

SPEARMINT RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

April 30, 2019

NOTICE OF NO AUDITOR REVIEW

The unaudited condensed consolidated interim financial statements, and accompanying notes thereto, for the periods ended April 30, 2019 and 2018 have not been reviewed by the Company's external auditor.

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

<u>ASSETS</u>	April 30, <u>2019</u>	January 31, <u>2019</u>
Current assets		
Cash and cash equivalents - Note 4	\$ 192,525	\$ 230,989
Receivables - Note 5	2,495	7,229
Prepaid expenses	-	135
Total current assets	195,020	238,353
Non-current assets		
Security deposits – Note 6	11,098	11,098
Exploration and evaluation assets – Note 6	1,630,422	1,642,214
Total assets	\$ 1,836,540	\$ 1,891,665
<u>LIABILITIES</u>		
Current liabilities		
Accounts payable and accrued liabilities - Notes 7 and 11	\$ 83,460	\$ 79,481
Flow-through share premium liability – Note 8	22,854	23,536
Total current liabilities	106,314	103,017
Non-current liabilities		
Long-term accounts payables – Note 7	374,990	374,990
	481,304	478,007
<u>SHAREHOLDERS' EQUITY</u>		
Share capital – Note 9	4,318,138	4,318,138
Reserves – Note 9	646,771	646,771
Accumulated deficit	(3,609,673)	(3,551,251)
Total shareholders' equity	1,355,236	1,413,658
Total liabilities and shareholders' equity	\$ 1,836,540	\$ 1,891,665

Nature and Continuance of Operations – Note 1
Subsequent Events – Note 14

APPROVED BY THE DIRECTORS:

“James Nelson” Director
James Nelson

“Dennis Aalderink” Director
Dennis Aalderink

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

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS & COMPREHENSIVE LOSS
(Expressed in Canadian dollars)

	Three months ended April 30,	
	<u>2019</u>	<u>2018</u>
Operating expenses		
Consulting fees	\$ 9,000	\$ 10,475
Corporate branding	-	99,298
Investor relations	7,500	-
Office and miscellaneous	13,578	14,957
Professional fees – Note 11	8,124	15,661
Share-based payments – Note 9	-	291,319
Shareholder relations	1,627	5,402
Transfer agent and filing fees	4,102	22,079
	<u>(43,931)</u>	<u>(459,191)</u>
Interest income	306	-
Other income on settlement of flow-through share premium liability – Note 8	682	-
Write-down of exploration and evaluation assets – Note 6	(15,479)	-
	<u>(14,491)</u>	<u>-</u>
Net comprehensive loss for the period	<u>\$ (58,422)</u>	<u>\$ (459,191)</u>
Loss per share – basic and diluted – Note 10	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted average number of shares outstanding – basic and diluted – Note 10	<u>147,795,847</u>	<u>129,750,903</u>

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

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)

	Three months ended April 30,	
	<u>2019</u>	<u>2018</u>
Operating Activities		
Loss for the period	\$ (58,422)	\$ (459,191)
Adjustments for non-cash items:		
Other income on settlement of flow-through share premium liability	(682)	-
Share-based payments	-	291,319
Write-down of exploration and evaluation assets	15,479	-
Changes in non-cash working capital items:		
Receivables	4,734	(1,765)
Prepaid expenses	135	50,651
Accounts payable and accrued liabilities	7,320	(144,953)
Cash used in operating activities	(31,436)	(263,939)
Investing Activities		
Exploration and evaluation assets	(7,028)	(303,636)
Cash used in investing activities	(7,028)	(303,636)
Financing Activities		
Proceeds from issuance of share capital	-	329,500
Share issue costs	-	(29,431)
Cash provided by financing activities	-	300,069
Decrease in cash and cash equivalents during the period	(38,464)	(267,506)
Cash and cash equivalents, beginning of the period	230,989	842,236
Cash and cash equivalents, end of the period	\$ 192,525	\$ 574,730

Supplemental Disclosure with Respect to Cash Flows (Note 13)

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

SPEARMINT RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Expressed in Canadian dollars)

	No. of shares	Amounts	Shares subscriptions receivable	Reserves	Accumulated deficit	Total
Balance, January 31, 2018	129,595,847	\$ 3,767,060	\$ (319,500)	\$ 232,679	\$ (2,782,675)	\$ 897,564
Shares issued for private placement	-	-	319,500	-	-	319,500
Share issue costs	-	(6,271)	-	-	-	(6,271)
Stock options exercised	200,000	10,000	-	-	-	10,000
Transfer of reserves on options exercised	-	7,349	-	(7,349)	-	-
Stock options issued	-	-	-	291,319	-	291,319
Loss for the period	-	-	-	-	(459,191)	(459,191)
Balance, April 30, 2018	129,795,847	3,778,138	-	516,649	(3,241,866)	1,052,921
Stock options issued	-	-	-	130,122	-	130,122
For exploration and evaluation assets	18,000,000	540,000	-	-	-	540,000
Loss for the period	-	-	-	-	(309,385)	(309,385)
Balance, January 31, 2019	147,795,847	4,318,138	-	646,771	(3,551,251)	1,413,658
Loss for the period	-	-	-	-	(58,422)	(58,422)
Balance, April 30, 2019	147,795,847	\$ 4,318,138	\$ -	\$ 646,771	\$ (3,609,673)	\$ 1,355,236

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

SPEARMINT RESOURCES INC.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
April 30, 2019

1. NATURE AND CONTINUANCE OF OPERATIONS

Spearmint Resources Inc. (the “Company”) was incorporated under the Business Corporations Act of British Columbia, Canada on September 23, 2009. The Company is an exploration stage public company and is listed on the Canadian Securities Exchange (the “CSE”) under the symbol “SPMT”. The Company’s principal business activities include acquiring and exploring exploration and evaluation assets. At April 30, 2019, the Company had exploration and evaluation assets located in Canada and the United States.

The Company’s head office and principal business address is located at 1470 – 701 West Georgia Street, Vancouver, British Columbia, V7Y 1C6. The Company’s registered and records office is located at 900-885 West Georgia Street, Vancouver, British Columbia, V6C 3H1.

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business. At April 30, 2019, the Company had not yet achieved profitable operations, incurred a net loss of \$58,422 during the three months ended April 30, 2019 and has an accumulated deficit of \$3,609,673 since its inception. The Company expects to incur further losses in the development of its business, all of which cast substantial doubt on the Company’s ability to continue as a going concern. The Company will require additional financing in order to conduct its future work programs on exploration and evaluation assets, meet its ongoing levels of corporate overhead and discharge its liabilities as they come due. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to do so in the future. Accordingly, these condensed consolidated interim financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used then the adjustments required to report the Company’s assets and liabilities on a liquidation basis could be material to these condensed consolidated interim financial statements.

2. BASIS OF PREPARATION

a) Statement of Compliance

These condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS34”) as issued by the International Accounting Standards Board (“IASB”). Therefore, these condensed interim consolidated financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the Company’s most recently issued audited financial statements for the year ended January 31, 2019, which includes information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies, use of judgements and estimates were presented in Note 2 and Note 3 of these audited financial statements, and have been consistently applied in the preparation of these condensed interim consolidated financial statement.

2. BASIS OF PREPARATION (continued)

a) Statement of Compliance (continued)

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on June 14, 2019.

b) Basis of Consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiaries. All inter-company balances, transactions, income and expenses have been eliminated upon consolidation.

c) Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company has power over an investee, when the Company is exposed, or has rights, to variable returns from the investee and when the Company has the ability to affect those returns through its power over the investee. Subsidiaries are included in the condensed consolidated interim financial results of the Company from the effective date of acquisition up to the effective date of disposition or loss of control. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

The principal subsidiaries of the Company as of April 30, 2019 are as follows:

Name of subsidiary	Place of Incorporation	Ownership Interest April 30, 2019	Ownership Interest January 31, 2019
1177905 B.C. Ltd.	Canada	100%	100%
Mathers Lithium Corp.	U.S.A.	100%	100%

3. NEW ACCOUNTING STANDARDS ADOPTED DURING THE PERIOD

IFRS 16 – Leases

New standard to establish principles for recognition, measurement, presentation and disclosure of leases with an impact on lessee accounting. The Company adopted this new standard on February 1, 2019. The adoption of this new standard has no impact on the Company's condensed consolidated interim financial statements.

4. CASH AND CASH EQUIVALENTS

The Company's cash and cash equivalents are denominated in Canadian Dollars and include the following components:

	April 30, <u>2019</u>	January 31, <u>2019</u>
Cash at bank	\$ 104,525	\$ 110,989
Short-term deposits	88,000	120,000
	<u>\$ 192,525</u>	<u>\$ 230,989</u>

5. RECEIVABLES

The Company's receivables comprise of goods and services tax ("GST") receivable due from Canadian government taxation authorities and other receivables.

	April 30, <u>2019</u>	January 31, <u>2019</u>
GST recoverable	\$ 1,531	\$ 6,310
Other receivables	964	919
Total receivables	<u>\$ 2,495</u>	<u>\$ 7,229</u>

All amounts are short-term and the net carrying value of receivables is considered a reasonable approximation of fair value. The Company anticipates full recovery of these amounts and therefore no impairment has been recorded against receivables. The Company's receivables are all considered current and are not past due or impaired. The Company does not possess any collateral related to these assets.

SPEARMINT RESOURCES INC.

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars)

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6. EXPLORATION AND EVALUATION ASSETS

	BC EL N. Nickel- Copper Prospects	BC Nickle N. Property	BC NEBA Copper Gold Prospects	BC Safari Copper Gold Property	BC Hammerose Gold Property	BC Henry Gold Copper Prospects	BC Gold Mountain Property	BC Gold Triangle Prospects	BC Buddy Property	BC Why West Magnesium Prospect	QC Chibougamau Vanadium Prospects	Nevada Elon and McGee Lithium Properties	Total
Balance, January 31, 2018	\$ 2,892	\$ -	\$ 2,162	\$ -	\$ -	\$ -	\$ 1,382	\$ 2,900	\$ 3,108	\$ 2,632	\$ 4,550	\$ 598,310	\$ 617,936
Acquisition costs													
Staking costs	-	-	651	6,381	3,640	3,481	-	-	-	4,689	3,031	-	21,873
Share issuance	-	180,000	180,000	-	-	-	-	180,000	-	-	-	-	540,000
Deferred exploration expenditures													
Assay	-	-	-	-	-	-	-	-	-	-	-	10,088	10,088
Claim maintenance fees	-	-	-	-	-	-	2,914	-	-	-	-	12,682	15,596
Drilling	-	-	-	-	-	-	-	-	-	-	-	252,913	252,913
Geological consulting	-	-	-	-	-	-	-	-	-	-	2,786	35,147	37,933
Geological report	4,166	-	6,667	-	-	-	1,667	8,000	-	-	-	5,950	26,450
Sampling	-	-	-	-	-	-	-	-	-	-	-	1,916	1,916
Survey	13,198	-	13,168	-	-	-	-	12,583	-	-	84,250	-	123,199
Travel	-	-	500	-	-	-	-	-	-	-	-	4,239	4,739
Write-down of exploration and evaluation assets	-	-	-	-	-	-	-	-	(3,108)	(7,321)	-	-	(10,429)
Balance, January 31, 2019	20,256	180,000	203,148	6,381	3,640	3,481	5,963	203,483	-	-	94,617	921,245	1,642,214
Acquisition costs													
Staking costs	280	-	-	-	-	-	-	-	-	-	457	-	737
Deferred exploration expenditures													
Geological consulting	-	-	-	-	-	-	-	-	-	-	2,950	-	2,950
Write-down of exploration and evaluation assets	-	-	-	-	-	-	-	-	-	-	(15,479)	-	(15,479)
Balance, April 30, 2019	\$ 20,536	\$ 180,000	\$ 203,148	\$ 6,381	\$ 3,640	\$ 3,481	\$ 5,963	\$ 203,483	\$ -	\$ -	\$ 82,545	\$ 921,245	\$ 1,630,422

6. EXPLORATION AND EVALUATION ASSETS (continued)

BC EL North and EL North 2 Nickel-Copper Prospects - Staking

In September 2017, the Company acquired a 100% interest in certain mineral claims (the “EL North and EL North 2 Nickel-Copper Prospects”) located in the Golden Triangle of British Columbia for staking costs of \$2,892.

In March 2019, the Company acquired a 100% interest in certain mineral claims (the “EL North 3 Nickel-Copper Prospects”) located in the Golden Triangle of British Columbia for staking costs of \$280.

As at April 30, 2019, the Company had incurred a total of \$17,364 in exploration costs on this property.

BC NEBA Copper-Gold Prospects - Staking and Purchase Agreement

In September 2017, the Company acquired a 100% interest in certain mineral claims (the "BC NEBA Copper-Gold Prospect") located in the Golden Triangle of British Columbia for staking costs of \$2,162.

In August 2018, the Company acquired a 100% interest in certain mineral claims located in the Golden Triangle Gold District in British Columbia for staking costs of \$651.

On October 5, 2018, the Company entered into a share purchase agreement (the “SPA”) with two arm’s length vendors (the “Vendors”) to purchase 100% of the issued and outstanding shares of 1177905 B.C. Ltd., which holds a 100% interest in certain mineral claims in B.C. (the "NEBA Copper-Gold Prospects", the "Nickle N. Property", and the "Gold Triangle Prospects"). The acquisition has been accounted for as an asset acquisition. In consideration, the Company issued 18,000,000 shares (issued at a value of \$540,000) to the Vendors pursuant to the SPA. 1177905 B.C. Ltd. became a wholly-owned subsidiary of the Company. The acquisition costs had been split evenly between these properties.

As at April 30, 2019, the Company had incurred a total of \$20,335 in exploration costs on this property.

BC Nickel N. Property - Purchase Agreement

Under the SPA, the Company indirectly acquired a 100% interest in certain mineral claims in British Columbia.

BC Safari Copper-Gold Property - Staking

In October 2018, the Company acquired a 100% interest in certain mineral claims located in the northern Quesnel Trough in north-central British Columbia for staking costs of \$6,381.

BC Hammernose Gold Property - Staking

In October 2018, the Company acquired a 100% interest in certain mineral claims in the Spences Bridge gold belt located in southern British Columbia for staking costs of \$3,640.

6. EXPLORATION AND EVALUATION ASSETS (continued)

BC Henry Gold-Copper Prospect - Staking

In August 2018, the Company acquired a 100% interest in certain mineral claims located in the Golden Triangle Gold District in British Columbia for staking costs of \$3,481.

BC Gold Mountain Property - Staking

In April 2017, the Company acquired a 100% interest in certain mineral claims (the "BC Gold Mountain Claims") near the town of Wells, British Columbia for staking costs of \$1,382.

As at April 30, 2019, the Company had incurred a total of \$4,581 in claim maintenance fees on this property.

BC Gold Triangle Prospects - Staking and Purchase Agreement

In July 2017, the Company acquired a 100% interest in certain mineral claims (the "Gold Triangle Prospects") located in the Golden Triangle Gold District in British Columbia for staking costs of \$2,900.

Under the SPA, the Company indirectly acquired a 100% interest in certain mineral claims in British Columbia.

As at April 30, 2019, the Company had incurred a total of \$20,583 in exploration costs on this property.

QC Chibougamau Vanadium Prospects - Staking

In June 2017, the Company acquired a 100% interest in certain mineral claims (the "Chibougamau Vanadium Prospects"), all located in the direct vicinity of Lac Chibougamau, Quebec for staking costs of \$4,550.

In December 2018 and January 2019, the Company acquired a 100% interest in certain mineral claims to increase the holdings in its Chibougamau Vanadium Prospects for aggregate staking costs of \$3,031.

In February 2019, the Company acquired a 100% interest in certain mineral claims to increase the acreage in the Chibougamau Vanadium district in Quebec for staking costs of \$457.

Subsequent to April 30, 2019, the Company decided not to continue with certain mineral claims and will allow them to lapse when they become due. Accordingly, prior acquisition costs of \$769 and exploration costs of \$14,710 associated with these claims had been written off during the period.

As at April 30, 2019, the Company had incurred a total of \$75,276 in exploration costs on this property.

6. EXPLORATION AND EVALUATION ASSETS (continued)

Nevada Elon and McGee Properties - Purchase Agreement

On July 12, 2016, the Company entered into a share purchase agreement (the “Agreement”) with five arm’s length vendors (the “Vendors”) to purchase 100% of the issued and outstanding common shares of 1074942 B.C. Ltd., which through its wholly-owned subsidiary Mathers Lithium Corp. (a Nevada corporation) holds a 100% interest in certain lithium mineral claims (the "Elon claims" and the "McGee claims") in Nevada. The acquisition has been accounted for as an asset acquisition. In consideration for the net assets acquired, the Company issued 12,700,000 common shares at a value of \$444,500 to the Vendors pursuant to the Agreement. The Company issued 912,000 common shares at a value of \$31,920 as a finder’s fee, and paid \$20,000 for land acquisition and \$3,903 in filing fees in connection with this transaction. The above acquisition costs were allocated to the Elon Property and the McGee Property proportionately, being \$175,113 and \$325,210, respectively.

On June 14, 2017, the Company assumed an additional US\$30,000 payment owed to the vendors for the McGee claims as follows: US\$10,000 by September 1, 2017 (paid) and US\$20,000 by December 31, 2017 (paid). The vendors retain a NSR of 3.75% on the McGee claims.

During the year ended January 31, 2018, the Company provided a security deposit of \$11,098 in relation to its McGee Properties.

As at April 30, 2019, the Company had incurred a total of \$8,788 in claim maintenance fees on the Elon Property and \$373,196 in exploration costs on the McGee Property, respectively.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities recognized in the statements of financial position consist of the following:

	April 30, <u>2019</u>	January 31, <u>2019</u>
Trade payables	\$ 438,950	\$ 434,971
Accrued liabilities	19,500	19,500
Total payables	<u>\$ 458,450</u>	<u>\$ 454,471</u>
Current trade payables and accrued liabilities	83,460	79,481
Non-current trade payables	374,990	374,990
Total payables	<u>\$ 458,450</u>	<u>\$ 454,471</u>

In July 2018, the Company entered into agreements with certain non-related vendors to extend the payment dates to July 1, 2020. Accordingly, the Company reclassified these payables to long-term accounts payables.

8. FLOW-THROUGH SHARE PREMIUM LIABILITY

Balance at January 31, 2018	\$ 57,508
Liability derecognized due to exploration expenditures renounced to shareholders	(33,972)
Balance at January 31, 2019	23,536
Liability derecognized due to exploration expenditures renounced to shareholders	(682)
Balance at April 30, 2019	\$ 22,854

In January 2018, the Company issued 3,833,845 flow-through units (the "FT Units") at \$0.065 per unit for gross proceeds of \$249,200. Each FT Unit consisted of one flow-through common share and one share purchase warrant. The premium received on the flow-through shares issued was determined to be \$57,508 and was recorded as a share capital reduction. An equivalent premium liability was also recorded.

During the year ended January 31, 2019, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of \$33,972 and recognized it as other income.

During the three months ended April 30, 2019, the Company renounced and incurred the exploration expenditures. Accordingly, the Company derecognized the flow-through share premium liability of \$682 and recognized it as other income.

9. SHARE CAPITAL AND RESERVES

Authorized: Unlimited common shares, without par value

Issued and outstanding as at April 30, 2019 – 147,795,847 (January 31, 2019: 147,795,847)

Share purchase warrants

The following is a summary of changes in share purchase warrants from January 31, 2018 to April 30, 2019:

	Number of Warrants	Weighted Average Exercise Price
Balance, January 31, 2018, January 31, 2019 and April 30	21,967,753	\$0.08

As of April 30, 2019, the Company had 21,967,753 share purchase warrants outstanding. Each warrant entitles the holder the right to purchase one common share as follows:

<u>Number</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
4,567,753	\$0.10	January 29, 2020
15,000,000	\$0.08	January 29, 2021
<u>2,400,000</u>	\$0.05	September 21, 2021
<u>21,967,753</u>		

9. SHARE CAPITAL AND RESERVES (continued)

Share-based payments

The Company has a stock option plan whereby the maximum number of shares reserved for issue under the plan shall not exceed 10% of the outstanding common shares of the Company, as at the date of grant. The exercise price of each option granted under the plan may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount, subject to a minimum exercise price of \$0.05. Options may be granted for a maximum term of five years and vesting periods are determined by the Board of Directors. Pursuant to the regulations of the CSE, stock options may be granted outside of the stock option plan.

The following is a summary of changes in share purchase options from January 31, 2018 to April 30, 2019:

	Number of Options	Weighted Average Exercise Price
Balance, January 31, 2018	4,075,000	\$0.05
Granted	10,000,000	\$0.08
Exercised	(200,000)	\$0.05
Expired	(1,775,000)	\$0.05
Balance, January 31, 2019	12,100,000	\$0.07
Expired	(5,000,000)	\$0.11
Forfeited	(300,000)	\$0.05
Balance, April 30, 2019	<u>6,800,000</u>	<u>\$0.05</u>

As of April 30, 2019, 6,800,000 share purchase options were outstanding entitling the holders thereof the right to purchase one common share of the Company for each option held as follows:

Number Outstanding	Exercise Price	Expiry Date	
50,000	\$0.05	June 4, 2019	(Note 14)
2,000,000	\$0.05	August 10, 2019	
1,500,000	\$0.05	October 11, 2019	
1,200,000	\$0.05	October 15, 2019	
1,400,000	\$0.05	May 24, 2021	
400,000	\$0.05	May 30, 2021	
250,000	\$0.05	March 13, 2022	
<u>6,800,000</u>			

9. SHARE CAPITAL AND RESERVES (continued)

Share-based payments (continued)

During the three months ended April 30, 2019, Nil stock options had been exercised. During the three months ended April 30, 2018, 200,000 stock options were exercised at a price of \$0.05 per share for total proceeds of \$10,000. The previously recognized share-based payment expense relating to these stock options were reclassified from share-based payment reserve to share capital in the amount of \$7,349.

During the three months ended April 30, 2019, the Company did not grant any stock options. During the three months ended April 30, 2018, the Company granted 5,000,000 stock options with an exercise price of \$0.11 per share and an expiry date of February 16, 2019. The weighted average fair value of the options issued in the three months ended April 30, 2018 was estimated at \$0.06 per option at the grant date using the Black-Scholes option pricing model with the following assumptions:

	Three months ended April 30,	
	<u>2019</u>	<u>2018</u>
Weighted average expected dividend yield	N/A	0.00%
Weighted average expected volatility*	N/A	167.69%
Weighted average risk-free interest rate	N/A	1.82%
Weighted average expected term	N/A	1 year

* Expected volatility has been based on historical volatility of the Company's publicly traded shares.

Total expenses arising from share-based payment transactions recognized during the three months ended April 30, 2019 was \$Nil (three months ended April 30, 2018: \$291,319).

10. LOSS PER SHARE

The calculation of basic and diluted loss per share was based on the following data:

	Three months ended April 30,	
	<u>2019</u>	<u>2018</u>
Net loss	\$ 58,422	\$ 459,191
Weighted average number of common shares for the purpose of basic and diluted loss per share	147,795,847	129,750,903

The basic loss per share is computed by dividing net loss by the weighted average number of common shares outstanding during the year. The diluted loss per share reflects the potential dilution of common share equivalents, such as stock options and share purchase warrants, in the weighted average number of common shares outstanding during the period, if dilutive. All of the stock options and share purchase warrants currently issued (see Note 9) were anti-dilutive for the three months ended April 30, 2019 and 2018.

The loss per share for the three months ended April 30, 2019 was \$0.00 (three months ended April 30, 2018: \$ \$0.00).

11. RELATED PARTY TRANSACTIONS

Key management personnel compensation

Key management of the Company are directors and officers of the Company and their remuneration includes the following:

	Three months ended April 30,	
	2019	2018
Professional fees	\$ 7,500	\$ 7,500

Related party balances

At April 30, 2019, accounts payable and accrued liabilities includes \$17,500 (January 31, 2019: \$18,055) payable to three directors and a former director of the Company for unpaid fees. These amounts are unsecured, non-interest bearing and payable on demand.

12. SEGMENTAL REPORTING

The Company operates in one business segment, being the acquisition and exploration of mineral properties. The Company's exploration and evaluation assets are distributed by geographic locations as below:

	April 30, <u>2019</u>	January 31, <u>2019</u>
Canada	\$ 709,177	\$ 720,969
U.S.A.	921,245	921,245
	<u>\$ 1,630,422</u>	<u>\$ 1,642,214</u>

13. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

Investing and financing activities that do not have a direct impact on cash flows are excluded from the statement of cash flows.

During the three months ended April 30, 2019:

- i. Included in accounts payable and accrued liabilities was \$5,653 for exploration and evaluation assets.

During the three months ended April 30, 2018:

- ii. Included in accounts payable and accrued liabilities was \$10,645 for exploration and evaluation assets.

14. SUBSEQUENT EVENTS

Subsequent to April 30, 2019, 50,000 options at an exercise price of \$0.05 per share expired unexercised.