456,000	$	0.06

7. SHARE-BASED PAYMENTS

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.

A summary of the status of the stock option plan and changes for the period ended December 31, 2017 are presented below:

				During the period				
Grant date	Expiry date	Exercise Price	Opening Balance	Granted	Exercised	Expired	Closing Balance	Vested and Exercisable
December 1, 2012	December 1, 2017	$0.50	100,000	-	-	(100,000)	-	-
November 6, 2013	November 6, 2018	$0.20	265,000	-	-	-	265,000	265,000
November 12, 2014	November 12, 2019	$0.07	1,280,000	-	(120,000)	(100,000)	1,060,000	1,060,000
June 15, 2016	June 15, 2021	$0.06	1,125,000	-	(225,000)	-	900,000	900,000
November 9, 2016	November 9, 2021	$0.06	300,000				300,000	300,000
August 30, 2017	August 29, 2022	$0.05		1,200,000			1,200,000	1,200,000
			3,070,000	1,200,000	(345,000)	(200,000)	3,725,000	3,725,000
Weighted average exercise price			$0.08	$0.05	$0.06	$0.07	$0.07	$0.07

The weighted average remaining contractual life of options outstanding at December 31, 2017 was 3.24 years.

(Expressed in Canadian Dollars)

7. SHARE-BASED PAYMENTS – continued

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 periods ended December 31, 2017 and 2016 include:

Grant date	Expiry date	Share price at grant date	Exercise price	Risk-free interest rate	Expected life	Volatility factor	Dividend yield
August 30, 2017	August 29, 2022	$0.04	$0.05	1.51%	5 years	138%	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.

The Company applies the fair value method in accounting for its stock options suing the Black-Scholes option pricing model. During the nine months ended December 31, 2017, the Company issued a total of 1,200,000 (2016 – nil) incentive stock options to officers and directors of the Company.

As at December 31, 2017 there was no amount (December 31, 2016: $nil) 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 period as part of exploration and evaluation asset acquisition costs were $nil (December 31, 2016: $nil).

8. 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).

(Expressed in Canadian Dollars)

8. RELATED PARTY TRANSACTIONS – continued

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

	December 31, 2017	December 31, 2016
Management fees (i)	$ 157,500	$ 132,333
Mineral property-exploration expenditures (i)	$ 45,000	$ 33,500
Office rent, supplies and admin. expense (ii)	$ 3,000	$ 23,535
Share based compensation	$ 41,166	$ 60,562

(i) The Company paid $45,000 (2016 - $45,000) in management fees to the President of the Company; $45,000 (2016 - $25,500) to the CFO of the Company; $22,500 to the Executive VP of the Company (2016 - $30,000); $27,000 to the Chairman of the Company (2016 - $6,000) and $45,000 (2016 - $22,333) in mineral property exploration consulting costs to the VP of Exploration.

(ii) The Company paid $9,000 (2016 - $17,680) for rent, supplies and administrative expenses to private companies controlled by directors and officers of the Company.

Accounts payable and accrued liabilities include $35,393 (2016 - $68,856) due to related parties. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

9. COMMITMENTS AND CONTINGENCIES

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. Other liabilities include the liability portion (the premium) of the flow-through shares issued for the amount of the premium on flow-through funds that at December 31, 2017 have not been used to incur qualifying exploration expenditures. The following is a continuity schedule of the liability portion of the flow-through shares issuances.

Flow-through Shares

Balance at December 31, 2016	**$**	3,974
Liability incurred on flow-through shares issued in April 2017		4,250
Liability incurred on flow-through shares issued in September 2017		26,000
Liability incurred on flow-through shares issued in November and December 2017		24,600
Settlement of flow-through share liability on incurring expenditures		(30,896)
Balance at December 31, 2017	**$**	27,928