



GTA RESOURCES AND MINING INC.

Condensed Interim Financial Statements

September 30, 2018

(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)

Table of Contents
September 30, 2018 and 2017

	Page
Condensed Interim Financial Statements	
Condensed Interim Statements of Financial Position	2
Condensed Interim Statements of Operations and Comprehensive Loss	3
Condensed Interim Statements of Changes in Equity	4
Condensed Interim Statements of Cash Flows	5
Notes to Condensed Interim Financial Statements	6 - 14

GTA RESOURCES AND MINING INC.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

(Unaudited)

(Expressed in Canadian Dollars)

As at	September 30, 2018		March 31, 2018	
Assets				
Current assets				
Cash and cash equivalents	\$	21,589	\$	72,189
Miscellaneous receivables		17,736		16,382
Prepaid expenses		12,895		10,472
		<u>52,220</u>		<u>137,183</u>
Exploration and evaluation assets (Note 4)		5,292,854		5,276,885
	\$	<u>5,345,074</u>	\$	<u>5,375,928</u>
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	\$	186,748	\$	119,523
Liability for flow-through shares (Note 9)		25,819		34,647
		<u>212,067</u>		<u>154,170</u>
Shareholders' equity				
Share capital (Note 5)		10,293,208		10,293,208
Contributed surplus (Note 5)		264,590		218,959
Deficit		(5,424,791)		(5,290,409)
		<u>5,133,007</u>		<u>5,221,758</u>
	\$	<u>5,345,074</u>	\$	<u>5,375,928</u>

Commitments and contingencies (Note 9)

Approved by the Board of Directors

“Peter Clausi”

Director

“Brian Crawford”

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		Six Months Ended	
	September 30		September 30	
	2018	2017	2018	2017
Operating expenses				
Filing and transfer agent fees	\$ 4,390	\$ 6,422	\$ 5,501	\$ 10,159
General and administration costs	16,401	81,759	78,741	176,145
Professional fees	6,250	7,840	13,338	14,090
Share-based compensation	-	41,166	45,631	41,166
	27,041	137,187	143,210	241,560
Loss before other (income) expenses	27,041	137,187	143,210	241,560
Write down of exploration and evaluation assets	-	574,538	-	574,538
Loss before income taxes	27,041	711,725	143,210	816,098
Deferred tax benefit	(6,982)	(273)	(8,828)	(273)
Net loss and comprehensive loss	\$ 20,059	\$ 711,452	\$ 134,382	\$ 815,825
Basic and diluted loss per share	\$ (0.00)	\$ (0.02)	\$ (0.00)	\$ (0.02)
Weighted average number of shares outstanding	51,246,855	43,838,812	51,246,855	42,550,352

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, 2017	41,601,855	9,886,667	197,509	(4,312,782)	5,771,394
Private placement	3,025,000	159,750	-	-	159,750
Share issue costs		(4,550)			(4,550)
Broker warrants		(2,162)	2,162		
Warrants exercised	250,000	15,000	-	-	15,000
Options expired			(8,099)	8,099	
Flow-through share premium	-	(30,250)	-	-	(30,250)
Shares issued for exploration and evaluation assets	250,000	16,250	-	-	16,250
Share-based compensation			41,166		41,166
Loss for the period	-	-	-	(815,825)	(815,825)
Balance, September 30, 2017	45,126,855	\$ 10,040,705	\$ 232,738	\$ (5,120,508)	\$5,152,935
Shares issued for exploration and evaluation assets	500,000	20,000	-	-	20,000
Shares issued for cash	5,620,000	281,000	-	-	411,000
Share issue costs	-	(19,220)	-	-	(19,220)
Flow-through share premium	-	(24,600)	-	-	(24,600)
Broker warrants issued	-	(4,677)	4,677	-	-
Stock options expired	-	-	(18,456)	18,456	-
Loss and comprehensive loss	-	-	-	(188,357)	(188,357)
Balance, March 31, 2018	51,246,855	10,293,208	218,959	(5,290,409)	5,221,758
Share-based compensation	-	-	45,631	-	45,631
Loss and comprehensive loss	-	-	-	(134,382)	(134,382)
Balance, September 30, 2018	51,246,855	10,293,208	264,590	(5,424,791)	5,133,007

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

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

Six months ended September 30	2018	2017
Operating activities		
Net loss and comprehensive loss for the period	\$ (134,382)	\$ (815,825)
Items not affecting cash and cash equivalents		
Deferred income tax	(8,828)	(273)
Share-based payments	45,631	41,166
Write-down of exploration and evaluation assets	-	574,538
Change in non-cash working capital:		
Miscellaneous receivables	(1,354)	31,913
Prepaid expenses	(2,423)	(7,537)
Accounts payable and accrued liabilities	66,725	67,866
Net cash used in operating activities	(34,631)	(108,152)
Financing activities		
Issuance of common shares, net of issue costs	-	170,200
Net cash provided by financing activities	-	170,200
Investing activities		
Investment in and expenditure on exploration and evaluation assets	(15,969)	(58,225)
Net cash provided by (used) in investing activities	(15,969)	(58,225)
Net change in cash and cash equivalents	(50,600)	120,173
Cash and cash equivalents, beginning of period	72,189	80,391
Cash and cash equivalents, end of period	\$ 21,589	\$ 200,664

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

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

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 November 26, 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, 2018.

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, 2018 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.

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

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 September 30, 2018. 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:

	September 30, 2018	March 31, 2018
Cash and cash equivalents	\$ 21,589	\$ 72,189

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 September 30, 2018. 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 September 30, 2018, 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.

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)
Six months ended September 30, 2018 and 2017

4. EXPLORATION AND EVALUATION ASSETS

	Auden Property	Northshore Property	Burnt Pond Property	Big Duck Lake Property	Total
Balance, March 31, 2017	\$ 1,776,127	\$ 3,605,890	\$ 306,301	\$ -	\$ 5,688,318
Acquisition costs	-	-	-	31,250	31,250
Deferred exploration costs	1,667	10,386	1,610	3,627	17,290
Write-downs	(574,538)	-	-	-	(574,538)
Proceeds of Junior Exploration Assistance Program	-	(69,916)	(20,600)	-	(90,516)
Balance, September 30, 2017	\$ 1,203,256	\$ 3,546,360	\$ 287,311	\$ 34,877	\$ 5,071,804
Acquisition costs	-	-	-	60,000	60,000
Deferred exploration costs	653	9,510	-	138,568	148,731
Write-downs	-	-	-	-	-
Proceeds of Junior Exploration Assistance Program	-	-	(3,650)	-	(3,650)
Balance, March 31, 2018	\$ 1,203,909	\$ 3,555,870	\$ 283,661	\$ 233,445	\$ 5,276,885
Acquisition costs	-	-	-	1,000	1,000
Deferred exploration costs	-	23,417	1,025	25,321	49,763
Proceeds of Junior Exploration Assistance Program	-	-	(34,794)	-	(34,794)
Balance, September 30, 2018	\$ 1,203,909	\$ 3,579,287	\$ 249,892	\$ 259,766	\$ 5,292,854

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 \$629,787 and \$630,438 to September 30, 2017 and to September 30, 2018 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.

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

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

4. EXPLORATION AND EVALUATION ASSETS - continued

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. In addition, the Company has incurred exploration expenditures of \$2,883,990 and \$2,916,910 to September 30, 2017 and to September 30, 2018, 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.

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 \$246,964 subsequent to the formation of the co-ownership with Balmoral.

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.

During fiscal 2018, GTA received \$69,916 pursuant to the Junior Exploration Assistance Program funded by the Northern Ontario Heritage Corporation.

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.

During fiscal 2018 GTA received \$24,250 from the Junior Exploration Assistance Program funded by the government of Newfoundland and Labrador.

The Company has incurred exploration expenditures of \$223,357 and \$189,588 to September 30, 2017 and to September 30, 2018, respectively.

Big Duck Lake

On April 24, 2017, the Company entered into an option agreement under which it can acquire a 100% interest in the Big Duck Lake property. Terms of the option agreement included cash payment of \$15,000 on approval by TSXV and cash payment of \$40,000 six months following the initial cash payment both tranches of which have been paid as at March

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

4. EXPLORATION AND EVALUATION ASSETS - continued

31, 2018. In addition, the Company issued 250,000 common shares upon approval by the TSXV and an additional 500,000 common shares six months following the issue of the initial 250,000 common shares. The vendors of the Big Duck Lake property retained a 2% royalty of which the Company can purchase 50% for \$1 million at any time.

The value of the 250,000 and 500,000 common shares issued was determined by the fair value of the shares issued at the date the option agreement was concluded (250,000 shares @\$0.065 per share) and at the date the subsequent shares were issued (500,000 shares @\$0.04).

The Company has incurred exploration expenditures of \$3,627 and \$167,517 to September 30, 2017 and September 30, 2018 respectively.

5. SHARE CAPITAL

Authorized

Unlimited number of common shares

Issued

	Number of Shares	Share Capital	Contributed Surplus
Balance March 31, 2017	41,601,855	\$ 9,886,667	\$ 197,509
Private placement	3,025,000	159,750	-
Flow through share premium	-	(30,250)	-
Shares issued for mineral property	250,000	16,250	-
Exercise of warrants	250,000	15,000	-
Share issue costs	-	(4,550)	-
Broker warrants issued	-	(2,162)	2,162
Stock options expired	-	-	(8,099)
Share based compensation	-	-	41,166
Balance September 30, 2017	42,526,855	\$ 10,040,705	\$ 232,738
Share issued for cash	5,620,000	281,000	-
Shares issued for mineral property	500,000	20,000	-
Share issue costs	-	(19,220)	-
Broker warrants issued	-	(4,677)	4,677
Flow through share premium	-	(24,600)	-
Stock options expired	-	-	(18,457)
Balance March 31, 2018	51,246,855	\$ 10,293,208	\$ 218,959
Share based compensation	-	-	45,631
Balance September 30, 2018	51,246,855	\$ 10,293,208	\$ 264,590

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)
Six months ended September 30, 2018 and 2017

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:

	Number of Warrants		Weighted Average Exercise Price
Balance September 30, 2016	6,540,000	\$	0.06
Warrants issued	3,316,000	\$	0.06
Warrants exercised	(410,000)	\$	0.06
Warrants expired	(2,500,000)	\$	0.05
Warrants expired	(3,790,000)	\$	0.06
Balance September 30, 2017	3,156,000	\$	0.06
Warrants issued	5,830,000	\$	0.06
Warrants expired	(2,731,000)	\$	0.06
Balance September 30, 2018	6,255,000	\$	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 September 30, 2018 are presented below:

Grant date	Expiry date	Exercise Price	<u>During the period</u>				Closing Balance	Vested and Exercisable
			Opening Balance	Granted	Exercised	Expired		
November 6, 2013	November 6, 2018	\$0.20	265,000	-	-	-	265,000	265,000
November 12, 2014	November 12, 2019	\$0.07	1,060,000	-	-	-	1,060,000	1,060,000
June 15, 2016	June 15, 2021	\$0.06	900,000	-	-	-	900,000	900,000
November 9, 2016	November 9, 2021	\$0.06	300,000	-	-	-	300,000	300,000
August 22, 2017	August 22, 2022	\$0.05	1,200,000	-	-	-	1,200,000	1,200,000
April 18, 2018	April 18, 2023	\$0.05	1,225,000	-	-	-	1,225,000	1,225,000
			4,950,000	-	-	-	4,950,000	4,950,000
		Weighted average exercise price	\$0.06	\$0.00	\$0.00	\$0.00	\$0.06	\$0.06

The weighted average remaining contractual life of options outstanding at September 30, 2018 was 3.00 years.

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

7. SHARE-BASED PAYMENTS – continued

The Company applies the fair value method in accounting for its stock options using the Black-Scholes option pricing model.

Total expenses arising from the share-based payment transactions recognized during the six months ended September 30, 2018 as part of share-based compensation expense was \$nil (2017: \$nil).

As at September 30, 2018 there was no amount (2017: \$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 (2017: \$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).

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

	September 30, 2018		September 30, 2017	
Management fees (i)	\$	72,000	\$	130,500
Mineral property-exploration expenditures (i)	\$	30,000	\$	19,000
Office rent, supplies and admin. expense (ii)	\$	-	\$	3,000
Share-based compensation			\$	41,166

(i) The Company paid or accrued \$30,000 (2017 - \$30,000) in management fees to the President of the Company; \$30,000 (2017 - \$30,000) to the CFO of the Company; \$nil to the Executive VP of the Company (2017 - \$22,500); \$12,000 to the Chairman of the Company (2017 - \$18,000) and \$30,000 (2017 - \$30,000) in mineral property exploration consulting costs to the VP of Exploration.

(ii) The Company paid \$nil (2017 - \$3,000) for rent, supplies and administrative expenses to private companies controlled by directors and officers of the Company.

Accounts payable and accrued liabilities include \$97,107 (2017 - \$38,705) due to related parties. These amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

GTA RESOURCES AND MINING INC.
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited)

(Expressed in Canadian Dollars)

Six months ended September 30, 2018 and 2017

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 September 30, 2018 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 September 30, 2017	\$	29,977
Liability incurred on flow-through shares issued to December 31, 2017		24,600
Settlement of flow-through share liability on incurring expenditures		(28,759)
Balance at September 30, 2018	\$	25,818

10. SUBSEQUENT EVENTS

On October 17, 2018, the Company entered into a loan agreement with an unrelated party whereby the lender advanced \$425,000 to the Company. The loan has a term of one year and bears interest at 10% per annum. Funds from the loan will be used to complete the Company's flow-through obligations and for working capital. Pursuant to the loan agreement, the Company will divest all of its mineral property assets and acquire assets in another industry in which the lender may already have an interest which would constitute a change of business pursuant to securities legislation. The transaction is subject to shareholder approval.

On October 19, 2018, the Company announced that it had signed a letter of intent to sell all of its mineral properties to CBLT Inc. for \$1,050,000. Consideration for the sale will be 35,000,000 units of CBLT Inc. with each unit consisting of one common share and one-half share purchase warrant exercisable at \$0.08 for a period of twenty-four months from the date of issue. The transaction is subject to final documentation and shareholder and regulatory approval.

On November 1, 2018 and November 24, 2018, 1,070,000 and 700,000 share purchase warrants respectively expired unexercised.