Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Financial Statements

(Unaudited – Prepared by Management)

Three Months Ended October 31, 2014

Notice to Readers

Under National Instrument 51-102, Part 4.3(3)(a), 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 interim financial statements of Zadar Ventures Ltd. for the three months ended October 31, 2014 have been prepared in accordance with International Accounting Standard 34 for Interim Financial Reporting under International Financial Reporting Standards. These interim financial statements are the responsibility of the Company's management and have been approved by the Board of Directors. The Company's independent auditors have not performed an audit or review of these interim financial statements.

Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Financial Statements

(Unaudited – Prepared by Management)

Three Months Ended October 31, 2014

Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Balance Sheets

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

		October 31 2014		July 31 2014
Assets				
Current				
Cash	**$**	**10,140**	$	27,016
Investment (Note 3)		**371,978**		435,214
Goods and services tax recoverable		**31,292**		30,285
Due from related parties (Note 8)		**41,960**		41,960
Prepaid expenses		**3,440**		4,980
		458,810		539,455
Exploration advances		**6,154**		6,154
Exploration and evaluation assets (Note 4)		**2,036,414**		2,036,414
	$	**2,501,378**	$	2,582,023
Liabilities				
Current				
Accounts payable and accrued liabilities (Note 8)	**$**	**236,931**	$	226,335
Due to related parties (Note 8)		**39,811**		39,811
		276,742		266,146
Shareholders' Equity				
Share capital (Note 5)		**4,488,483**		4,488,483
Subscriptions receivable		**(43,680)**		(43,680)
Contributed surplus		**193,709**		193,709
Deficit		**(2,413,876)**		(2,322,635)
		2,224,636		2,315,877
	$	**2,501,378**	$	2,582,023

Nature of operations and going concern (Note 1)

On behalf of the board:

"Mark Tommasi"
___________________________, Director

"Peter Wilson"
___________________________, Director

Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Statements of Operations and Comprehensive Loss

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

Three Months Ended October 31	**2014**	2013
Administrative expenses		
Accounting and audit	**$ 3,500**	$ 10,000
Bank charges and interest	**43**	137
Consulting	**-**	16,262
Legal	**307**	337
Listing and filing fees	**100**	8,872
Management fees	**7,500**	15,900
Office and sundry	**14,915**	19,329
Promotion	**1,640**	24,474
Stock based compensation	**-**	44,871
	28,005	140,182
Unrealized loss on investment (Note 4)	**(63,236)**	-
Net loss and comprehensive loss	**$ (91,241)**	$ (140,182)
Basic and diluted loss per share	**$ (0.00)**	$ (0.01)
Basic and diluted weighted average shares outstanding	**26,352,300**	13,611,739

Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Statement of Changes in Equity

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Shares of common stock	Share capital	Subscriptions received in advance	Subscriptions receivable	Contributed surplus	Deficit	Total
July 31, 2011	**6,300,000**	**$ 319,000**	**$ -**	**$ (22,500)**	**$ -**	**$ (95,424)**	**$ 201,076**
Issued for exercise of warrants	505,000	50,500	2,500	-	-	-	53,000
Issued for cash	2,200,000	550,000	-	-	-	-	550,000
Share issue costs	-	(144,755)	-	-	27,289	-	(117,466)
Issued for property	300,000	19,500	-	-	-	-	19,500
Stock based compensation	-	-	-	-	21,196	-	21,196
Net loss	-	-	-	-	-	(241,811)	(241,811)
July 31, 2012	**9,305,000**	**794,245**	**2,500**	**(22,500)**	**48,485**	**(337,235)**	**485,495**
Issued for exercise of warrants	2,225,500	222,550	-	(15,000)	-	-	207,550
Issued for cash	-	-	95,000	-	-	-	95,000
Issued for property	995,000	272,000	-	-	-	-	272,000
Stock based compensation	-	-	-	-	57,957	-	57,957
Net loss	-	-	-	-	-	(405,637)	(405,637)
July 31, 2013	**12,525,500**	**1,288,795**	**97,500**	**(37,500)**	**106,442**	**(742,872)**	**712,365**
Issued for exercise of warrants	269,500	26,950	-	35,000	-	-	61,950
Issued for exercise of options	150,000	60,683	-	-	(23,183)	-	37,500
Issued for cash	4,664,500	884,555	(97,500)	(41,180)	6,825	-	752,700
Issued for property	4,250,000	979,500	-	-	-	-	979,500
Issued for investments	4,160,000	1,248,000	-	-	-	-	1,248,000
Issued as finders' fees	332,800	-	-	-	-	-	-
Stock based compensation	-	-	-	-	103,625	-	103,625
Net loss	**-**	**-**	**-**	**-**	**-**	**(1,579,763)**	(1,579,763)
July 31, 2014	**26,352,300**	**4,488,483**	**-**	**(43,680)**	**193,709**	**(2,322,635)**	**2,315,877**
Net loss	**-**	**-**	**-**	**-**	**-**	**(91,241)**	(91,241)
October 31, 2014	**26,352,300**	**$ 4,488,483**	**$ -**	**$ (43,680)**	**$ 193,709**	**$ (2,413,876)**	**$ 2,224,636**

Zadar Ventures Ltd.

(an Exploration Stage Enterprise)

Interim Statements of Cash Flows

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

Three Months Ended October 31		**2014**		2013
Cash flows from operating activities				
Net loss and comprehensive loss	**$**	**(91,241)**	$	(140,182)
Adjustments for:				
Stock based compensation		**-**		44,871
Unrealized loss on investment		**63,236**		-
Changes in non-cash working capital				
Goods and services tax recoverable		**(1,007)**		(5,843)
Advances to related parties		**-**		(12,790)
Prepaid expenses		**1,540**		-
Accounts payable and accrued liabilities		**10,596**		31,661
		(16,876)		(82,283)
Cash flows from investing activities				
Exploration and evaluation expenditures		**-**		(99,900)
Cash flows from financing activities				
Proceeds from issuance of common stock, net of issue costs		**-**		99,450
Subscriptions received in advance		**-**		12,440
		-		111,890
Decrease in cash		**(16,876)**		(70,293)
Cash at beginning of the period		**27,016**		87,073
Cash at end of the period	**$**	**10,140**	$	16,780
Supplemental disclosure with respect to cash flows				
Interest paid	**$**	**-**	$	-
Income taxes paid	**$**	**-**	$	-
Non cash investing and financing activities				
Shares issued for exploration and evaluation expenditures	**$**	**-**	$	686,250

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

1. Nature of Operations and Going Concern

Zadar Ventures Ltd. ("Zadar" or the "Company") was incorporated on August 6, 2008 under the Business Corporations Act of British Columbia and its principal activity is the exploration of mineral properties. Zadar is a public company with shares listed on the TSX Venture Exchange. The head office, principal address and records office of the Company are located at Suite 1500 – 888 Dunsmuir Street, Vancouver, British Columbia, Canada, V6C 3K4.

Going concern of operations

These financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred $2,322,635 of losses since its inception and the ability of the Company to continue as going-concern depends on its ability to raise adequate financing and to develop profitable operations. This creates a material uncertainty and raises significant doubt about the Company's ability to continue as a going concern.

Management is actively targeting sources of additional financing. Although the Company has been successful in past financings, there is no assurance that future financings will be successful. As the Company is in the exploration and evaluation stage, the Company has not identified a known body of commercial grade mineral on any of its properties. The ability of the Company to realize the costs it has incurred to date on these properties is dependent upon the Company identifying a commercial mineral body, to finance its development costs and to resolve any environmental, regulatory or other constraints which may hinder the successful development of the property.

2. Basis of Preparation

These interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The interim financial statements should be read in conjunction with the annual financial statements for the year ended July 31, 2014, which have been prepared in accordance with IFRS as issued by the IASB.

The accounting policies adopted are consistent with those of the previous financial year. The interim financial statements were approved by the Board of Directors on December 30, 2014.

All dollar amounts are presented in Canadian dollars unless otherwise specified.

3. Investment

		October 31 2014		July 31 2014
Cost	**$**	**1,248,000**	$	1,248,000
Fair value adjustments		**(876,022)**		(812,786)
Total	**$**	**371,978**	$	435,214

3. Investment (continued)

On January 21, 2014, the Company acquired 676,129 shares of Global Resources Investment Trust ("GRIT") valued at £1.00 each, in consideration for 4,160,000 shares of the Company valued at $0.30 each. The GRIT shares trade through the facilities of the London Stock Exchange.

On acquisition, the GRIT shares were valued at $1,248,000. The GRIT shares have been designated as held for trading and are recorded at fair value, with unrealized gains and losses recognized in profit or loss. At October 31, 2014, the fair value of the GRIT shares is $371,978.

4. Exploration and Evaluation Assets

Whiskey Gap

The Company entered into an option agreement with 1177129 Alberta Ltd., (the "Optionor"), a company controlled by a company having an officer in common with Zadar, in April 2010, subsequently amended May 30, 2011, September 30, 2011, June 1, 2012 and November 19, 2014, to acquire up to a 100% interest in certain mineral interests located in Alberta, known as the Whiskey Gap Project.

To earn a 60% interest, the Company must make payments and issue shares as follows:

a) $12,500 (paid) and issue and allot to the Optionor 100,000 shares of the Company (issued);

b) on or before the first anniversary of the execution of the Agreement, a further $12,500 (paid) and issue and allot to the Optionor a further 200,000 shares (issued);

c) on or before the second anniversary of the execution of the Agreement, a further $25,000 (paid) and issue and allot to the Optionor a further 300,000 shares (issued);

d) on or before September 30, 2010, the Company shall expend not less than $100,000 on Exploration Expenditures on the Property; (incurred)

e) on or before June 30, 2012, the Company shall pay $100,000 to the Optionor (paid);

f) on or before December 31, 2012, the Company shall pay a further $50,000 (paid) and issue and allot to the Optionor a further 500,000 shares (issued).

The Company has a further option to acquire the remaining 40% interest in the Property by paying the Optionor $100,000 and by issuing the Optionor an additional 1,000,000 shares (issued, fair value of $250,000) on or before September 30, 2015.

Upon earning a 60% interest by making the cash payments, issuing the shares, and incurring the exploration expenditures as set out above and electing not to acquire any further interests after earning 60%, the Company and the Optionor will form a joint venture with standard dilution clauses.

4. Exploration and Evaluation Assets (continued)

Bullrun Uranium Project

On April 12, 2013, the Company entered into a purchase agreement with an arm's length vendor to acquire a 100% interest in the Bullrun uranium project, located in the southwestern Athabasca Basin in Saskatchewan, Canada.

To earn the 100% interest, the Company must make payments and issue shares as follows:

a) $5,000 non-refundable due diligence deposit (paid);

b) $10,000 cash payment (paid) and issue 100,000 shares (issued, fair value of $26,000) by May 20, 2013;

c) Issue 200,000 shares (issued, fair value of $28,000) by April 12, 2014;

d) Issue 250,000 shares by April 12, 2015; and

e) $250,000 cash payment by the earlier of April 12, 2019 or upon receipt of a NI 43-101 report indicating resources of a minimum 250,000 lbs of uranium deposits on the property.

f) The Company is to incur no less than $50,000 of exploration expenditures on the claims on or before July 2015 and $100,000 exploration expenditures on or before July 2016.

The Vendor will retain a 1% NSR, of which 0.5% can be purchased by the Company for a cash payment of $1,000,000 less any amount previously paid by the Company to the Vendor as NSR payments.

A finder's fee comprising $1,500 in cash and 10,000 shares (fair value of $3,000) was paid/issued.

Bullrun Blocks D and E

On May 10, 2013, pursuant to a purchase agreement with an unrelated party, the Company acquired a 100% interest in certain mineral claims known as the Bullrun Blocks D and E properties, in exchange for issuance of 250,000 common shares of the Company (issued, fair value of $75,000), and reservation to the vendor of a 2% net smelter revenue royalty. A finder's fee of 25,000 shares was issued (fair value of $7,500).

Upper Poulton Lake

On April 10, 2013 and as amended on October 10, 2013 and April 15, 2014, the Company entered into an option agreement with an arm's length vendor (the "Vendor"), whereby the Company can earn a 100% interest in the Upper Poulton Lake Property located in the Athabasca Basin in Saskatchewan, Canada.

4. Exploration and Evaluation Assets (continued)

Upper Poulton Lake (continued)

To earn a 100% interest, the Company must make payments, issue shares and incur exploration expenditures as follows:

a) $10,000 non-refundable due diligence deposit (paid);
b) $40,000 cash payment (paid) and issuance of 100,000 shares (issued, fair value of $28,000) by April 20, 2013;
c) $50,000 cash payment ($32,760 paid) by January 18, 2014;
d) issuance of 550,000 shares (issued, fair value of $66,000) by April 10, 2014;
e) $75,000 cash payment by April 10, 2015;
f) $50,000 cash payment and issuance of 250,000 shares by April 10, 2016;
g) $1,000,000 cash payment by April 10, 2017; and
h) No less than $2,000,000 in exploration expenditures by April 10, 2017.

The Vendor will retain a 1% NSR, of which 0.5% can be purchased by the Company for a cash payment of $1,000,000 less any amount previously paid by the Company to the Vendor as NSR payments.

A finder's fee of $10,000 and 10,000 shares (fair value of $2,500) was paid/issued.

Pasfield Lake Project

On September 25, 2013, the Company entered into an agreement to acquire a 100% interest in certain mineral claims located in the Athabasca Basin, Saskatchewan, Canada, for consideration comprising $25,000 in cash (paid) and issuance of 1,745,000 shares of the Company (issued, fair value of $436,250).

During 2014 a fee of $50,000 was paid to extend the option period and a finder's fee of $6,000 was paid in 2013.

The vendor will retain a NSR of 2%, of which 1% may be purchased the Company for $1,000,000.

4. Exploration and Evaluation Assets (continued)

Patterson Northeast

The Company entered into an option agreement with Basin Minerals Ltd. ("Basin"), on May 31, 2013 and as amended on July 9, 2013 and February 8, 2014 to acquire a 100% interest in certain mineral interests located in Saskatchewan, known as the Patterson Northeast Property.

To earn a 100% interest, the Company must make payments, issue shares and incur exploration expenditures as follows:

a) $5,000 non-refundable due diligence deposit (paid);
b) $125,000 cash payment 160 days after signing (paid), of which $100,000 will be invested in the private placement being undertaken by the Company (subscription received);
c) $25,000 cash payment by December 22, 2014;
d) $75,000 cash payment by May 1, 2015;
e) $150,000 cash payment by November 1, 2015;
f) $150,000 cash payment by May 1, 2016;
g) $1,000,000 cash payment by November 1, 2016;
h) $1,500,000 cash payment by May 9, 2017; and
i) $2,000,000 in exploration expenditures by May 31, 2017.

A finder's fee of $16,400 was paid during the current year.

The vendor will retain a NSR of 1%, of which 0.5% may be purchased by the Company at any time for $1,000,000, less all amounts previously paid to Basin as NSR payments.

Highrock/Riverlake Projects

On November 21, 2013, the Company entered into an agreement to acquire a 100% interest in certain mineral claims located in the Athabasca Basin, Saskatchewan, Canada known as the Highrock and Riverlake Projects, in exchange for issuance of 330,000 common shares of the Company (issued, fair value of $82,500).

The vendor will retain a NSR of 2%, of which 1% may be purchased the Company for $1,000,000.

4. Exploration and Evaluation Assets (continued)

West Carswell Project

On December 17, 2013, the Company entered into an agreement to acquire a 100% interest in certain mineral claims located in the Athabasca Basin, Saskatchewan, Canada known as the West Carswell Project, in exchange for issuance of 385,000 common shares of the Company (issued, fair value of $103,950).

The vendor will retain a NSR of 2%, of which 1% may be purchased the Company for $1,000,000.

Exploration and Evaluation Expenditures

Details of exploration and evaluation expenditures for the three months ended October 31, 2014 are as follows:

Three Months Ended October 31	Acquisition Costs 2014	Exploration Costs 2014	Total 2014	Total 2013
Whisky Gap				
Acquisition costs - cash	$ -	$ -	$ -	$ 7,000
Acquisition costs - shares	-	-	-	250,000
Geological consulting	-	-	-	2,500
Mineral property costs for the period	-	-	-	259,500
Balance, beginning of period	620,500	133,628	754,128	494,628
Balance, end of period	620,500	133,628	754,128	754,128
BullRun				
Balance, beginning of period	73,500	-	73,500	45,500
Balance, end of period	73,500	-	73,500	45,500
BullRun Blocks D and E				
Balance, beginning of period	82,500	-	82,500	82,500
Balance, end of period	82,500	-	82,500	82,500
Upper Poulton Lake				
Geophysics	-	-	-	2,000
Mineral property costs for the period	-	-	-	2,000
Balance, beginning of period	189,260	2,000	191,260	90,500
Balance, end of period	189,260	2,000	191,260	92,500

4. Exploration and Evaluation Assets (continued)

Pasfield Lake				
Acquisition costs - cash	-	-	-	50,000
Acquisition costs - shares	-	-	-	436,250
Mineral property costs for the period	-	-	-	486,250
Balance, beginning of period	517,250	10,158	527,408	6,000
Balance, end of period	517,250	10,158	527,408	492,250
Patterson Northeast				
Equipment	-	-	-	9,985
Geophysics	-	-	-	17,735
Helicopter	-	-	-	11,234
Travel and living costs	-	-	-	6,446
Mineral property costs for the period	-	-	-	45,400
Balance, beginning of period	146,400	74,768	221,168	5,000
Balance, end of period	146,400	74,768	221,168	50,400
Highrock/Riverlake				
Balance, beginning of period	82,500	-	82,500	-
Balance, end of period	82,500	-	82,500	-
West Carswell				
Balance, beginning of period	103,950	-	103,950	-
Balance, end of period	103,950	-	103,950	-
Total	$ 1,815,860	$ 220,554	$ 2,036,414	$ 1,517,278

5. Share Capital

(a) Authorized share capital

Unlimited common shares without par value

(b) Escrow shares

Currently 834,150 common shares are held in escrow.

5. Share Capital (continued)

(c) Share purchase options

The Company has an incentive stock option plan (the "Plan"), whereby the Company may grant stock options to directors, officers, employees or consultants. Under the Plan, options are exercisable up to a maximum of 10 years as determined by the Board of Directors and are required to have an exercise price no less than the closing market price of the Company's shares on the trading day immediately preceeding the day on which the Company announces the grant of options. The Plan provides for the issuance of up to 10% of the Company's issued common shares at the date of the grant.

	Number of options	Weighted average exercise price $
Options outstanding at July 31, 2014	1,525,000	0.25
Granted	-	0.25
Exercised	-	0.25
Options outstanding at October 31, 2014	1,525,000	0.25

Expiry date	Remaining contractual life (years)	Options outstanding and exercisable	Exercise Price $
April 18, 2015	115.38	225,000	0.25
May 30, 2017	117.49	600,000	0.25
September 18, 2015	115.79	200,000	0.25
October 22, 2015	115.89	100,000	0.25
November 18, 2015	115.96	200,000	0.25
November 27, 2015	115.99	200,000	0.25
		1,525,000	0.25

The Company has granted options to employees, consultants, directors and officers of the Company as follows:

Grant Date	April 18 2013	September 18 2013	October 22 2013	November 18 2013	November 27 2013
Number of options	375,000	200,000	100,000	200,000	200,000
Exercise price	$ 0.25	$ 0.25	$ 0.25	$ 0.25	$ 0.25
Expected dividend yield	0%	0%	0%	0%	0%
Expected stock price volatility	100%	100%	100%	100%	100%
Risk-free interest rate	0.97%	0.97%	0.97%	1.09%	1.07%
Expected life of options	2 years	2 years	2 years	2 years	2 years
Fair value	$ 57,972	$ 32,502	$ 12,369	$ 29,380	$ 29,374

5. Share Capital (continued)

Option pricing models require the input of highly subjective assumptions, particularly the expected stock 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 single measure of the fair value of the Company's stock options.

(d) Share purchase warrants

	Number of warrants	Weighted average exercise price $
Warrants outstanding at July 31, 2013	445,500	0.16
Issued in private placement	4,664,500	0.30
Finders' warrants issued	52,500	0.30
Exercised	(269,500)	0.10
Warrants outstanding at July 31, 2014 and October 31, 2014	4,893,000	0.30

Expiry date	Number of warrants	Exercise Price $
May 28, 2015	176,000	0.25
December 9, 2014	4,717,000	0.30
	4,893,000	0.30

6. Financial Instruments and Risk Management

Fair Values

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets and liabilities

Level 2 – Inputs other than quoted prices that are directly or indirectly observable for the asset or liability; and

Level 3 – Inputs that are not based on observable market data.

Investments are carried at level 1 fair value measurement.

The carrying values of cash, due from/to related parties, accounts payable and accrued liabilities approximate their fair value due to the short-term nature of these instruments.

6. Financial Instruments and Risk Management (continued)

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company's cash and due from related parties are subject to credit risk. The Company manages credit risk by placing cash with major Canadian financial institutions. Management believes that credit risk related to these amounts is nominal.

Liquidity risk

Liquidity risk arises from the excess of financial obligations over available financial assets due at any point in time. The Company's approach to managing liquidity risk is to try to have sufficient liquidity to meet liabilities when due. As at October 31, 2014, the Company had a cash balance of $10,140 to settle current liabilities of $276,742. All of the Company's accounts payable and accrued liabilities have contractual maturities of 30 days or due on demand and are subject to normal trade terms. To maintain liquidity, the Company is currently investigating financing opportunities and recently completed a share exchange agreement (Note 3) and private placement. Management intends to continue to finance its activities by raising funds by private equity investments. While the Company has been successful in obtaining its required funding in the past there is no assurance that this financing will be extended or that any additional future financing will be available. The Company is exposed to risk that it will encounter difficulty in satisfying its liabilities. The Company may mitigate this risk by selling its investment to cover its current liabilities.

Market risk

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

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to interest rate risk is not material.

6. Financial Instruments and Risk Management (continued)

Foreign currency risk

Foreign currency risk is the risk that the future cash flows or fair value of the Company's financial instruments that are denominated in a currency that is not the Company's functional currency will fluctuate due to the change in foreign exchange rate.

The functional currency of the Company is the Canadian dollar. The Company does not conduct business outside of Canada. However, the Company holds an investment that is denominated in British Pounds. As such, it is subject to fluctuations in the exchange rates for the Canadian dollar and British Pound. As at October 31, 2014, the Company has a held for trading investment with a fair value of $371,978. Each 10% change in the Canadian dollar versus the British Pound will result in a gain/loss of approximately $37,000.

Other price risk

Other price risk is the risk that changes in market prices including commodity or equity prices will have an effect on the fair value or future cash flows associated with financial instruments. The equity price risk associated with the Company's current held for trading investment primarily relates to the change in the market prices of the investments in the portfolio. As at October 31, 2014, the Company owns 676,129 GRIT common shares with each common share valued at $0.55. Management believes there is price risk related to this investment.

7. Capital Management

The Company includes cash and equity, comprising issued common shares, contributed surplus and deficit in the definition of capital.

The Company manages its capital to ensure it will be able to continue as a going concern largely through equity financing. These stock issues depend on numerous factors including a positive mineral exploration environment, positive stock market conditions, a company's track record, and the experience of management. The Company is not exposed to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the period ended October 31, 2014.

8. Related Party Transactions

Certain of the Company's officers and directors render services to the Company through companies in which they are an officer or director.

Party	Transactions
622738 BC Ltd.	Consulting and management fees
Bua Capital Management Ltd.	Finder's fee, management fees and stock based compensation
Paul Gray Geological Consultants Ltd.	Management fees
1177129 Alberta Ltd.	Consulting and management fees and stock based compensation
GRW Inc.	Consulting and management fees

The Company incurred the following fees and expenses in the normal course of operations with related parties.

Three months ended Ended October 31		**2014**		2013
Management fees	**$**	**7,500**	$	15,900
Office and administration fees		**12,300**		8,175
	$	**19,800**	$	24,075

Accounts payable and accrued liabilities as of October 31, 2014 include $30,201 owing to companies controlled by officers of the Company for services rendered.

Amounts due from related parties comprise $41,960 in advances to companies controlled by officers and directors. Such amounts are unsecured, non-interest bearing and without specific repayment terms.

Amounts due to related parties comprise $39,811 in advances from a company with an officer in common.

9. Subsequent Events

Management has evaluated subsequent events through December 30, 2014, and has determined that there are no subsequent events to be disclosed.