

**CHIMATA GOLD CORP.**  
**(FORMERLY MAXTECH RESOURCES INC.)**  
(Unaudited - Expressed in Canadian dollars)

**Condensed Interim Financial Statements**  
**Second Quarter, 2013**

## **NOTICE TO READER**

Under National Instrument 51-102, if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements have been prepared by management, and were not reviewed by the Company's independent auditor.

**CHIMATA GOLD CORP.**  
**(FORMERLY MAXTECH RESOURCES INC.)**  
**Condensed Interim Statements of Financial Position**  
(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2013	December 31, 2012
		\$	\$
<b>Assets</b>			
<b>Current assets</b>			
Cash		1,366	1,858
Amounts receivable		1,856	6,758
		3,222	8,616
<b>Exploration and evaluation asset</b>	4	376,033	376,033
		379,255	384,649
<b>Liabilities and Shareholders' Equity</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	5	56,013	10,460
<b>Shareholders' equity</b>			
Share capital	3	559,039	559,039
Loan reserve		53,471	53,471
Deficit		(289,268)	(238,321)
		323,242	374,189
<b>Shareholders' equity and liabilities</b>		379,255	384,649

*Nature and continuance of operations (Note 1)*

Approved and authorized for issuance by the board of directors on August 15, 2013

"Gurdeep Johal"

Gurdeep Johal, Director

"Sonny Janda"

Sonny Janda, Director

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

**CHIMATA GOLD CORP.**  
**(FORMERLY MAXTECH RESOURCES INC.)**  
**Condensed Interim Statements of Comprehensive Loss**  
(Unaudited - Expressed in Canadian Dollars)

		Three Months Ended June 30,		Six Months Ended June 30,	
	Note	2013	2012	2013	2012
<b>Expenses</b>		\$	\$	\$	\$
Accretion and interest		–	21,531	–	42,325
Consulting	6	10,350	10,680	18,901	20,740
Office and administration		910	1,316	2,855	1,786
Occupancy fees	6	7,500	7,500	15,000	15,000
Professional fees		–	3,727	2,000	5,727
Listing and filing fees		11,238	10,041	12,191	11,567
Loss and comprehensive loss		(29,998)	(54,795)	(50,947)	(97,145)
<b>Loss per share, basic and diluted</b>		(0.00)	(0.00)	(0.00)	(0.00)
<b>Weighted average number of common shares outstanding</b>		37,649,002	36,769,881	37,649,002	35,218,063

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**CHIMATA GOLD CORP.**  
**(FORMERLY MAXTECH RESOURCES INC.)**  
**Condensed Interim Statements of Cash Flows**  
(Unaudited - Expressed in Canadian Dollars)

	Note	Six months ended June 30,	
		2013	2012
		\$	\$
<b>Operating activities</b>			
Loss for the period		(50,947)	(97,145)
Items not involving cash:			
Accretion expenses		-	42,325
Changes in non-cash operating working capital			
Amounts receivables		4,902	(962)
Prepaid		-	(6,881)
Accounts payable and accrued liabilities		45,553	629
Cash used in operating activities		(492)	(62,034)
<b>Financing activities</b>			
Shares issued for cash		-	200,000
Cash used in investing activities		-	200,000
<b>Investing activities</b>			
Increase in prepayment for the acquisition of exploration asset		-	(199,330)
Cash used in investing activities		-	(199,330)
<b>Increase (decrease) in cash</b>		(492)	(61,364)
<b>Cash, beginning of period</b>		1,858	530,418
<b>Cash, end of period</b>		1,366	469,054
Cash paid during the period for interest expense		-	-
Cash paid during the period for income taxes		-	-

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**CHIMATA GOLD CORP.****(FORMERLY MAXTECH RESOURCES INC.)****Condensed Interim Statements of Changes in Equity**

(Unaudited - Expressed in Canadian Dollars except for number of shares)

	Number of Outstanding Shares	Share Capital	Loan Reserve	Deficit	
		\$	\$	\$	\$
Balance, December 31, 2011	33,649,002	359,039	53,471	(110,996)	301,514
Share issuance for cash	4,000,000	200,000	–	–	200,000
Net loss for the period	–	–	–	(97,145)	(97,145)
<b>Balance, June 30, 2012</b>	<b>37,649,002</b>	<b>559,039</b>	<b>53,471</b>	<b>(208,141)</b>	<b>404,369</b>
Balance, December 31, 2012	37,649,002	559,039	53,471	(238,321)	374,189
Net loss for the period	–	–	–	(50,947)	(50,947)
<b>Balance, June 30, 2013</b>	<b>37,649,002</b>	<b>559,039</b>	<b>53,471</b>	<b>(289,268)</b>	<b>323,242</b>

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

## **CHIMATA GOLD CORP.**

### **Notes to the Condensed Interim Financial Statements**

Second Quarter, 2013

(Unaudited - Expressed in Canadian dollars)

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#### **1. NATURE AND CONTINUANCE OF OPERATIONS**

Chimata Gold Corp. (the "Company") was incorporated under the *Business Corporations Act* (British Columbia) on November 16, 2010 as Maxtech Resources Inc. The change of name occurred on February 10, 2011. Pursuant to an arrangement agreement between the Company and Maxtech Ventures Inc. ("Maxtech"), the Company's former parent, that became effective on August 17, 2011, the Company spun out from Maxtech and the common shares of the Company began trading on TSX Venture Exchange ("TSXV") on September 16, 2011 under the symbol "CAT". The Company's principal activity is the acquisition and exploration of mineral properties in Canada.

The head office, registered address and records office of the Company are located at 8338 - 120th Street, 2nd Floor Surrey, BC, V3W 3N4.

These financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the normal course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at June 30, 2013, the Company had not advanced its exploration and evaluation asset to commercial production and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon the successful results from its exploration activities on its exploration and evaluation asset and its ability to attain profitable operations and generate funds there from and/or raise equity capital to meet current and future obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans from related parties and or private placement of common shares.

#### **2. SIGNIFICANT ACCOUNTING POLICIES**

##### **Basis of measurement**

The financial statements have been prepared on an accrual basis and are based on historical costs, except for financial instruments which are measured at fair value. The financial statements are presented in Canadian Dollars, the functional currency of the Company.

##### **Statement of compliance**

These condensed interim financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34 "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with the IFRS issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). Accordingly, certain disclosures required in annual financial statements have been condensed or omitted. These condensed interim financial statements are intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that these condensed interim financial statements be read in conjunction with the most recent audited annual financial statements of the Company for the year ended December 31, 2012.

## **CHIMATA GOLD CORP.**

### **Notes to the Condensed Interim Financial Statements**

Second Quarter, 2013

(Unaudited - Expressed in Canadian dollars)

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#### **2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **Statement of compliance (continued)**

These condensed interim financial statements have been prepared using the same accounting policies and methods of computation as were applied in our most recent audited annual financial statements for the year ended December 31, 2012 except the following new standards which were adopted commencing January 1, 2013. Adoption of the below five new standards had no impact to the Company's financial statements.

##### **New standard IFRS 10 "Consolidated Financial Statements"**

This new standard has replaced IAS 27 "Consolidated and Separate Financial Statements", and SIC-12 "Consolidation – Special Purpose Entities". Concurrent with IFRS 10, the IASB issued IFRS 11 "Joint Ventures"; IFRS 12 "Disclosures of Involvement with Other Entities"; IAS 27 "Separate Financial Statements", which has been amended for the issuance of IFRS 10 but retains the current guidance for separate financial statements; and IAS 28 "Investments in Associates and Joint Ventures", which has been amended for conforming changes based on the issuance of IFRS 10 and IFRS 11. IFRS 10 uses control as the single basis for consolidation, irrespective of the nature of the investee, eliminating the risks and rewards approach included in SIC-12, and requires continuous assessment of control over an investee.

##### **New standard IFRS 11 "Joint Arrangements"**

This new standard requires a venturer to classify its interest in a joint arrangement as a joint venture or joint operation. Joint ventures will be accounted for using the equity method of accounting whereas for a joint operation the venture will recognize its share of the assets, liabilities, revenue and expenses of the joint operation. Under IFRS before January 1, 2013, entities have the choice to proportionately consolidate or equity account for interests in joint ventures. IFRS 11 supersedes IAS 31, Interests in Joint Ventures, and SIC-13, Jointly Controlled Entities-Non-monetary Contributions by Venturers.

##### **New standard IFRS 12 "Disclosure of Interests in Other Entities"**

This new standard establishes disclosure requirements for interests in other entities, such as joint arrangements, associates, special purpose vehicles and off balance sheet vehicles. The standard carries forward existing disclosures and also introduces significant additional disclosure requirements that address the nature of, and risks associated with, an entity's interests in other entities.

##### **New standard IFRS 13 "Fair value measurement"**

This new standard replaces the fair value measurement guidance currently included in various other IFRS standards with a single definition of fair value and extensive application guidance. IFRS 13 provides guidance on how to measure fair value and does not introduce new requirements for when fair value is required or permitted. It also establishes disclosure requirements to provide users of the financial statements with more information about fair value measurements.

##### **Financial statement presentation**

In June 2011, the IASB and the Financial Accounting Standards Board ("FASB") issued amendments to standards to align the presentation requirements for other comprehensive income ("OCI"). The IASB issued amendments to IAS 1 "Presentation of Financial Statements" to require companies preparing financial statements under IFRS to group items within OCI that may be reclassified to the profit or loss. The amendments also reaffirm existing requirements that items in OCI and profit or loss should be presented as either a single statement or two consecutive statements. The amendments are effective for fiscal years beginning on or after July 1, 2012.



## CHIMATA GOLD CORP.

### Notes to the Condensed Interim Financial Statements

Second Quarter, 2013

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#### 2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### Significant estimates and assumptions

The preparation of financial statements in accordance with IFRS requires the Company to make estimates and assumptions concerning the future. The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation asset and the recoverability and measurement of deferred tax assets.

##### Significant judgments

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in applying the Company's financial statements include:

- the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty; and
- the classification of expenditures as exploration and evaluation expenditures or operating expenses.

##### Accounting standards and amendments issued but not yet adopted

###### *New standard IFRS 9 "Financial Instruments"*

This new standard is a partial replacement of IAS 39 "Financial Instruments: Recognition and Measurement". IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. 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. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2015.

###### *Amended standard IAS 32 Financial Instruments: Presentation ("IAS 32")*

Amendments to IAS 32 are effective for annual periods beginning on or after January 1, 2014. This provides for amendments relating to offsetting financial assets and financial liabilities. The Company is currently evaluating any impact that this new guidance may have on its consolidated financial statements.

#### 3. CAPITAL STOCK

Common shares:

Authorized: Unlimited common shares and preferred shares without par value

Issued: There was no share issuance nor redemption during the six months ended June 30, 2013.

**CHIMATA GOLD CORP.****Notes to the Condensed Interim Financial Statements**

Second Quarter, 2013

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**3. CAPITAL STOCK (CONTINUED)**

## Warrants:

Proceeds from issuances of units consisting of shares and warrants are allocated based on the residual method, whereby the carrying amount of the warrants is determined based on any difference between gross proceeds and the estimated fair market value of the shares. If the proceeds from the offering are less than or equal to the estimated fair market value of shares issued, a nil carrying amount is assigned to the warrants.

As at June 30, 2013, the Company had 4,000,000 warrants outstanding and exercisable with a weighted average price of \$0.10 and a weighted average remaining life of 0.80 years.

## Stock Options:

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may, in accordance with TSXV requirements, grant to directors, officers, employees and consultants to the Company, non-transferable options to purchase common shares. The number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares of the Company. Options can have a maximum exercise term of 5 years from the date of grant. Vesting terms will be determined at the time of grant by the Board of Directors. The Company has not granted any options to date.

## Loan Reserve:

Recorded in the loan reserve is the discount on a loan previously issued to Maxtech which was fully paid during the year ended December 31, 2012.

**4. EXPLORATION AND EVALUATION ASSET**

The Company owns 100% of the Guercheville Property which consists of 38 claims in the Abitibi region of Quebec.

Continuity of the Guercheville Property is as follows:

	<b>December 31, 2011</b>	<b>Additions</b>	<b>December 31, 2012</b>	<b>Additions</b>	<b>June 30, 2013</b>
	\$	\$	\$	\$	\$
Acquisition	359,039	-	359,039	-	359,039
Claim renewal fees	585	16,409	16,994	-	16,994
Total	359,624	16,409	376,033	-	376,033

**CHIMATA GOLD CORP.****Notes to the Condensed Interim Financial Statements**

Second Quarter, 2013

(Unaudited - Expressed in Canadian dollars)

**5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>June 30, 2013</b>	<b>December 31, 2012</b>
	\$	\$
Accounts payables	47,263	360
Accrued liabilities	8,750	10,100
	<b>56,013</b>	<b>10,460</b>

**6. RELATED PARTY TRANSACTIONS**

During the six months ended June 30, 2013 ("2013 First Six Months"), the Company incurred \$3,901 (2012 First Six Months - \$5,740) in consulting fees to a company controlled by the Company's Chief Financial Officer ("CFO"); \$15,000 in occupancy costs (2012 First Six Months - \$15,000) and \$15,000 in consulting fees (2012 First Six Months - \$15,000) to a company controlled by a relative of the CEO (also a director).

As at June 30, 2013 the Company's accounts payable and accrued liabilities included the following balances due to the related parties:

- \$1,750 due to the Company's CFO (2012/12/31- \$2,100).
- \$32,300 due to a company controlled by a relative of the CEO (2012/12/31 - \$Nil).

These payables are unsecured, non-interest bearing, and had no fixed terms of repayment.

**7. SEGMENT INFORMATION**

The Company primarily operates in one reportable operating segment, being the acquisition, exploration and development of resource properties located in Canada.