SOLVISTA GOLD CORPORATION
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
THREE MONTHS ENDED JUNE 30, 2015
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Solvista Gold Corporation (the "Corporation") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Corporation's auditors.

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian dollars)
(Unaudited)

		As at June 30, 2015		As at March 31, 2015
ASSETS				
Current assets				
Cash and cash equivalents (note 5)	**$**	**3,092,372**	$	3,638,804
Restricted cash		**241,688**		-
Prepaid expenses and deposits		**36,228**		14,169
Amounts receivable and advances (note 6)		**63,610**		19,519
Total current assets		**3,433,898**		3,672,492
Equipment (note 7)		**18,140**		25,237
Total assets	**$**	**3,452,038**	$	3,697,729
LIABILITIES AND EQUITY				
Current liabilities				
Amounts payable and other liabilities (notes 8 and 13)	**$**	**358,765**	$	90,388
Total liabilities		**358,765**		90,388
Equity				
Share capital (note 9)		**25,194,250**		23,655,382
Reserve (notes 11 and 12)		**1,531,708**		1,027,800
Deficit		**(23,632,685)**		(21,075,841)
Total equity		**3,093,273**		3,607,341
Total liabilities and equity	**$**	**3,452,038**	$	3,697,729

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

Nature of operations (note 1)
Contingencies (note 15)
Subsequent event (note 16)

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars)
(Unaudited)

	Three months ended June 30,	
	2015	**2014**
Operating expenses		
Exploration costs (note 4)	**$ 82,182**	$ 161,521
Legal and professional	**71,662**	33,827
Share-based payments (notes 12 and 13)	**30,185**	17,664
General and administrative	**120,950**	57,963
Depreciation (note 7)	**7,097**	2,413
Salaries and benefits (note 13)	**31,094**	271,610
Investor relations	**1,528**	341
Loss before the following items	**(344,698)**	(545,339)
Interest income	**5,964**	9,293
Foreign exchange gain (loss)	**7,532**	(39,376)
Gain on sale of equipment	**-**	2,397
Transaction costs (note 3)	**(2,475,642)**	-
Gain on sale of mineral exploration property (note 4)	**250,000**	-
Net loss and comprehensive loss for the period	**$ (2,556,844)**	$ (573,025)
Basic and diluted net loss per share (note 10)	**$ (0.03)**	$ (0.01)
Weighted average number of common shares outstanding - basic and diluted	**75,225,275**	68,729,318

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

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian dollars)
(Unaudited)

	Three months ended June 30, 2015	2014
Operating activities		
Net loss for the period	**$ (2,556,844)**	$ (573,025)
Adjustments for:		
Gain on sale of mineral exploration property	**(250,000)**	-
Depreciation	**7,097**	2,413
Share-based payments	**30,185**	17,664
Gain on sale of equipment	**-**	(2,397)
Transaction costs	**2,475,642**	-
Non-cash working capital items:		
Amounts receivable and advances	**(9,249)**	6,307
Prepaid expenses and deposits	**(16,722)**	(27,899)
Amounts payable and other liabilities	**(62,254)**	109,840
Net cash (used in) operating activities	**(382,145)**	(467,097)
Investing activities		
Acquisition of equipment	**-**	(1,485)
Proceeds received from sale of equipment	**-**	87,347
Advances to Rockcliff Resources Inc.	**(190,274)**	**-**
Net cash (used in) provided by investing activities	**(190,274)**	85,862
Net change in cash and cash equivalents	**(572,419)**	(381,235)
Cash and cash equivalents, beginning of period	**3,638,804**	4,317,503
Cash and cash equivalents acquired from Rockcliff (note 3)	**25,987**	-
Cash and cash equivalents, end of period (note 5)	**$ 3,092,372**	$ 3,936,268

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

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Changes in Equity
(Expressed in Canadian dollars)
(Unaudited)

Equity attributable to shareholders

		Reserve			
	Share capital	Contributed surplus	Warrants	Deficit	Total
Balance, March 31, 2014	**$ 23,530,382**	**$ 1,223,518**	**$ 4,055,402**	**$ (24,606,832)**	**$ 4,202,470**
Expiry of warrants	-	-	(2,638,888)	2,638,888	-
Expiry of stock options	-	(51,574)	-	51,574	-
Share-based payments	-	17,664	-	-	17,664
Loss for the period	-	-	-	(573,025)	(573,025)
Balance, June 30, 2014	**$ 23,530,382**	**$ 1,189,608**	**$ 1,416,514**	**$ (22,489,395)**	**$ 3,647,109**
Balance, March 31, 2015	**$ 23,655,382**	**$ 1,027,800**	**$ -**	**$ (21,075,841)**	**$ 3,607,341**
Shares issued as consideration in asset acquisition (note 3)	1,406,868	-	-	-	1,406,868
Settlement of Rockcliff insider payables (note 3)	132,000	-	-	-	132,000
Warrants issued as consideration in asset acquisition (note 3)	-	-	425,580	-	425,580
Option issued as consideration in asset acquisition (note 3)	-	48,143	-	-	48,143
Share-based payments	-	30,185	-	-	30,185
Loss for the period	-	-	-	(2,556,844)	(2,556,844)
Balance, June 30, 2015	**$ 25,194,250**	**$ 1,106,128**	**$ 425,580**	**$ (23,632,685)**	**$ 3,093,273**

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

1. Nature of operations

Solvista Gold Corporation ("Solvista" or the "Corporation") is engaged in the acquisition and exploration of precious metals mineral properties in Manitoba, Canada through its wholly-owned subsidiary, Rockcliff Resources Inc. ("Rockcliff") and in Colombia, South America through its wholly-owned subsidiaries, Sociedad Minera Solvista Colombia S.A.S. ("Solvista Colombia") and Sociedad Minera Solvista Guadalupe S.A.S. ("Solvista Guadalupe"). The head office of the Corporation is located at 141 Adelaide Street West, Suite 520, Toronto, Ontario, M5H 3L5.

On July 19, 2010, Solvista was incorporated by articles of incorporation in the Province of Ontario, Solvista Colombia was incorporated on August 10, 2010 and Solvista Guadalupe was incorporated on November 7, 2012. Solvista Colombia owns 100% of the Caramanta project and Solvista Guadalupe owns 100% of the Guadalupe project.

On June 17, 2015, the Corporation completed the amalgamation with Rockcliff. The amalgamation was treated as an acquisition of assets. Refer to note 3.

As at June 30, 2015, the Corporation had not determined the existence of economically recoverable reserves. The Corporation's exploration property interests may be subject to increases in taxes and royalties, renegotiation of contracts, changes in environmental designations, currency exchange fluctuations and restrictions, and political uncertainty.

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

2. Significant accounting policies

(a) Statement of compliance

The Corporation applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of August 27, 2015, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent audited consolidated financial statements as at and for the year ended March 31, 2015, except as noted below. Any subsequent changes to IFRS that are given effect in the Corporation's annual consolidated financial statements for the year ending March 31, 2016 could result in restatement of these unaudited condensed interim consolidated financial statements.

2. Significant accounting policies (continued)

(b) Basis of presentation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis other than cash equivalents which are measured at fair value. In addition, these unaudited condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

Change in accounting policies

IAS 24 – Related Party Disclosures (“IAS 24”) was amended to clarify that an entity providing key management services to the reporting entity or the parent of the reporting entity is a related party of the reporting entity. The amendments also require an entity to disclose amounts incurred for key management personnel services provided by a separate management entity. The amendments to IAS 24 are effective for annual periods beginning on or after July 1, 2014. At April 1, 2015, the Corporation adopted this pronouncement and there was no material impact on the Corporation's unaudited condensed interim consolidated financial statements.

Recent accounting pronouncements

(i) IFRS 9 - Financial Instruments ("IFRS 9") was issued by the IASB in November 2009 with additions in October 2010 and May 2013 and will replace lAS 39 - Financial Instruments: Recognition and Measurement ("lAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in lAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in lAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9, except that an entity choosing to measure a financial liability at fair value will present the portion of any change in its fair value due to changes in the entity's own credit risk in other comprehensive income, rather than within profit or loss. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in lAS 39. IFRS 9 is effective for annual periods beginning on January 1, 2018. Earlier adoption is permitted. The Corporation is currently assessing the impact of this pronouncement.

(ii) IAS 1 – Presentation of Financial Statements was amended in December 2014 in order to clarify, among other things, that information should not be obscured by aggregating or by providing immaterial information, that materiality consideration apply to all parts of the financial statements and that even when a standard requires a specific disclosure, materiality considerations do apply. The amendments are effective for annual periods beginning on or after January 1, 2016. Earlier adoption permitted. The Corporation is currently assessing the impact of this pronouncement.

3. Amalgamation

On June 17, 2015, the amalgamation (the "Amalgamation") of Rockcliff and a wholly-owned subsidiary of Solvista closed pursuant to the amalgamation agreement dated April 17, 2015. Pursuant to the Amalgamation, each of the issued and outstanding securities of Rockcliff were exchanged for 0.90 of an equivalent security of Solvista. The newly amalgamated company, known as Rockcliff Resources Inc., which holds all of Rockcliff's assets, is a wholly-owned subsidiary of Solvista. Solvista has a total of 108,201,018 common shares issued and outstanding upon closing of the Amalgamation and the settlement of certain current liabilities of Rockcliff through the issuance of common shares of Solvista. On closing, Ken Lapierre was appointed President and Chief Executive Officer ("CEO") of Solvista and Bruce Durham resigned as President and CEO. Bruce Durham will continue as a director and consultant to the Corporation. As per the Amalgamation, Ken Lapierre and Bill Johnstone joined as directors on the Board of Directors of Solvista.

Pursuant to the Amalgamation, Solvista issued 35,171,700 Solvista common shares to the former Rockcliff shareholders. Each of the issued and outstanding convertible securities of Rockcliff were converted into securities of Solvista after adjustment for the exchange ratio. This conversion resulted in issuance of 3,262,500 stock options, 14,589,688 warrants and 589,509 broker warrants.

The former Rockcliff shareholders and Rockcliff management shareholders now own approximately 35.56% of the Solvista common shares (43.36% on a fully diluted basis) and Solvista shareholders own approximately 64.44% of the Solvista common shares (56.64% on a fully diluted basis).

In excess of $446,500 was owed to certain insiders of Rockcliff. Pursuant to the terms of the amalgamation agreement and as part of the Amalgamation, these accounts payable were capped at $363,000 and settled on closing of the Amalgamation through the payment by Solvista of $180,000 in cash and the issuance of 3,300,000 Solvista common shares.

In connection with the Amalgamation, Solvista provided Rockcliff with a short-term loan (the “Loan”) up to $200,000 for the payment of liabilities due prior to the completion of the Amalgamation. The Loan is secured against Rockcliff’s Rail property located in the Snow Lake District in Manitoba.

In accordance with IFRS 3, Business Combinations, a business combination is a transaction in which an acquirer obtains control of a business which is defined as an integrated set of activities and assets that is capable of being conducted and managed to provide a return to investors. For an integrated set of activities and assets to be considered a business, the set needs to contain inputs, and processes. The acquisition of Rockcliff does not meet the definition of a business combination as the primary assets are exploration stage properties, the transaction has been recorded as an acquisition of assets. The fair value of the consideration was determined based on the fair value of the common shares, options and warrants issued by Solvista. The excess of the purchase price over the fair value of net assets acquired has been treated as transaction costs.

3. Amalgamation (continued)

Details of the acquisition are as follows:

Purchase Price - Consideration Paid

Fair value of 35,171,700 shares issued in exchange for 39,079,668 Rockcliff common shares outstanding	$	1,406,868
Fair value of 3,262,500 stock options issued in exchange for 3,625,000 Rockcliff options		48,143
Fair value of 15,179,197 warrants issued in exchange for 16,865,775 Rockcliff warrants		425,580
Fair value of 3,3300,000 common shares as settlement of payable		132,000
Cash		180,000
Total consideration paid	$	2,192,591

Allocation of Purchase Price

Cash and cash equivalents	$	25,987
Amounts receivable and advances		34,842
Prepaid expenses and deposits		5,337
Amounts payable and other liabilities		(158,943)
Due to Solvista		(190,274)
Rockcliff net liabilities received	$	(283,051)
Excess of purchase price over fair value of net assets acquired	$	2,475,642

4. Exploration and evaluation of mineral exploration properties

(i) Solvista Colombia and Solvista Guadalupe hold a 100% interest in the Caramanta and Guadalupe projects, respectively, both located in Colombia.

On March 17, 2014, the Corporation announced that it had entered into a definitive option agreement (the "Option Agreement") with IAMGOLD Corporation ("IAMGOLD") setting out the major terms of a 70% earn-in option agreement.

Under the terms of the Option Agreement, IAMGOLD has agreed to complete a minimum of US$2,500,000 in exploration expenditures and will have the right to earn up to a 70% interest in the Corporation's Caramanta project (the "Project"), located in Colombia's Mid-Cauca Belt, by completing the following steps:

- IAMGOLD can earn an initial 51% interest in the Project by investing a total of US$18,000,000 (including the US$2,500,000 firm commitment described above) in qualifying expenditures, which will include US$900,000 of cash payments to the Corporation, over a maximum five-year period commencing on December 16, 2013; and

- IAMGOLD can earn an additional 19% interest in the Project, for a total 70% interest, by investing a further US$18,000,000 in qualifying expenditures over a maximum three-year period following the completion of the initial 51% earn-in.

Subject to the satisfaction of the aforementioned conditions, and upon completion of IAMGOLD's 51% or 70% earn-in, as IAMGOLD may elect, the Corporation and IAMGOLD would enter into a joint venture to hold and advance the Project. The agreement was amended on September 30, 2014, refer to note 4(iii).

4. Exploration and evaluation of mineral exploration property (continued)

(ii) The Corporation and Tolima Gold Inc. ("Tolima") entered into a binding letter of intent dated April 29, 2012 (the "LOI") to consolidate a portion of their properties in the Middle Cauca Gold Belt of Colombia and on July 30, 2012, the Corporation and Tolima entered into a definitive agreement (the "Agreement") in accordance with the LOI.

Under the Agreement, Solvista may acquire a 50% ownership interest in up to four Tolima properties (the "Properties") in the Caramanta district (H6455005, HHVN-07 (6418), DI5-151 and DI5-15581x). Tolima acquired two Solvista properties in the same district (FGS-14002X and JIT-08301) and also received 1.8 million common shares in the capital of Solvista with a value of $495,000. To complete the purchase of the initial 50% ownership interest, the Corporation must issue 600,000 common shares on each of the first and the second anniversary of closing to Tolima.

Solvista will fund all exploration expenditures for three years on the Properties in which it has earned an interest and will commission an independent National Instrument 43-101 compliant technical report. At the end of such term, Solvista will have the right for three months to acquire the remaining 50% interest in up to five properties for consideration consisting of one million common shares and a payment on resources/reserves of gold equivalent, as follows:

i. 10 USD/Oz of Inferred Resources;
ii. 20 USD/Oz of Indicated Resources;
iii. 40 USD/Oz of Measured Resources;
iv. 60 USD/Oz of Probable Reserves; and
v. 100 USD/Oz of Proven Reserves.

Tolima has the right to elect to receive this payment in cash or common shares priced at a 10 day volume weighted average trading price. If the option to purchase the remaining 50% interest in the Tolima properties is not exercised by Solvista, the parties will advance and develop the properties as a joint venture. The parties will continue to explore further opportunities where they can consolidate their areas of interest and maximize their exploration potential.

On July 29, 2013, the Corporation issued 600,000 shares (valued at $111,000 based on the market price of the Corporation's shares) to Tolima pursuant to the Agreement.

On September 18, 2014, the Corporation issued 600,000 shares (valued at $75,000 based on the market price of the Corporation's shares) to Tolima pursuant to the Agreement.

(iii) On September 15, 2014, the Corporation announced the termination of the Agreement and certain changes to the Option Agreement and the entering into a binding letter of intent (the "Letter of Intent") with Tolima regarding the Properties.

Under the Letter of Intent, Solvista and Tolima will jointly control the Properties through an equal ownership stake in a newly incorporated Panamanian entity with a Colombian branch ("Newco"), and will form a joint venture ("Joint Venture") in respect of the Properties. Newco will then contribute the Properties and become a party to the Option Agreement. IAMGOLD will then operate the Properties, along with the Project, in accordance with the terms and conditions of the Option Agreement. The Joint Venture will be inactive until and if at such time as right, title and interest in any concession comprising the Properties is abandoned by IAMGOLD and transferred back to Newco in accordance with the terms of the Option Agreement. As of June 30, 2015, Newco has not been incorporated yet.

Under the terms of the Letter of Intent, the Corporation issued 400,000 shares (valued at $50,000) and made a cash payment of $25,000 to Tolima.

With the vending in of the Properties, the amended Option Agreement will provide IAMGOLD with the option to earn up to a 70% interest in the Corporation's Caramanta project and the Properties upon the completion of US$40,000,000 of qualifying expenditures, an 11% increase from the current earn-in obligations, that includes cash payments to the Corporation and Newco, amongst other conditions.

4. Exploration and evaluation of mineral exploration property (continued)

(iii) (continued) IAMGOLD will be able to earn an initial 51% in the Project and the Properties by investing a total of US$20,000,000 in qualifying expenditures, which will include US$900,000 and US$100,000 in cash payments to Solvista and Newco, respectively, over a maximum five year period that commenced December 16, 2013. IAMGOLD will be able to earn an additional 19% interest in the Project and the Properties, for a total 70% interest, by investing a further US$20,000,000 in qualifying expenditures over a maximum three year period following the completion of the initial 51% earn-in.

Subject to the satisfaction of the aforementioned conditions, and upon completion of IAMGOLD's 51% or 70% earn-in, as IAMGOLD may elect, Solvista, Newco and IAMGOLD would enter into a joint venture to hold and advance the Project and the Properties.

On December 18, 2014, the Corporation received the first option renewal payment of $289,850 (US$250,000) of which $15,527 (US$12,500) was paid to Tolima.

On January 26, 2015, the Corporation announced that it had received notification that IAMGOLD had recently completed their 2014 budgeted exploration activities and will continue exploration during 2015 under the Option Agreement on the Corporation's Caramanta project in Colombia.

(iv) The Corporation holds a 100% interest, subject to a 2% net smelter returns royalty in favour of the former owner, HudBay Minerals Inc. ("HudBay"), in the Freebeth Property located in the Snow Lake District in Manitoba. During the 2013 fiscal year HudBay invoked their option to reacquire a 55% interest in the property by paying Rockcliff $170,000. They will earn this interest in the event that they spend a minimum of $1,800,000 in exploration expenditures by May 2016. Provided the 55% interest is earned, the former owner will then have the further option to acquire an additional 10% interest by bringing the property to commercial production and financing the 35% portion retained by Rockcliff, which would be recovered from the Corporation's share of profits from production.

(v) The Corporation holds a 100% interest, subject to a 2% net smelter returns royalty in favour of the former owner, HudBay, in the Rail Property located in the Snow Lake District in Manitoba.

(vi) The Corporation holds a 100% interest in the 57 km2 Lon Property located in the Snow Lake District in Manitoba. The Corporation also acquired certain mining rights and mining data in respect of the Lon Deposit subject to a ½% net smelters return royalty in two of the claims acquired. The Corporation may purchase this net smelter returns royalty for $250,000.

(vii) The Corporation previously held a 70% interest, subject to an existing 2% net smelter returns royalty in favour of a previous owner, in the Tower property, located in the Thompson Nickel Belt District in Manitoba.

On June 30, 2015, the Corporation sold its 70% interest in the Tower Property to Akuna Minerals Inc. ("Akuna"), a corporation controller by a shareholder, for $250,000, time related commitments and a 1.5% net smelter returns royalty. Akuna is required to:

- complete a minimum expenditure of $500,000 on a Drill Program on the T-1 Deposit by December 31, 2015 and deliver a report on the Drill Program by February 28, 2016;
- complete a Preliminary Economic Assessment on the T-1 Deposit within 6 months of closing;
- complete a minimum expenditure of $1,500,000 on a Bankable Feasibility Study by September 30, 2016; and
- complete a bulk sample by December 31, 2017 and thereafter build the project to production as defined by the Bankable Feasibility Study.

As a result, the Corporation recorded a gain on sale of mineral exploration property of $250,000 during the period.

4. Exploration and evaluation of mineral exploration property (continued)

(viii) In April 2014 the Corporation entered into an option agreement to acquire a 51% interest, subject to a buy-back provision in favour of the owner HudBay, in the Talbot property, located in the Snow Lake District in Manitoba. The Corporation will earn its interest by spending $6,120,000 on exploration of the property, inclusive of an 8% administration charge the Corporation is entitled to claim towards expenditures, no later than April 14, 2020. As at June 30, 2015 the Corporation had incurred qualified expenditures of approximately $260,000 applicable to this commitment.

Within 90 days of the date whereby the Corporation has earned its 51% interest, the Corporation and HudBay will enter into a joint venture agreement relative to the future exploration and development of the property. The Corporation will be the operator and each party will hold title and bear all risks, benefits and funding requirements equal to their respective ownership percentages. For a period of 2 years from the date from which the Corporation earns its 51% interest, HudBay will have the option to buy back a 2% interest by paying the Corporation $240,000 and, over the ensuing 2 years, either incurring expenditures equal to 2% of the joint venture expenditures to date or paying such amount to the Corporation in cash. If HudBay acquires this additional 2% interest it will become the operator. To maintain their respective interest each Corporation will need to spend their pro-rata share in future exploration. If any Corporation reduces their interest to 10% or less then they will be converted to a 2.5% net smelter returns royalty.

Once a positive feasibility study has been completed and mining development has commenced the operator may increase its interest in the property to 65% by paying the other participant a cash payment equal to the pro-rata share of expenditures made by that other participant to reduce it to a 35% interest. The operator would then fund the costs of development and will be reimbursed 100% of the development costs, including the 35% interest of the non-operator. Once the costs of development have been repaid, the parties will be reimbursed their pro-rata share of the expenditures made prior to the date development commences, before net profits are distributed.

(ix) The Corporation holds a 100% interest, subject to a 3% net smelter returns royalty in favour of the former owner, in the 28 km2 Jackfish Property located in the Snow Lake District in Manitoba. The Corporation has the right to purchase two thirds or 2.0% of the net smelter returns royalty for $2,000,000 and will have a right of first refusal on the remaining 1% net smelter returns royalty.

(x) The Corporation holds a 100% interest, subject to a 2% net smelter returns royalty in favour of the former owners, in the Shihan Property located in the Sault Saint Marie Mining Division in Ontario.

(xi) The Corporation holds a 100% interest in various land claims in the Snow Lake District in Manitoba as a result of holding the staking registration.

5. Cash and cash equivalents

	As at June 30, 2015	As at March 31, 2015
Cash	**$ 162,419**	$ 197,819
Cash equivalents	**2,929,953**	3,440,985
Total	**$ 3,092,372**	$ 3,638,804

6. Amounts receivable and advances

	As at June 30, 2015	As at March 31, 2015
Harmonized sales tax recoverable - (Canada)	**$ 57,406**	$ 12,137
Tax advances	**4,393**	4,812
Amounts receivable	**1,416**	1,443
Advances	**395**	1,127
Total	**$ 63,610**	$ 19,519

7. Equipment

Equipment is represented by the following:

Cost	Office equipment
Balance at March 31, 2014	$ 247,897
Additions	1,485
Dispositions	(168,349)
Balance, March 31, 2015 and June 30, 2015	$ 81,033

Depreciation	Office equipment
Balance at March 31, 2014	$ 129,544
Depreciation	9,651
Disposition	(83,399)
Balance, March 31, 2015	55,796
Depreciation	7,097
Balance, June 30, 2015	$ 62,893

Net book value	Office equipment
Balance, March 31, 2015	$ 25,237
Balance, June 30, 2015	$ 18,140

8. Amounts payable and other liabilities

	As at June 30, 2015	As at March 31, 2015
Falling due within the year		
Trade payables	**$ 277,801**	$ 28,832
Accrued liabilities	**80,964**	61,556
Total	**$ 358,765**	$ 90,388

The following is an aged analysis of the amounts payable and other liabilities:

	As at June 30, 2015	As at March 31, 2015
Less than 1 month	**$ 252,335**	$ 50,150
1 to 3 months	**34,201**	1,273
Greater than 3 months	**72,229**	38,965
Total	**$ 358,765**	$ 90,388

9. Share capital

a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At June 30, 2015, the issued share capital amounted to $25,194,250. The change in issued share capital for the periods ended June 30, 2015 and 2014 were as follows:

	Number of common shares	Amount
Balance, March 31, 2014 and June 30, 2014	**68,729,318**	**$ 23,530,382**
Balance, March 31, 2015	**69,729,318**	**$ 23,655,382**
Shares issued as consideration in asset acquisition (note 3)	35,171,700	1,406,868
Settlement of Rockcliff insider payables (note 3)	3,300,000	132,000
Balance, June 30, 2015	**108,201,018**	**$ 25,194,250**

10. Net loss per common share

The calculation of basic and diluted loss per share for the three months ended June 30, 2015 was based on the loss attributable to common shareholders of $2,556,844 (three months ended June 30, 2014 - loss of $573,025) and the weighted average number of common shares outstanding of 75,225,275 (three months ended June 30, 2014 - 68,729,318). Diluted loss per share for the three months ended June 30, 2015 did not include the effect of 15,179,197 warrants (June 30, 2014 - 12,784,821 warrants) and 10,284,055 stock options (June 30, 2014 - 5,336,434 stock options) as they are anti-dilutive.

11. Warrants

The following table reflects the continuity of warrants for the three months ended June 30, 2015 and 2014:

	Number of warrants	Grant date fair value ($)	Weighted average exercise price ($)
Balance, March 31, 2014	**24,608,342**	**4,055,402**	**0.84**
Expired	(11,823,521)	(2,638,888)	1.10
Balance, June 30, 2014	**12,784,821**	**1,416,514**	**0.60**
Balance, March 31, 2015	**-**	**-**	**-**
Warrants issued as consideration in asset acquisition (note 3)	15,179,197	425,580	0.09
Balance, June 30, 2015	**15,179,197**	**425,580**	**0.09**

The following table reflects the warrants issued and outstanding as of June 30, 2015:

Number of warrants outstanding	Grant date fair value ($)	Exercise price ($)	Expiry date
259,509	7,461	0.055	December 31, 2016
4,972,588	131,697	0.083	December 31, 2016
18,000	519	0.055	January 9, 2017
1,170,000	31,085	0.083	January 9, 2017
168,000	4,891	0.055	July 18, 2017
1,719,000	46,265	0.083	July 18, 2017
285,000	7,212	0.11	July 18, 2017
3,315,600	98,724	0.083	December 8, 2017
825,000	23,490	0.11	December 8, 2017
144,000	4,553	0.055	December 31, 2017
450,000	13,619	0.083	December 31, 2017
1,522,500	46,076	0.11	December 31, 2017
330,000	9,988	0.083	January 23, 2018
15,179,197	425,580	0.09	

12. Stock options

The following table reflects the continuity of stock options for the three months ended June 30, 2015 and 2014:

	Number of stock options	Weighted average exercise price ($)
Balance, March 31, 2014	**5,598,100**	**0.66**
Options expired/cancelled	(261,666)	0.72
Balance, June 30, 2014	**5,336,434**	**0.66**
Balance, March 31, 2015	**4,621,555**	**0.65**
Options issued as consideration in asset acquisition (note 3)	3,262,500	0.37
Options granted (ii)	2,400,000	0.05
Balance, June 30, 2015	**10,284,055**	**0.42**

(i) Share-based payments includes $888 (three months ended June 30, 2014 - $17,664) relating to stock options granted in previous years that vested during the three months ended June 30, 2015.

(ii) On June 23, 2015, the Corporation granted a total of 2,400,000 stock options to directors of the Corporation with each option exercisable at a price of $0.05 per common share and expiring on June 22, 2020. The stock options granted were valued at the grant date at $85,439, using the Black-Scholes option pricing model, with a risk-free rate of 1.00%, an expected life of 5 years, an expected volatility of 147% and an expected dividend yield of 0%. These options vest as to one-third on June 23, 2015, one-third on June 22, 2016 and one-third on June 22, 2017. During the three months ended June 30, 2015, $29,297 (three months ended June 30, 2014 - $nil) was recorded as share-based payments relating to these options.

Details of the stock options outstanding at June 30, 2015 are as follows:

Grant date fair value($)	Contractual life (years)	Number of options	Exercisable options	Exercise price ($)	Expiry date
-	0.25	135,000	135,000	1.11	September 29, 2015
47,364	0.40	479,000	479,000	0.25	November 22, 2015
89,997	0.40	1,277,000	1,277,000	0.75	November 22, 2015
925	0.47	180,000	180,000	0.11	December 18, 2015
261	0.47	1,336,500	1,336,500	0.555	December 18, 2015
80,959	0.59	160,000	160,000	0.75	January 31, 2016
54,934	0.86	121,000	121,000	0.75	May 9, 2016
336,304	1.34	804,555	804,555	0.85	November 1, 2016
4,006	1.56	261,000	261,000	0.555	January 18, 2017
16,391	1.79	100,000	100,000	0.75	April 12, 2017
4,920	2.07	30,000	30,000	0.75	July 25, 2017
377,625	2.71	1,425,000	1,425,000	0.60	March 14, 2018
21,375	3.33	225,000	150,000	0.30	October 29, 2018
20,728	3.57	675,000	675,000	0.11	January 22, 2019
22,223	4.64	675,000	675,000	0.11	February 17, 2020
85,439	4.98	2,400,000	800,000	0.05	June 22, 2020
1,163,451	2.48	10,284,055	8,609,055	0.42	

13. Major shareholders and related party transactions

Major shareholders

To the knowledge of the directors and senior officers of the Corporation, as of June 30, 2015, no person or corporation beneficially owns or exercises control or direction over common shares of the Corporation carrying more than 10% of the voting rights attached to all common shares of the Corporation other than as set out below:

	Number of common shares	Percentage of outstanding common shares
Robert W. Allen	13,153,695	12.16 %

None of the Corporation's major shareholders have different voting rights than other holders of the Corporation's common shares.

The Corporation is not aware of any arrangements the operation of which may at a subsequent date result in a change in control of the Corporation. To the knowledge of the Corporation, it is not directly or indirectly owned by another corporation, by any government or by any natural or legal person severally or jointly.

Related party transactions

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties) and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(a) The Corporation entered into the following transactions with related parties:

		As at June 30, 2015 $	As at March 31, 2015 $
Balance due to Durham Exploration Services Inc. ("Durham Exploration")	(i)	**10,000**	5,000

(i) During the three months ended June 30, 2015, the Corporation expensed $15,000 (three months ended June 30, 2014 - $15,000) paid to Durham Exploration, a company controlled by a director of the Corporation, for advisory and geological services. The amounts charged by Durham Exploration are recorded at their exchange value. Included in the June 30, 2015, amounts payable and other liabilities is $10,000 (March 31, 2015 - $5,000).

13. Major shareholders and related party transactions (continued)

Related party transactions (continued)

(b) In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Corporation directly or indirectly, including any directors (executive and non-executive) of the Corporation. Remuneration of directors and key management personnel of the Corporation was as follows:

	Three months ended June 30,	
	2015	**2014**
	$	**$**
Salaries and benefits [(1)]	**15,000**	269,795
Share-based payments	**29,297**	12,518

[(1)] The Board of Directors and select officers do not have employment or service contracts with the Corporation. Directors and officers are entitled to fees and stock options for their services.

14. Segmented information

The Corporation primarily operates in two reportable operating segments, being mineral exploration and evaluation in Canada and Colombia. The Corporation has administrative offices in Canada. Geographical information is as follows:

June 30, 2015	**Canada**	**Colombia**	**Total**
Cash and cash equivalents	$ 3,091,299	$ 1,073	**$ 3,092,372**
Restricted cash	241,688	-	**241,688**
Prepaid expenses and deposits	34,686	1,542	**36,228**
Amounts receivable	57,534	6,076	**63,610**
Equipment	-	18,140	**18,140**
Total assets	$ 3,425,207	$ 26,831	**$ 3,452,038**

March 31, 2015	**Canada**	**Colombia**	**Total**
Cash and cash equivalents	$ 3,638,403	$ 401	**$ 3,638,804**
Restricted cash	-	-	**-**
Prepaid expenses and deposits	12,598	1,571	**14,169**
Amounts receivable	12,504	7,015	**19,519**
Equipment	-	25,237	**25,237**
Total assets	$ 3,663,505	$ 34,224	**$ 3,697,729**

	Three months ended June 30,	
	2015	**2014**
Canada	**$ 2,420,074**	$ 393,045
Colombia	**136,770**	179,980
	$ 2,556,844	$ 573,025

15. Contingencies

The Corporation's exploration activities are subject to foreign government laws and regulations, including foreign tax laws and laws and regulations governing the protection of the environment. The Corporation believes that its operations comply in all material respects with all applicable past and present laws and regulations. The Corporation records provisions for any identified obligations, based on management's estimate at the time. Such estimates are, however, subject to changes in laws and regulations.

16. Subsequent event

On August 14, 2015, the Corporation announced that Donald Christie has resigned as Chief Financial Officer and Corporate Secretary and that Daniel Crandall has been appointed as new Chief Financial Officer and Corporate Secretary of the Corporation.