Icon Exploration Inc.

Financial Statements

For the years ended December 31, 2017 and 2016

(Expressed in Canadian Dollars)

Independent Auditors' Report

To the Shareholders of Icon Exploration Inc.:

We have audited the accompanying financial statements of Icon Exploration Inc., which comprise the statements of financial position as at December 31, 2017 and 2016, and the statements of operations and comprehensive loss, changes in equity and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

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

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

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

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

Opinion
In our opinion, the financial statements present fairly, in all material respects, the financial position of Icon Exploration Inc. as at December 31, 2017 and 2016, and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards.

Emphasis of Matter
Without modifying our opinion, we draw attention to Note 1 to the financial statements which highlights the existence of a material uncertainty relating to conditions that cast significant doubt on Icon Exploration Inc.'s ability to continue as a going concern.

MNP LLP

Mississauga, Ontario — Chartered Professional Accountants

April 26, 2018 — Licensed Public Accountants

MNP

Icon Exploration Inc.
Statements of Financial Position
(Expressed in Canadian dollars)
December 31, 2017 and 2016

		2017		2016
Assets				
Current assets				
Cash	**$**	**252,992**	$	1,022
Subscription receivable		**24,000**		-
Accounts receivable		**14,099**		4,742
Loan to 2590672 Ontario Inc. (notes 4 and 13)		**25,000**		-
Total Assets	**$**	**316,091**	$	5,764
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities (note 4)	**$**	**236,983**	$	312,910
Short-term loans from directors (note 4 and 5)		**-**		237,786
		236,983		550,696
Shareholders' Equity				
Share Capital (note 6)		**12,823,258**	$	12,197,520
Shares to be issued		**-**		2,000
Reserves (notes 7 and 8)		**1,276,044**		965,267
Deficit		**(14,020,194)**		(13,709,719)
		79,108		(544,932)
Total Equity and Liabilities	**$**	**316,091**	$	5,764

Nature of Operations and Going Concern (note 1)
Subsequent Events (note 13)

The accompanying notes are an integral part of these financial statements

Signed on behalf of the Board of Directors by:

"Roberto Fia" *"Joseph Heng"*

Icon Exploration Inc.
Statements of Operations and Comprehensive Loss
(Expressed in Canadian dollars)
For the years ended December 31, 2017 and 2016

		2017		2016
Expenses				
Administration (note 4)	$	**101,500**	$	68,500
Project evaluation costs		**67,446**		-
Legal fees		**55,276**		3,039
Advisory fee		**31,300**		22,500
Filing fees and transfer fees		**21,280**		15,796
Stock-based compensation (note 7)		**17,423**		-
Office and general		**13,423**		1,004
Accounting and audit fees		**10,630**		9,560
Interest on shareholders' loan (notes 4 and 5)		**6,848**		43,962
Bank charges		**310**		154
Gain on settlement of short-term loans from directors (note 6)		**(13,194)**		-
Foreign exchange loss		**(1,767)**		(827)
		310,475		163,688
Net loss and other comprehensive loss	**$**	**(310,475)**	$	(163,688)
Basic and diluted loss per share (note 9)	**$**	**(0.01)**	$	(0.01)
Weighted-average number of common shares outstanding		**20,967,743**		14,296,428

The accompanying notes are an integral part of these financial statements

Icon Exploration Inc.
Statements of Cash Flows
(Expressed in Canadian dollars)
For the years ended December 31, 2017 and 2016

		2017		2016
Cash flow from operating activities				
Net loss for the year	$	(310,475)	$	(163,688)
Items not affecting cash				
Stock-based compensation		17,423		-
Interest on shareholders' loan		6,848		43,962
Gain on settlement of short-term loans from directors (note 6)		13,194		-
Issuance of shares for debt settlement		365,903		-
Net change in non-cash working capital items		92,884		(119,726)
Subscription receivable		(24,000)		-
Account receivable		(9,357)		815
Accounts payable and accrued liabilities		(75,842)		87,648
		(16,315)		(31,263)
Cash flow form investing activities				
Loan receivable		(25,000)		-
Cash flow from financing activities				
Loan from directors		(237,787)		31,875
Private Placement		555,600		-
Cost of issue		(24,530)		-
		293,285		31,875
Increase in cash during the year		251,970		612
Cash, beginning of year		1,022		410
Cash, end of year	$	252,992	$	1,022
Non-cash items excluded from financing activities				
Shares issued for debt settlement	$	385,945	$	-

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

Icon Exploration Inc.
Statements of Changes in Equity
(Expressed in Canadian dollars)
For the years ended December 31, 2017 and 2016

	Share Capital		Reserves			
	Number of shares	**Amount $**	**Shares to be issued $**	**Contributed surplus $**	**Deficit $**	**Total $**
Balance, December 31, 2015	**14,296,428**	**12,197,520**	**2,000**	**965,267**	**(13,546,031)**	**(381,244)**
Net loss for the year	-	-	-	-	(163,688)	(163,688)
Balance, December 31, 2016	**14,296,428**	**12,197,520**	**2,000**	**965,267**	**(13,709,719)**	**(544,932)**
Private placement	8,062,500	555,600	-	-	-	555,600
Share issuance costs	-	(69,515)	-	45,062	-	(24,453)
Bonus shares issued	40,000	2,000	(2,000)	-	-	-
Shares for debt	7,982,498	385,945	-	-	-	385,945
Value of warrants issued	-	(248,292)	-	248,292	-	-
Value of stock options issued	-	-	-	17,423	-	17,423
Net loss for the year	-	-	-	-	(310,475)	(310,475)
Balance, December 31, 2017	**30,381,426**	**12,823,258**	**-**	**1,276,044**	**(14,020,194)**	**79,108**

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

(Expressed in Canadian dollars)

1. Nature of Operations and Going Concern

Icon Exploration Inc. ("Icon" or "the Company") was incorporated pursuant to the Canada Business Corporations Act on February 5, 2008 and was in the business of acquiring, exploring and developing mineral properties. The Company was listed on the TSX Venture Exchange and subsequently moved to the NEX listing on January 26, 2016. The Company's registered and records office is located at 157 Adelaide Street West, Suite 320, Toronto, Ontario, M5H 4E7.

These financial statements are prepared on a going concern basis, which contemplates that the Company 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. For the year ended December 31, 2017, the Company incurred a loss of $310,475 and the accumulated deficit as at December 31, 2017 was $14,020,194. As at December 31, 2017, the Company had a working capital of $79,108, which is insufficient to finance operating costs over the next twelve months without additional funding. These conditions cast significant doubt as to the Company's ability to continue as a going concern. These financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. Significant Accounting Policies

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

Basis of presentation

These financial statements have been prepared on a historical cost basis except for financial instruments classified as available-for-sale which have been measured at fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The financial statements were approved by the Board of Directors on April 26, 2018.

Critical accounting estimates and judgements

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Financial instruments

The Company's financial instruments consist of the following summarized accounts included within the statements of financial position:

Financial assets and liabilities	**Classification**
Cash	Loans and receivables
Subscription receivable	Loans and receivables
Loan from 2590672 Ontario Inc.	Loans and receivables
Accounts payable and accrued liabilities	Other financial liabilities
Short-term loans from director	Other financial liabilities

2. Significant Accounting Policies - continued

Financial instruments - continued

Loans and receivables: Loans and receivables are financial assets with fixed or determinable payments not quoted in an active market. These assets are initially recognized at fair value plus transaction costs. Subsequent to initial recognition, loans and receivables are measured at amortized cost using the effective interest method, less any impairment loss. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial instrument to the net carrying amount on initial recognition.

Other financial liabilities: Other financial liabilities are recognized initially at fair value net of any directly attributable transaction costs. Subsequent to initial recognition, these other financial liabilities are measured at amortized cost using the effective interest method. Other financial liabilities are derecognized when the obligations are discharged, cancelled or expired.

Impairment of financial assets: Financial assets are assessed for indicators of impairment at the end of each reporting period. Financial assets are impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition, the estimated future cash flows of the investments have been negatively impacted. Evidence of impairment could include financial difficulty of the counterparty, default or delinquency in interest or principal payment or the likelihood that the borrower will enter bankruptcy or financial reorganization.

The carrying amount of financial assets is reduced by any impairment loss directly for all financial assets with the exception of accounts receivable, where the carrying amount is reduced through the use of an allowance account. When an accounts receivable balance is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

Financial instruments recorded at fair value: The Company classifies its financial instruments according to a three level hierarchy that reflects the significance of the inputs used in making fair value measurements. The three levels of the fair value hierarchy are as follows:

- Level 1 - Unadjusted quoted prices in active markets for identical assets and liabilities;
- Level 2 - Inputs other than quoted prices that are observable for assets or liabilities directly or indirectly; and
- Level 3 - Inputs for assets or liabilities that are not based on observable market data.

2. Significant Accounting Policies - continued

Income taxes

Income tax expense consists of current and deferred tax expense. Current and deferred tax are recognized in profit or loss except to the extent they relate to items recognized directly in equity or other comprehensive income.

Current tax is recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the income tax rates enacted or substantially enacted at the end of the reporting period and includes any adjustment to taxes payable in respect of previous years.

Deferred tax is recognized on any temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable earnings. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized and the liability is settled. The effect of a change in the enacted or substantively enacted tax rates is recognized in net earnings and comprehensive income or equity depending on the item to which the adjustment relates.

Deferred tax assets are recognized to the extent future recovery is probable. At each reporting period end, deferred tax assets are reduced to the extent that it is no longer probable that sufficient taxable earnings will be available to allow all or part of the asset to be recovered.

Share-based payment transactions

The Company has a stock option plan as described in note 7. All share-based awards granted, including those granted to directors not acting in their capacity as directors, are accounted for using the fair value based method. The fair value of stock options granted is recognized as an expense within the statement of comprehensive loss and a corresponding increase to reserves within the equity section of the statement of financial position. Any consideration paid by eligible participants on the exercise of stock options is credited to capital stock. The reserves amount associated with stock options is transferred to capital stock upon exercise.

Loss per share

Basic loss per share is computed by dividing the profit or loss for the period by the weighted average number of common shares outstanding during the period. Stock options and common share purchase warrants are not included in the calculation of diluted loss per share if their inclusion would be antidilutive.

3. New Accounting Standards and Interpretations

Standards and amendments issued but not yet effective

The IASB issued new standards and amendments not yet effective. The Company is assessing the impact of the following standard:

IFRS 9 - Financial Instruments ("IFRS 9") was issued by the IASB on July 24, 2014 and will replace IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 utilizes a single approach to determine whether a financial asset is measured at amortized cost or fair value and a new mixed measurement model for debt instruments having only two categories: amortized cost and fair value. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Final amendments released on July 24, 2014 also introduce a new expected loss impairment model and limited changes to the classification and measurement requirements for financial assets. IFRS 9 is effective for annual periods beginning on or after January 1, 2018.

(Expressed in Canadian dollars)

3. New Accounting Standards and Interpretations - continued

Standards and amendments issued but not yet effective - continued

IFRS 15 - Revenue from Contracts with Customers – The standard replaces IAS 11 Construction Contracts, IAS 18 Revenue, IFRIC 13 Customer Loyalty Programmes, IFRIC 15 Agreements for the Construction of Real Estate, IFRIC 18 Transfer of Assets From Customers and SIC 31 Revenue – Barter Transactions Involving Advertising Services. IFRS 15 establishes principles for reporting the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contract with customers. This standard is effective for annual periods beginning on or after January 1, 2018, and permits early adoption. Management has determined that the effect of this standard will not have a material impact with regard to the Company's accounting of revenue.

IFRS 16 - Leases – In January 2016 the International Accounting Standards Board issued IFRS 16, Leases, which specifies how to recognize, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Consistent with its predecessor, 1AS 17 the new lease standard continues to require lessors to classify leases as operating or finance. IFRS 16 is to be applied retrospectively for annual periods beginning on or after January 1, 2019. Earlier application is permitted if IFRS 15 Revenue from contract with customers has also been applied.

4. Related Party Transactions and Balances

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making operating and financial decisions. This would include the Company's senior management. Parties are also related if they are subject to common control or significant influence. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties. The following are the related party transactions for the years ended December 31, 2017 and 2016:

		2017	2016
(a)	Administration and management fees	**$ 106,500**	$ 68,500
	Stock based compensation	**17,423**	-
	Loan 2590672 Ontario Inc.	**25,000**	-
		$ 148,923	$ 68,500

(b) During the year ended December 31, 2017, the Company received short-term loan proceeds totaling $13,108 from a director of the Company and has since been re-paid.

(c) On April 24, 2017, July 17, 2017 and August 3, 2017 the Company issued 6,332,498 common shares at a deemed price of $0.05 per share to settle $316,625 of debts owing to directors.

(d) During the year ended December 31, 2017, the Company made $25,000 non-interest-bearing loan to 2590672 Ontario Inc. The loan has been repaid on March 13, 2018.

(Expressed in Canadian dollars)

4. Related Party Transactions and Balances - continued

Related party liabilities included in accounts payable and accrued liabilities and other payables were as follows:

	2017	2016
Administration and management fees	**$ 40,000**	$ 104,500
Interest on short term loan	-	70,912
Short term loan from directors	-	166,875
	$ 40,000	$ 342,287

Transactions with related parties are recorded at the exchange amount, being the price agreed between the parties.

5. Short-Term Loans

The Company had loans with directors carried forward from 2016 totalling $166,875 as at March 3, 2017 with interest at a rate of 18% per annum (the "Interest Amount"). Interest accrued to March 3, 2017 (date of agreement to convert loan debt into shares) was $77,759 bringing the aggregate total to $244,634 and were converted to 4,892,678 common shares between April 24, 2017 and August 3, 2017.

6. Share Capital

a) Authorized:

Share capital consists of an unlimited number of Class "A" common shares without par value. Issued shares are fully paid. All warrants and compensation options were valued using the Black Scholes pricing model.

b) Issued:

Private Placements
On March 17, 2017 and April 24, 2017, the Company closed a private placement financing in two tranches in which it issued 2,020,000 units for gross proceeds of $99,000. Each unit consisted of one common share and one-half warrant. Each whole warrant is exercisable at $0.10 per share for a period of 12 months from the date of issuance. In conjunction with the closing, the agent received a cash commission of $8,203 which equals 8% of the gross proceeds raised plus expenses and a total of 158,400 agent warrants valued at $5,778 representing an amount equal to 8% of the units issued under the financing. Each agent warrant is exercisable into one common share of the Company at an exercise price of $0.10 per share for a period of one year.

On August 3, 2017, the Company closed a third tranche of a private placement financing in which it has issued 1,000,000 units for gross proceeds of $50,000. Each unit consisted of one common share and one-half warrant. Each whole warrant is exercisable at $0.10 per share for a period of 12 months from the date of issuance. In conjunction with the closing, the agent received 80,000 agent warrants valued at $3,852 representing an amount equal to 8% of the units issued under the financing. Each agent warrant is exercisable into one common share of the Company at an exercise price of $0.10 per share for a period of one year.

On December 18, 2017, the Company closed a private placement financing in which it issued 5,082,500 units for gross proceeds of $406,600. Each unit consists of one common share and one-half warrant. Each whole warrant is exercisable at $0.15 per share for a period of 12 months from the date of issuance. In conjunction with the closing, the Company paid a finder's fee of $16,250 and issued 150,000 unit warrants valued $35,432. Each unit warrant consisted of one share and one-half warrant. Each whole warrant is exercisable at $0.15 per share for a period of 12 months from the date of issuance.

(Expressed in Canadian dollars)

6. Share Capital - continued

Shares for debt
On April 24, 2017, July 19, 2017 and August 3, 2017, the Company issued 7,982,498 common shares at a deemed price of $0.05 per share to directors and suppliers to settle debt aggregating $399,125. The Company recognized a gain on settlement of debt of $13,914 in 2017.

7. Stock Options

The Company has a Share Option Plan (the "Plan") under which it is authorized to grant options to purchase common shares of the Company to directors, senior officers, employees and/or consultants of the Company. The aggregate number of shares of the Company which may be issued and sold under the Plan will not exceed 10% of the total number of common shares issued and outstanding from time to time. Share options are granted with a maximum term of ten years with vesting requirements at the discretion of the Board of Directors.

The Company records a charge to the statements of loss and comprehensive loss using the Black Scholes fair valuation option pricing model with respect to a share option grant. The valuation is dependent on a number of estimates, including the risk free interest rate, the level of share volatility, together with an estimate of the level of forfeiture. The level of share volatility is calculated with reference to the historic traded daily closing share price at the date of issue. Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable measure of the fair value of the Company's share purchase options.

On February 21, 2017, the Company granted incentive stock options to its directors to purchase up to an aggregate of 392,405 common shares of the Company. The options are exercisable for a period of ten years at a price of $0.05 per share. The fair value of the 392,405 stock options granted was estimated at $17,423 using the Black-Scholes model for option pricing. The assumptions underlying the fair value of the share purchase options were as follows: risk free interest rate - 0.38%; dividend yield - 0%; expected stock volatility - 171% and an option life - 10 years.

The following is a continuity schedule for each series of stock options outstanding and exercised at December 31, 2017.

Expiry Date	Exercise Price ($)	Outstanding at December 31, 2017	Granted	Exercised	Expired/ Cancelled	Outstanding at December 31, 2017	Fair Value ($)
March 13, 2020	0.05	1,037,237	-	-	(299,908)	737,329	11,794
February 21, 2027	0.05	-	392,405	-	(150,000)	242,405	10,763
		1,037,237	**392,405**	**-**	**(449,908)**	**979,734**	**22,557**

8. Share Purchase Warrants

In connection with the private placement referred to in note 6, the Company issued 4,031,250 share purchase warrants, 238,400 agent warrants and 225,000 agent unit warrants. The agent unit warrant is comprised of one share and one-half warrant. The relative fair value of the 4,031,250 warrants, 238,400 agent warrants and 225,000 agent unit warrants issued in connection with the private placement on March 17, 2017, April 24, 2017, August 3, 2017 and December 18, 2017 has been estimated at $23,482, $23,982, $26,111 and$219,702 respectively using the Black Scholes model for pricing options under the following weighted average assumptions: risk free interest rate 0.7% - 1.64%; dividend yield 0%; expected stock volatility 258% - 284%; and an expected life of 1 year.

(Expressed in Canadian dollars)

8. Share Purchase Warrants (continued)

The following is a continuity schedule for each series of warrants outstanding as of December 31, 2017:

Expiry Date	Exercise Price ($)	Outstanding at December 31, 2017	Issued	Exercised	Expired/ Cancelled	Outstanding at December 31, 2017	Fair Values ($)
October 31, 2017	0.50	2,604,000	-	-	(2,604,000)	-	-
March 17, 2018	0.10	-	568,400	-	-	568,400	23,482
April 24, 2018	0.10	-	580,000	-	-	580,000	23,982
August 3, 2018	0.10	-	580,000	-	-	580,000	26,111
December 18, 2018	0.15	-	2,541,250	-	-	2,541,250	184,270
December 18, 2018	0.15	-	225,000	-	-	225,000	35,432
		2,604,000	**4,494,650**	**-**	**(2,604,000)**	**4,494,650**	**293,277**

9. Loss per share

The following table sets out the computation for basic and diluted loss per share for the years ended December 31, 2017 and 2016:

		2017		2016
Net loss income attributable to common shareholders basic and diluted	**$**	**(310,475)**	$	(163,688)
Weighted average number of common shares outstanding basic and diluted (to-update)		**20,967,743**		14,296,428
Basic and diluted loss per share	**$**	**(0.01)**	$	(0.01)

The options and warrants for the years ended December 31, 2017 (5,474,384) and 2016 (3,641,237), were excluded from the computation of diluted loss per share as the potential effect was anti-dilutive.

10. Capital Management

The Company's capital is composed of share capital, reserves and deficit. The Company manages its capital within the following objectives:

(a) to ensure that there is sufficient financial flexibility to achieve the ongoing business objectives; and
(b) to maximize shareholder return through enhancing shareholder value.

Management periodically reviews its capital management approach 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 for the year ended December 31, 2017. The Company is not subject to externally imposed capital requirements.

(Expressed in Canadian dollars)

11. Financial Risk Management

The Company's financial risk exposures and the impact on the Company's financial instruments are as follows:

(a) Credit risk:

The Company has no significant concentration of credit risk arising from financial instruments.

(b) Liquidity risk:

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at December 31, 2017, the Company has a working capital of $79,108 (December 31, 2016 working capital deficiency: $544,932). The Company had a cash balance of $252,992 (December 31, 2016: $1,022) to settle current financial liabilities of $236,983 (December 31, 2016: $550,696). All of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms, except short term loans.

(c) Fair Value:

The carrying amount of cash, subscription receivable, loan receivable, accounts payable and accrued liabilities and short-term loans approximates their fair value because of the short-term maturities of these items.

12. Income Taxes

Income tax expense

Deferred taxes are provided as a result of temporary differences that arise due to the differences between the income tax values and the carrying amount of assets and liabilities. Deferred tax assets have not been recognized in respect of the following deductible temporary differences because it is not probable that future taxable profit will be available against which the Company can utilize these benefits:

	2017 $	2016 $
Exploration and evaluation assets	4,876,201	4,872,201
Non-capital losses carried forward	9,749,937	9,465,406
Intangible assets	149,251	160,185
Net capital losses carried forward	10,052	10,052
Share issuance costs	61,612	10,600

Non-capital losses carried forward expire between 2027 and 2037. Successor exploration assets in the amount of $4,426,635 may only be applied against production profits and proceeds related to specific resource properties. The net capital loss carries forward may be carried forward indefinitely, but can only be used to reduce capital gains. Share issue costs will be deducted over the next 4 years. The remaining temporary differences may be carried forward indefinitely.

13. Subsequent Events

1. Between January 10, 2018 and April 4, 2018, 1,300,000 share purchase warrants were exercised at a price of $0.10 per share for gross proceeds of $130,000.

2. On January 23, 2018 the Company entered into a letter of intent (the "LOI") for a non-arm's length business combination transaction (the "Proposed Transaction") with 2590672 Ontario Inc. ("City View Green" or "City View" or "CVG") through the purchase by the Company of 100% of the issued and outstanding common shares of City View (the “Acquisition”). It is acknowledged by the parties that as at the date of January 23, 2018, City View has 10,002,500 common shares and 2,000,000 options issued and outstanding.

13. Subsequent Events - continued

The consideration, upon City View and Icon each being satisfied with their respective due diligence reviews, including other requirements outlined in the LOI, at closing of the Acquisition, as consideration for all of the issued and outstanding securities of City View, Icon agrees to issue to the holders of outstanding City View common shares, 10.6 Icon common shares per each one(1) outstanding City View common share held by them; issue to holders of outstanding City View common share warrants, five (5) Icon common share purchase warrants per each one(1) outstanding City View Warrant held by them, with each Icon Warrant being exercisable into one Icon common share at a minimum purchase price of $0.40/share for a period of 24 months from the date of closing of the Acquisition; and issue to holders of outstanding City View stock options, five (5) Icon stock options per each one(1) outstanding City View Option held by them, with each Icon Option being exercisable into one Icon share option at a minimum purchase price of $0.25/share for a period of 5 years from the date of closing of the Acquisition.