ALDRIN RESOURCE CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS
(Unaudited)
(Expressed in Canadian Dollars)

FOR THE NINE MONTHS ENDED AUGUST 31, 2014

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the unaudited condensed interim financial statements for the period ended August 31, 2014.

ALDRIN RESOURCE CORP.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited - Expressed in Canadian Dollars)
AS AT

	August 31, 2014	November 30, 2013 (Audited)
ASSETS		
Current assets		
Cash	$ 61,631	$ -
GST receivable	70,046	56,533
Loan receivable (Note 5)	-	250,000
Prepaid expenses	21,543	203,239
Total current assets	153,220	509,772
Non-current assets		
Exploration and evaluation assets (Note 4)	5,463,369	3,304,996
Furniture and equipment (Note 6)	29,402	17,118
Total non-current assets	5,492,771	3,322,114
Total assets	$ 5,645,991	$ 3,831,886
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 7)	$ 116,983	$ 158,301
Total current liabilities	116,983	158,301
Equity		
Share capital (Note 8)	16,313,617	13,929,658
Share subscription receivable (Note 8)	(57,050)	-
Reserves (Note 8)	888,793	449,130
Deficit	(11,616,352)	(10,705,203)
Total equity	5,529,008	3,673,585
Total liabilities and equity	$ 5,645,991	$ 3,831,886

Nature, continuance of operations, and going concern (Note 1)
Commitment (Note 12)

Approved and authorized on October 30, 2014 on behalf of the Board:

"Johnathan More", Director
Johnathan More

"Rob Dardi", Director
Rob Dardi

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

ALDRIN RESOURCE CORP.
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended August 31, 2014	Three Months Ended August 31, 2013	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
EXPENSES				
Consulting (Note 11)	$ 44,625	$ 59,625	$ 106,375	$ 147,672
Depreciation	1,257	1,070	3,771	3,210
Filing fees	7,428	8,735	44,077	24,379
Investor relation	4,356	50,548	54,323	50,548
Management fees (Note 11)	67,500	57,500	202,500	222,309
Marketing	37,808	-	112,603	-
Office and miscellaneous (Note 11)	29,566	33,066	88,141	89,343
Professional fees (Note 11)	4,079	31,502	114,203	110,082
Promotion and travel	5,145	12,269	41,025	33,225
Share-based payments (Note 8 and 11)	(1,515)	347,843	375,609	347,843
Loss before other items	(200,249)	(602,158)	(1,142,627)	(1,028,611)
OTHER ITEMS				
Interest income	-	391	52	3,941
Other income (Note 12)	-	-	190,852	-
Total other items	-	391	190,904	3,941
Loss and comprehensive loss for the period	$ (200,249)	$ (601,767)	$ (951,723)	$ (1,024,670)
Basic and diluted loss per common share	$ (0.00)	$ (0.01)	$ (0.01)	$ (0.02)
Weighted average number of common shares outstanding	119,151,417	53,222,747	107,261,073	44,792,226

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

ALDRIN RESOURCE CORP.
CONDENSED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited - Expressed in Canadian Dollars)

	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period	$ (951,723)	$ (1,024,670)
Items not affecting cash:		
Depreciation	3,771	3,210
Shared-based payments	375,609	347,843
Other income (Note 12)	(190,852)	-
Changes in non-cash working capital items:		
Decrease (increase) in GST receivable	(13,513)	17,106
Decrease in prepaid expenses	181,696	-
Decrease in accounts payable and accrued liabilities	(70,382)	(65,660)
Net cash used in operating activities	(665,394)	(722,171)
CASH FLOW FROM INVESTING ACTIVITIES		
Loan receivable repayment (Note 5)	250,000	-
Exploration and evaluation expenditures	(1,745,365)	(676,325)
Net cash used in investing activities	(1,495,365)	(676,325)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from share issuance	2,476,430	957,880
Share issuance costs	(254,040)	(73,534)
Net cash provided by financing activities	2,222,390	844,346
Change in cash for the period	61,361	(514,150)
Cash, beginning of period	-	982,612
Cash, end of period	$ 61,631	$ 468,462
Cash paid (received) during the period for interest	$ (52)	$ -
Cash paid (received) during the period for taxes	$ -	$ -

During the period ended August 31, 2014, significant non-cash activities included:

a) issuance of 2,653,485 agent’s warrants with a fair value of $104,628;

b) $20,508 exploration and evaluation expenditures included in accounts payable; and

c) issuance of 4,000,000 shares with a total fair value of $400,000 for the acquisition of exploration and evaluation assets (Note 4).

During the period ended August 31, 2013, the Company included $7,500 related to exploration and evaluation expenditures in accounts payable.

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

ALDRIN RESOURCE CORP.
CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Share Capital					
	Common Shares	Amount	Reserves	Subscription Receivable	Deficit	Total Equity
Balance, November 30, 2012	40,600,000	$ 10,265,965	$ 227,534	$ -	$ (9,473,041)	$ 1,020,458
Options cancelled	-	-	(227,534)	-	227,534	-
Share based payments	-	-	347,843	-	-	347,843
Shares issued in private placement	11,973,500	957,880	-	-	-	957,880
Share issuance costs on private placement	-	(73,534)	-	-	-	(73,534)
Shares issued for acquisition of exploration and evaluation assets	13,552,500	1,287,488	-	-	-	1,287,488
Agent's warrants	-	(14,706)	14,706	-	-	-
Loss and comprehensive loss for the period	-	-	-	-	(1,024,670)	(1,024,670)
Balance, August 31, 2013	66,126,000	$ 12,423,093	$ 362,549	$ -	$ (10,270,177)	$ 2,515,465
Balance, November 30, 2013	80,846,500	$ 13,936,708	$ 449,130	$ (7,050)	$ (10,705,203)	$ 3,673,585
Options cancelled	-	-	(40,574)	-	40,574	-
Share based payments	-	-	375,609	-	-	375,609
Shares issued in private placements	34,304,917	2,335,577	-	-	-	2,335,577
Subscription receivable	-	-	-	(50,000)	-	(50,000)
Shares issued for acquisition of exploration and evaluation assets (Note 4)	4,000,000	400,000	-	-	-	400,000
Share issuance costs on private placements	-	(254,040)	-	-	-	(254,040)
Agent's warrants	-	(104,628)	104,628	-	-	-
Loss and comprehensive loss for the period	-	-	-	-	(951,723)	(951,723)
Balance, August 31, 2014	119,151,417	$ 16,313,617	$ 888,793	$ (57,050)	$ (11,616,352)	$ 5,529,008

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

1. NATURE, CONTINUANCE OF OPERATIONS AND GOING CONCERN

Aldrin Resource Corp. ("the Company") is incorporated under the British Columbia Business Corporations Act and its common shares are listed on the TSX Venture Exchange ("the Exchange") under the symbol "ALN". The principal business of the Company is the acquisition, exploration and evaluation of resource properties.

The Company's registered address, head office, principal address and records office is 202 – 837 West Hastings Street, Vancouver, British Columbia, Canada, V6C 3N6.

The Company is considered to be in the exploration stage with respect to its interests in exploration and evaluation assets. The recoverability of the amounts comprising exploration and evaluation assets is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development and upon future profitable production.

These unaudited condensed interim financial statements are prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at August 31, 2014, the Company had an accumulated deficit of $11,616,352 and has incurred losses since inception. These material uncertainties may raise substantial doubt about the Company's ability to continue as a going concern. The continuing operations of the Company are dependent upon obtaining necessary financing to meet the Company's commitments as they come due and to finance future exploration and development of potential business acquisitions, economically recoverable reserves, securing and maintaining title and beneficial interest in the properties and upon future profitable production. Failure to continue as a going concern would require that assets and liabilities be recorded at their liquidation values, which might differ significantly from their carrying values.

2. BASIS OF PRESENTATION

Statement of compliance

These unaudited condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee. The accounting policies applied by the Company in these financial statements are the same as those applied by the Company in its most recent annual financial statements for the year ended November 30, 2013.

Basis of presentation

These unaudited condensed interim financial statements have been prepared on historical cost basis. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information. These financial statements should be raed in conjunction with the Company's financial statements for the year ended November 30, 2013, which have been prepared in accordance with IFRS.

These unaudited condensed interim financial statements are presented in Canadian dollars, which is the functional currency of the Company, unless otherwise noted.

Significant accounting judgments and critical accounting estimates

The preparation of these unaudited condensed interim financial statements in conformity with IFRS requires estimates and assumptions that affect the amounts reported in these unaudited condensed interim financial statements.

2. BASIS OF PRESENTATION (cont'd…)

Significant accounting judgments and critical accounting estimates (cont'd…)

Significant accounting judgments

Significant accounting judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in the unaudited condensed interim financial statements include, but are not limited to, the determination of categories of financial assets and financial liabilities which has been identified as an accounting policy which involves assessments made by management.

Critical accounting estimates

Key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next financial year include, but are not limited to, the following:

i) Deferred income taxes - The Company is periodically required to estimate the tax basis of assets and liabilities. Where applicable tax laws and regulations are either unclear or subject to varying interpretations, it is possible that changes in these estimates could occur that materially affect the amounts of deferred income tax assets and liabilities recorded in the financial statements. Changes in deferred tax assets and liabilities generally have a direct impact on earnings in the period that the changes occur. Each period, the Company evaluates the likelihood of whether some portion or all of each deferred tax asset will not be realized. This evaluation is based on historic and future expected levels of taxable income, the pattern and timing of reversals of taxable temporary timing differences that give rise to deferred tax liabilities, and tax planning initiatives.

ii) Share-based payment – The fair value of share-based payment is determined using a Black-Scholes Option pricing model. Such option pricing models require the input of subjective assumptions including the expected price volatility, option life, dividend yield, risk-free rate and estimated forfeitures at the initial grant.

3. SIGNIFICANT ACCOUNTING POLICIES

New accounting standards and recent pronouncements

There are no IFRS or IFRIC Interpretations that are effective December 1, 2013 that are expected to have a material impact on the Company.

(Unaudited - Expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS

During the period ended August 31, 2014, the following exploration expenses were incurred on the exploration and evaluation assets:

	Triple M Uranium Property	Virgin Uranium Property	Total
Acquisition costs			
Balance, November 30, 2013	$ 2,287,488	$ 675,000	$ 2,962,488
Cash paid	280,000	-	280,000
Shares issued	400,000	-	400,000
Balance, August 31, 2014	2,967,488	675,000	3,642,488
Exploration costs			
Balance, November 30, 2013	342,508	-	342,508
Assaying	12,003	-	12,003
Camp costs	21,473	-	21,473
Drilling	705,502	-	705,502
Drilling camp costs	483,931	-	483,931
Drilling field work	68,573	-	68,573
Geological consulting	146,890	-	146,890
Surveys: Geochemistry	9,951	-	9,951
Surveys: Ground geophysics	30,050	-	30,050
Balance, August 31, 2014	1,820,881	-	1,820,881
Total balance, August 31, 2014	$ 4,788,369	$ 675,000	$ 5,463,369

During the year ended November 30, 2013, the following exploration expenses were incurred on the exploration and evaluation assets:

	Triple M Uranium Property	Virgin Uranium Property	Total
Acquisition costs			
Balance, November 30, 2012	$ -	$ -	$ -
Cash paid	1,000,000	75,000	1,075,000
Shares issued	1,287,488	600,000	1,887,488
Balance, November 30, 2013	2,287,488	675,000	2,962,488
Exploration costs			
Balance, November 30, 2012	-	-	-
Field costs	25,571	-	25,571
Geological consulting	75,190	-	75,190
Surveys: Airborne geophysics	128,286	-	128,286
Surveys: Geochemistry	65,561	-	65,561
Surveys: Ground geophysics	47,900	-	47,900
Balance, November 30, 2013	342,508	-	342,508
Total balance, November 30, 2013	$ 2,629,996	$ 675,000	$ 3,304,996

4. EXPLORATION AND EVALUATION ASSETS (cont'd…)

Triple M Uranium Property

During the year ended November 30, 2013, the Company entered into an option agreement to acquire an undivided 70% interest in the Triple M Uranium Property, Patterson Lake Area, Saskatchewan, upon the completion of the following:

i) a total payment of $1,000,000 due on various dates during the year ended November 30, 2013 (paid);

ii) payment of $500,000 on or before March 18, 2014 (during the period ended August 31, 2014, $280,000 was paid in cash and $220,000 was paid through issuance of 4,000,000 units of the Company (Note 8));

iii) issuance of 12,500,000 common shares of the Company on July 17, 2013 (issued);

iv) issuance of 1,052,500 common shares as a finder's fee in connection with the acquisition of the property (issued); and

v) incurring an aggregate of $4,000,000 of property expenditures after July 17, 2013 over the next four years, as follows:

   a) $250,000 by March 18, 2014*;
   b) $500,000 by March 18, 2015;
   c) $1,500,000 by March 18, 2016; and
   d) $1,750,000 by March 18, 2017.

   * As at August 31, 2014, the Company has incurred $1,820,881 of property expenditures.

The optionors will retain a 3% Net Smelter Royalty respecting the sale of ore concentrate from the property and a 3% Gross Overriding Royalty respecting any diamonds found on the property. The Company may elect at any time to repurchase 1% of the Net Smelter Royalty for $2,000,000. In addition, the optionors shall retain a 30% free carried interest in the property.

Virgin Uranium Property

During the year ended November 30, 2013, the Company entered into an agreement to purchase 100% interest in the Virgin Uranium. Pursuant to the agreement, the Company is required to complete the following:

i) payment of $75,000 upon signing of the option agreement (paid); and

ii) issuance of 5,000,000 common shares of the Company on October 23, 2013 (issued).

The property owners retain a 3% Net Smelter Return on all production from the property, or a 3% Gross Overriding Royalty in regards to diamonds.

5. LOAN RECEIVABLE

In October 2013, the Company advanced an interest free loan of $250,000 to Guardian Helicopters, a related party (Note 11). During the period ended August 31, 2014, the loan was fully repaid to the Company.

(Unaudited - Expressed in Canadian Dollars)

6. FURNITURE AND EQUIPMENT

		Furniture and equipment
Cost		
Balance, November 30, 2013	$	32,070
Additions		16,055
Balance, August 31, 2014	$	48,125
Accumulated depreciation		
Balance, November 30, 2013	$	14,952
Depreciation		3,771
Balance, August 31, 2014	$	18,723
Carrying amounts		
As at November 30, 2013	$	17,118
As at August 31, 2014	$	29,402

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities are as follows:

		August 31, 2014		November 30, 2013
Trade payables	$	18,488	$	59,713
Accrued liabilities		15,000		14,000
Due to related parties (Note 11)		83,495		82,551
Bank indebtedness		-		2,037
Total	$	116,983	$	158,301

8. SHARE CAPITAL AND RESERVES

a) Authorized share capital as at August 31, 2014:

Unlimited number of voting common shares without par value
Unlimited number of preferred shares with no par value

b) Issued share capital

During the period ended August 31, 2014, the Company:

I. Completed a private placement financing of 9,751,888 units at a price of $0.095 per unit raising total gross proceeds of $926,429. Each unit is comprised of one flow-through common share and one half warrant. The flow-through common shares were valued at $0.085 per share for a total value of $828,910 and the residual value of $97,519 was allocated to deferred premium on flow-through shares (Note 12). Each whole warrant is exercisable into one common share at $0.16 per share, expiring on June 24, 2015. In relation to the private placement, the Company:

8. SHARE CAPITAL AND RESERVES (cont'd…)

b) Issued share capital (cont'd…)

i) Paid $104,186 of share issuance costs; and

ii) Issued 780,151 agent's warrants exercisable at $0.16 per share, expiring on June 24, 2015. The fair value of the agent's warrants was estimated to be $19,931 using the Black-Scholes option pricing model assuming an expected life of 1.5 years, a risk-free interest rate of 0.75%, a forfeiture rate of 0% and an expected volatility of 107.57%.

II. Completed a private placement financing of 4,666,666 units at a price of $0.075 per unit raising total gross proceeds of $350,000. Each unit is comprised of one flow-through common share and one half warrant. The flow-through common shares were valued at $0.055 per share for a total value of $256,667 and $93,333 residual value was allocated to deferred premium on the flow-through shares. Each whole warrant is exercisable into one common share at $0.14 per share, expiring on March 12, 2016. In relation to the private placement, the Company:

i) Paid $40,689 of share issuance costs; and

ii) Issued 373,334 agent's warrants exercisable at $0.14 per share, expiring on March 12, 2016. The fair value of the agent's warrants was estimated to be $10,700 using the Black-Scholes option pricing model assuming an expected life of 2 years, risk-free interest rate of 0.51%, a forfeiture rate of 0% and an expected volatility of 94.44%.

III. Completed a private placement financing of 13,636,363 units at a price of $0.055 per unit raising total gross proceeds of $750,000 ($50,000 was received subsequent to the period). Each unit is comprised of one common share and one half warrant. Each whole warrant is exercisable into one common share at $0.10 per share, expiring on March 12, 2016. In relation to the private placement, the Company:

i) Paid $69,165 of share issuance costs; and

ii) Issued 1,000,000 agent's warrants exercisable at $0.10 per share, expiring on March 12, 2016. The fair value of the agent's warrants was estimated to be $35,355 using the Black-Scholes option pricing model assuming an expected life of 2 years, a risk-free interest rate of 0.51%, a forfeiture rate of 0% and an expected volatility of 94.44%.

IV. Completed a private placement financing of 6,250,000 units at a price of $0.08 per unit raising total gross proceeds of $500,000. Each unit is comprised of one common share and one warrant. Each whole warrant is exercisable into one common share at $0.12 per share, expiring on March 26, 2016. In relation to the private placement, the Company:

i) Paid $40,000 of share issuance costs; and

ii) Issued 500,000 agent's warrants exercisable at $0.12 per share, expiring on March 26, 2016. The fair value of the agent's warrants was estimated to be $38,642 using the Black-Scholes option pricing model assuming an expected life of 2 years, a risk-free interest rate of 0.53%, a forfeiture rate of 0% and an expected volatility of 98.12%.

(Unaudited - Expressed in Canadian Dollars)

8. SHARE CAPITAL AND RESERVES (cont'd…)

b) Issued share capital (cont'd…)

V. Issuance of 4,000,000 units with a total fair value of $400,000 at $0.10 per share for acquisition of exploration and evaluation assets (Note 4). Each unit is comprised of one common share and one-half warrant. Each warrant is exercisable into one common share at $0.10 per share, expiring on March 18, 2016.

During the period ended August 31, 2013, the Company:

i) completed a private placement financing of 11,973,500 units at a price of $0.08 per unit for gross proceeds of $957,880. Each unit is comprised of one common share and one half warrant. Each whole warrant is exercisable into one common share at $0.18 per share, expiring on July 17, 2014. In relation to the private placement the Company:

a) paid $73,534 of shares issuance costs; and

b) issued 588,680 agent's warrants exercisable at $0.18 per share, expiring on July 17, 2014. The fair value of the agent's warrants was estimated to be $14,706 using the Black-Scholes option pricing model assuming an expected life of 1 year, a risk-free interest rate of 0.55% and expected volatility of 108.14%.

ii) issued 13,552,500 shares with a total fair value of $1,287,488 at $0.095 per share for acquisition of exploration and evaluation assets (Note 4).

c) Stock options

The Company has a stock option plan in place under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan, the exercise price of each option equals the market price of the Company's stock as calculated on the date of grant. The options can be granted for a maximum term of 10 years and vest as determined by the board of directors.

During the period ended August 31, 2014, the Company granted 5,840,142 (2013 – 6,050,000) stock options with fair value calculated using the Black-Scholes option-pricing model of $319,688 (2013 – $487,781). Share-based payments expense for the period ended August 31, 2014 consisted of the fair value of stock options vested during the period for $375,609 (2013 - $347,843). This amount was also recorded as reserves on the statements of financial position.

The following weighted average assumptions were used for the Black-Scholes valuation of stock options granted during the period:

	2014	2013
Risk-free interest rate	1.76%	-
Expected life of options	5 years	-
Annualized volatility	100%	-
Dividend rate	0.00%	-
Forfeiture rate	0.00%	-

Stock option transactions and the number of share options outstanding are summarized as follows:

(Unaudited - Expressed in Canadian Dollars)

8. SHARE CAPITAL AND RESERVES (cont'd…)

c) Stock options (cont'd…)

	Number of Options		Weighted Average Exercise Price
Balance, November 30, 2013	6,050,000	$	0.10
Granted	5,840,142		0.08
Cancelled	(800,000)		0.08
Balance, August 31, 2014	11,090,142	$	0.09
Number of options currently exercisable	11,090,142	$	0.09
Weighted average remaining life of options outstanding	4.18 years		

As at August 31, 2014, the following stock options were outstanding:

Number of options	Exercise Price	Expiry Date
5,500,000	$ 0.100	July 21, 2018
2,900,000	0.085	January 7, 2019
1,690,142	0.085	March 12, 2019
1,000,000	0.080	May 1, 2019 (1)
11,090,142		

(1) 200,000 options cancelled subsequent to August 31, 2014.

c) Warrants

Warrant transactions and the number of warrants outstanding are summarized as follows:

	Number of Warrants		Weighted Average Exercise Price
Balance, November 30, 2013	15,707,250	$	0.19
Granted	22,277,458		0.12
Cancelled	(5,986,750)		0.18
Balance, August 31, 2014	31,997,958	$	0.15

(Unaudited - Expressed in Canadian Dollars)

8. SHARE CAPITAL AND RESERVES (cont'd…)

c) Warrants (cont'd…)

As at August 31, 2014, the following warrants were outstanding:

Number of Warrants	Exercise Price	Expiry Date
9,720,500	$ 0.20	November 6, 2014
4,875,944	$ 0.16	June 24, 2015
2,333,333	$ 0.14	March 12, 2016
6,818,181	$ 0.10	March 12, 2016
2,000,000	$ 0.10	March 18, 2016
6,250,000	$ 0.12	March 26, 2016
31,997,958		

e) Agent's warrants

Agent's warrants transactions are summarized as follows:

	Number of Agent's Warrants	Weighted Average Exercise Price
Balance, November 30, 2013	868,680	$ 0.19
Granted	2,653,485	0.12
Expired	(588,680)	0.18
Balance, August 31, 2014	2,933,485	$ 0.15

As at August 31, 2014, the following agent's warrants were outstanding:

Number of Agent's Warrants	Exercise Price	Expiry Date
280,000	$ 0.20	November 6, 2014
780,151	$ 0.16	June 24, 2015
373,334	$ 0.14	March 12, 2016
1,000,000	$ 0.10	March 12, 2016
500,000	$ 0.12	March 26, 2016
2,933,485		

(Unaudited - Expressed in Canadian Dollars)

9. FINANCIAL INSTRUMENTS AND RISK

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

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

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

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

The Company's primary financial instruments are classified as follows:

Financial instruments	Classifications
Cash	FVTPL
Loan receivable	LAR
Accounts payable and accrued liabilities	OFL
Deferred premium on flow-through shares	OFL

The fair value of these assets and liabilities approximates their respective carrying amounts due to their short term nature. The Company does not currently hold any financial instruments that would be included in the classification of available-for-sale.

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 counterparty's inability to fulfill its payment obligations. As at August 31, 2014, the Company had GST receivable of $70,046 (November 30, 2013 – $56,533) from government authorities in Canada and $Nil (November 30, 2013 - $250,000) in loan receivable from a related party (Note 11). The Company believes it has no significant credit risk.

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 August 31, 2014, the Company had a cash balance of $61,631 (November 30, 2013 – $Nil) to settle current liabilities of $116,983 (November 30, 2013 – $158,301). The Company will require financing from lenders, shareholders and other investors to generate sufficient capita its meet its short term business requirements. All of the Company's financial liabilities have contractual maturities of 30 days or due on demand and are subject to normal trade terms.

10. FINANCIAL INSTRUMENTS AND RISK (cont'd…)

Market risk

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

a) Interest rate risk

The Company has cash balances and no interest-bearing debt. The Company is satisfied with the credit ratings of its banks. As of August 31, 2014, the Company did not hold any investments. The Company believes it has no significant interest rate risk.

b) Foreign currency risk

As at August 31, 2014, the Company has a minimal balance of cash in US dollars and does not believe that the foreign currency risk related to the balance is significant.

c) Price risk

The Company has no contractual commodity price risk. The recoverability of the Company's deferred exploration costs is indirectly related to the market price of precious and base metals. The Company's ability to continue with its exploration program is also indirectly subject to commodity prices. Commodity price risk is significant to the Company. Much of this is out of the control of management and will be dealt with based on circumstances at any given time.

(Unaudited - Expressed in Canadian Dollars)

11. RELATED PARTY BALANCES AND TRANSACTIONS

Transactions with related parties and key management personnel are as follows:

	Nature of transactions	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
Key management personnel:			
CEO and Director	Management	$ 135,000	$ 135,000
Former President and Director	Management	-	19,809
A company controlled by CFO and Director	Management	67,500	67,500
Director and Chairman	Consulting	17,500	42,500
Directors and Officers of the Company	Share-based payments	258,547	183,694
A company controlled by VP Exploration and Development	Geological i)	126,441	53,750
Total		$ 604,988	$ 502,253
Other related parties:			
Spouse of the CEO and Director	Consulting	$ 21,375	$ 21,375
A firm of which the CFO and Director is a partner	Professional	88,700	93,100
A company controlled by CEO and Director	Rent and office	31,465	60,759
Total		$ 141,540	$ 175,234

i) Capitalized in exploration and evaluation assets.

The amounts due to other related parties and key management personnel included in accounts payable and accrued liabilities are as follows:

	August 31, 2014	November 30, 2013
Due to a firm of which the CFO and Director is a partner	$ 61,920	$ 67,300
Due to a company controlled by the CEO and Director	-	6,801
Due to a company controlled by VP Exploration and Development	7,500	7,500
Due to spouse of the CEO and Director	950	950
	$ 70,370	$ 82,551

As at August 31, 2014, the Company had a loan receivable of $Nil (November 30, 2013 - $250,000) from a company controlled by a director.

(Unaudited - Expressed in Canadian Dollars)

12. COMMITMENT

In connection with the issuance of flow-through common shares in December 2013 and in March 2014, the Company has a commitment to incur $1,276,429 of qualifying flow-through expenditures. As at August 31, 2014, the Company incurred the full required qualifying flow-through expenditures of $1,276,429.

The following is a continuity schedule of the deferred premium on flow-through shares issuance:

	Issued on Dec-24-2013 & March-12-2014
Balance at November 30, 2013	$ -
Initial recognition of deferred premium on flow-through shares	190,852
Settlement of flow-through share liability on incurring expenditures	(190,852)
Balance at August 31, 2014	$ -