

Condensed Consolidated Interim Financial Statements of

Almadex Minerals Limited

For the three month period ended September 20, 2015 and
the period from incorporation on April 10, 2015 to September 30, 2015
(Unaudited)

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

The accompanying unaudited condensed consolidated interim financial statements of Almadex Minerals Limited (“the Company”) for the three month period ended September 30, 2015 and the period from incorporation on April 10, 2015 to September 30, 2015 have been prepared by the management of the Company and approved by the Company’s Audit Committee and the Company’s Board of Directors.

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

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 independent auditor has not performed a review of these financial statements in accordance with standards established by CPA Canada for a review of the condensed consolidated interim financial statements by an entity’s auditor.

Almadex Minerals Limited

Condensed consolidated interim statement of financial position
(Unaudited – Expressed in Canadian dollars)

	September 30, 2015
	\$
ASSETS	
Current assets	
Cash and cash equivalents (Note 14)	3,299,683
Accounts receivable (Note 5)	155,324
Marketable securities and investments (Note 6)	2,607,180
	6,062,187
Non-current assets	
Investment in associate (Note 7)	1,570,084
Reclamation deposit	35,234
Contingent shares receivable (Note 8)	29,400
Property, plant and equipment (Note 9)	598,021
Exploration and evaluation assets (Note 10)	3,656,709
	5,889,448
TOTAL ASSETS	11,951,635
LIABILITIES	
Current liabilities	
Trade and other payables	229,198
Total liabilities	229,198
EQUITY	
Share capital (Note 2 & 11)	12,013,129
Reserves (Note 11)	166,250
Deficit	(456,942)
Total equity	11,722,437
TOTAL EQUITY AND LIABILITIES	11,951,635

These unaudited condensed consolidated interim financial statements are authorized for issue by the Board of Directors on November 25, 2015

They are signed on the Company's behalf by:

/s/Duane Poliquin
Director

/s/Mark T. Brown
Director

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

Almadex Minerals Limited

Condensed consolidated interim statement of loss and other comprehensive income
(Unaudited – Expressed in Canadian dollars)

	Three months ended September 30, 2015	Period from incorporation on April 10, 2015 to September 30, 2015
	\$	\$
Revenue		
Interest income	3,831	3,831
Expenses		
Impairment of exploration and evaluation assets	61,478	61,478
Administrative services fee (Note 12 (b))	68,085	68,085
Professional fees	54,734	54,734
Stock exchange fees	43,134	43,134
Depreciation	24,950	24,950
Office and others	752	752
Share-based payments	76,050	76,050
	329,183	329,183
Operating loss	(325,352)	(325,352)
Loss on investment in associate (Note 7)	(21,516)	(21,516)
Loss on sale of marketable securities	(89,278)	(89,278)
Loss on fair value of contingent share receivable (Note 8)	(17,700)	(17,700)
Foreign exchange loss	(3,096)	(3,096)
Net loss for the period	(456,942)	(456,942)
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Net change in fair value of available-for-sale financial assets, net of tax of \$Nil	90,200	90,200
Other comprehensive income for the period	90,200	90,200
Loss and other comprehensive income for the period	(366,742)	(366,742)
Basic and diluted net loss per share (Note 13)	(0.02)	(0.03)

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

Almadex Minerals Limited

Condensed consolidated interim statement of cash flows
(Unaudited – Expressed in Canadian dollars)

	Three months ended September 30, 2015	Period from incorporation on April 10, 2015 to September 30, 2015
	\$	\$
Operating activities		
Net loss for the period	(456,942)	(456,942)
Items not affecting cash		
Loss on investment in associate	21,516	21,516
Depreciation	24,950	24,950
Loss on fair value of contingent shares receivable	17,700	17,700
Loss on sale of marketable securities	89,278	89,278
Impairment of exploration and evaluation assets	61,478	61,478
Share-based payments	76,050	76,050
Changes in non-cash working capital components		
Accounts receivable and prepaid expenses	232,268	232,268
Trade and other payables	179,450	179,450
Net cash from operating activities	245,748	245,748
Investing activities		
Exploration and evaluation assets - costs	(71,807)	(71,807)
Net proceeds from sale of marketable securities	125,642	125,642
Net cash used in investing activities	53,835	53,835
Financing activities		
Cash received from Almaden Minerals Ltd. pursuant to the Plan of Arrangement	3,000,000	3,000,000
Net cash from financing activities	3,000,000	3,000,000
Change in cash and cash equivalents	3,299,583	3,299,583
Cash and cash equivalents, beginning of period	100	100
Cash and cash equivalents, end of period	3,299,683	3,299,683
Supplemental cash flow information – Note 14		

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

Almadex Minerals Limited

Condensed consolidated interim statement of changes in equity
(Unaudited – Expressed in Canadian dollars)

	Share Capital		Reserves			Deficit	Total
	Number of shares	Amount	Share based payments	Available -for- sale financial assets	Total Reserves		
		\$	\$	\$	\$	\$	\$
Balance, April 10, 2015	100	100	-	-	-	-	100
Share-based payments	-	-	76,050	-	76,050	-	76,050
Transfer of net assets from Almaden Minerals Ltd. pursuant to Plan of Arrangement	43,888,869	12,013,029	-	-	-	-	12,013,029
Loss and other comprehensive income for the period	-	-	-	90,200	90,200	(456,942)	(366,742)
Balance, September 30, 2015	43,888,969	12,013,029	76,050	90,200	166,250	(456,942)	11,722,437

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

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

1. Nature of Operations

Almadex Minerals Limited (the “Company” or “Almadex”) was incorporated on April 10, 2015 under the laws of the Province of British Columbia pursuant to a Plan of Arrangement to reorganize Almaden Minerals Ltd. (“Almaden”) which was completed on July 31, 2015 (see Note 2). The Company’s intended business activity is the acquisition and exploration of exploration and evaluation properties in Canada, the United States and Mexico. To date, the Company has not generated significant revenues from operations and is considered to be in the exploration stage. The Company’s head office is located at Suite 310 – 1385 West 8th Avenue, Vancouver, BC V6H 3V9, Canada.

2. Plan of Arrangement

On July 31, 2015, Almaden completed a plan of arrangement (the “Plan of Arrangement”) under the provision of the *Business Corporations Act* (British Columbia) pursuant to which certain assets of Almaden were spun-out to Almadex.

Under the Plan of Arrangement, Almaden’s shareholders exchanged each existing common share of Almaden for one “new” Almaden common share and 0.6 common shares of Almadex.

The carrying value of the net assets contributed pursuant to the Plan of Arrangement consisted of the following:

Assets:	
Cash	\$ 3,000,000
Accounts receivable and prepaid expenses	152,360
Marketable securities and investments	2,731,900
Investment in associate	1,591,600
Reclamation deposits	35,235
Contingent shares receivable	47,100
Property, plant and equipment	622,971
Exploration and evaluation assets	3,646,381
Total assets	11,827,547
Liabilities:	
Trade and other payables	(49,748)
Carrying value of net assets contributed	\$ 11,777,799

3. Basis of Presentation

(a) Statement of Compliance with International Financial Reporting Standards

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance and compliance with International Accounting Standards (“IAS”) 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”).

(b) Basis of preparation

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes the Company will continue its operations for a reasonable period of time. The Company’s ability to continue its operations is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, and generating profitable operations in the future.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

3. Basis of Presentation (Continued)

(b) Basis of preparation (Continued)

These condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries. This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period.

New standards and interpretations not yet adopted

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for future accounting periods. The following have not yet been adopted by the Company and are being evaluated to determine their impact.

- IFRS 15: New standard to establish principles for reporting the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers, effective for annual periods beginning on or after January 1, 2017.
- IFRS 9: New standard that replaced IAS 39 for classification and measurement, tentatively effective for annual periods beginning on or after January 1, 2018.

4. Significant Accounting Policies

These condensed consolidated interim financial statements have been prepared in accordance with IFRS as issued by the IASB.

These condensed consolidated interim financial statements do not include all note disclosures required by IFRS for annual financial statements. In the opinion of management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. Operating results for the period from incorporation on April 10, 2015 to September 30, 2015 are not necessarily indicative of the results that may be expected for the period ending December 31, 2015.

The preparation of these condensed consolidated interim financial statements requires management to make judgements and estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these judgements and estimates. The condensed consolidated interim financial statements include judgements and estimates which, by their nature, are uncertain. The impacts of such judgements and estimates are pervasive throughout the consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

5. Accounts Receivable

Accounts receivable consists of the following:

	September 30, 2015
Accounts receivable	\$234,809
Allowance for doubtful accounts	(79,485)
	155,324

6. Marketable Securities and Investments

- a) Marketable securities consist of common shares in publicly traded companies over which the Company does not have control or significant influence. Marketable securities are designated as available-for-sale and valued at fair value of \$233,027 as at September 30, 2015. Unrealized gains and losses due to period end revaluation to fair value, other than those determined to be other than significant or prolonged losses are recorded as other comprehensive income or loss. The valuation of the common shares has been determined in whole by reference to the closing price traded on the exchange at each reporting date.
- b) Investments consist of 1,597 ounces of gold bullion which is recorded at the fair value of \$2,374,153 as at September 30, 2015. The investments are designated as available-for-sale and valued at fair value. Unrealized gains and losses due to year end revaluation to fair value, other than those determined to be other than significant or prolonged losses are recorded as other comprehensive income or loss. The valuation of the investments is determined in whole by reference to the closing price of gold at each reporting period.

7. Investment in Associate

Gold Mountain Mining Corporation

Pursuant to the Plan of Arrangement, the Company received 26.75 million shares of Gold Mountain Mining Corporation (“Gold Mountain”) representing a 38.8% interest in Gold Mountain. Gold Mountain is a publicly traded company of the TSX-V. Duane Poliquin (Chairman and Director of Almadex) and Morgan Poliquin (President, CEO and Director of Almadex) are directors of Gold Mountain.

Almadex is accounting for this investment using the equity method as the Company has determined that significant influence exists. The Company has recorded its equity share of Gold Mountain’s loss during the three months ended September 30, 2015 in the amount of \$21,516.

The following table summarizes the financial information of Gold Mountain for its nine months ended September 30, 2015 and its year ended December 31, 2014:

	September 30, 2015	December 31, 2014
Current assets	\$ 2,476,196	\$ 3,098,474
Non-current assets	\$ 27,992,703	\$ 27,661,031
Current liabilities	\$ 36,765	\$ 40,827
Non-current liabilities	\$ 1,722,056	\$ 1,722,056
Revenue	\$ 10,201	\$ 9,953
Net loss	\$ 286,544	\$ 423,092

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

8. Contingent Shares Receivable

(a) Gold Mountain Mining Corporation

As part of the Plan of Arrangement, the Company holds an additional 2 million common shares of Gold Mountain in escrow subject to the following release conditions:

- i. 1,000,000 common shares will be released upon the establishment of one million ounces of measured or indicated resource of gold on the Gold Mountain's Elk Gold Project; and
- ii. 1,000,000 common shares will be released upon the establishment of an additional one million ounces of measured and indicated resource of gold on the Gold Mountain's Elk Gold Project.

Any of the foregoing shares not released from escrow by July 26, 2016 will be cancelled. The Company has recorded a contingent share receivable of \$6,000 based on management's best estimate of the fair value of the common shares as at September 30, 2015 and a loss on fair value adjustment during the period ended September 30, 2015 of \$6,000 in the statements of loss.

(b) Goldgroup Mining Inc.

As part of the Plan of Arrangement, the Company obtained a contingent share receivable of 7 million shares of Goldgroup Mining Inc. ("Goldgroup") which may be obtained upon satisfaction of the following conditions:

- i. 1,000,000 common shares will be received upon commencement of commercial production on the Caballo Blanco project ("Caballo Blanco");
- ii. 2,000,000 common shares will be received upon measured and indicated resources including cumulative production for Caballo Blanco reaching 2,000,000 ounces of gold;
- iii. 2,000,000 common shares will be received upon measured, indicated and inferred resources including cumulative production for Caballo Blanco reaching 5,000,000 ounces of gold; and
- iv. 2,000,000 common shares will be received upon measured, indicated and inferred resources including cumulative production for Caballo Blanco reaching 10,000,000 ounces of gold.

On December 24, 2014, Goldgroup sold Caballo Blanco to Timmins Gold Corp ("Timmins"). If Timmins achieves the above conditions, management believes that the bonus common shares will continue to be payable from Goldgroup. The Company has recorded a contingent share receivable of \$23,400 based on management's best estimate of the fair value of the Goldgroup common shares as at September 30, 2015 and a loss of \$11,700 on fair value adjustment in the statements of loss during the period ended September 30, 2015.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

9. Property, Plant and Equipment

	Automotive equipment	Geological library	Field equipment	Drill equipment	Total
	\$	\$		\$	\$
Cost					
April 10, 2015	-	-	-	-	-
Contribution from spinout assets					
July 31, 2015 (Note 2)	76,422	227	63,674	569,974	710,297
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
September 30, 2015	76,422	227	63,674	569,974	710,297
Accumulated depreciation					
April 10, 2015	-	-	-	-	-
Contribution from spinout assets					
July 31, 2015 (Note 2)	13,373	27	7,429	66,497	87,326
Disposals	-	-	-	-	-
Depreciation	3,821	8	2,122	18,999	24,950
September 30, 2015	17,194	35	9,551	85,496	112,276
Carrying amounts					
April 10, 2015	-	-	-	-	-
Contribution from spinout assets					
July 31, 2015 (Note 2)	63,049	200	56,245	503,477	622,971
September 30, 2015	59,228	192	54,123	484,478	598,021

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

10. Exploration and Evaluation Assets

	El Cobre	Other Properties	Total
	\$	\$	\$
Exploration and evaluation assets			
Acquisition costs:			
Opening balance - April 10, 2015	-	-	-
Additions	-	-	-
Contribution from spinout assets July 31, 2015 (Note 2)	47,261	13,165	60,426
Closing balance - September 30, 2015	47,261	13,165	60,426
Deferred exploration costs:			
Opening balance - April 10, 2015	-	-	-
Costs incurred during the period:			
Contribution from spinout assets July 31, 2015 (Note 2)	3,074,156	511,798	3,585,954
Drilling and related costs	3,403	394	3,797
Professional/technical fees	890	2,402	3,292
Claim maintenance/lease costs	-	59,308	59,308
Technical studies	1,546	-	1,546
Supplies and miscellaneous	772	-	772
Value-added tax	-	3,092	3,092
Impairment of deferred exploration costs	-	(61,478)	(61,478)
Closing balance - September 30, 2015	3,080,767	515,516	3,596,283
Total exploration and evaluation assets	3,128,028	528,681	3,656,709

The following is a description of the Company's most significant property interest and related spending commitments:

(a) El Cobre

During 2011, Almaden completed the sale of its 30% interest in the Caballo Blanco property located in the state of Veracruz, Mexico to Goldgroup. As part of the sale, Goldgroup transferred to Almaden its 40% interest in the El Cobre property also located in the state of Veracruz, Mexico. The Company owns a 100% interest in the El Cobre property.

(b) Other Properties

Other properties consist of a portfolio of early stage exploration projects located in Canada, the United States and Mexico. During the three months ended September 30, 2015 and for the period from incorporation to September 30, 2015, the Company recorded a write-down of \$61,478 with respect to such properties.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

11. Share Capital and Reserves

(a) Authorized share capital

At September 30, 2015, the Company's 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) Warrants

The continuity of warrants for the period ended September 30, 2015 is as follows:

Expiry date	Exercise Price	Spinout warrants August 28, 2015	Granted	Exercised	Expired/ cancelled	September 30, 2015
February 17, 2016	\$ 0.41	1,326,000	-	-	-	1,326,000
February 17, 2016	\$ 0.26	29,646	-	-	-	29,646
July 17, 2016	\$ 0.37	2,625,600	-	-	-	2,625,600
July 17, 2016	\$ 0.30	111,600	-	-	-	111,600
		4,092,846	-	-	-	4,092,846
Weighted average exercise price		\$ 0.38	-	-	-	\$ 0.38

The spinout warrants above were issued pursuant to the Plan of Arrangement where holders of outstanding Almaden warrants received, in exchange for each warrant, one Almaden replacement warrant and 0.6 Almadex warrants, with the exercise prices of the Almaden replacement warrants and the Almadex warrants based on the proportional market value of the two companies after completion of the Plan of Arrangement.

(c) Stock option plan

The Company's stock option plan permits the issuance of options to acquire up to a maximum of 10% of the Company's issued common shares. Stock options issued to any consultant or person providing investor relations services cannot exceed 2% of the issued and outstanding common shares in any twelve month period. At September 30, 2015, the Company had reserved 162,897 shares for issuance upon exercise of outstanding stock options that may be granted. The exercise price of any option cannot be less than the volume weighted average trading price of the shares for the five trading days immediately preceding the date of the grant. The maximum term of all options is five years. The Board of Directors determines the term of the option (to a maximum of five years) and the time during which any options may vest. Options granted to consultants or persons providing investor relations services shall vest in stages with no more than 25% of such option being exercisable in any three month period. All options granted during the period ended September 30, 2015 vested on the date granted.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

11. Share Capital and Reserves (Continued)

(c) Share purchase option compensation plan

The continuity of stock options for the period ended September 30, 2015 is as follows:

Expiry date	Exercise price	Spinout stock option August 20, 2015	Granted	Exercised	Expired/cancelled	September 30, 2015
September 20, 2015	\$ 0.54	60,000			(60,000)	-
November 22, 2015	\$ 0.55	45,000				45,000
May 6, 2016	\$ 0.31	39,000				39,000
June 8, 2016	\$ 0.67	1,287,000				1,287,000
July 14, 2016	\$ 0.32	78,000				78,000
August 15, 2016	\$ 0.60	90,000				90,000
October 10, 2016	\$ 0.28	90,000				90,000
January 6, 2017	\$ 0.23	708,000				708,000
May 4, 2017	\$ 0.44	120,000				120,000
June 8, 2017	\$ 0.46	45,000				45,000
September 11, 2017	\$ 0.53	300,000				300,000
November 22, 2017	\$ 0.51	60,000				60,000
April 4, 2018	\$ 0.40	54,000				54,000
June 18, 2018	\$ 0.34	150,000				150,000
August 28, 2018	\$ 0.16	-	845,000			845,000
January 2, 2019	\$ 0.24	225,000				225,000
July 2, 2019	\$ 0.30	90,000				90,000
Options outstanding and exercisable		3,441,000	845,000	-	(60,000)	4,226,000
Weighted average exercise price		\$ 0.47	\$ 0.16	-	\$ 0.54	\$ 0.41

The spinout stock options noted above were issued pursuant to the Plan of Arrangement where holders of outstanding Almaden stock options received, in exchange for each stock option, one Almaden replacement stock option and 0.6 Almadex stock options, with the exercise prices of the Almaden replacement stock options and the Almadex stock options based on the proportional market value of the two companies after completion of the Arrangement.

The weighted average fair value of options granted during the period from incorporation on April 10, 2015 to September 30, 2015, calculated using the Black-Scholes option pricing model at grant date is as follows:

Number of options	Date of grant	Fair value per share	Weighted average assumptions used			
			Risk free interest rate	Expected life (in years)	Expected volatility	Expected dividends
845,000	August 28, 2015	\$ 0.09	0.61%	3	54.14%	\$Nil

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

12. Related Party Transactions and Balances

(a) Compensation of key management personnel

Key management personnel include these persons having the authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The aggregate value of compensation to key management personnel was as follows:

	Three months ended September 30, 2015	Period from incorporation on April 10, 2015 to September 30, 2015
Management fees	\$ 43,250 ⁽ⁱ⁾	\$ 43,250 ⁽ⁱ⁾
Share-based payments	67,050 ⁽ⁱⁱ⁾	67,050 ⁽ⁱⁱ⁾
Directors' fees	-	-
	\$ 110,300	\$ 110,300

(i) Included in the management fees were fees for services provided by the Chairman, President and Chief Executive Officer, Chief Financial Officer and Vice President Corporate Development paid to Almadex through the Administrative Services Agreement described in Note 12(b) below. These amounts are included within administrative service fee expense.

(ii) Comprised of 745,000 options granted pursuant to the Company's stock option plan during the period, all of which vested on the grant date. The value of the option-based awards is based on the fair value of the awards (\$0.09) calculated using the Black-Scholes option pricing model at the August 28, 2015 grant date.

(b) Other related party transactions

Administrative Services Agreement

The Company paid administrative services fees to Almadex pursuant to an Administrative Services Agreement dated May 15, 2015 under which Almadex provides the Company with office space, executive management, marketing support, technical oversight, and financial/corporate secretary duties, amongst other administrative services and goods.

ATW Resources Ltd.

Almadex owns a 50% interest in ATW Resources Ltd. which holds title in trust for the ATW mineral property situated at MacKay Lake in the Northwest Territories included in other properties.

13. Net Loss per Share

Basic and diluted net loss per share

The calculation of basic net loss per share for the three months ended September 30, 2015 was based on the loss attributable to common shareholders of \$456,942 and a weighted average number of common shares outstanding of 29,577,381.

The calculation of basic net loss per share for the period from incorporation on April 10, 2015 to September 30, 2015 was based on the loss attributable to common shareholders of \$456,942 and a weighted average number of common shares outstanding of 15,638,663.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

13. Net Loss per Share (Continued)

The calculation of diluted net loss per share for the periods ended September 30, 2015 did not include the effect of stock options and warrants as they are anti-dilutive.

14. Supplemental Cash Flow Information

Supplemental information regarding the split between cash and cash equivalents is as follows:

	September 30, 2015
Cash	\$ 799,683
Term Deposits	2,500,000
	<u>\$ 3,299,683</u>

15. Financial Instruments

The fair values of the Company's cash and cash equivalents, accounts receivable and trade and other payables approximate their carrying values because of the short-term nature of these instruments.

The Company's financial instruments are exposed to certain financial risks, including currency risk, credit risk, liquidity risk, interest rate risk and price risk.

(a) Currency risk

The Company's property interests in Mexico and the United States make it subject to foreign currency fluctuations and inflationary pressures which may adversely affect the Company's financial position, results of operations and cash flows. The Company is affected by changes in exchange rates between the Canadian Dollar, the United States Dollar and Mexican Peso. The Company does not invest in foreign currency contracts to mitigate the risks.

As at September 30, 2015, the Company is exposed to foreign exchange risk through the following assets and liabilities denominated in currencies other than the functional currency of the applicable subsidiary:

All amounts in Canadian dollars	US dollar	Mexican peso
Cash and cash equivalents	\$ 133,838	\$ 163,737
Total assets	\$ 133,838	\$ 163,737
Trade and other payables	\$ 13,345	-
Total liabilities	\$ 13,345	\$ -
Net assets	\$ 120,493	\$ 163,737

A 10% change in the US dollar exchange rate relative to the Canadian dollar would change the Company's net loss by \$12,000.

A 10% change in the Mexican peso relative to the Canadian dollar would change the Company's net loss by \$16,000.

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Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

15. Financial Instruments (Continued)

(b) Credit risk

The Company's cash and cash equivalents are held in large Canadian financial institutions. These investments mature at various dates during the twelve months following the statement of financial position date. The Company's accounts receivable consists primarily of sales tax due from the federal government of Canada. The Company is exposed to credit risks through its accounts receivable.

To mitigate exposure to credit risk on cash and cash equivalents, the Company has established policies to limit the concentration of credit risk with any given banking institution where the funds are held, to ensure counterparties demonstrate minimum acceptable credit risk worthiness and ensure liquidity of available funds.

As at September 30, 2015, the Company's maximum exposure to credit risk is the carrying value of its cash and cash equivalents and accounts receivable.

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure.

Trade and other payables are due within twelve months of the statement of financial position date.

(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

A 1% change in the interest rate would change the Company's net loss by \$30,000.

(e) Price risk

(i) Commodity price risk

The ability of the Company to explore its exploration and evaluation assets and the future profitability of the Company are directly related to the market price of gold and other precious metals. The Company has not hedged any of its potential future gold sales of the quantities held in investments. The Company monitors gold prices to determine the appropriate course of action to be taken by the Company.

A 1% change in the price of gold would affect the fair value of the Company's gold investment by \$23,700.

(ii) Equity price risk

Equity price risk is defined as the potential adverse impact on the Company's operations due to movements in individual equity price or general movements in the level of the stock market. The Company closely monitors the individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

15. Financial Instruments (Continued)

(f) Classification of Financial instruments

IFRS 7 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value as follows:

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

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

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

The following table sets forth the Company's financial assets measured at fair value by level within the fair value hierarchy.

	Level 1	Level 2	Level 3	Total
Marketable securities and investments	\$ 2,607,180	\$ -	\$ -	\$ 2,607,180

16. Management of Capital

The Company considers its capital to consist of components of equity. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration of its exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares and, acquire or dispose of assets.

In order to maximize ongoing exploration efforts, the Company does not pay out dividends. The Company's investment policy is to invest its short-term excess cash in highly liquid short-term interest-bearing investments with short term maturities, selected with regards to the expected timing of expenditures from continuing operations.

The Company expects its current capital resources will be sufficient to carry its exploration plans and operations for the foreseeable future.

17. Segmented Information

The Company operates in one reportable operating segment, being the acquisition and exploration of mineral resource properties.

Almadex Minerals Limited

Notes to the condensed consolidated interim financial statements

Period from incorporation on April 10, 2015 to September 30, 2015

(Unaudited – Expressed in Canadian dollars)

17. Segmented Information

Geographic information is as follows:

	All other non-current assets	Property, plant and equipment	Exploration and evaluation assets	September 30, 2015
	\$	\$	\$	\$
Canada	1,634,718	21,432	-	21,432
United States	-	-	-	-
Mexico	-	576,589	3,656,709	4,233,298
	1,634,718	598,021	3,656,709	5,889,448

The Company's revenues were all earned in Canada from interest income on corporate cash reserves and investment income.

18. Subsequent Events

On October 7, 2015, the Company announced it had acquired an option to purchase a 100% interest in the Los Venados project in Sonora State Mexico. The terms of the agreement are as follows:

On signing:	\$10,000 cash and 50,000 shares of Almadex (Paid on October 15, 2015)
In one year:	\$10,000 cash and 50,000 shares of Almadex
In 2 years:	\$10,000 cash and 100,000 shares of Almadex
In 3 years:	\$20,000 cash and 100,000 shares of Almadex
In 4 years:	\$50,000 cash and 100,000 shares of Almadex
In 5 years:	\$50,000 cash and 100,000 shares of Almadex

Almadex will meet minimum assessment requirements and pay claim taxes. Almadex will also make a one-time \$500,000 payment due when a National Instrument 43-101 compliant resource greater than 500,000 ounces of gold has been identified. The vendor will have a 2% NSR on the project, 100% of which can be purchased by the Company at any time for \$1,000,000.