CHIMATA GOLD CORP.

Condensed Interim Financial Statements
Three and Nine Months Ended September 30, 2016

(Unaudited - Expressed in Canadian dollars)

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.

Condensed Interim Statements of Financial Position

(Unaudited - Expressed in Canadian Dollars)

	Note	September 30, 2016	December 31, 2015
		$	$
Assets			
Current assets			
Cash		–	1,504
Sales tax receivable		3,001	420
		3,001	1,924
Mineral property interest	4	5,000	–
Total assets		8,001	1,924
Liabilities and Shareholders' Deficiency			
Current liabilities			
Bank indebtedness		186	–
Accounts payable and accrued liabilities	6	160,976	125,469
Notes payable	7	79,040	56,000
		240,202	181,469
Shareholders' deficiency			
Share capital	5	646,302	646,302
Loan reserve		61,994	61,994
Deficit		(940,497)	(887,841)
		(232,201)	(179,545)
Total shareholders' deficiency and liabilities		8,001	1,924

Nature and continuance of operations (Note 1)

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

Approved and authorized for issuance by the board of directors on November 24, 2016

"Curt Huber" — Curt Huber, Director

"Omar Hudani" — Omar Hudani, Director

CHIMATA GOLD CORP.

Condensed Interim Statements of Comprehensive Loss

(Unaudited - Expressed in Canadian Dollars)

		Three months ended September 30,		Nine months ended September 30,	
	Note	2016	2015	2016	2015
Expenses		$	$	$	$
Consulting	7	4,500	3,850	19,500	17,350
Office and administration		–	19	52	19
Occupancy fees	7	4,500	9,000	7,500	13,500
Professional fees		4,400	4,500	7,407	6,207
Listing and filing fees		4,382	2,900	13,012	13,151
Loss before the following:		(17,782)	(20,269)	(47,471)	(50,227)
Accretion and interest		(1,720)	(823)	(5,185)	(3,226)
Loss and comprehensive loss		(19,502)	(21,092)	(52,656)	(53,453)
Loss per share, basic and diluted		(0.00)	(0.00)	(0.00)	(0.00)
Weighted average number of common shares outstanding		39,149,002	39,149,002	39,149,002	39,071,346

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

CHIMATA GOLD CORP.

Condensed Interim Statements of Cash Flows

(Unaudited - Expressed in Canadian Dollars)

	Nine months end September 30, 2016	2015
	$	$
Operating activities		
Loss for the period	(52,656)	(53,453)
Changes in non-cash operating working capital		
HST receivable	(2,581)	(1,741)
Accounts payable and accrued liabilities	35,507	40,603
Cash (used) in operating activities	(19,730)	(14,591)
Financing activities		
Issuance of promissory note	18,040	–
Issuance of common shares net of commissions	–	12,000
Cash provided by financing activities	18,040	12,000
(Decrease) in cash	(1,690)	(2,591)
Cash, beginning of period	1,504	3,114
Cash (Bank indebtedness), end of period	(186)	523
Cash paid during the period for interest expense	–	1,134

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

CHIMATA GOLD CORP.

Condensed Interim Statements of Changes in Deficiency

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

	Number of Outstanding Shares	Share Capital	Loan Reserve	Deficit	Shareholders' equity (deficiency)
		$	$	$	$
Balance, December 31, 2014	38,949,002	634,302	61,994	(811,471)	(115,175)
Common shares issued	200,000	12,000	–	–	12,000
Net loss for the period	–	–	–	(53,453)	(53,453)
Balance, September 30, 2015	39,149,002	646,302	61,994	(864,924)	(156,628)
Balance, December31, 2015	39,149,002	646,302	61,994	(887,841)	(179,545)
Net loss for the period	–	–	–	(52,656)	(52,656)
Balance, September 30, 2016	39,149,002	646,302	61,994	(940,497)	(232,201)

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

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 to Chimata Gold Corp. occurred on February 10, 2011. Pursuant to an arrangement agreement between the Company and its former parent company ("Maxtech Ventures Inc." or "Maxtech") 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, 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 September 30, 2016, 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, its ability to attain profitable operations and generate funds there from and raise equity capital and/or obtain loans from related parties 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 cash on hand, loans from related parties and or private placement of common shares.

2. 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, 2015.

3. SIGNIFICANT ACCOUNTING POLICIES

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, 2015. The Company has not adopted new accounting policies since then.

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of measurement

These condensed interim 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. These condensed interim financial statements are presented in Canadian Dollars, the functional currency of the Company.

Significant estimates and judgments

Significant estimates

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 assets 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 issued but not yet applied

At the date of authorization of these financial statements, IFRS 9 "Financial Instruments" has not been early adopted and is not expected to have a material effect on the Company's future results and financial position.

4. MINERAL PROPERTY INTEREST

On August 13, 2016, the Company has entered into an Option Agreement to acquire a 100% interest in certain concessions known as the "Maggie Gold Project", which is located about 12 kilometres southeast of the ocean port of Squamish, B.C., and comprised of approximately 20.9 hectares. The Option Agreement stipulates that the Company will pay $5,000 (Note 7) to an optionor on three days of the Option Agreement being executed. And the Company will perform the following:

i) Complete hard costs expenditures in aggregate of $50,000.00 on the Maggie Gold Project by December 31, 2016, in an effort to produce an updated 43-101 compliant technical report;
ii) Cash payment of $50,000 plus a further $50,000 in hard or soft cost expenditure on the Maggie Gold Project by April 30, 2017; and
iii) Upon the second cash and expenditure payment, Chimata will become 100% interest owner in the Maggie Gold Project subject to a 1% NSR to a optionor.

(Unaudited - Expressed in Canadian dollars)

5. CAPITAL STOCK

Authorized share capital:
Unlimited common shares and preferred shares without par value

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 September 30, 2016, the Company had 1,500,000 warrants outstanding, which had an exercise price of $0.06 per share and weighted average remaining life of 2.96 years.

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 the loans issued to related parties.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2016	December 31, 2015
	$	$
Trade payable	134,896	102,434
Accrued liabilities	11,000	13,000
Interest payable on loans (Note 7)	15,080	10,035
	160,976	125,469

7. NOTES PAYABLE

a) Maxtech Venture Inc.

During the year ended December 31, 2013, the Company received loans of $56,000 from Maxtech Ventures Inc., the former parent company of the Company to finance its operations. Maxtech Ventures Inc. and the Company had a common director when the loans were advanced. Both loans bore interest at 5% per annum until December 31, 2014 (the maturity date of the loan), after which interest increased to prime plus 10% per annum for the loan of $51,000 and remained at 5% per annum for the loan of $5,000. The loans were discounted using an estimated market rate of 15% per annum with the discount of $8,523 recorded to the loan reserve account in equity on inception. The Company had been reversing the discount as accretion expense over the remaining term of the loan to maturity, and as at December 31, 2014, the loans were fully accreted.

During the nine months ended September 30, 2016, $5,046 (September 30, 2015 - $5,046) of interest and accretion was recorded.

b) Other

During the nine months ended September 30, 2016, the Company received on demand loan of $18,040 from an arms-length party at an interest rate of 5% per annum.

During the nine months ended September 30, 2016, the Company entered into a promissory note agreement whereby the Company agreed to pay $5,000 to the optioner on the Maggie Gold project (Note 4). The note is non-interest bearing and due on demand.

8. SEGMENT INFORMATION

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

(Unaudited - Expressed in Canadian dollars)

9. FINANCIAL INSTRUMENTS

Classification of financial instruments

Financial assets included in the statement of financial position are as follows:

	September 30, 2016	December 31, 2015
	$	$
Fair value through profit or loss:		
Cash	-	1,504

Financial liabilities included in the statement of financial position are as follows:

	September 30, 2016	December 31, 2015
	$	$
Non-derivative financial liabilities:		
Trade payables	134,896	102,434
Notes payable	74,040	56,000
Interest payable	15,080	10,035
	224,016	168,469

Fair value

The fair value of the Company's financial assets and liabilities approximates the carrying amount.

10. SUBSEQUENT EVENT

On October 28, 2016, the Company raised $250,000 through the sale of 12,500,000 units, which are comprised of one common share plus one share purchase warrant, for $0.02 each. Each warrant will permit the holder to purchase one additional common share of the Company at a price of $0.05 per share with an expiry date of October 28, 2021.