ALTAIR RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
JUNE 30, 2017

(Unaudited - Expressed in Canadian Dollars)

**NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)

	Note	June 30, 2017 $	March 31, 2017 $
ASSETS			
Current assets			
Cash		2,034,965	341,323
Amounts receivable		25,333	4,233
GST receivable		16,626	10,250
Prepaid expenses		25,240	18,633
Total current assets		2,102,164	374,439
Non-current assets			
Property, plant and equipment	4	13,031	-
Exploration and evaluation assets	5	2,917,530	2,253,515
Total non-current assets		2,930,561	2,253,515
TOTAL ASSETS		5,032,725	2,627,954
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	389,916	546,161
TOTAL LIABILITIES		389,916	546,161
SHAREHOLDERS' EQUITY			
Share capital	6	15,179,953	12,189,341
Share subscriptions received		-	250,000
Share-based payments reserve		3,567,378	2,754,418
Deficit		(14,104,522)	(13,111,966)
TOTAL SHAREHOLDERS' EQUITY		4,642,809	2,081,793
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		5,032,725	2,627,954

Nature of Operations and Going Concern - see Note 1

Event after the Reporting Period - see Note 10

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on August 28, 2017 and are signed on its behalf by:

*/s/ **Roy Shipes***
Roy Shipes
Director

*/s/ **Robert Naso***
Robert Naso
Director

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended June 30, 2017 $	Three Months Ended June 30, 2016 $
Expenses			
Accounting and administration	7(b)	27,808	18,500
Audit		17,500	12,840
Bank charges		1,153	599
Consulting		29,731	20,971
Corporate development		-	46,077
Depreciation		334	-
Director and officer compensation	7(a)	63,000	51,000
Due diligence		42,331	-
Investor relations		9,000	-
Legal		48,331	62,352
Office and miscellaneous		22,127	8,079
Personnel		87,435	3,925
Regulatory and transfer agent fees		6,057	10,088
Rent		19,433	4,350
Share-based compensation	6(d)	503,032	78,115
Shareholder costs		2,134	1,459
Travel, accommodation and meals		97,763	12,580
Utilities		2,268	450
Vehicle rentals		-	1,556
Website and internet		10,965	7,345
		990,402	340,286
Loss before other items		(990,402)	(340,286)
Other items			
Interest income		1,187	-
Foreign exchange loss		(3,341)	(153)
		(2,154)	(153)
Net loss and comprehensive loss for the period		(992,556)	(340,439)
Basic and diluted loss per common share		$(0.02)	$(0.02)
Weighted average number of common shares outstanding		46,396,446	17,719,035

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended June 30, 2017					
	Share Capital					
	Number of Shares	Amount $	Share Subscriptions Received $	Share-based Payments Reserve $	Deficit $	Total Equity $
Balance at March 31, 2017	32,081,501	12,189,341	250,000	2,754,418	(13,111,966)	2,081,793
Common shares issued for:						
Private placement	17,500,000	3,500,000	(250,000)	-	-	3,250,000
Finders' fees	280,000	56,000	-	-	-	56,000
Share issue costs	-	(565,388)	-	309,928	-	(255,460)
Share-based compensation	-	-	-	503,032	-	503,032
Net loss for the period	-	-	-	-	(992,556)	(992,556)
Balance at June 30, 2017	49,861,501	15,179,953	-	3,567,378	(14,104,522)	4,642,809

	Three Months Ended June 30, 2016				
	Share Capital				
	Number of Shares	Amount $	Share-based Payments Reserve $	Deficit $	Total Equity $
Balance at March 31, 2016	16,896,379	9,087,022	2,236,318	(11,440,680)	(117,340)
Common shares issued for:					
Properties	1,800,000	886,000	-	-	886,000
Finders' fees	178,217	85,534	-	-	85,534
Exercise of share options	1,600,000	112,000	-	-	112,000
Exercise of warrants	970,000	67,900	-	-	67,900
Share-based compensation	-	-	78,115	-	78,115
Transfer on exercise of share options	-	136,789	(136,789)	-	-
Net loss for the period	-	-	-	(340,439)	(340,439)
Balance at June 30, 2016	21,444,596	10,375,245	2,177,644	(11,781,119)	771,770

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

ALTAIR RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended June 30, 2017 $	Three Months Ended June 30, 2016 $
Operating activities		
Net loss for the period	(992,556)	(340,439)
Adjustments for:		
Depreciation	334	-
Share-based compensation	503,032	78,115
Changes in non-cash working capital items:		
Amounts receivable	(21,100)	27,570
GST receivable	(6,376)	(6,540)
Prepaid expenses	(6,607)	(3,500)
Accounts payable and accrued liabilities	(234,242)	289,608
Net cash (used in) provided by operating activities	(757,515)	44,814
Investing activities		
Exploration and evaluation assets	(586,018)	(205,184)
Purchase of equipment	(13,365)	-
Net cash used in investing activities	(599,383)	(205,184)
Financing activities		
Issuance of common shares	3,250,000	179,900
Share issue costs	(199,460)	(750)
Net cash provided by financing activities	3,050,540	179,150
Net change in cash	1,693,642	18,780
Cash at beginning of period	341,323	133
Cash at end of period	2,034,965	18,913

Supplemental cash flow information - Note 9

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

1. Nature of Operations and Going Concern

Altair Resources Inc. (the "Company") was incorporated under the provisions of the Company Act (British Columbia) on November 17, 2005. The Company is a publicly listed company with its common shares listed on the TSX Venture Exchange ("TSXV") under the symbol "AVX" and the Frankfurt Exchange under the symbol "90A". The Company's head office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia V6E 3V7 Canada.

The Company is a junior mineral exploration company currently engaged in the acquisition and exploration of mineral properties. The Company's ability to continue as a going concern and the recoverability of the amounts capitalized as exploration and evaluation assets are dependent upon the ability of the Company to raise additional financing in order to complete the acquisition, exploration and development of its mineral property interests, the discovery of economically recoverable reserves and obtaining future profitable production or proceeds from disposition of the Company's mineral properties. As a mineral company in the exploration stage the ability of the Company to complete the acquisition, exploration and development of its mineral property interests will be affected principally by its ability to raise adequate amounts of capital through equity financings, debt financings, joint venturing of projects and other means.

The Company has a history of losses with no operating revenue and, as at June 30, 2017, has an accumulated deficit of $14,104,522 and a working capital deficit of $1,712,248. The Company will be required to raise additional capital in order to complete the acquisitions of the property, plant and equipment and mineral property interests referred to in Notes 5 and 10, conduct exploration and development activities on its current and future mineral property interests and maintain operations. These conditions raise significant doubt about the Company's ability to continue as a going concern. There can be no assurances that the Company will be able to obtain additional financial resources necessary and/or achieve profitability or positive cash flows. If the Company is unable to obtain adequate additional financing the Company will be required to curtail operations, exploration and development activities and there would be significant uncertainty whether the Company would continue as a going concern and realize its assets and settle its liabilities and commitments in the normal course of business.

These condensed consolidated interim financial statements do not reflect any adjustments, which could be material to the carrying values of assets and liabilities, which may be required should the Company be unable to continue as a going concern.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting* ("IAS 34"), as issued by the International Accounting Standards Board ("IASB"), and its interpretations, using accounting policies consistent with International Financial Reporting Standards ("IFRS"). The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended March 31, 2017, which have been prepared in accordance with IFRS as issued by the IASB and interpretations of the IFRS Interpretations Committee ("IFRIC"). The accounting policies followed in these condensed consolidated interim financial statements are consistent with those applied in the Company's consolidated financial statements for the year ended March 31, 2017.

Basis of Measurement

The Company's consolidated financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. The condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise stated.

(Unaudited - Expressed in Canadian Dollars)

3. Subsidiaries

In addition to the Company, these condensed consolidated interim financial statements include all subsidiaries. Subsidiaries are all entities over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. Inter-company transactions and balances are eliminated upon consolidation. They are de-consolidated from the date that control by the Company ceases. As at March 31, 2017 the subsidiaries of the Company were:

Company	Location of Incorporation	Ownership Interest
Epic Mining Corp. ("Epic")	Canada	100%
Minera Panamericana S.A.C ("Panamericana")	Peru	100%
Minera Altair, S.A. de C.V. (inactive)	Mexico	100%
A.GJ.A. SH.P.K. ("AGJA")	Kosovo	90%
Altair Mining Inc.	USA	100%

4. Property, Plant and Equipment

	Vehicle $
Cost:	
Balance at March 31, 2017	-
Additions	13,365
Balance at June 30, 2017	13,365
Accumulated Depreciation:	
Balance at March 31, 2017	-
Depreciation	334
Balance at June 30, 2017	334
Carrying Value:	
Balance at March 31, 2017	-
Balance at June 30, 2017	13,031

See also Notes 5 and 10.

5. Exploration and Evaluation Assets

	June 30, 2017			March 31, 2017		
Property	Acquisition Costs $	Deferred Exploration Costs $	Total $	Acquisition Costs $	Deferred Exploration Costs $	Total $
Pioche Project	453,036	-	453,036	80,328	-	80,328
Cerpulje Project	420,299	431,457	851,756	410,133	161,338	571,471
Quebec Properties	1,438,599	-	1,438,599	1,438,599	-	1,438,599
Lejin Property	174,139	-	174,139	163,117	-	163,117
	2,486,073	431,457	2,917,530	2,092,177	161,338	2,253,515

(Unaudited - Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets

	Pioche Project $	Cerpulje Project $	Quebec Properties $	Lejin Property $	Total $
Balance at March 31, 2016	-	-	-	-	-
Exploration costs					
Assay	-	1,245	-	-	1,245
Consulting	-	20,433	-	-	20,433
Drilling advance	-	21,590	-	-	21,590
Field supplies	-	4,712	-	-	4,712
Geophysics	-	107,558	-	-	107,558
Trenching	-	5,800	-	-	5,800
	-	161,338	-	-	161,338
Acquisition costs					
Cash payments	80,328	390,576	90,000	50,000	610,904
Common share issuances	-	-	1,226,000	92,500	1,318,500
Finders' fees	-	19,557	122,599	10,157	152,313
Concession payments	-	-	-	10,460	10,460
	80,328	410,133	1,438,599	163,117	2,092,177
Balance at March 31, 2017	80,328	571,471	1,438,599	163,117	2,253,515
Exploration costs					
Assay	-	21,748	-	-	21,748
Consulting	-	29,600	-	-	29,600
Drilling	-	123,719	-	-	123,719
Field supplies	-	2,623	-	-	2,623
Geological	-	85,933	-	-	85,933
Miscellaneous	-	5,982	-	-	5,982
Travel	-	514	-	-	514
	-	270,119	-	-	270,119
Acquisition costs					
Cash payments	351,000	-	-	-	351,000
Concession payments	21,708	10,166	-	11,022	42,896
	372,708	10,166	-	11,022	393,896
Balance at June 30, 2017	453,036	851,756	1,438,599	174,139	2,917,530

(a) ***Pioche Project, Nevada***

The Company has entered into numerous agreements under which it has acquired or will acquire a significant position in mineral leases, plant facilities and former operating mines in the Pioche, Caselton and Comet Mining Districts of Lincoln County, Nevada (the "Pioche Project"). The agreements comprising the Pioche Project are as follows:

(i) On April 4, 2017, as amended, the Company entered into an asset purchase agreement (the "Asset Purchase Agreement") to acquire the assets comprising the Pan American Zinc Mine and the Caselton Concentrator (collectively the "Pioche Project") located in the Comet and Caselton Mining Districts of Lincoln County near Pioche, Nevada, USA. The Company has agreed to an amended purchase price of US $1,425,000, of which $221,965 (US $165,000) was paid as at June 30, 2017. The balance owing is payable in staged payments, with a payment of US $60,000 due on December 1, 2017 and, thereafter, the remaining balance of $1,200,000 to be paid in quarterly installments of $100,000 beginning January 1, 2018 and bearing simple interest at 5% per annum until paid in full.

5. Exploration and Evaluation Assets (continued)

The Company has agreed to assign a mortgage over the assets as security over the remaining balance. In the event payments are not made when they are due, and such default is not cured, the Asset Purchase Agreement may be terminated by the vendor and the Company will transfer the assets back to the vendor.

Closing of the Assets Purchase Agreement is scheduled to occur upon finalization of all documentation for the transfer.

(ii) On May 15, 2017 the Company entered into an assignment and assumption agreement (the "Prince Assignment") of the lease and option to purchase agreement (the "Prince Option") over the Prince Mine, located in Pioche Mining District, Lincoln County, Nevada, USA. The Prince Option, dated November 6, 2010, was originally held by International Silver Inc. ("ISI"), a private Arizona corporation and Prince Mine LLC ("Prince"), a private Nevada corporation. Under the Prince Option, ISI leased the Prince Mine at a cost of US $50,000 per year with an option to purchase the mine for US $2,750,000 (with previous lease payments being applied to the purchase price). Under the terms of the Prince Assignment: (i) the Prince Option will be assigned to the Company; (ii) the Company will pay Prince US $200,000 (US $75,000 paid as at June 30, 2017), representing unpaid lease payments, by November 2017 and complete reclamation work, estimated at US $20,000; and (iii) the Prince Option will be extended to November 1, 2022. Once assigned, the Prince Option will continue in effect with annual lease payments of US $50,000 with an option to purchase the Prince Mine at any time for US $2,750,000, less previous lease payments.

The Prince Mine is comprised of 12 patented lode claims.

The Company's President and CEO is a director, officer and shareholder of ISI.

(iii) On June 15, 2017 the Company signed an agreement to purchase five mining claims in Comet Mining District in Lincoln County, Nevada, USA, for a purchase price of US $50,000 which was paid on June 21, 2017.

(iv) See also Note 10.

(b) ***Cerpulje Project, Kosovo***

During fiscal 2016 the Company signed an option agreement, as amended (the "Cerpulje Agreement"), to acquire a 90% interest in the common shares of AGJA, a private company registered in the Republic of Kosovo. During fiscal 2017 the Company completed the purchase of the 90% interest in AGJA by paying a total of $390,576 (US $300,000). AGJA holds an exploration license (the "Cerpulje Project") in the Republic of Kosovo.

The Company also paid a finder's fee of $19,557 (US $15,000) to an individual, who, subsequent to the Cerpulje Agreement, was appointed as a director of the Company.

(c) ***Quebec Properties***

During fiscal 2017 the Company acquired mineral resource properties located in the Abitibi area of the province of Quebec, as follows:

(i) White Hills Property

On May 4, 2016 the Company signed a purchase agreement to acquire 77 contiguous mineral claims (the "White Hills Property"). On May 26, 2016 the Company completed the purchase by paying $10,000 cash and issued 1,000,000 common shares at a fair value of $610,000. The Company also paid a finder's fee by issuance of 91,837 common shares at a fair value of $56,020.

5. Exploration and Evaluation Assets (continued)

(ii) *Kino Property, Quebec*

On May 17, 2016 the Company signed a purchase agreement to acquire 40 contiguous mineral claims (the “Kino Property”). On June 9, 2016 the Company completed the purchase by paying $10,000 cash and issued 300,000 common shares at a fair value of $126,000. The Company also paid a finder’s fee by issuance of 30,000 common shares at a fair value of $12,600.

(iii) *Mathers Property, Quebec*

On June 7, 2016 the Company signed a purchase agreement to acquire 213 contiguous mineral claims (the “Mathers Property”). On June 27, 2016 the Company completed the purchase by paying $30,000 cash and issued 500,000 common shares at a fair value of $150,000. The Company also paid a finder’s fee by issuance of 56,380 common shares at a fair value of $16,914.

(iv) *Tilia Property, Quebec*

On June 20, 2016 the Company signed a purchase agreement to acquire 38 mineral claims (the “Tilia Property”). On July 15, 2016 the Company completed the purchase by paying $20,000 cash and issued 500,000 common shares at a fair value of $95,000. The Company also issued 56,000 common shares as a finder’s fee at a fair value of $10,640.

(v) *Virium Property, Quebec*

On October 17, 2016 the Company signed a purchase agreement to acquire 40 mineral claims (the “Virium Property”). On November 23, 2016 the Company made an initial $10,000 cash payment, issued 1,400,000 common shares of the Company at a fair value of $245,000 and also issued 151,000 common shares as a finder’s fee at a fair value of $26,425. On December 22, 2016 the Company completed the purchase by making the final $10,000 cash payment.

(d) ***Lejin Property, Peru***

On May 24, 2016, as amended, the Company signed an agreement (the “Lejin Agreement”) to acquire all of the issued and outstanding common shares of Epic. On October 5, 2016 the Company received TSXV approval and the Company subsequently completed the acquisition by paying $50,000 cash and issuing 500,000 common shares of the Company at a fair value of $92,500. The Company also paid a finder’s fee by issuing 54,905 common shares at a fair value of $10,157.

Epic beneficially owns 100% of Panamericana which holds 100% of the rights, title and interest in the Lejin Property located in Peru.

6. Share Capital

(a) ***Authorized Share Capital***

The Company’s authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

(b) ***Equity Financings***

Three Months Ended June 30, 2017

During the three months ended June 30, 2017 the Company completed a non-brokered private placement of 17,500,000 units at $0.20 per unit for $3,500,000. Each unit consisted of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to purchase an additional common share of the Company at an exercise price of $0.26 per share for a period of three years after the closing. As at March 31, 2017 the Company had received $250,000 on account of the private placement.

The Company paid finders' fees of $180,180 cash, issued 280,000 common shares at an ascribed value of $56,000 and issued 900,900 warrants to finders ("finder's warrants") in connection with this offering. The finder's warrants have the same terms as the private placement warrants. The fair value of the finder's warrants has been estimated with a fair value of $309,928 using the Black-Scholes option pricing model. The assumptions used were: a risk-free interest rate of 0.82%; expected volatility of 172.16%; an expected life of three years; a dividend yield of 0%; and an expected forfeiture rate of 0%.

Officers and directors of the Company purchased 750,000 units for $150,000.

The Company incurred $19,280 for costs associated with the private placement.

Fiscal 2017

During fiscal 2017 the Company completed non-brokered private placements as follows:

(i) 4,500,000 units at $0.20 per unit for $900,000. Each unit consisted of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to purchase an additional common share of the Company at an exercise price of $0.25 per share for a period of three years after the closing. The Company also issued 425,000 common shares at an ascribed value of $85,000 as finder's fees.

(ii) 1,360,000 units, at $0.20 per unit for $272,000. Each unit consisted of one common share of the Company and one common share purchase warrant entitling the holder to purchase an additional common share at an exercise price of $0.25 per share on or before August 16, 2019.

The Company incurred $7,810 for costs associated with these private placements.

(c) *Warrants*

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at June 30, 2017 and 2016 and the changes for the three months ended on those dates, is as follows:

	2017		2016	
	Number	Weighted Average Exercise Price $	Number	Weighted Average Exercise Price $
Balance, beginning of period	18,276,000	0.18	14,976,000	0.13
Granted	18,400,900	0.26	-	-
Exercised	-	-	(970,000)	0.07
Balance, end of period	36,676,900	0.22	14,006,000	0.13

(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

The following table summarizes information about the number of common shares reserved pursuant to the Company's warrants outstanding and exercisable at June 30, 2017:

Number	Exercise Price $	Expiry Date
293,333	1.50	April 30, 2019
146,667	1.50	June 30, 2019
176,000	1.50	July 7, 2019
1,360,000	0.25	August 16, 2019
2,500,000	0.25	December 14, 2019
1,000,000	0.25	January 5, 2020
750,000	0.25	January 10, 2020
250,000	0.25	January 16, 2020
11,180,000	0.26	April 7, 2020
2,147,000	0.26	April 18, 2020
100,000	0.26	April 28, 2020
2,693,750	0.26	May 11, 2020
1,070,000	0.26	May 16, 2020
1,210,150	0.26	May 19, 2020
5,700,000	0.07	September 9, 2020
4,950,000	0.07	October 8, 2020
1,150,000	0.07	October 13, 2020
36,676,900		

(d) *Share Option Plan*

The Company has established a rolling share option plan (the "Plan") in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of five years. The number of common shares reserved for issuance to any individual director or officer will not exceed five percent (5%) of the issued and outstanding common shares and the number of common shares reserved for issuance to all technical consultants will not exceed two percent (2%) of the issued and outstanding common shares

During the three months ended June 30, 2017 the Company granted share options to purchase 1,935,000 (2016 - 200,000) common shares and recorded compensation expense of $498,695 (2016 - $78,115). The Company also recorded compensation expense of $4,337 (2016 - $nil) on the vesting of share options previously granted.

The fair value of share options granted during the three months ended June 30, 2017 and 2016 was estimated using the Black-Scholes option pricing model using the following assumptions:

	2017	2016
Risk-free interest rate	0.82%	0.80%
Estimated volatility	169.23% - 172.16%	225.82%
Expected life	3 years	4 years
Expected dividend yield	0%	0%
Estimated forfeiture rate	0%	0%

The weighted average fair value of all share options granted during the three months ended June 30, 2017 was $0.25 (2016 - $0.39) per option.

(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide a reliable measure of the fair value of the Company's share options.

A summary of the Company's share options at June 30, 2017 and 2016 and the changes for the three months ended on those dates, is as follows:

	2017		2016	
	Number of Options Outstanding	Weighted Average Exercise Price $	Number of Options Outstanding	Weighted Average Exercise Price $
Balance, beginning of period	3,050,000	0.24	1,600,000	0.07
Granted	1,935,000	0.31	200,000	0.40
Exercised	-	-	(1,600,000)	0.07
Balance, end of period	4,985,000	0.27	200,000	0.40

The following table summarizes information about the share options outstanding and exercisable at June 30, 2017:

Number	Exercise Price $	Expiry Date
380,000	0.20	February 4, 2018
75,000	0.27	February 4, 2018
1,520,000	0.20	July 15, 2019
675,000	0.27	January 4, 2020
200,000	0.35	January 11, 2020
200,000	0.40	June 7, 2020
1,400,000	0.31	April 18, 2020
535,000	0.30	June 6, 2020
4,985,000		

7. Related Party Disclosures

Transactions made with related parties are made in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

(a) Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and executive officers.

(Unaudited - Expressed in Canadian Dollars)

7. Related Party Disclosures (continued)

(i) During the three months ended June 30, 2017 and 2016 the Company incurred the following compensation amounts to its current and former key management personnel:

	2017 $	2016 $
Mr. Roy Shipes (1)	36,000	-
Mr. Robert Naso (2)	12,000	28,000
Mr. Robert Naso - living allowances	2,691	-
Mr. Zahir Dhanani (3)	-	5,000
Mr. John Huguet (4)	-	10,000
Mr. Nick DeMare (5)	15,000	8,000
Share-based compensation	272,536	-
	338,227	51,000

(1) Compensation as President and CEO (appointed February 2017)
(2) Compensation as President, CEO and CFO (resigned as President and CEO, October 2016 and CFO, June 2017)
(3) Compensation as former CEO (resigned February 9, 2016)
(4) Compensation as former CEO and Chairman (to February 2017)
(5) Compensation as Corporate Secretary (also appointed interim CFO June 2, 2017)

As at June 30, 2017, $10,000 (March 31, 2017 - $224,508) remained unpaid and has been included in accounts payable and accrued liabilities.

(ii) During fiscal 2017 Mr. Dhanani advanced funds totalling $374,000 which the Company subsequently repaid $310,000. During the three months ended June 30, 2017 the Company repaid $50,000. As at June 30, 2017, $14,000 (March 31, 2017 - $64,000) remained unpaid and has been included in accounts payable and accrued liabilities.

(iii) See also Note 6(b).

(b) During the three months ended June 30, 2017 the Company incurred a total of $21,500 (2016 - $18,500) to Chase Management Ltd. ("Chase"), a private corporation owned by Mr. DeMare, for accounting and administration services provided by Chase personnel. As at June 30, 2017 $17,500 (March 31, 2017 - $8,000) remained unpaid and has been included in accounts payable and accrued liabilities.

(c) During the three months ended June 30, 2016 the Company incurred $17,811 for shared personnel, office and administration costs incurred in Albania with Arian Resources Corp. ("Arian") a public company with common current and former directors and officers. These amounts were reimbursed to Arian by a former CFO of the Company. As at June 30, 2017 $7,386 (March 31, 2017 - $7,386) remained outstanding to a former CFO and has been included in accounts payable and accrued liabilities.

8. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following five categories: fair value through profit or loss ("FVTPL"); held-to-maturity investments; loans and receivables; available-for-sale and other financial liabilities. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	June 30, 2017 $	March 31, 2017 $
Cash	FVTPL	2,034,965	341,323
Amounts receivable	Loans and receivables	25,333	4,233
Accounts payable and accrued liabilities	Other financial liabilities	(389,916)	(546,161)

(Unaudited - Expressed in Canadian Dollars)

8. Financial Instruments and Risk Management (continued)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for amounts receivable and accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The Company's fair value of cash under the fair value hierarchy is measured using Level 1 inputs.

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

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and amounts receivable. Management believes that the credit risk concentration with respect to financial instruments included in cash and amounts receivable is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

	Contractual Maturity Analysis at June 30, 2017				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	2,034,965	-	-	-	2,034,965
Amounts receivable	25,333	-	-	-	25,333
Accounts payable and accrued liabilities	(389,916)	-	-	-	(389,916)

	Contractual Maturity Analysis at March 31, 2017				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	341,323	-	-	-	341,323
Amounts receivable	4,233	-	-	-	4,233
Accounts payable and accrued liabilities	(546,161)	-	-	-	(546,161)

8. Financial Instruments and Risk Management (continued)

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. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar and major transactions are transacted in Canadian Dollars, US Dollars and Euros. The Company maintains Euros bank accounts in Kosovo and a US Dollar bank account with its Canadian bank to support the cash needs of its foreign operations. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At June 30, 2017, 1 Canadian Dollar was equal to 0.67 Euro and 0.77 US Dollar.

Balances are as follows:

	Euros	US Dollars	CDN $ Equivalent
Cash	18,516	415,827	575,225
Accounts payable and accrued liabilities	(100,373)	(6,740)	(109,397)
	(81,857)	409,087	465,828

Based on the net exposures as of June 30, 2017 and, assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the Euro and US Dollar would result in an increase or decrease of approximately $52,000.

(c) Commodity Price Risk

Commodity price risk is the risk of financial loss resulting from movements in the price of the Company's commodity inputs and outputs. The Company's risk relates primarily to the expected output to be produced at its exploration and evaluation assets described in Note 4(a) of these consolidated financial statements, which production is not expected in the near future.

Capital Management

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern such that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' equity as capital. The management of the capital structure is based on the funds available to the Company in order to support the acquisition, exploration and development of mineral properties and to maintain the Company in good standing with the various regulatory authorities. In order to maintain or adjust its capital structure, the Company may issue new shares, sell assets to settle liabilities or return capital to its shareholders.

The properties in which the Company currently has an interest are in the exploration stage, as such, the Company does not recognize revenue from its exploration properties. The Company's historical sources of capital have consisted of the sale of equity securities and interest income. In order for the Company to carry out planned exploration and development and pay for administrative costs, the Company will spend its working capital and expects to raise additional amounts externally as needed.

There were no changes in the Company's management of capital during the three months ended June 30, 2017.

(Unaudited - Expressed in Canadian Dollars)

9. Supplemental Cash Flow Information

During the three months ended June 30, 2017 and 2016 non-cash activities were conducted by the Company as follows:

	2017 $	2016 $
Operating activity		
Accounts payable and accrued liabilities	77,997	13,559
Investing activities		
Exploration and evaluation assets	(77,997)	(13,559)
Common shares issued for mineral property interests	-	(971,534)
	(77,997)	(985,093)
Financing activities		
Issuance of common shares	56,000	971,534
Share issue costs	(365,928)	-
Share-based payment reserves	309,928	-
	-	971,534

10. Event after the Reporting Period

On August 12, 2017 the Company entered into an asset purchase agreement (the “Atlas Asset Purchase Agreement”) with Atlas Precious Metals Inc. (“Atlas”) to acquire the assets comprising a solvent extraction plant (the “S/X Plant”). Pursuant to the terms of the Atlas Asset Purchase Agreement the Company has agreed to acquire the S/X Plant in consideration for the Company making payments of: (i) US $150,000 cash, and (ii) US $270,000 payable by issuance of the Company’s common shares (the “Consideration Shares”) at a deemed value of $0.40 per Consideration Share.

Closing of the Atlas Asset Purchase Agreement is subject to the approval of the TSXV.

The Company’s President and CEO, is a director, officer and shareholder of Atlas.