
EUROTIN INC.
CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS
THREE AND NINE MONTHS ENDED
DECEMBER 31, 2015
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice to Reader

The accompanying unaudited condensed interim consolidated financial statements of the Corporation have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements as at and for the three and nine months ended December 31, 2015 have not been reviewed by the Corporation's auditors.

Management's Responsibility for Condensed Interim Consolidated Financial Statements

The accompanying unaudited condensed interim consolidated financial statements of Eurotin Inc. (the "Corporation") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in compliance with all applicable International Financial Reporting Standards.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence to ensure that (i) the unaudited condensed interim consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Corporation, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated financial statements together with other financial information of the Corporation and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim consolidated financial statements together with other financial information of the Corporation. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim consolidated financial statements together with other financial information of the Corporation for issuance to the shareholders.

Management recognizes its responsibility for conducting the Corporation's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

(signed) "Mark Wellings "

Chief Executive Officer

Toronto, Canada
February 24, 2016

(signed) "Carlos Pinglo"

Chief Financial Officer

Eurotin Inc.**Condensed Interim Consolidated Statements of Financial Position****(Expressed in Canadian dollars)****(Unaudited)**

	As at December 31, 2015	As at March 31, 2015
ASSETS		
Current assets		
Cash and cash equivalents	\$ 89,390	\$ 8,110
Amounts receivable and other assets (note 6)	259,350	231,713
	348,740	239,823
Property, plant and equipment (note 7)	17,547	32,424
Mineral properties and deferred expenditures (note 8)	13,299,779	12,982,657
Total assets	\$ 13,666,066	\$ 13,254,904
EQUITY AND LIABILITIES		
Current liabilities		
Amounts payable and other liabilities	\$ 2,036,299	\$ 2,738,413
Equity		
Share capital (note 9)	27,038,190	26,309,363
Warrants (note 11)	16,685	16,685
Contributed surplus	2,557,810	2,557,810
Non-controlling interest	(336,531)	(262,098)
Deficit	(17,646,387)	(18,105,269)
Total equity	11,629,767	10,516,491
Total equity and liabilities	\$ 13,666,066	\$ 13,254,904

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

Nature of operations and going concern (note 1)

Contingencies and commitments (note 15)

Approved on behalf of the Board:

(Signed) "David Danziger", Director _____

(Signed) "John Hick", Director _____

Eurotin Inc.**Condensed Interim Consolidated Statements of (Loss) Income and Comprehensive (Loss) Income
(Expressed in Canadian dollars)
(Unaudited)**

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2015	2014 (Restated)	2015	2014 (Restated)
Operating expenses				
General and administrative (note 13)	\$ 181,648	\$ 176,376	\$ 544,667	\$ 577,530
Operating loss before the following items	(181,648)	(176,376)	(544,667)	(577,530)
Interest and other income	-	24,908	-	25,179
Gain (loss) on debt settlement for shares	-	-	929,116	(31,767)
Gain on sale of equipment	-	-	-	891
Total (loss) income and comprehensive (loss) income for the period	\$ (181,648)	\$ (151,468)	\$ 384,449	\$ (583,227)
Total (loss) income and comprehensive (loss) income attributable to				
Parent company	\$ (163,914)	\$ (121,530)	\$ 458,882	\$ (481,852)
Non-controlling interest	\$ (17,734)	\$ (29,938)	\$ (74,433)	\$ (101,375)
Basic and diluted (loss) income and comprehensive (loss) income per share (note 10)	\$ (0.00)	\$ (0.00)	\$ 0.00	\$ (0.01)
Weighted average number of common shares outstanding	136,022,927	115,076,736	135,735,975	112,795,318

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

Eurotin Inc.**Condensed Interim Consolidated Statements of Cash Flows**
(Expressed in Canadian dollars)
(Unaudited)

Nine months ended December 31,	2015	2014
		(Restated)
Operating activities		
Net income (loss) for the period	\$ 384,449	\$ (583,227)
Adjustments for:		
Amortization	14,877	30,451
(Gain) loss on debt settlement for shares	(929,116)	31,767
Gain on sale of equipment	-	(891)
	(529,790)	(521,900)
Non-cash working capital items:		
Amounts receivable and other assets	(27,637)	37,575
Amounts payable and other liabilities	663,389	11,174
Net cash provided by (used in) operating activities	105,962	(473,151)
Investing activities		
Proceeds from sale of equipment	-	2,300
Expenditures on mineral properties	(317,122)	(170,137)
Net cash (used in) investing activities	(317,122)	(167,837)
Financing activities		
Proceeds from issuance of common shares, net of transaction costs	292,440	584,710
Net cash provided by financing activities	292,440	584,710
Net change in cash and cash equivalents	81,280	(56,278)
Cash and cash equivalents, beginning of the period	8,110	89,401
Cash and cash equivalents, end of the period	\$ 89,390	\$ 33,123
Supplemental cash flow information:		
Debt settled through issuance of shares	\$ 1,309,224	\$ 197,399

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

Eurotin Inc.

Condensed Interim Consolidated Statements of Changes in Equity

(Expressed in Canadian dollars)

(Restated)

(Unaudited)

Equity attributable to shareholders

	Number of shares	Share capital	Common shares to be issued	Contributed surplus	Warrants	Deficit	Non-controlling interest	Total
Balance, March 31, 2014	108,141,760	\$ 25,894,616	\$ -	\$ 2,557,810	\$ 16,685	\$(17,469,081)	\$ (133,134)	\$ 10,866,896
Shares issued for debt settlement	3,289,975	197,399	-	-	-	-	-	197,399
Shares issued in private placement	3,645,001	218,700	-	-	-	-	-	218,700
Transaction costs in private placement	-	(1,352)	-	-	-	-	-	(1,352)
Shares to be issued	-	-	367,362	-	-	-	-	367,362
Net loss and comprehensive loss for the period	-	-	-	-	-	(481,852)	(101,375)	(583,227)
Balance, December 31, 2014	115,076,736	\$ 26,309,363	\$ 367,362	\$ 2,557,810	\$ 16,685	\$(17,950,933)	\$ (234,509)	\$ 11,065,778
Balance, March 31, 2015	115,076,736	\$ 26,309,363	\$ -	\$ 2,557,810	\$ 16,685	\$(18,105,269)	\$ (262,098)	\$ 10,516,491
Shares issued in private placement	6,000,000	300,000	-	-	-	-	-	300,000
Shares issued for debt settlement	14,946,191	436,387	-	-	-	-	-	436,387
Transaction costs in private placement	-	(7,560)	-	-	-	-	-	(7,560)
Net income (loss) and comprehensive income (loss) for the period	-	-	-	-	-	458,882	(74,433)	384,449
Balance, December 31, 2015	136,022,927	\$ 27,038,190	\$ -	\$ 2,557,810	\$ 16,685	\$(17,646,387)	\$ (336,531)	\$ 11,629,767

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

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

1. Nature of operations and going concern

Nature of operations

Eurotin Inc. ("the Corporation", the "Company" or "Eurotin") was incorporated under the Ontario Business Corporations Act on July 31, 2008 as a "Capital Pool Corporation" ("CPC"), as this term is defined in the policies of the TSX Venture Exchange (the "Exchange"). On April 18, 2011, Stannico Resources Inc. ("Stannico") completed a reverse takeover ("RTO") of Eurotin. Eurotin had no significant assets other than cash with no commercial operations at the time. On April 18, 2011, Eurotin changed its year end to March 31.

Stannico Resources Inc. was incorporated on October 9, 2008 under the laws of the province of Ontario. The Company controls 100% of the issued common shares of Minas De Estano De Espana, S.L.U. ("MESPA" or "MEE"), a private corporation incorporated on November 29, 2006 in Spain whose business is exploration, research, exploitation and utilization of mineral deposits, resources and substances, as well as the establishment of industries related to them, to obtain mining, industrial and chemical products and processed products in general.

The unaudited condensed interim consolidated financial statements of the Corporation for the three and nine months ended December 31, 2015 were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on February 24, 2016.

The Corporation operates from its headquarters in Ontario, Canada and also through two wholly-owned subsidiaries: Stannico Resources Inc. and MESPA. These subsidiaries represent the interest of Eurotin Inc. in Spain. The address of the registered office is 25 Adelaide Street East, Suite 818, Toronto, Ontario, Canada, M5C 3A1.

Although the Corporation has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Corporation's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory and environmental requirements. The Corporation's assets may also be subject to increases in taxes and royalties, renegotiation of contracts, political uncertainty and currency exchange fluctuations and restrictions.

Going concern

These unaudited condensed interim consolidated financial statements have been prepared based upon accounting principles applicable to a going concern, which assume that the Corporation will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities 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. Management is aware in making its assessment, of material uncertainties related to events or conditions, such as those described herein, that may cast significant doubt upon the Corporation's ability to continue as a going concern.

As at December 31, 2015, the Corporation had negative working capital of \$1,687,559 (March 31, 2015 - negative working capital of \$2,498,590), had not yet achieved profitable operations, had accumulated losses of \$17,646,387 (March 31, 2015 - \$18,105,269) and expects to incur further losses in the development of its business. The Corporation will need further financings to operate over the next 12 months.

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

1. Nature of operations and going concern (continued)

Going concern (continued)

Management acknowledges that uncertainty remains over the ability of the Corporation to meet its funding requirements but believes that financing will be available and continues to explore debt and equity financing options that would provide the Corporation with sufficient cash to continue with its exploration activities.

There is, however, no assurance that the sources of funding described above will be available to the Corporation, or that they will be available on terms and a timely basis that are acceptable to the Corporation. Accordingly, these unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported expenses and the statement of financial position classifications used that would be necessary should the Corporation be unable to continue as a going concern. These adjustments could be material.

2. Basis of presentation and statement of compliance

Statement of compliance

The Corporation applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of February 24, 2016, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual financial statements as at and for the year ended March 31, 2015. Any subsequent changes to IFRS that are given effect in the Corporation's annual financial statements for the year ending March 31, 2016 could result in restatement of these unaudited condensed interim consolidated financial statements.

New standards not yet adopted and interpretations issued but not yet effective

IFRS 9 – Financial Instruments was issued in November 2009 as the first step in its project to replace IAS 39 'Financial Instruments: Recognition and Measurement'. IFRS 9 introduces new requirements for classifying and measuring financial assets that must be applied starting January 1, 2018, with early adoption permitted. The IASB intends to expand IFRS 9 during the intervening period to add new requirements for classifying and measuring financial liabilities, de-recognition of financial instruments, impairment and hedge accounting. Earlier adoption is permitted.

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

3. Capital risk management

The Corporation manages its capital with the following objectives:

- to ensure sufficient financial flexibility to achieve the ongoing business objectives including funding of future growth opportunities, and pursuit of accretive acquisitions; and
- to maximize shareholder return through enhancing the share value.

The Corporation monitors its capital structure and makes adjustments according to market conditions in an effort to meet its objectives given the current outlook of the business and industry in general. The Corporation may manage its capital structure by issuing new shares, repurchasing outstanding shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by management and the Board of Directors on an ongoing basis.

The Corporation considers its capital to be equity, which comprises share capital, warrants, contributed surplus, non-controlling interest, and deficit, which at December 31, 2015, totaled \$11,629,767 (March 31, 2015 - \$10,516,491).

The Corporation manages capital through its financial and operational forecasting processes. The Corporation reviews its working capital and forecasts its future cash flows based on operating expenditures, and other investing and financing activities. The forecast is updated based on activities related to its mineral properties and deferred expenditures. Selected information is provided to the Board of Directors of the Corporation. The Corporation's capital management objectives, policies and processes have remained unchanged during the three and nine months ended December 31, 2015.

The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than of the TSX Venture Exchange ("TSXV") which requires adequate working capital or financial resources of the greater of: (i) \$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of 6 months.

As of December 31, 2015, the Company may not be compliant with the policies of the TSXV. The impact of this violation is not known and is ultimately dependent on the discretion of the TSXV.

4. Financial risk management

Financial risk

The Corporation's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate, foreign currency risk and commodity and equity price risk).

Risk management is carried out by the Corporation's management team with guidance from the Audit Committee under policies approved by the Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

(i) Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Corporation's credit risk is primarily attributable to cash. Cash is held with select major European and Canadian chartered banks, from which management believes the risk of loss to be minimal.

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

4. Financial risk management (continued)

(ii) Liquidity risk

Liquidity risk is the risk that the Corporation will not have sufficient cash resources to meet its financial obligations as they come due. The Corporation's liquidity and operating results may be adversely affected if its access to the capital market is hindered, whether as a result of a downturn in stock market conditions generally or matters specific to the Corporation. The Corporation generates cash flow primarily from its financing activities. The Corporation prepares annual capital expenditure budgets, which are monitored and updated as required. In addition, the Corporation requires authorization for expenditures on projects to assist with the management of capital. The Corporation's financial liabilities comprise accounts payable and other liabilities, which are due within normal trade terms, generally 30 days.

(iii) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates and commodity and equity prices.

(a) Interest rate risk

The Corporation currently does not have any interest bearing debt and, as such, the Corporation's current exposure to interest rate risk is minimal as at December 31, 2015.

(b) Foreign currency risk

The Corporation's functional and reporting currency is the Canadian dollar and the Corporation holds cash balances in Euro which could give rise to exposure to foreign exchange risk. It is not the Corporation's policy to hedge its foreign currency.

(c) Commodity and equity price risk

The Corporation is exposed to price risk with respect to commodity prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Corporation closely monitors commodity prices, as they relate to precious and base metals and other minerals, and the stock market to determine the appropriate course of action to be taken by the Corporation.

Commodity price risk could adversely affect the Corporation. In particular, the Corporation's future profitability and viability of development depend upon the world market price of precious and base metals and other minerals. Precious and base metals and other mineral prices have fluctuated widely in recent years. There is no assurance that, even if commercial quantities of precious and base metals and other minerals are produced in the future, a profitable market will exist for them. As of December 31, 2015, the Corporation was not a precious mineral, base metals and other minerals producer. Even so, commodity price risk may affect the completion of future equity transactions such as equity offerings and the exercise of stock options and warrants. This may also affect the Corporation's liquidity and its ability to meet its ongoing obligations.

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements****December 31, 2015****(Expressed in Canadian dollars)****(Unaudited)**

4. Financial risk management (continued)**Sensitivity analysis**

As at December 31, 2015, \$21,181 was held in Canadian Dollars and €45,385 was held in Euro. Based on management's knowledge and experience of the financial markets, the Corporation believes the following movements are reasonably possible over one year:

The Corporation is exposed to currency risk to the extent that monetary assets and liabilities held by the Corporation are not denominated in Canadian dollars. The Corporation has not entered into any foreign currency contracts to mitigate this risk.

The Corporation holds balances in foreign currencies which could give rise to exposure to foreign exchange risk. Sensitivity to a plus or minus 10% change in the foreign exchange rate of the Euro against the Canadian dollar would affect the reported (loss) income and comprehensive (loss) income by approximately \$37,000.

5. Categories of financial instruments

	As at December 31, 2015	As at March 31, 2015
Financial assets:		
Loans and receivables		
Cash and cash equivalents	\$ 89,390	\$ 8,110
Amounts receivable	\$ 168,931	\$ 154,545
Financial liabilities:		
Other financial liabilities		
Amounts payable and other liabilities	\$ 2,036,299	\$ 2,738,413

As at December 31, 2015 and March 31, 2015, the fair value of all the Corporation's financial instruments approximates the carrying value, due to their short-term nature.

6. Amounts receivable and other assets

	As at December 31, 2015	As at March 31, 2015
Amounts receivable	\$ 25,320	\$ 28,039
Value-added taxes receivable	143,611	126,506
Prepaid expenses	90,419	77,168
	\$ 259,350	\$ 231,713

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements****December 31, 2015****(Expressed in Canadian dollars)****(Unaudited)**

7. Property, plant and equipment

Property, plant and equipment is represented by the following:

Cost	Software	Automobiles	Machinery	Furniture and fixtures	Computer equipment	Total
Balance at March 31, 2015 and December 31, 2015	\$ 21,674	\$ 55,332	\$ 91,711	\$ 6,445	\$ 18,897	\$ 194,059

Accumulated Amortization	Software	Automobiles	Machinery	Furniture and fixtures	Computer equipment	Total
Balance at March 31, 2015	\$ 21,674	\$ 55,332	\$ 59,287	\$ 6,445	\$ 18,897	\$ 161,635
Amortization	-	-	14,877	-	-	14,877
Balance at December 31, 2015	\$ 21,674	\$ 55,332	\$ 74,164	\$ 6,445	\$ 18,897	\$ 176,512

Net book value	Software	Automobiles	Machinery	Furniture and fixtures	Computer equipment	Total
March 31, 2015	\$ -	\$ -	\$ 32,424	\$ -	\$ -	\$ 32,424
December 31, 2015	\$ -	\$ -	\$ 17,547	\$ -	\$ -	\$ 17,547

8. Mineral properties and deferred expenditures

	March 31, 2015	Additions	December 31, 2015
Oropesa Property	\$12,982,657	\$ 317,122	\$13,299,779

	March 31, 2014	Additions	March 31, 2015
Oropesa Property	\$12,766,749	\$ 215,908	\$12,982,657

During the three and nine months ended December 31, 2015, the Company filed on SEDAR an updated National Instrument 43-101 compliant technical report for its Oropesa Property in respect of the mineral resource estimate announced in Eurotin's news release dated November 3, 2015.

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

9. Share capital

a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At December 31, 2015, the issued share capital amounted to \$27,038,190. The changes in issued share capital for the periods were as follows:

	Number of common shares	Amount
Balance, March 31, 2014	108,141,760	\$ 25,894,616
Shares issued for debt settlement (i)	3,289,975	197,399
Shares issued in private placement (ii)	3,645,001	218,700
Transaction costs (ii)	-	(1,352)
Balance, December 31, 2014	115,076,736	\$ 26,309,363
Balance, March 31, 2015	115,076,736	\$ 26,309,363
Issue of common shares in private placement (iii)	6,000,000	300,000
Shares issued for debt settlement (iv)(v)	14,946,191	436,387
Transaction costs (vi)	-	(7,560)
Balance, December 31, 2015	136,022,927	\$ 27,038,190

(i) On April 17, 2014, the Company completed a shares-for-debt private placement through the issuance of 3,289,975 common shares at an issuance price of \$0.06 per share for settlement of debt of \$197,399.

(ii) On September 12, 2014, the Company completed a private placement for gross proceeds of \$218,700 through the issuance of 3,645,001 common shares at a price of \$0.06 per share. Insiders of the Company subscribed for a total of 905,000 common shares for gross proceeds of \$54,300.

(iii) On April 24, 2015, the Company completed a private placement for gross proceeds of \$300,000 through issuance of 6,000,000 common shares of the Company at a price of \$0.05 per common share (the "Offering").

(iv) On April 24, 2015, the Company issued 14,146,204 common shares of the Company in settlement of \$1,285,104 debt owed. The fair value of the shares issued was determined to be \$424,387 on the basis of the Company's stock price of \$0.03 per share on April 24, 2015, resulting a gain of \$860,717 which had been recorded in the unaudited condensed interim consolidated statements of (loss) income and comprehensive (loss) income for the nine months ended December 31, 2015.

(v) On September 4, 2015, the Company issued 799,987 common shares of the Company in settlement of \$80,399 debt owed. The fair value of the shares issued was determined to be \$12,000 on the basis of the Company's stock price of \$0.015 per share on September 4, 2015, resulting a gain of \$68,399 which had been recorded in the unaudited condensed interim consolidated statements of (loss) income and comprehensive (loss) income for the nine months ended December 31, 2015.

(vi) The Company incurred total transaction costs of \$7,560 for the Offering.

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements****December 31, 2015****(Expressed in Canadian dollars)****(Unaudited)**

10. Net (loss) income per common share

The calculation of basic and diluted (loss) income per share for the three and nine months ended December 31, 2015 was based on the (loss) and income attributable to common shareholders of \$(163,914) and \$458,882, respectively, (three and nine months ended December 31, 2014 - losses of \$121,530 and \$481,852, respectively) and the weighted average number of common shares outstanding of 136,022,927 and 135,735,975, respectively, (three and nine months ended December 31, 2014 - 115,076,736 and 112,795,318, respectively). Diluted (loss) income per share did not include the effect of 1,858,500 stock options (three and nine months ended December 31, 2014 - 3,921,000) and 552,000 broker warrants (three and nine months ended December 31, 2014 - 552,000) as they are anti-dilutive.

11. Warrants

The following table reflects the continuity of warrants:

	Number of warrants	Amount (\$)
Balance, March 31, 2014, December 31, 2014, March 31, 2015 and December 31, 2015	552,000	16,685

The following table reflects the warrants issued and outstanding as of December 31, 2015:

Number of Warrants Outstanding	Amount (\$)	Exercise Price (\$)	Expiry Date
552,000 (i)	16,685	0.05	March 6, 2016

(i) Each broker warrant is exercisable into one common share at an exercise price of \$0.05 per share.

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

12. Stock options

The Corporation's outstanding stock options and the changes for the period are as follows:

	Number of Stock Options	Weighted Average Exercise Price (\$)
Balance, March 31, 2014	4,211,250	0.51
Options expired	(290,250)	0.53
Balance, December 31, 2014	3,921,000	0.51
Balance, March 31, 2015	3,921,000	0.51
Options expired	(2,062,500)	0.27
Balance, December 31, 2015	1,858,500	0.78

Details of the stock options outstanding at December 31, 2015 are as follows:

Fair Value (\$)	Contractual Life (years)	Exercisable Options	Number of Options	Weighted Average Exercise Price (\$)	Remaining Expiry Date
66,818	0.09	475,000	475,000	0.27	February 1, 2016
774,998	0.34	983,500	983,500	1.05	May 4, 2016
139,600	0.86	400,000	400,000	0.70	November 9, 2016
981,416	0.39	1,858,500	1,858,500	0.78	

13. General and administrative

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2015	2014	2015	2014
Salaries and benefits	\$ 49,312	\$ 57,721	\$ 143,493	\$ 184,951
Directors fees	10,000	38,687	30,000	115,562
Professional fees	232,416	55,160	301,186	230,070
Amortization	5,081	7,048	14,877	30,451
Administrative	25,214	25,757	83,673	80,698
Investor relations	2,747	3,100	24,260	25,440
Travel expense	323	(10,006)	38,563	(5,534)
Foreign exchange gain	(143,445)	(1,091)	(91,385)	(84,108)
	\$ 181,648	\$ 176,376	\$ 544,667	\$ 577,530

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements****December 31, 2015****(Expressed in Canadian dollars)****(Unaudited)**

14. Related party balances and transactions

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons 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) and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(a) The Corporation entered into the following transactions with related parties:

During the three and nine months ended December 31, 2015, one of the directors of the Company advanced \$210,000 and \$555,000, respectively, to the Company for shares to be issued which are included in amounts payable and other liabilities.

(b) Remuneration of Directors and key management personnel of the Corporation was as follows:

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2015	2014	2015	2014
Salaries and benefits ⁽¹⁾	\$ 37,500	\$ 75,424	\$ 118,667	\$ 225,800

⁽¹⁾ Other than the Chief Financial Officer, the board of directors and select officers do not have employment or service contracts with the Corporation. Directors are entitled to directors fees and stock options for their services and officers are entitled to stock options for their services.

(c) To the knowledge of the directors and senior officers of the Corporation, as at December 31, 2015, no person or corporation beneficially owns or exercises control or direction over common shares of the Corporation carrying more than 10% of the voting rights attached to all of the common shares of the Corporation other than Peter Miller, the former CEO of the Corporation, who owns 11.58% of the common shares of the Corporation. The officers and directors of the Corporation own or exercise control or direction over 5,509,630 common shares or 4.05% of the Corporation. The holdings can change at any time at the discretion of the owner.

None of the Corporation's major shareholders have different voting rights than other holders of the Corporation's common shares.

The Corporation is not aware of any arrangements, the operation of which may at a subsequent date result in a change in control of the Corporation. To the knowledge of the directors and senior officers, the Corporation is not directly or indirectly owned or controlled by another corporation, by any government or by any natural or legal person severally or jointly.

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements****December 31, 2015****(Expressed in Canadian dollars)****(Unaudited)**

15. Contingencies and commitments

The Corporation's exploration activities are subject to foreign government laws and regulations, including foreign tax laws including tax laws on value added tax and laws and regulations governing the protection of the environment. The Corporation believes that its operations comply in all material respects with all applicable past and present laws and regulations. The Corporation records provisions for any identified obligations, based on management's estimate at the time. Such estimates are, however, subject to changes in laws and regulations.

As at December 31, 2015, the Corporation is committed to future minimum payments in Euro under a vehicle lease and warehouse rents as follows:

	Amount Euro
For the year ended March 31, 2016	4,617
For the year ended March 31, 2017	6,818
Total	11,435

On October 25, 2011, a Permits Transfer Agreement relating to IP Santa Maria was executed and notarized as a deed. This deed was confirmed and ratified by MESEX the following day. On December 9, 2011, MESEX submitted all relevant documents and information required by law and formally applied to the Extremadura Mining Authority for the mandatory authorization of the transfer. The Corporation received such authorization on March 9, 2012.

16. Restatement

The comparative unaudited condensed interim consolidated financial statements for the three and nine months ended December 31, 2014 have been restated to reflect the correction of an error in the application of the Company's accounting policy for certain foreign currency translation gains and losses relating to intercompany accounts of its foreign subsidiaries. As a result of the correction, period and accumulated foreign currency gains and losses have been reclassified from other comprehensive loss to net loss for the three and nine months ended December 31, 2014; reclassified from accumulated other comprehensive loss to deficit at March 31, 2014 and December 31, 2014; and foreign currency effects have been reclassified to operating cash flows in the statement of cash flows. The following summarizes the restatement adjustments on the Company's previously reported unaudited condensed interim consolidated financial statements for the three and nine months ended December 31, 2014:

Eurotin Inc.**Notes to Condensed Interim Consolidated Financial Statements**

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

16. Restatement (continued)

	As previously reported	Adjustment	As restated
Consolidated Statements of Loss and Comprehensive Loss			
<u>Nine months</u>			
General and administrative expense (foreign currency gain/loss)	\$ 664,008	\$ (86,478)	\$ 577,530
Net loss	(669,705)	86,478	(583,227)
Other comprehensive income	86,478	(86,478)	-
Net loss attributable to parent company	(568,330)	86,478	(481,852)
<u>Three months</u>			
General and administrative expense (foreign currency gain/loss)	\$ 179,827	\$ (3,451)	\$ 176,376
Net loss	(154,919)	3,451	(151,468)
Other comprehensive income	3,451	(3,451)	-
Net loss attributable to parent company	(124,981)	3,451	(121,530)
Condensed Interim Consolidated Statements of Financial Position			
Accumulated other comprehensive loss	\$ (275,516)	\$ 275,516	\$ -
Deficit	(17,675,417)	(275,516)	(17,950,933)
Condensed Interim Consolidated Statements of Cash Flows			
Cash provided by operating activities	\$ (559,629)	\$ 86,478	\$ (473,151)
Effect of foreign currency transaction	86,478	(86,478)	-

Eurotin Inc.

Notes to Condensed Interim Consolidated Financial Statements

December 31, 2015

(Expressed in Canadian dollars)

(Unaudited)

17. Subsequent events

(i) Subsequent to December 31, 2015, 475,000 stock options expired unexercised on February 1, 2016.

(ii) On January 20, 2016, the Company announced proposed shares for debt transactions (the "Share for Debt Transactions") in which the Company proposes to issue up to 10,053,333 post-consolidation common shares (the "Post-Consolidation Shares") at a price of \$0.15 per Post-Consolidation Share. As a condition to the Shares for Debt Transactions, the Company intends to complete a consolidation of its common shares on the basis of one Post-Consolidation Share for every ten common shares currently outstanding (the "Consolidation").

As part of the Shares for Debt Transactions, Mark Wellings ("Wellings"), the Company's Chief Executive Officer and President, has agreed to convert up to \$1,200,000, consisting of approximately \$1,100,000 currently owed to him and up to an additional \$100,000 which may be advanced by him to the Company, in exchange for up to 8,000,000 Post-Consolidation Shares. All amounts to be converted by Wellings represent indebtedness for cash advances previously made by Wellings to the Company. The balance of the Shares for Debt Transactions (\$308,000) are with arm's length service providers for amounts owing to them for services previously provided to the Company.

In accordance with the policies of the TSXV and Multi-Lateral Instrument 61-101 disinterested shareholder approval is required for the creation of a new Control Person and the issuance of the Post-Consolidation Shares to a related party, respectively. Disinterested shareholder approval will be sought at an Annual and Special Shareholders Meeting (the "Meeting"), which has been scheduled for February 24, 2016. At the Meeting, shareholder approval will also be sought for the Consolidation.

In addition to the shareholder approvals described above, completion of the Shares for Debt Transactions and the Consolidation are conditional upon obtaining TSXV approval. Any securities to be issued by the Company pursuant to the Shares for Debt Transactions will be subject to a four month hold period.