ETHOS GOLD CORP.

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015 AND 2014

(Stated in Canadian dollars)

(Unaudited)

ETHOS GOLD CORP.

Condensed Interim Statements of Financial Position
(Stated in Canadian Dollars)
(Unaudited)

	Note	September 30, 2015	December 31, 2014
Assets			
Current assets:			
Cash and cash equivalents		$ 7,799,360	$ 8,046,537
Amounts receivable		7,462	6,991
Prepaid expenses		7,321	19,996
		7,814,143	8,073,524
Mineral interests		1	1
Equipment	5	16,347	20,949
		$ 7,830,491	$ 8,094,474
Liabilities and Shareholders' Equity			
Current liabilities:			
Accounts payable and accrued liabilities		$ 84,838	$ 29,652
Due to related parties	7	4,680	2,800
		89,518	32,452
Shareholders' Equity			
Share capital	6	22,441,603	22,441,603
Share option reserve		2,228,074	2,162,121
Share warrant reserve		3,065,932	3,065,932
Deficit		(19,994,636)	(19,607,634)
		7,740,973	8,062,022
		$ 7,830,491	$ 8,094,474

Approved by the Board of Directors and authorized for issue on November 30, 2015.

"Darren Devine" Director

"Gary Freeman" Director

See accompanying notes to the condensed interim financial statements.

ETHOS GOLD CORP.

Condensed Interim Statements of Loss and Comprehensive Loss
(Stated in Canadian Dollars)
(Unaudited)

	Note	Three months ended September 30, 2015	Three months ended September 30, 2014	Nine months ended September 30, 2015	Nine months ended September 30, 2014
Expenses					
Amortization of equipment		$ 1,534	$ 1,534	$ 4,602	$ 4,602
Bank charges		714	281	1,603	1,428
Consulting	7	55,205	71,429	160,831	176,102
Listing and filing fees		1,357	10,016	19,415	38,704
Office and administrative	7	15,287	27,983	61,706	91,623
Professional fees		57,124	8,125	75,629	24,673
Rent		7,400	12,408	22,478	40,224
Share-based compensation	7	62,885	3,663	65,953	34,263
Travel and expenses		26,005	4,488	28,309	18,158
Loss before the undernoted		(227,511)	(139,927)	(440,526)	(429,777)
Other income (expenses)					
Interest income		16,136	24,373	54,551	73,669
Foreign exchange gain		(1)	42	(1,027)	834
Net loss and comprehensive loss for the period		$ (211,376)	$ (115,512)	$ (387,002)	$ (355,274)
Basic and diluted loss per share		$ (0.01)	$ (0.00)	$ (0.01)	$ (0.01)
Weighted average number of shares outstanding		43,458,911	43,458,911	43,458,911	43,458,911

See accompanying notes to the condensed interim financial statements.

ETHOS GOLD CORP.

Condensed Interim Statements of Changes in Equity
(Stated in Canadian Dollars)
(Unaudited)

	Share Capital		Share Reserves			
	Number of Shares	Amount	Share Option Reserve	Share Warrant Reserve	Deficit	Total
Balance, December 31, 2013	43,458,911	$ 22,441,603	$ 2,133,793	$ 3,065,932	$ (19,180,798)	$ 8,460,530
Share-based compensation	-	-	34,263	-	-	34,263
Net loss for the period	-	-	-	-	(355,274)	(355,274)
Balance, September 30, 2014	43,458,911	22,441,603	2,168,056	3,065,932	(19,536,072)	8,139,519
Share-based compensation	-	-	(5,935)	-	-	(5,935)
Net loss for the period	-	-	-	-	(71,562)	(71,562)
Balance, December 31, 2014	43,458,911	22,441,603	2,162,121	3,065,932	(19,607,634)	8,062,022
Share-based compensation	-	-	65,953	-	-	65,953
Net loss for the period	-	-	-	-	(387,002)	(387,002)
Balance, September 30, 2015	43,458,911	$ 22,441,603	$ 2,228,074	$ 3,065,932	$ (19,994,636)	$ 7,740,973

See accompanying notes to the condensed interim financial statements.

ETHOS GOLD CORP.

Condensed Interim Statements of Cash Flows
(Stated in Canadian Dollars)
(Unaudited)

	Nine months ended September 30,	
	2015	**2014**
Operating activities		
Net loss for the period	$ (387,002)	$ (355,274)
Item not affecting cash:		
Amortization of equipment	4,602	4,602
Share-based compensation	65,953	34,263
	(316,447)	(316,409)
Changes in non-cash working capital components		
Amounts receivable	(471)	9,571
Prepaid expenses	12,675	21,369
Accounts payable and accrued liabilities	55,186	(8,444)
Due to related parties	1,880	18,800
Cash used in operating activities	(247,177)	(275,113)
Decrease in cash and cash equivalents	(247,177)	(275,113)
Cash and cash equivalents, beginning of period	8,046,537	8,405,049
Cash and cash equivalents, end of period	$ 7,799,360	$ 8,129,936
Cash and cash equivalents consisted of		
Cash on deposit with a Canadian Senior Bank	$ 7,759,306	$ 8,089,868
Term deposits and Guaranteed investment certificates issued by a Canadian Senior Bank	40,054	40,068
	$ 7,799,360	$ 8,129,936

Supplemental Cash Flow Information (note 8)

See accompanying notes to the condensed interim financial statements

1. NATURE OF OPERATIONS

Ethos Gold Corp. (the "Company" or "Ethos") was incorporated on March 12, 2007 under the British Columbia Business Corporations Act. In 2009, it began trading on the TSX Venture Exchange ("TSX-V") as a Tier 2 company under the symbol ECC. Its registered office is located at 800 – 789 West Pender Street, Vancouver, BC, V6C 1H2. The Company's principal business activities are the identification, exploration and development of economically viable mineral properties.

Due to the significant decline in commodity values for both precious and base metals, since 2013 the Company has not undertaken any exploration activities on its mineral properties in order to preserve cash. However, the Company has been reviewing opportunities to acquire an interest in assets or a business outside of the mineral exploration sector with a view to creating shareholder value. The Company's operations during the nine months ended September 30, 2015 were primarily directed towards the above mentioned search for an acquisition outside of the mineral resource exploration sector.

These condensed interim financial statements have been prepared on the basis that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company has sufficient resources at this time to locate and explore a mineral property or properties with sufficient potential for further development. Should the Company succeed in identifying and exploring one or more mineral properties, it may need to obtain additional financing through the issuance of debt or equity. There is a risk that additional financing may not be available on a timely basis or on terms acceptable to the Company to complete the successful development of these properties.

2. BASIS OF PREPARATION

(a) Statement of compliance

These condensed interim financial statements, including the comparative statements, have been prepared in accordance with International Accounting Standards ("IAS") 34, *Interim Financial Reporting* using the same accounting policies and methods as were used for the Company's financial statements and the notes thereto for the year ended December 31, 2014 ("Annual Financial Statements"). These financial statements should be read in conjunction with the Annual Financial Statements.

(b) Changes in accounting standards not yet adopted

IFRS 9 *Financial Instruments* ("IFRS 9"): This standard replaces the current IAS 39 *Financial Instruments Recognition and Measurement*. The standard introduces new requirements for classifying and measuring financial assets and liabilities. The effective implementation date of IFRS 9 is January 1, 2018. The Company is currently evaluating the impact on the financial statements.

3. ESTIMATES

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2014.

4. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company's activities expose it to a variety of financial risks: market risk (including fair value interest rate risk and cash flow interest rate risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Company's annual financial statements as at December 31, 2014.

5. EQUIPMENT

	Computer Equipment	Office Equipment	Total
Cost			
Balance, December 31, 2013	$ 20,815	$ 31,558	$ 52,373
Additions	-	-	-
Balance, December 31, 2014 and September 30, 2015	$ 20,815	$ 31,558	$ 52,373
Accumulated amortization			
Balance, December 31, 2013	$ 11,909	$ 13,380	$ 25,289
Amortization	2,671	3,464	6,135
Balance, December 31, 2014	$ 14,580	$ 16,844	$ 31,424
Amortization	2,004	2,598	4,602
Balance, September 30, 2015	$ 16,584	$ 19,442	$ 36,026
Net book value			
December 31, 2014	$ 6,235	$ 14,714	$ 20,949
September 30, 2015	$ 4,231	$ 12,116	$ 16,347

6. SHARE CAPITAL

(a) Authorized

Unlimited number of common shares without par value
Unlimited number of preferred shares without par value

(b) Common shares – Issued and outstanding

At September 30, 2015 and December 31, 2014, the Company had 43,458,911 common shares issued and outstanding.

(c) Share purchase options

Share purchase options are granted at an exercise price equal to the estimated fair value of the Company's common shares on the date of the grant.

On June 22, 2010, the Company implemented a new Share Option Plan ("Plan") for the benefit of directors, employees and consultants of the Company. The Plan provides that the directors of the Company may grant options to purchase common shares on terms that the directors may determine. The maximum aggregate number of common shares that may be reserved for issuance under the Plan is 10% of the issued and outstanding common shares of the Company at the time of grant. At September 30, 2015, 2,235,000 (December 31, 2014 – 3,303,570) share purchase options were outstanding.

The continuity of incentive stock options issued and outstanding is as follows:

	September 30, 2015		December 31, 2014	
	Number of Share Options	Weighted Average Exercise Price	Number of Share Options	Weighted Average Exercise Price
Outstanding , beginning of period	3,303,570	$0.47	3,453,570	$0.47
Granted	750,000	$0.15	100,000	$0.20
Expired	(573,570)	$0.42	(100,000)	$0.25
Forfeited/Cancelled	(1,245,000)	$0.52	(150,000)	$0.36
Outstanding, end of period	2,235,000	$0.34	3,303,570	$0.47

The following weighted-average grant date assumptions were used in the Black-Scholes model in valuing share purchase options granted during the nine months ended September 30, 2015 to directors and officers: weighted average grant-date fair value: $0.08 (December 31, 2014 - $0.11); weighted average share price: $0.15 (December 31, 2014 - $0.19); weighted average exercise price: $0.15 (December 31, 2014 - $0.20); risk-free interest rate: 0.83% (December 31, 2014 - 1.46%); expected volatility: 67.18% (December 31, 2014 - 70.72%); expected years of option life: 5 (December 31, 2014 - 5); expected dividends: $nil (December 31, 2014 - $nil). Volatility is based on the Company's historical share price volatility.

6. SHARE CAPITAL (continued)

As at September 30, 2015, the following share purchase options were outstanding and exercisable:

Expiry date	Outstanding Options	Weighted Average Exercise Price	Weighted Average Remaining contractual life (in years)	Exercisable Options	Weighted Average Exercise Price
Dec 19, 2016	385,000	$0.69	1.22	385,000	$0.69
May 16, 2018	1,000,000	$0.36	2.63	1,000,000	$0.36
August 2, 2019	100,000	$0.20	3.84	100,000	$0.20
July 29, 2020	750,000	$0.15	4.83	750,000	$0.15
	2,235,000	$0.34	3.18	2,235,000	$0.34

7. RELATED PARTY TRANSACTIONS

The Company entered into the following transactions with related parties during the three and nine months ended September 30, 2015 and 2014:

a) The Company paid $33,876 and $118,286 (2014 - $60,538 and $154,738) respectively, in consulting fees to private companies controlled by certain directors and officers of the Company.

b) As at September 30, 2015, $4,680 (December 31, 2014 - $2,800) was due to related parties. These amounts are non-interest bearing and are payable on demand.

Key management personnel compensation:

Key management personnel comprises directors and executive officers. The following compensation was paid to key management personnel:

	For the Three months ended September 30, 2015	2014
Consulting fees	$ 33,876	$ 60,538
Directors fees	4,800	13,600
Share-based compensation	62,885	3,663
	$ 101,561	$ 77,801

	For the Nine months ended September 30, 2015	2014
Consulting fees	$ 118,286	$ 154,738
Directors fees	27,840	40,000
Share-based compensation	65,953	34,263
	$ 212,079	$ 229,001

8. SUPPLEMENTAL CASH FLOW INFORMATION

	For the Nine months ended September 30,	
	2015	**2014**
Interest received	$ 54,551	$ 73,669

9. EVENTS AFTER THE REPORTING PERIOD

On October 26, 2015 the Company entered into a non-binding letter of intent to complete a business combination (the "Transaction") with Zootly, LLC ("Zootly"). On November 20, 2015 this non-binding letter of intent terminated, both Ethos and Zootly determining that their individual requirements for committing to a binding agreement could not be met. Consequently Ethos did not execute a definitive agreement and is fully released to pursue other opportunities.