TARTISAN RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS

(Expressed in Canadian dollars, unless otherwise stated)

(UNAUDITED)

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 AND 2016

TARTISAN RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Canadian dollars)

(UNAUDITED)

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 AND 2016

I N D E X

TARTISAN RESOURCES CORP.

Management's Responsibility For Financial Reporting

The accompanying unaudited condensed interim consolidated financial statements of Tartisan Resources Corp. (the "Company") and other information contained in the Management's Discussion and Analysis are the responsibility of management and have been approved by the Board of Directors of the Company. The accompanying unaudited condensed interim consolidated financial statements have been prepared by management in accordance with International Financial Reporting Standards. Management acknowledges responsibility for the preparation and presentation of the unaudited condensed interim consolidated financial statements including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances. The significant accounting policies of the Company are summarized in Note 3 to the financial statements.

Management has established processes, which are in place to provide them with sufficient knowledge to support management representations that they have exercised reasonable diligence that (i) the financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as at and for the periods presented by the financial statements and (ii) the financial statements fairly present in all materials respects the financial condition and results of operations of the Company, as at and for the periods presented by the financial statements.

The Board of Directors is responsible for ensuring that management fulfills its financial reporting responsibilities and for reviewing and approving the financial statements together with other information. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the financial statements together with other information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the audited financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations and for maintaining proper standards of conduct for its activities.

(Signed) "D. Mark Appleby"	*(Signed) "Daniel Fuoco"*
President and Chief Executive Officer	Chief Financial Officer

Toronto, Ontario
November 29, 2017

TARTISAN RESOURCES CORP.

(Expressed in Canadian dollars)

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	September 30, 2017	March 31, 2017
ASSETS		
CURRENT		
Cash	$ 610	$ 5,930
Accounts receivable (Note 4)	52,970	84,866
Prepaid expenses and other	200,886	70,643
Due from related parties (Note 7)	258,225	157,869
	512,691	319,308
MINERAL PROPERTIES (Note 4)	232,500	120,000
MACHINERY AND EQUIPMENT (Note 5)	4,252	4,676
INVESTMENT (Note 6)	4,831,735	4,133,265
	$ 5,581,178	$ 4,577,249
LIABILITIES		
CURRENT		
Accounts payable & accrued liabilities (Notes 10 &15)	$ 118,852	$ 151,467
Due to related parties (note 7)	-	-
Notes payable (Note 8)	-	40,975
	118,852	192,442
SHAREHOLDERS' EQUITY		
SHARE CAPITAL (Note 9 (a))	5,011,115	4,375,236
UNITS AND SHARES TO BE ISSUED (Note 9 (e))	8,750	8,750
RESERVE FOR WARRANTS (Note 9 (b) &(c))	447,504	311,884
RESERVE FOR SHARE-BASED PAYMENTS (Note 9 (d))	193,066	193,066
CONTRIBUTED SURPLUS (Note 9 (a))	710,764	710,764
FOREIGN CURRENCY TRANSLATION RESERVE	65,728	47,582
ACCUMULATED DEFICIT	(974,601)	(1,262,475)
	5,462,326	4,384,807
	$ 5,581,178	$ 4,577,249

NATURE OF OPERATIONS AND GOING CONCERN CONSIDERATIONS (Note 1)
EVENTS AFTER THE REPORTING DATE (Note 17)
COMMITMENTS (Notes 4 & 16)

Approved by the Board:

(Signed) "*D. Mark Appleby*", Director

(Signed) "*Douglas Flett*", Director

TARTISAN RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in Canadian dollars)

	For the three months ended September 30, 2017	For the three months ended September 30, 2016	For the six months ended September 30, 2017	For the six months ended September 30, 2016
EXPENSES				
Management and consulting fees (Note 10)	$ 49,119	$ 43,245	$ 97,958	$ 87,943
Depreciation	241	241	481	481
Directors fees (Note 10)	4,500	4,500	9,000	15,000
Explorations costs (Note 4)	-	1,200	15,415	33,591
Foreign exchange loss	8,493	5,984	10,485	10,950
Gain on settlement of debt (Note 9(a)(ii)	-	-	-	(13,436)
Interest and bank charges	428	313	1,411	706
Interest on notes payable (Note 9)	563	3,640	1,927	4,218
Marketing and promotion	31,250	10,000	147,257	108,500
Office, general and administration	13,711	35,262	68,252	61,951
Professional fees	12,436	836	58,410	23,029
Share-based payments (Note 9 (d))	-	-	-	162,771
Total expenses	120,741	105,221	410,596	116,944
GAIN ON SALE OF MINERAL PROPERTY (Note 4)	-	-	-	
REVALUATION GAIN ON INVESTMENT (Note 4)	(254,528)	-	(698,470)	-
COMPRESHENSIVE (INCOME) LOSS FOR THE PERIOD	(133,787)	105,221	(287,874)	116,944
Other comprehensive loss				
Items that may be reclassified to profit/ loss:				
Exchange difference on translation of foreign operations	3,606	(11,944)	(18,146)	(48,812)
TOTAL COMPREHENSIVE (INCOME) LOSS FOR THE PERIOD	$ (130,181)'	$ 93,227	$ (306,020)	$ 115,730
Income (Loss) per common share				
Basic and diluted loss per share	$0.00	$(0.00)	$ 0.01	$ (0.01)
Weighted-average number of common shares outstanding				
Basic	73,012,443	58,896,069	73,012,443	57,400,285
Fully diluted	87,635,799	58,896,069	87,635,799	57,400,285

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

TARTISAN RESOURCES CORP.

(Expressed in Canadian dollars)

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017

	Share capital		Reserve for						
	Shares	Amount	Units and shares to be issued	Share-based payments	Warrants	Currency translation	Contributed surplus	Accumulated deficit	Total amount
Balance, April 1, 2017	65,064,345	$ 4,375, 236	$ 8,750	$193,066	$ 311,884	$ 47,582	$ 710,764	($1,262,475)	$ 4,384,807
Warrants exercised (note 9(a))	5,000,000	404,749	-	-	(54,749)	-	-	-	350,000
Shares issued in exchange for marketing and promotion services (note 9(a))	71,430	10,000	-	-	-	-	-	-	10,000
Shares issued (note 9(a))	2,226,668	334,000	-	-	-	-	-	-	334,000
Fair value ascribed to warrants(note9(a)(b)	-	(194,150)	-	-	194,150	-	-	-	-
Exercise of warrants (note 9(a))	150,000	18,781	-	-	(3,781)	-	-	-	15,000
Common shares issued (note 9(a)	500,000	62,500	-	-	-	-	-	-	62,500
Grant of stock options (note 9(d))	-	-	-	-	-	-	-	-	-
Share issue costs	-	-	-	-	-	-	-	-	-
Exchange difference on translation of foreign operations	-	-	-	-	-	18,146	-	-	18,146
Net income for the period	-	-	-	-	-	-	-	287,874	287,874
Balance, September 30, 2017	73,012,443	$ 5,011,115	$ 8,750	$ 193,066	$ 447,504	$ 65,728	$ 710,764	$ (974,601)	$ 5,462,326

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

TARTISAN RESOURCES CORP.

(Expressed in Canadian dollars)

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2016

	Share capital		Reserve for						
	Shares	Amount	Units and shares to be issued	Share-based payments	Warrants	Currency translation	Contributed surplus	Accumulated deficit	Total
Balance, April 1, 2016	49,074,982	$ 3,922, 019	$ 8,750	$ -	$ 39,844	$ 12,119	$ 706,764	($ 4,964,211)	($ 274,715)
Common shares issued in private placement (note 8(a))	5,000,000	125,000	-	-	-	-	-	-	125,000
Fair value ascribed to warrants issued in private placement (note 8(a))	-	(54,749)	-	-	54,749	-	-	-	-
Common shares issued in private placement (note 8(a))	4,000,000	100,000	-	-	-	-	-	-	100,000
Fair value ascribed to warrants issued in private placement (note 8(a))	-	(42,271)	-	-	42,271	-	-	-	-
Grant of stock options (note 8(d)	-	-	-	162,771	-	-	-	-	162,771
Shares issued - settlement of debt(note 8(a))	495,000	24,750	-	-	-	-	-	-	24,750
Shares issued in exchange for marketing and promotion services (note 8(a))	200,000	10,000	-	-	-	-	-	-	10,000
Shares issued in exchange for marketing and promotion services (note 8(a))	200,000	10,000	-	-	-	-	-	-	10,000
Share issue costs	-	(14,180)							(14,180)
Issuance of warrants - Finder fees	-	-	-	-	8,180	-	-	-	8,180
Expiry of warrants	-	-	-	-	(4,000)	-	4,000	-	-
Exchange difference on translation of foreign operations	-	-	-	-	-	48,812	-	-	48,812
Net loss for the period	-	-	-	-	-	-	-	(495,704)	(495,704)
Balance, September 30, 2016	58,969,982	$ 4,080, 568	$ 8,750	$162,771	$ 141,044	$ 60,931	$ 710,764	($ 5,459,915)	($ 295,086)

TARTISAN RESOURCES CORP.

(Expressed in Canadian dollars)

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the six months ended September 30, 2017	September 30, 2016
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Net income (loss) for the period	$ 287,874	($ 495,704)
Add items not affecting cash:		
Depreciation	481	481
Foreign exchange	7,089	30,773
Gain on settlement of debt	-	(13,436)
Shares issued for services	10,000	-
Share-based payments	-	162,771
Unrealized revaluation gain on investment	(698,470)	-
Net changes in non-cash working capital balances:		
(Increase) decrease in accounts receivable	31,896	(7,223)
(Increase) decrease in prepaid expenses and other	(130,243)	(9,114)
Increase (decrease) in accounts payable and accrued liabilities	(31,615)	9,631
Increase in deposit payable	-	65,000
Cash provided by (used in) operations	(522,988)	(256,821)
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES:		
Proceeds from farm-out of interest in mineral properties (Note 4)	-	-
(Increase) decrease in mineral properties	(112,500)	-
Cash provided by (used in) investing	(112,500)	-
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES:		
Issue of common shares as part of private placements	771,499	158,549
Issuance of warrants as part of private placements	-	105,200
Increase in amounts due to related parties	(100,356)	9,889
Increase (decrease) in notes payable	(40,975)	(5,000)
Cash provided by financing	630,168	268,638
NET INCREASE (DECREASE) IN CASH POSITION	(5,320)	11,817
CASH POSITION AT BEGINNING OF THE PERIOD	5,930	4,668
CASH POSITION AT END OF THE PERIOD	$ 610	$ 16,485

Supplemental disclosure of non-cash transactions:

	2017	2016
Shares and warrants received for sale of mineral property	$ -	$ -
Shares issued for settlement of debt to related parties	$ -	$ 24,750
Shares issued for marketing and promotion services	$ 10,000	$ 20,000
Fair value ascribed to warrants issued on private placements	$ 135,620	$ 97,020
Finders warrants issued on private placements	$ -	$ 8,180

1. NATURE OF OPERATIONS AND GOING CONCERN CONSIDERATIONS:

Tartisan Resources Corp. ("Tartisan" or the "Company") was incorporated on March 18, 2008 under the Business Corporations Act (Ontario). The Company's registered office is at 44 Victoria Street, Suite 1060, Toronto, Ontario, M5C 1Y2. The Company is listed on the Canadian Securities Exchange ("CSE"), trading under the symbol "TTC" and is currently a member of the CSE Composite Index.

The Company is in the business of acquiring, exploring for and developing mineral properties in Peru. Substantially all of the efforts of the Company are devoted to these business activities. The ability of the Company to carry out its business plan rests with its ability to achieve profitable business operations, to secure equity and other financing.

Although the Company has taken steps to verify title to the properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, undetected defects, unregistered claims, native land claims, and non-compliance with regulatory and environmental requirements.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a "going concern", which assume 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 operations. The business of mining and exploring for minerals involves a high degree of risk and there is no guarantee that the Company's exploration programs will yield positive results or that the Company will be able to obtain the necessary financing to carry out the exploration and development of its mineral property interests.

The Company recorded a comprehensive income of $306,020 for the period ended September 30, 2017 (March 31, 2017 – comprehensive income of $3,737,199) and has an accumulated deficit of $974,601 as at September 30, 2017 (deficit - March 31, 2017 - $1,262,475). During the year ended March 31, 2017, the Company recorded a significant gain of $2,550,158 on the disposition of its La Victoria mineral resource property (see Note 4). The Company will require additional financing in order to conduct its planned work programs on mineral properties, meet its ongoing levels of corporate overhead and discharge its liabilities as they come due. As a result, material uncertainties that cast significant doubt about the Company's ability to continue as a going concern.

While the Company has been successful in securing financings in the past, there is no assurance that it will be able to do so in the future. Accordingly, these consolidated financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these consolidated financial statements.

2. BASIS OF PRESENTATION:

Statement of Compliance

These unaudited condensed interim consolidated financial statements for the six months ended September 30, 2017 have been prepared in accordance and compliance with International Financial Reporting Standards (collectedly "IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC") applicable to the preparation of interim financial statements including IAS 34 "Interim Financial Reporting".

These unaudited condensed interim consolidated financial statements, including comparatives, have been prepared on the basis of IFRS standards effective on September 30, 2017.

The accounting policies set out below and in Note 3 have been applied consistently to all periods presented in these consolidated financial statements.

These unaudited condensed interim consolidated financial statements were approved by the Board of Directors of the Company for issue on November 29, 2017.

2. BASIS OF PRESENTATION (continued):

Basis of Measurement

The consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments which are stated at fair value.

Functional Currency

These consolidated financial statements are presented in Canadian dollars, which is the functional currency of the Company. The functional currency of the Peruvian subsidiary is the Peruvian Nuevo Sol.

Use of Estimates and Judgment

The preparation of consolidated financial statements in conformity with IFRS requires that management make estimates and assumptions about future events that affect the amounts reported in the consolidated financial statements and related notes to the consolidated financial statements. Actual results may differ from those estimates.

Significant estimates and judgments used in the preparation of these consolidated financial statements include, but are not limited to, the recoverability of mineral properties, warrant and stock option valuations, title to mineral property interests, recognition of deferred income taxes, management's going concern assessment, the amounts recorded for related party transactions, the classification of investments, the recording of liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements, the reported amounts of income and expenditures during the reporting period, the determination of functional currency and determining the fair value of consideration received for mineral properties. Actual results could differ from management's best estimates.

3. SIGNIFICANT ACCOUNTING POLICIES:

PRINCIPLES OF CONSOLIDATION

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Minera Tartisan Perú S.A.C. ("Minera"), which is incorporated in Perú. All significant inter-company transactions have been eliminated upon consolidation.

MINERAL PROPERTIES AND EXPLORATION EXPENDITURES

Costs attributable to property acquisitions are capitalized as mineral properties. Exploration expenditures on the property can only be capitalized once mineral reserves have been established. The costs are accumulated by property pending the determination of technical feasibility and commercial viability. If the mineral properties are abandoned, or when impairment in value has been determined, the capitalized costs will be charged to operations.

The Company applies for early recovery of Impuesto General A Las Vuentas ("IGV") on certain exploration expenditures it incurs in Perú. IGV is a value added tax charged on all goods and services. The IGV expenditures are partially refundable if recovery is applied for early. Based on management's best estimate the portion refundable is included in accounts receivable and the amount not refundable to the Company is expensed to exploration or capitalized to mineral properties if the Company has established mineral reserves in accordance with the Company's accounting policy. No amount has been accrued as at September 30, 2017. In addition, any amount not refunded to the Company can be used to offset amounts due to the Peruvian Revenue Service by the Company resulting from IGV charged to clients on future sales. Moreover, if the Company recovers amounts that have been deferred, the amount received will be applied to reduce mineral properties or taken as a credit against current exploration expenses depending on the prior treatment.

3. SIGNIFICANT ACCOUNTING POLICIES: (continued)

The aggregate recoverable against IGV collected on potential future revenues earned by the Peruvian subsidiary is $102,578 accumulated as at September 30, 2017 (March 31, 2017 - $102,578).

The Company reviews its mineral properties to determine if events or changes in circumstances have transpired which indicate that the carrying value of its assets may not be recoverable. The recoverability of costs incurred on the mineral properties is dependent upon numerous factors including exploration results, environmental risks, commodity risks, political risks, and the Company's ability to attain profitable production. It is reasonably possible, based on existing knowledge, that change in future conditions in the near-term could require a change in the determination of the need for, and amount of, any write down.

The Company may occasionally enter into farm-out arrangements, whereby the Company will transfer part of a mineral interest, as consideration, for an agreement by the transferee to meet certain exploration and evaluation expenditures which would have otherwise been undertaken by the Company. The Company does not record any expenditures made by the farmee on its behalf. Any consideration received from the agreement is credited against the costs previously capitalized to the mineral interest given up by the Company, with any excess accounted for as a gain on disposal.

INCOME TAXES

Income tax on the profit or loss for the periods presented comprises current and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at period end, adjusted for amendments to tax payable with regards to previous years.

Deferred tax is recorded using the statement of financial position liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of assets or liabilities that affect neither accounting nor taxable loss; any differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future.

The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the statement of financial position date.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

MACHINERY AND EQUIPMENT

Machinery and equipment are carried at cost less accumulated depreciation and impairment losses. Initially, an item of machinery and equipment is measured at its cost, which comprises its purchase price and any directly attributable costs of bringing the asset to working condition. Subsequent expenditures are added to the carrying amount of the asset when it is probable that future economic benefits, in excess of the originally assessed standard of performance, will flow to the Company. All other subsequent expenditures are recognized as an expense in the period in which they are incurred.

Where an item of machinery and equipment comprises significant components with different useful lives, the components are accounted for as separate items of machinery and equipment and depreciated separately.

Expenditures incurred to replace a component of an item of machinery and equipment that is accounted for separately, including major inspection and overhaul expenditures, are capitalized and day-to-day maintenance costs are expensed. Expenses which are directly attributable to major capital projects and site preparation are capitalized until the asset is brought to a working condition for its intended use. These costs include dismantling and site restoration costs to the extent these are recognized as a provision.

Depreciation is recognized in profit and loss and is provided on a declining balance basis using the following rates:

Machinery and equipment………………………..20%

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

IMPAIRMENT OF LONG-LIVED ASSETS (EXCLUDING EXPLORATION EXPENDITURES)

The carrying amounts of the Company’s long-lived assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset’s recoverable amount is estimated. In addition, capitalized mineral properties costs are assessed for impairment upon demonstrating the technical feasibility and commercial viability of the project.

Impairment is determined for an individual asset unless the asset does not generate cash inflows that are independent of those generated from other assets or group of assets, in which case, the individual assets are grouped together into cash generating units (“CGU”) for impairment purposes.

Impairment exists when the carrying amount of the asset, or group of assets, exceeds its recoverable amount. The impairment loss is the amount by which the carrying value exceeds the recoverable amount and such loss is recognized in the statement of comprehensive loss. The recoverable amount of an asset is the higher of its fair value less costs of disposal and its value in use.

A previously recognized impairment loss is reversed if there has been a change in the estimates used to determine the asset’s recoverable amount since the last impairment loss was recognized such that the recoverable amount has increased.

RECLAMATION OBLIGATIONS

A legal or constructive obligation to incur restoration, rehabilitation, and environmental costs may arise when environmental disturbance is caused by the exploration, development, or ongoing production of a mineral property interest. The Company’s exploration activities are subject to various governmental laws and regulations relating to the protection of the environment. These environmental regulations are continually changing and are generally becoming more restrictive. The present value of management's best estimate of the liability for an asset retirement obligation is recorded when it is incurred and the corresponding increase to the asset is amortized over the life of the asset. The liability is increased over time to reflect an accretion element considered in the initial measurement at fair value. As at September 30, 2017, the Company has not incurred any reclamation obligations (March 31, 2017 – $nil).

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

INCOME / LOSS PER SHARE

Income or Loss per share is based on the weighted average number of common shares of the Company outstanding during the period. The diluted income or loss per share reflects the potential dilution of common share equivalents, such as outstanding share options and warrants, in the weighted average number of common shares outstanding during the period, if dilutive. In a period where a net loss is reported, the stock options and warrants outstanding have no effect on the diluted loss per share reported in the period.

TRANSLATION OF FOREIGN CURRENCIES

(i) Functional currency:

The consolidated statements are presented in Canadian dollars. Each entity in the group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

(ii) Transactions and balances:

Transactions in foreign currencies are initially recorded in the functional currency at the rate in effect at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the spot rate of exchange in effect at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction. All exchange differences are recorded in the foreign exchange gain or loss in the consolidated statement of comprehensive loss under foreign exchange gain (loss).

(iii) Translation of foreign operations:

The results and financial position of Minera Tartisan's wholly-owned subsidiary which has a different functional currency from the functional currency of the Company, are therefore translated into the functional currency as follows:

1. Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;

2. Share capital is translated using the exchange rate at the date of the transaction;

3. Revenue and expenses for each statement of comprehensive loss are translated at average exchange rates during the period; and

4. All resulting exchange differences are recognized as a separate component of equity and as an exchange difference on translation of foreign operations in other comprehensive income (loss) in the consolidated statement of comprehensive loss.

The Company treats specific inter-company loan balances, which are not intended to be repaid in the foreseeable future, as part of its net investment in foreign operations which is recorded as an exchange difference on translation of foreign operations in other comprehensive income (loss) in the consolidated statement of comprehensive loss. When a foreign entity is sold, such exchange differences are recognized in the statement of comprehensive loss as part of the gain or loss on sale.

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

WARRANTS

Proceeds from unit placements are allocated between shares and warrants issued according to the residual value method. The fair value of the warrants is determined using the Black Scholes option pricing model with the residual value being allocated to the shares. For agent and finders warrants issued in the year, in the absence of a reliable measurement of the services received, the warrants have been measured at the fair value of agent and finders warrants issued. On the expiry of warrants, the fair value previously allocated to warrants is reclassified to contributed surplus.

FINANCIAL INSTRUMENTS

Financial assets

All financial assets are initially recorded at fair value and designated upon inception into one of the following four categories: held-to-maturity, available-for-sale, loans and receivables or at fair value through profit or loss (“FVTPL”).

Financial assets

Financial assets classified as FVTPL are measured at fair value with unrealized gains and losses recognized through the consolidated statement of comprehensive loss. The Company’s cash and investments are classified as FVTPL.

Financial assets classified as loans and receivables and held-to-maturity are measured at amortized cost. The Company’s accounts receivable, excluding HST/GST receivable, and due from related parties are classified as loans and receivables. Financial assets classified as available-for-sale are measured at fair value with unrealized gains and losses recognized in other comprehensive income (loss) except for losses in value arising when there is objective evidence of impairment. At June 30, 2017, the Company has not classified any financial assets as available-for-sale.

Transactions costs associated with FVTPL financial assets are expensed as incurred, while transaction costs associated with all other financial assets are included in the initial carrying amount of the asset.

Financial liabilities

All financial liabilities are initially recorded at fair value and designated upon inception as FVTPL or other financial liabilities.

Financial liabilities classified as other financial liabilities are initially recognized at fair value less directly attributable transaction costs. After initial recognition, other financial liabilities are subsequently measured at amortized cost using the effective interest method. The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period. The Company's accounts payable and accrued liabilities (excluding HST payable), notes payable and due to related parties are classified as other financial liabilities.

Financial liabilities classified as FVTPL include financial liabilities held-for-trading and financial liabilities designated upon initial recognition as FVTPL. Derivatives, including separated embedded derivatives are also classified as held-for-trading unless they are designated as effective hedging instruments. Fair value changes on financial liabilities classified as FVTPL are recognized through the consolidated statement of comprehensive loss. At September 30, 2017, the Company has not classified any financial liabilities as FVTPL.

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

FINANCIAL INSTRUMENTS (continued)

Impairment of financial assets

The Company assesses at each date of the consolidated statement of financial position whether a financial asset is impaired.

a) Assets carried at amortized cost

If there is objective evidence that an impairment loss on assets carried at amortized cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is then reduced by the amount of the impairment. The amount of the loss is recognized in the consolidated statement of comprehensive income/loss.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the extent that the carrying value of the asset does not exceed what the amortized cost would have been had the impairment not been recognized. Any subsequent reversal of an impairment loss is recognized in the consolidated statement of comprehensive loss.

In relation to accounts receivable, a provision for impairment is made and an impairment loss is recognized in profit and loss when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the Company will not be able to collect all of the amounts due under the original terms of the invoice. The carrying amount of the receivable is reduced through use of an allowance account. Impaired debts are written off against the allowance account when they are assessed as uncollectible.

b) Available-for-sale

If an available-for-sale asset is impaired, an amount comprising the difference between its cost and its current fair value, less any impairment loss previously recognized in profit or loss, is transferred from equity to profit or loss.

Fair value classification -

Financial instruments recorded at fair value on the consolidated statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;

- Level 2 – valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

- Level 3 – valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company's cash is considered Level 1 and its investments are considered Level 2 in the hierarchy.

TARTISAN RESOURCES CORP.
(Expressed in Canadian dollars)
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 AND 2016

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

PROVISIONS
General

Provisions are recognized when (a), the Company has a present obligation (legal or constructive) as a result of a past event, and (b), it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to any provision is presented in the consolidated statement of comprehensive loss, net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

SHARE-BASED PAYMENTS

The fair value of share-based payment transactions to non-employees and other share-based payments including shares issued to acquire mineral properties or shares and warrants issued against services received are based on the fair value of the goods and services received. If the fair value cannot be estimated reliably, the share-based payment transaction is measured at the fair value of the equity instruments granted at the date the Company receives the goods or services. The fair value of agents' and finders' warrants is measured at the date that the Company receives the services.

The Company offers a share option plan for its directors, officers, employees and consultants. Each tranche in an award is considered a separate award with its own vesting period and grant date fair value. Fair value of each tranche is measured using the Black-Scholes option pricing model. Compensation expense is recognized over the tranche's vesting period by increasing reserve for share-based payments based on the number of awards expected to vest. Any consideration paid on exercise of share options is credited to share capital. The reserve for share-based payments resulting from share-based compensation is transferred to share capital when the options are exercised.

RECENT AND FUTURE CHANGES IN ACCOUNTING PRONOUNCEMENTS

a) **Newly Applied Accounting Standards**

The following amended standards were applied by the Company as of April 1, 2016:

- IFRS 10, Consolidated Financial Statements (amendment);
- IAS 1, Presentation of Financial Statements (amendment);
- IAS 16, Property, plant and equipment (amendment); and
- IAS 38, Intangible Assets (amendment).

The adoption of these amended standards did not have a significant impact on the Company's consolidated financial statements.

b) Accounting Standards issued but not yet adopted

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective and determined that the following may have an impact on the Company:

Amendments to IAS 7, Statement of Cash Flows ("IAS 7") was issued by the IASB in January 2016. The amendment clarifies that entities shall provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities. The amendment to IAS 7 is effective for annual periods beginning on or after January 1, 2017. The Company is evaluating the impact of this standard on its consolidated financial statements.

(Expressed in Canadian dollars)

3. SIGNIFICANT ACCOUNTING POLICIES (continued):

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. IFRS 9 is intended to reduce the complexity for the classification, measurement, and impairment of financial instruments. The mandatory effective date is for annual periods beginning on or after January 1, 2018. The Company is evaluating the impact of this standard on its consolidated financial statements.

IFRS 15, Revenue from Contracts with Customers ("IFRS 15") was issued by the IASB on May 28, 2014 and will replace IAS 18 Revenue and IAS 11 Construction Contracts and related interpretations. IFRS 15 provides a more detailed framework for the timing of revenue recognition and increased requirements for disclosure of revenue. IFRS 15 uses a control-based approach to recognize revenue which is a change from the risk and reward approach under the current standard. The mandatory effective date is for annual periods beginning on or after January 1, 2018. The Company is evaluating the impact of this standard on its consolidated financial statements.

IFRS 16, Leases ("IFRS 16") was issued by the IASB in January 2016 and will replace IAS 17 Leases. IFRS 16 specifies the methodology 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. The mandatory effective date is for annual periods beginning on or after January 1, 2019. The Company is evaluating the impact of this standard on its consolidated financial statements.

4. MINERAL PROPERTIES AND COMMITMENTS:

	September 30, 2017	March 31, 2017
Don Pancho Property	$ 120,000	$ 120,000
Ichuna Property	112,500	-
La Victoria Property	-	-
	$ 232,500	$ 120,000

DON PANCHO PROPERTY

On March 30, 2017, Tartisan announced the closing of the acquisition of the Don Pancho polymetallic zinc-lead-silver manganese project in Peru.

Purchase consideration:

Cash payments	$ 50,000
Common shares of Tartisan - 500,000 at $0.14 per share	70,000
Total	$ 120,000

In summary, under the terms of the Definitive Agreement, Tartisan has acquired a 100% undivided interest in the Don Pancho property by paying $50,000 and issuing 500,000 common shares valued at $0.14 per share totaling. $70,000. Upon completion of 5,000 metres of drilling and/or underground development a further 150,000 shares are payable, and if a NI 43-101 compliant resource is published, a further 150,000 shares are payable, and if the Company loses control of the Don Pancho project either by sale or joint-venture, a further 200,000 shares are payable. Duran Ventures will retain a 2% net smelter return royalty, of which half (1%) can be purchased by Tartisan for US$500,000.

The Don Pancho polymetallic project is located in the Province of Huaral, in the Department of Lima Peru, 105 kilometers north-northeast of Lima, comprising one concession of 600 hectares and located approximately between 3,660 meters and 4,487 meters above sea level. A Technical Report on the Don Pancho Polymetallic Project (Zn,Pb,Ag,Mn) NI 43-101 has been filed on SEDAR (2014).

(Expressed in Canadian dollars)

4. MINERAL PROPERTIES AND COMMITMENTS: (continued)

ICHUNA PROPERTY

On May 24, 2017, Tartisan completed the acquisition of the Ichuña Copper-Silver property in located in the Department of Moquegua in Southern Peru. Tartisan entered into an agreement with Duran Ventures Inc. ("Duran") to acquire 100 per cent interest in the Ichuña copper-silver property by paying Duran a cash payment $50,000 and issuing 500,000 shares valued at $0.125 per share totaling $62,500. Upon completion of 5,000 metres of drilling and/or underground development a further 150,000 shares are payable, and if a NI 43-101 compliant resource is published, a further 150,000 shares are payable, and if the Company loses control of the Don Pancho project either by sale or joint-venture, a further 200,000 shares are payable. Duran retains a 2% NSR of which Tartisan may purchase half (1%) of the NSR for US$500,000. The Ichuña property is contiguous to San Gabriel project owned by Peru's largest mining company Minas Buenaventura ("Buenaventura").

The total purchase price of the acquisition of the Ichuña property is summarized as follows:

Purchase consideration:

Cash payments	$	50,000
Common shares of Tartisan - 500,000 at $0.125 per share		62,500
Total	$	112,500

LA VICTORIA PROPERTY

The Company, through its wholly-owned Peruvian subsidiary, Minera, owned a 100% interest La Victoria Property (the "Property"), located in the department of Ancash, in Perú. The mineral rights for the entire property area were owned 100% by Tartisan with no residual ownership royalties.

Effective October 17, 2016, the Company sold 100% of the assets of its La Victoria Project in Peru to Eloro Resources Ltd. (see below). The accumulated mineral property costs incurred as at March 31, 2017 were as follows:

Balance, April 1, 2015	$ 129,238
Proceeds on Farm-out of mineral properties	(120,000)
Effect of foreign exchange	(6,090)
Balance, March 31, 2016	3,148
Proceeds on Farm-out of mineral properties	-
Sale of mineral property	(3,148)
Balance, March 31, 2017	$ -

(Expressed in Canadian dollars)

4. MINERAL PROPERTIES AND COMMITMENTS: (continued)

SALE OF LA VICTORIA PROPERTY

On October 17, 2016, Tartisan completed the final closing of the agreement for the sale of 100% interest in its La Victoria Project in Peru to Eloro Resources Ltd. in escrow pending recording and registration of all applicable transfer with the proper authorities in Peru.

As consideration for the sale of the La Victoria mineral property, Tartisan acquired direct ownership of 6 million common shares of Eloro and 3 million warrants (the "Common Shares and Warrants"). Each Warrant will allow Tartisan to purchase an additional Common Share of Eloro exercisable at a price of . $0.40 per share until expiry October 17, 2019. The Common Shares and Warrants are currently subject to a Lock-Up Agreement, whereby Tartisan will be restricted from transferring securities of Eloro for a period of eighteen months from October 17, 2016, subject to certain exceptions, and transfers subsequent to that period will be restricted for an additional 3 year period. Eloro may accelerate the expiry date of the warrants if the average closing price for common shares is at least $1.00 per share over a period of 20 consecutive trading days after 18 months after closing day.

As a result of the sale, Tartisan also received a cash payment of $275,000 in the year ended March 31, 2017 and a final payment of $75,000 received on July 2, 2017, and a 2% royalty interest on the La Victoria Project, half of which can be re-purchased by Eloro for $3.0 million.

Gain on sale of La Victoria mineral property :

Cash payments	$ 350,000
Common shares of Eloro - 6,000,000	1,476,000
Warrants of Eloro - 3,000,000	755,645
Less : closing costs	(31,487)
Gain on sale of mineral property	$ 2,550,158

The 6,000,000 Common Shares of Eloro are valued at $1,476,000 based on the market price of $0.41 per common share as at October 17, 2016 less a 40% discount for the 18 months hold period placed on the common shares. The discount was based on discounts for securities with similar hold periods from restricted stock studies. The 3,000,000 Warrants of Eloro granted were calculated with a fair value of $755,645 using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 120.8420% (iii) risk free rate of 0.60%; and (iv) with an expected life of 2 years.

Immediately following the closing of this transaction, Tartisan owned 6 million Common Shares of Eloro, representing 20.89% of the issued and outstanding Common Shares of Eloro, and 3 million warrants. The Warrants are subject to an acceleration clause, however the acceleration clause is not effective until after a period of 18 months from October 17, 2016.

The Common Shares were acquired by Tartisan for investment purposes, and depending on the restrictions imposed by the lock-up agreement, market and other conditions, it may from time to time in the future increase or decrease its ownership, control or direction over securities of Eloro through market transactions, private agreements, or otherwise.

The share certificates, warrants, funds, promissory note and other closing documents were delivered into escrow and will be released from escrow forthwith after satisfactory completion of the recording and registration of: i) all transfers of the property interests, with the exception of the San Markito mineral concession, which will be transferred at such time that Eloro makes the final $75,000 payment, and ii) the receipt of the Declaración de Impacto Ambiental ("DIA") project environmental permit for the Property, to be approved by the Peruvian Ministry of the Environment.

Pursuant to the terms of the acquisition, Eloro has granted Tartisan a 2% royalty interest (the "Royalty") on the Property, half of which can be repurchased by Eloro for $3 million to reduce the Royalty interest to 1%.

(Expressed in Canadian dollars)

5. MACHINERY AND EQUIPMENT:

		Machinery and Equipment
Cost		
As at April 1, 2016	$	13,529
Additions (disposals)		-
Effect of foreign exchange		653
As at March 31, 2017	$	14,183
Additions (disposals)		-
Effect of foreign exchange		57
As at September 30, 2017	$	14,240
Accumulated depreciation		
As at April 1, 2016	$	8,544
Depreciation expense		963
As at March 31, 2017	$	9,507
Depreciation expense		481
As at September 30, 2017	$	9,988
Net book value		
As at March 31, 2017	$	4,676
As at September 30, 2017	$	4,252

6. INVESTMENT

Investment in Eloro Resources Ltd.:	September 30, 2017	March 31, 2017
Common shares - 6,000,000 shares	$3,486,000	$2,808,000
Warrants - 3,000,000 warrants	1,345,735	1,325,265
Total	$4,831,735	$4,133,265

The Common shares and Warrants of Eloro Resources Ltd. were acquired by Tartisan for investment purposes, and depending on the restrictions imposed by the Lock-Up Agreement, market and other conditions, it may from time to time in the future increase or decrease its ownership, control or direction over securities of Eloro through market transactions, private agreements, or otherwise.

Although at the time of the acquisition, the Company has 20.89 % of the outstanding common shares of Eloro, Tartisan does not exert significant influence on Eloro since it does not have representation on the Board of Directors, does not participate in management or decision making processes, does not share in any management personnel and there are no material business dealings or transactions between the Tartisan and Eloro going forward. Therefore, the Company is accounting for the Common Shares and Warrants of Eloro as a long-term investment.

As of March 31, 2017, the common shares were valued at $2,808,000 based on the market price of $0.72 less a 35% discount for the remaining hold period placed on the common shares. The discount was based on discount for securities with similar hold periods from restricted stock studies. The 3,000,000 warrants were valued at $1,325,265 using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 98% (iii) risk free rate of 0.61%; and (iv) with an expected life of 1.5 years. A revaluation gain of $1,901,620 was recorded in the statement of comprehensive income for the change in the fair value of the investment in Eloro.

(Expressed in Canadian dollars)

6. INVESTMENT: (continued)

As of September 30, 2017, the Eloro common shares were valued at $3,486,000 based on the market price of $0.83 less a 30% discount for the remaining hold period placed on the common shares. The discount was based on discount for securities with similar hold periods from restricted stock studies.

The 3,000,000 warrants were valued at $1,345,735 using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 66.65% (iii) risk free rate of 1.05%; and (iv) with an expected life of 1.0 years.

A revaluation gain of $698,470 was recorded in the statement of comprehensive income for the change in the fair value of the investment in Eloro during the period ended September 30, 2017.

7. DUE FROM AND DUE TO RELATED PARTIES:

Of the total balance, $258,225 is due from a related party of the Company and bears interest at 2.5% per annum, due on demand and secured by specific investments holdings held by the borrower.

The remaining balances due from and due to related parties are due from and due to certain officers and directors of the Company and are interest free with no specified terms of repayment.

8. NOTES PAYABLE:

	September 30, 2017	March 31, 2017
Gateway Solutions S.A.C.	$ -	$ 40,975
Total	$ -	$ 40,975

The Company entered into an arrangement with Gateway Solutions S.A.C. in fiscal 2013. whereby, Gateway Solutions S.A.C. provided a loan to the Company in the amount of USD$34,922, bearing interest at a rate of 12% per annum. In addition, 25,000 common shares have been agreed to be issued as part of a financing fee with a deemed value of $0.15 per share for an aggregate deemed value of $3,750. The foregoing shares have been classified as shares to be issued in the consolidated statement of financial position as of September 30, 2017 and were expensed as a financing fee in the consolidated statement of comprehensive loss in the fiscal year ended March 31, 2013.

The shares are to be issued to a significant shareholder of Gateway Solutions S.A.C. The Company also guarantees that it will contract Gateway Solutions S.A.C. to manage and operate all of its future Peruvian exploration projects; including any drilling to be performed. The amounts are due on demand. As of September 30, 2017, accounts payable and accrued liabilities include $13,367 (March 31, 2017 - $11,439) of accrued interest with respect to the foregoing note payable.

During the period ended September 30, 2017, the Company repaid CDN $8,000 on April 24, 2017 of the note payable, and the Company made a further payment of USD $25,000 on July 2, 2017. The principal balance of US $25,000 of the note payable is now paid in full.

9. SHARE CAPITAL:

a) **Common shares**:
Authorized:
Unlimited number of common shares

(i) Issued for cash

Period *ended September 30, 2017*

On April 24, 2017, a total of 5,000,000 previously issued warrants were exercised at $0.07 per unit for aggregate gross proceeds of $350,000.

On May 11, 2017, the Company completed a private placement and issued 2,226,668 units at $0.15 per unit for aggregate gross proceeds of $334,000. Each unit consisted of one common share and one common share purchase warrant exercisable at $0.20. Each full warrant is exercisable into one common share at an exercise price of $0.20 expiring through November 12, 2018. The fair value of the warrants granted was $194,150 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 147.15%; (iii) risk free rate of 1.09%; and (iv) with an expected life of 1.5 years.

On May 17, 2017, the Company issued 500,000 common shares to Duran Ventures Inc. at $0.125 per share for a total value of $62,500 in connection with the purchase of the Ichuna property in Peru (See Note 4). In accordance with the agreement, a total of 500,000 additional common shares may be issued by the Company to Duran Ventures Inc. depending on further actions or circumstances undertaken by Tartisan in connection with this property.

On May 24, 2017, 150,000 previously issued warrants were exercised at $0.10 per unit for aggregate gross proceeds of $150,000.

Year ended March 31, 2017

On April 22, 2016, the Company completed a private placement and issued 5,000,000 units at $0.025 per unit for aggregate gross proceeds of $125,000. Each unit consisted of one common share and one common share purchase warrant exercisable into one common share at an exercise price of $0.07 expiring through April 22, 2018. The fair value of the warrants granted was $54,749 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 209.85%; (iii) risk free rate of 0.59%; and (iv) with an expected life of 2 years.

On April 27, 2016, the Company completed a private placement financing and issued 4,000,000 units at $0.025 per unit for aggregate gross proceeds of $100,000. Each unit consisted of one common share and one common share purchase warrant exercisable at $0.07 per share, expiring through April 27, 2018. The fair value of the warrants granted was $42,271 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 223.77%; (iii) risk free rate of 0.59%; and (iv) with an expected life of 2 years.

On November 23, 2016, the Company completed a private placement financing and issued 2,000,000 units at $0.05 per unit for aggregate gross proceeds of $100,000. Each unit consisted of one common share and one common share purchase warrant exercisable at $0.07 per share, expiring through November 23, 2018. The fair value of the warrants granted was $41,292 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 156.26%; (iii) risk free rate of 0.60%; and (iv) with an expected life of 1 year.

9. SHARE CAPITAL (continued):

a) Common shares (continued):

On February 2, 2017, the Company completed a private placement financing and issued 2,000,000 units at $0.05 per unit for aggregate gross proceeds of $100,000. Each unit consisted of one common share and one common share purchase warrant exercisable at $0.10 per share, expiring through February 1, 2019. The fair value of the warrants granted was $50,423 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 128.14%; (iii) risk free rate of 0.52%; and (iv) with an expected life of 2 years.

On March 16, 2017, the Company completed a private placement financing and issued 1,076,716 units at $0.15 per unit for aggregate gross proceeds of $161,507. Each unit consisted of one common share and one common share purchase warrant exercisable at $0.20 per share, expiring through September 15, 2018. The fair value of the warrants granted was $82,706 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 158.95%; (iii) risk free rate of 0.56%; and (iv) with an expected life of 2 years.

On March 20, 2017, 200,000 previously issued warrants were exercised at $0.07 per unit for aggregate gross proceeds of $14,000.

On March 30, 2017, the Company issued 500,000 common shares to Duran Ventures Inc. at $0.14 per share for a total value of $70,000 in connection with the purchase of the Don Pancho property in Peru (See Note 4). In accordance with the agreement, a total of 500,000 additional common shares may be issued by the Company to Duran Ventures Inc. depending on further actions or circumstances undertaken by Tartisan in connection with this property.

(ii) Issued for settlement of amounts due to related parties and debt, and share cancellation

Period ended September 30, 2017

There were no shares issued for settlement of amounts to related parties or debt or share cancellations in the period ended September 30, 2017.

Year ended March 31, 2017

Effective June 7, 2016, the Company issued 495,000 common shares to settle $24,750 of debt to related parties. The common shares were issued at a price of $0.05 per common share.

(iii) Issued for services

Period ended September 30, 2017

On May 3, 2017, the Company completed issued 71,430 common shares at $0.14 per common share for aggregate gross proceeds of $10,000. The common shares were exchanged for online advertising, marketing and branding services to increase the brand awareness of the Company in the investment community.

Year ended March 31, 2017

On May 3, 2016, the Company completed a private placement financing and issued 200,000 common shares at $0.05 per common share for aggregate gross proceeds of $10,000. The common shares were exchanged for online advertising, marketing and branding services to increase the brand awareness of the Company in the investment community.

9. SHARE CAPITAL (continued):

a) Common shares (continued):

On August 3, 2016, the Company issued a further 200,000 common shares at $0.05 per each common share for aggregate gross proceeds of $10,000 in exchange for online advertising, marketing and branding services.

On November 3, 2016, the Company issued a further 200,000 common shares at $0.05 per each common share for aggregate gross proceeds of $10,000 in exchange for online advertising, marketing and branding services.

On February 3, 2017, the Company issued a further 117,647 common shares at $0.085 per each common share for aggregate gross proceeds of $10,000 in exchange for online advertising, marketing and branding services.

b) Warrants:

Period ended September 30, 2017

On April 24, 2017, a total of 5,000,000 previously issued warrants were exercised at $0.07 per unit for aggregate gross proceeds of $350,000.

On May 11, 2017, the Company completed a private placement for aggregate proceeds of $334,000 at $0.15 per unit and issued 2,226,668 common share purchase warrant exercisable at $0.20 per share for a period of 1.5 years expiring through November 22, 2018. The value of the warrants calculated was $194,150 using the Black Scholes pricing model.

On May 24, 2017, 150,000 previously issued warrants were exercised at $0.10 per unit for aggregate gross proceeds of $15,000.

Year ended March 31, 2017

On April 22, 2016, the Company completed a private placement for aggregate proceeds of $125,000 at $0.025 per unit and issued 5,000,000 common share purchase warrant exercisable at $0.07 per share for a period of 2 years expiring through April 22, 2018. The value of the warrants calculated was $54,749 using the Black Scholes pricing model.

On April 27, 2016, the Company completed a private placement for aggregate proceeds of $100,000 at $0.025 per unit and issued 4,000,000 common share purchase warrant exercisable at $0.07 per share for a period of 2 years expiring through April 27, 2018. . The value of the warrants calculated was $42,271 using the Black Scholes pricing model.

On April 28, 2016, the Company issued 240,000 Agent's and Finders' Warrants exercisable at $0.07 per common share for a period of 2 years expiring on April 28, 2018. The value of the warrants was $8,180 calculated using the Black Scholes pricing model.

On November 23, 2016, the Company completed a private placement for aggregate proceeds of $100,000 at $0.05 per unit and issued 1,000,000 common share purchase warrant exercisable at $0.10 per share for a period of 2 years expiring through November 23, 2018. The value of the warrants calculated was $41,292 using the Black Scholes pricing model.

On February 2, 2017, the Company completed a private placement for aggregate proceeds of $100,000 at $0.05 per unit and issued 1,000,000 common share purchase warrant exercisable at $0.10 per share for a period of 2 years expiring through February 2, 2019. The value of the warrants calculated was $50,423 using the Black Scholes pricing model.

TARTISAN RESOURCES CORP.
(Expressed in Canadian dollars)
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 AND 2016

9. SHARE CAPITAL (continued):

(b) Warrants (continued):

On March 16, 2017, the Company completed a private placement for aggregate proceeds of $161,716 at $0.15 per unit and issued 1,076,716 common share purchase warrant exercisable at $0.20 per share for a period of 1.5 years expiring through September 15, 2018. The value of the warrants calculated was $80,705 using the Black Scholes pricing model.

As of September 30, 2017, the following share purchase warrants were outstanding:

Expiry Date	Number of Warrants	Exercise price
March 24, 2019	1,800,000	$0.07
April 22, 2018	-	$0.07
April 27, 2018	4,000,000	$0.07
April 28, 2018	240,000	$0.07
November 23, 2018	2,000,000	$0.10
February 2, 2019	1,850,000	$0.10
September 16, 2018	1,076,716	$0.20
November 12, 2018	2,226,668	$0.20
Total	13,193,384	

A summary of the status of the warrants as of September 30, 2017 and March 31, 2017 and changes during the periods are presented below:

	Number of warrants	Weighted average exercise price ($)
Balance, March 31, 2016	2,400,000	$ 0.08
Issued pursuant to private placement (note 9 (a))	-	0.07
Issued pursuant to private placement (note 9 (a))	4,000,000	0.07
Issued pursuant to private placement (note 9 (b))	4,000,000	0.07
Issued pursuant to private placement (note 9 (a))	1,850,000	0.10
Issued pursuant to private placement (note 9 (a))	2,000,000	0.10
Issued pursuant to private placement (note 9 (a))	1,076,716	0.20
Exercised in the year	(200,000)	(0.07)
Expired in the period	(400,000)	(0.10)
Balance, March 31, 2017	16,116,716	$ 0.08
Issued pursuant to private placement (note 9 (a))	2,226,668	0.20
Exercised in the period	(5,000,000)	(0.07)
Exercised in the period	(150,000)	(0.10)
Expired in the period	-	-
Balance, September 30, 2017	13,193,384	$ 0.15

(Expressed in Canadian dollars)

9. SHARE CAPITAL (continued):

c) **Agent's and Finders' Warrants**:

As of September 30, 2017, there were 240,000 Agent's and Finders' Warrants outstanding and exercisable at $0.07 per common shares expiring on April 28, 2018. The value of the warrants was $8,180 calculated using the Black Scholes pricing model.

d) **Stock Options Plan**:

On December 21, 2010, the Company's stock option plan (the "Option Plan") was approved by the Board of Directors. Pursuant to the terms of the Option Plan, the Board may designate directors, officers, employees and consultants of the Company eligible to receive options to acquire such numbers of common shares as the Board may determine, each option so granted being for a term specified by the Board up to a maximum of five years from the date of grant. The maximum number of common shares reserved for issuance for options granted under the Option Plan at any time is 10% of the issued and outstanding common shares of the Company.

A summary of the status of the stock options as of September 30, 2017 and March 31, 2017 and changes during the periods are presented below:

	Number of options	Weighted average exercise price
Balance, April 1, 2016	-	$ -
Granted	3,900,000	0.07
Forfeited or cancelled	-	-
Balance, March 31, 2017	3,900,000	$ 0.07
Granted	-	-
Forfeited or cancelled	-	-
Balance, September 30, 2017	3,900,000	$ 0.07

On June 7, 2016, the Board of Directors granted a total of 3,900,000 stock options to certain directors and officers exercisable into common shares at a price of $0.07 per share expiring June 7, 2021 and were fully vested upon issuance. The fair value of the stock options granted to certain directors and officers was valued at $193,066 and was calculated using the Black Scholes option pricing model with the following assumptions: (i) dividend yield of 0%; (ii) expected volatility of 235%; (iii) risk free rate of 0.63%; and (iv) expected life of 5 years and a forfeiture rate of 0%.

As of September 30, 2017, there were 3,900,000 stock options outstanding and exercisable.

e) **Units and shares to be issued**:

Period ended September 30, 2017 and Year ended March 31, 2017

As of April 1, 2013, 195,000 units at $0.10-$0.15 per unit were issuable for cash proceeds received of $24,250. Each unit consists of one common share and one-half of one common share purchase warrant. Each full warrant is exercisable into one common share at an exercise price of $0.20-$0.25 expiring through to April 9, 2014. During 2014, 145,000 of the foregoing units were issued. Therefore, as of September 30, 2017 and March 31, 2017 there were 50,000 units remaining to be issued for cash proceeds received of $5,000.

In addition, as of September 30, 2017 and March 31, 2017, pursuant to an arrangement with Gateway Solutions S.A.C., the Company was committed to issue 25,000 common shares with a deemed value of $0.15 per share aggregating $3,750.

(Expressed in Canadian dollars)

10. RELATED PARTY TRANSACTIONS:

The following related party transactions occurred and were reflected in the consolidated financial statements during the periods ended September 30, 2017 and 2016 as follows:

		2017		2016
Key management compensation:				
Management and consulting fees expense:				
Consulting fees were charged by the Chief Financial Officer for financial management services	$	18,000	$	18,000
Corporate administrative fees were charged by a former Chief Executive Officer and a company controlled by the individual	$	18,000	$	18,000
Corporate management fees were charged by a company controlled by the Chief Executive Officer	$	50,000	$	30,000
Director's fees expense:				
Directors fees were charged by certain directors	$	9,000	$	15,000

Other related party transactions:

During the year ended March 31, 2017, the Company issued stock options to directors and officers which had a fair value of $193,066.

See notes 4, 6, 7 and 8 (a) for additional related party information.

As of September 30, 2017, accounts payable and accrued liabilities include $44,840 (2017 - $55,400) due to certain of these related parties.

11. CAPITAL DISCLOSURES:

The Company considers its capital to include components of shareholders' equity, which is comprised of share capital, units and shares to be issued, reserve for warrants, reserve for share-based payments, contributed surplus, foreign currency translation reserve, and accumulated deficit which as at September 30, 2017 totalled $974,601 (March 31, 2017 – accumulated deficit of $1,262,475)

The Company's objectives in managing capital are: to maintain adequate levels of funding to support its expenditures arising from the Company's investments; to safeguard the Company's ability to continue as a going concern in order to pursue investments and new projects of merit; and to maintain corporate and administrative functions necessary to support the Company's operations and corporate functions.

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will continue to assess its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

11. CAPITAL DISCLOSURES (continued):

Management reviews its capital management approach on an ongoing basis 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 during the fiscal periods ended September 30, 2017 and March 31, 2017. Neither the Company nor its subsidiary are subject to externally imposed capital requirements.

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT:

Fair value

The Company has determined the estimated fair value of its financial instruments based on estimates and assumptions. The actual results may differ from those estimates and the use of different assumptions or methodologies may have a material effect on the estimated fair value amounts.

The fair values of cash, accounts receivable, accounts payable and accrued liabilities, due from related parties and notes payable are comparable to their carrying values due to the relatively short period to maturity of these instruments.

The Company's risk exposures and the impact on the financial instruments are summarized below:

Market risk

Market risk is the risk that the fair value or future cash flow from a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

Credit risk

Credit risk is the risk of an unexpected loss if a party to a financial instrument fails to meet its contractual obligations. Financial instruments which are potentially subject to credit risk for the Company consist primarily of cash. The Company's cash is held with a Canadian Chartered bank in Perú and Canada. Management believes that the credit risk and the risk of loss with respect to cash are remote because cash deposits are placed with a major bank with strong investment-grade ratings by a primary ratings agency.

The Company's credit risk with respect to accounts receivable and due from related party is not considered significant.

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 September 30, 2017, the Company had cash of $610 (March 31, 2017 - $5,930) to settle current liabilities of $118,852 (March 31, 2017 - $151,467).

All of the Company's financial liabilities have contractual maturities of less than 90 days and are subject to normal trade terms. The ability of the Company to continue to pursue its exploration activities and continue as a going concern is dependent on its ability to secure additional equity or other financing. Accounts payable and accrued liabilities, due to related parties and notes payable are due within twelve months of the date of the consolidated statement of financial position.

Interest rate risk

Interest rate risk is the risk arising from the effect of changes in prevailing interest rates on the Company's financial instruments. The Company is exposed to interest rate risk as the notes payable have fixed interest rates. Accordingly, the Company's notes payable are subject to interest rate risk but is not considered significant.

(Expressed in Canadian dollars)

12. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Foreign currency risk

Foreign currency exchange rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company uses the Canadian dollar as its functional currency for these consolidated financial statements. The Company operates in Peru, giving rise to exposure to market risks from changes in foreign exchange rates for Peruvian Nuevo Sol and US dollars. The Company's exposure to foreign currency risk is not considered significant. The Company currently does not use derivative instruments to hedge its exposure to those risks.

Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. As at September 30, 2017, a 10% increase or decrease in stock prices would have increased or decreased the investments by $448,200 (March 31, 2017 - $413,327). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

Business Risk

There are numerous business risks involved in the mineral exploration industry. The Company's current or future operations, including development activities, are subject to environmental regulations which may make operations not economically viable or prohibit them altogether. The success of the operations and activities are dependent to a significant extent on the efforts and abilities of its management, outside contractors, experts and other advisors. Investors must be willing to rely to a significant degree on management's discretion and judgment, as well as the expertise and competence of outside contractors, experts and other advisors.

The Company does not have a formal program in place for succession of management and training of management. The loss of one or more of the key employees or contractors, if not replaced on a timely basis, could adversely affect the Company's operations and financial performance.

13. SEGMENTED INFORMATION:

The Company operates in a single reportable operating segment, the exploration and development of mineral properties. Segmented geographic information is as follows:

The following table allocates total assets by segment:

As at	September 30, 2017	March 31, 2017
Current		
Canada	$ 508,165	$ 304,487
Perú	4,526	14,821
	512,691	319,308
Non-Current		
Canada	4,831,734	4,133,265
Perú	236,752	124,676
Total Assets	$ 5,581,177	$ 4,577,249

(Expressed in Canadian dollars)

13. SEGMENTED INFORMATION (continued)

The following table allocates net income (loss) by segment:

	Period ended September 30, 2017	Year ended March 31, 2017
Canada	$ 352,184	$ 3,777,168
Perú	(64,310)	(75,432)
Net income	$ 287,874	$ 3,701,736

14. EXPLORATION COSTS:

Exploration costs have been incurred as follows:

	For the periods ended September 30, 2017	March 31, 2017
Geology, technical reports and consulting, laboratory work, sample analysis and general exploration work	$ -	$ -
Taxes and concession payments	15,415	16,563
	$ 15,415	$ 16,563

15. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES:

	September 30, 2017	March 31, 2017
Trade payables and accruals	$ 118,852	$ 151,467
Other	-	-
	$ 118,852	$ 151,467

16. COMMITMENTS AND CONTINGENCIES

a) On May 3, 2016, Tartisan announced that it is implementing an online marketing and awareness program through AGORACOM. Tartisan intends to issue shares for services to AGORACOM in exchange for the online advertising, marketing and branding services ("Advertising Services"). Pursuant to the terms of the agreement, the Company will be issuing $ 50,000 + HST as follows:

o $10,000 Shares For Services Upon Commencement - May 3, 2016 (issued)
o $10,000 Shares For Services at end of Third Month - August 3, 2016 (issued)
o $10,000 Shares For Services at end of Sixth Month - November 3, 2016 (issued)
o $10,000 Shares For Services at end of Ninth Month - February 3, 2017 (issued)
o $10,000 Shares For Services at end of Twelfth Month - May 3, 2017 (issued).

The number of shares to be issued at the end of each period will be determined by using the closing price of the Shares of Tartisan on the Canadian Securities Exchange on the first trading day following each period for which the Advertising Services were provided by AGORACOM.

b) Legal Claim

On June 22, 2017, Tartisan was served with court documents in Peru relating to a legal claim for labour rights filed by a former general manager of the Company. In January 2017, Tartisan has previously reached a settlement agreement with the claimant and had paid the settlement amount satisfactory to the claimant and with no further amounts or obligations due. The Company intends to vigorously defend this case in court.

17. EVENTS AFTER THE REPORTING DATE

Canadian Arrow Mines Limited

On October 20, 2017, Tartisan announced that a definitive arrangement agreement (the "Agreement") has been signed Canadian Arrow Mines Limited ("Canadian Arrow") whereby Tartisan will acquire all of the issued and outstanding common shares of Canadian Arrow by way of a court-approved plan of arrangement (the "Arrangement") in accordance with the *Business Corporations Act* (Ontario) in exchange for common shares in the capital of Tartisan.

Pursuant to the terms of the Agreement, Tartisan would issue to Canadian Arrow Mines Limited shareholders one common share of Tartisan for every 17.5 common shares of Canadian Arrow, resulting in the issuance of approximately 8,000,000 common shares of Tartisan. Additionally, Tartisan would issue up to 4,500,000 common shares of Tartisan to settle Canadian Arrow debt pursuant to debt conversion agreements with various Canadian Arrow creditors. Certain lock up provisions are included in the Debt Conversion Agreements. Following completion of the Arrangement shareholders of Canadian Arrow will hold approximately 12% of the outstanding Tartisan shares. Tartisan has also agreed to pay the transaction related expenses of Canadian Arrow. The proposed transaction provides Canadian Arrow shareholders with liquidity, sustaining capital and an opportunity to participate in the potential upside of Tartisan.

The board of directors of Canadian Arrow (the "Canadian Arrow Board") has approved the Arrangement and the entering into of the Arrangement Agreement and has determined to recommend that shareholders of Canadian Arrow vote in favour of the Arrangement. Completion of the Arrangement is subject to customary closing conditions, including approval of the Ontario Superior Court of Justice (Commercial List), the approval of holders of not less than 66 2/3% of the holders of Canadian Arrow Shares voted at a Special Meeting of Canadian Arrow shareholders that will be called to approve the Arrangement (the "Special Meeting") as well as majority of the minority approval as required under applicable Canadian securities laws. The Arrangement is also subject to the approval of the TSX Venture Exchange, the Canadian Securities Exchange and all applicable regulatory authorities, as well other conditions typical for a transaction of this nature.

The terms of the Arrangement will be summarized in an information circular of Canadian Arrow (the "Circular") that is anticipated to be mailed to the shareholders of Canadian Arrow in connection with the Special Meeting which is expected to be held in early January 2018. Canadian Arrow has received from Harris Capital Corporation an opinion that the Arrangement consideration is fair, from a financial point of view, to the shareholders of Canadian Arrow, and retained Fogler Rubinoff LLP as its legal counsel. Robert M. Isles is acting as legal counsel to Tartisan. A copy of the Arrangement Agreement, the Circular and related documents will be filed with the Canadian regulatory authorities and will be available for review under Canadian Arrow's SEDAR profile at www.sedar.com.

The Agreement contains customary non-solicitation provisions which are subject to Canadian Arrow's right to consider and accept a superior proposal subject to a matching right in favour of Tartisan. In the event that the Arrangement is not completed as a result of a superior proposal or for other certain specified circumstances, Canadian Arrow will pay Tartisan a termination fee of $100,000.

The Arrangement constitutes a "business combination" under Multilateral Instrument 61-101 - Protection of Minority Security Holders in Special Transactions ("MI 61-101") for Canadian Arrow as Canadian Arrow is indebted to certain of its directors and such indebtedness will be settled through the issuance of common shares of Tartisan in connection with the closing of the Arrangement. The indebtedness of Dean MacEachern is approximately $9,000, the indebtedness of Kim Tyler is approximately $5,000 and the indebtedness of George Pirie is approximately $20,000. Although Canadian Arrow does not consider the amounts of such indebtedness to be material the fact that such indebtedness is being satisfied through the issuance of common shares of Tartisan in connection with the completion of the Arrangement means that the Arrangement is considered to be a Business Combination for the purposes of MI 61-101. Canadian Arrow is relying on the formal valuation exemption in section 4.4(a) of MI 61-101, on the basis that no securities of Canadian Arrow are listed on the Toronto Stock Exchange or other specified markets. Canadian Arrow will seek the requisite approvals of the Arrangement from its shareholders at the Special Meeting. If the Arrangement is completed, the common shares of Canadian Arrow will be delisted from the TSX Venture Exchange.

17. EVENTS AFTER THE REPORTING DATE (Cont'd)

AGORACOM

On October 3, 2017, Tartisan announced that it has implementing an online marketing and awareness program through AGORACOM. Tartisan intends to issue shares for services to AGORACOM in exchange for the online advertising, marketing and branding services ("Advertising Services"). Pursuant to the terms of the agreement, the Company will be issuing $ 40,000 + HST as follows:

- $8,000 Shares for Services Upon Commencement - October 3, 2017 (40,000 shares issued)
- $8,000 Shares for Services at end of Third Month - January 3, 2018
- $8,000 Shares for Services at end of Sixth Month - April 3, 2018
- $8,000 Shares for Services at end of Ninth Month - July 3, 2018
- $8,000 Shares for Services at end of Twelfth Month - October 3, 2018.

The number of shares to be issued at the end of each period will be determined by using the closing price of the Shares of Tartisan on the Canadian Securities Exchange on the first trading day following each period for which the Advertising Services were provided by AGORACOM with a minimum price of $0.20 per share.

Financings

a) On November 21, 2017, the Company announced the closing of a $CDN 300,000 financing via a non-brokered private-placement of 2,000,000 units at CDN $0.15 cents per unit with a full warrant at CDN $0.25 cents, expiring eighteen months from date of closing of this offering. The net proceeds from this offering will be used for general working capital purposes. This financing is subject to the requisite final regulatory approvals.

b) On November 27, 2017, the Company announced the closing of a second tranche of financing. The second tranche raised an additional $CDN 210,000 via a non-brokered private-placement of 1,400,000 units at CDN $0.15 cents per unit with a whole warrant at CDN $0.25 cents, expiring eighteen months from date of closing. The total of the two tranches of the Private Placement was 3.4 million units for total gross proceeds of $510,000. The net proceeds from this offering will be used for general working capital purposes. This financing is subject to final regulatory approvals.

Investing News Network

Tartisan entered into an agreement with the Investing News Network on November 22, 2017 for a marketing and advertising program consisting of enhancing the Company's profile, lead generation, features on the Company, and branded communication through various social media channels. Pursuant to the terms of the agreement, the program will cost $ 77,400 + HST and the services will be rendered over a term of 14-month period from the date of closing of this agreement.