CORONADO RESOURCES LTD.

Condensed Consolidated Interim Financial Statements

Second Quarter ended August 31, 2016

Unaudited

(Expressed in Canadian dollars)

CORONADO RESOURCES LTD.

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

	August 31, 2016	February 29, 2016
Assets		
Current assets		
Cash and cash equivalents	$ 1,253,643	$ 1,532,920
Amounts receivable	13,529	34,580
Prepaid expenses	3,597	7,075
	1,270,769	1,574,575
Property and equipment, net (Note 3)	552,810	578,778
Exploration and evaluation assets (Note 4)	354,832	4,728,229
Reclamation deposits, restricted cash and other	90,375	92,692
	$ 2,268,786	$ 6,974,274
Liabilities and Equity		
Current liabilities		
Accounts payable and accrued liabilities	$ 58,376	$ 59,264
	58,376	59,264
Shareholders' equity		
Capital stock (Note 5(b))	20,127,801	20,127,801
Contributed surplus (Note 5(d))	1,657,109	1,657,109
Foreign currency translation	(75,827)	(75,827)
Deficit	(19,498,673)	(14,794,073)
	2,210,410	6,915,010
	$ 2,268,786	$ 6,974,274

Nature of operations and going concern (Note 1)
Subsequent events (Note 11)

See accompanying notes.

These financial statements are authorized for issue by the Board of Directors on October 28, 2016.

"Hugh Rogers"
……Director
Hugh Rogers

"Ashley Garnot"
……Director
Ashley Garnot

CORONADO RESOURCES LTD.

Condensed Consolidated Interim Statements of Comprehensive Loss
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended August 31,		Six Months Ended August 31,	
	2016	2015 *(Restated – Note 10)*	2016	2015 *(Restated – Note 10)*
Continuing operations				
General and administrative expenses				
Amortization	$ 669	$ 833	$ 1,337	$ 1,666
Audit and accounting	27,875	5,730	28,010	5,820
Bank charges	422	323	810	875
Consulting and director fees	16,500	11,500	27,500	28,000
Insurance	2,261	2,000	4,522	5,014
Legal	11,760	14,674	16,043	21,797
Management fees	23,246	31,549	56,790	149,360
Office and administration	2,330	5,414	4,426	14,818
Office rent	4,969	7,698	10,317	15,421
Shareholder relations	240	3,686	240	11,966
Transfer and filing fees	3,802	6,523	5,358	16,559
Travel	-	6,287	-	6,830
	(94,074)	(96,217)	(155,353)	(278,126)
Other items				
Foreign exchange (loss) gain	(1,015)	21,398	(10,051)	19,487
Interest income	2,411	3,653	8,941	8,171
Write-off of exploration and evaluation asset	(4,548,137)	(399,078)	(4,548,137)	(399,078)
	(4,546,741)	(374,027)	(4,549,247)	(371,420)
Net loss from continuing operations	(4,640,815)	(470,244)	(4,704,600)	(649,546)
Net loss from discontinued operations (Note 10(a))	-	(65,598)	-	(550,051)
Net loss for the period	(4,640,815)	(535,842)	(4,704,600)	(1,199,597)
Other comprehensive loss				
Cumulative translation adjustment	-	(748,963)	-	(1,274,194)
Comprehensive loss for the period	$ (4,640,815)	$ (1,284,805)	$ (4,704,600)	$ (2,473,791)
Loss per share, basic and diluted	$ (0.82)	$ (0.09)	$ (0.83)	$ (0.21)
Weighted average number of common shares outstanding	5,662,340	5,662,340	5,662,340	5,662,340

See accompanying notes.

CORONADO RESOURCES LTD.

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

For the six months ended August 31,	2016	2015
Operating activities		
Net loss for the period	$ (4,704,600)	$ (1,199,597)
Items not involving cash:		
Amortization	1,337	103,912
Gain on hedge mark to market	-	(91,162)
Interest on reclamation deposit and restricted cash	(172)	(875)
Write-off of exploration and evaluation asset	4,548,137	399,078
Foreign exchange	2,489	(9,483)
	(152,809)	(798,127)
Changes non-cash working capital:		
Amounts receivable	21,051	(50,308)
Prepaid expenses	3,478	(9,264)
Accounts payable and accrued liabilities	(5,526)	683,318
	19,003	623,746
Cash used in operating activities	(133,806)	(174,381)
Financing activity		
Purchase of restricted term deposit	-	(8,328)
Cash used in financing activity	-	(8,328)
Investing activities		
Equipment acquisitions	-	(622,179)
Exploration and evaluation asset expenditures	(145,471)	(553,572)
Cash used in investing activities	(145,471)	(1,175,751)
Net outflow of cash and cash equivalents	(279,277)	(1,358,460)
Cash and cash equivalents, beginning of period	1,532,920	3,123,046
Cash and cash equivalents, end of period	$ 1,253,643	$ 1,764,586
Supplemental cash flow information		
Accounts payable included in equipment	$ -	$ 81,665
Accounts payable included in exploration and evaluation assets	$ 5,891	$ 5,653
Interest received	$ 3,976	$ 18,460
Cash and cash equivalents consist of:		
Cash	$ 93,361	$ 300,673
Short-term deposits	1,160,282	1,463,913
	$ 1,253,643	$ 1,764,586

See accompanying notes.

CORONADO RESOURCES LTD.

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

	Common Shares					
	Number	Amount	Contributed surplus	Foreign Currency Translation Reserve	Deficit	Total
Balance, March 1, 2016	5,662,340	$20,127,801	$1,657,109	$ (75,827)	$ (14,794,073)	$ 6,915,010
Net loss for period	-	-	-	-	(4,704,600)	(4,704,600)
Balance, August 31, 2016	5,662,340	$20,127,801	$1,657,109	$ (75,827)	$ (19,498,673)	$ 2,210,410
Balance, March 1, 2015	5,662,340 (1)	$20,127,801	$1,657,109	$ 600,033	$ (7,185,840)	$ 15,199,103
Currency translation adjustment	-	-	-	(1,274,194)	-	(1,274,194)
Net loss for period	-	-	-	-	(1,199,597)	(1,199,597)
Balance, August 31, 2015	5,662,340 (1)	$20,127,801	$1,657,109	$ (674,161)	$ (8,385,437)	$ 12,725,312

(1) On December 8, 2015, the Company consolidated the outstanding share capital of the Company on the basis of two (2) pre-consolidation common shares for one (1) post consolidation common share.

See accompanying notes.

1. NATURE OF OPERATIONS AND GOING CONCERN

Coronado Resources Ltd. (the "Company") is incorporated under the *Business Corporations Act* (British Columbia). The Company's corporate office address is 595 Howe Street, Suite 507, Vancouver, BC, V6C 2T5, and trades on the TSX Venture Exchange under the symbol "CRD", and on the OTCQX International under the symbol "CRDAF". TAG Oil Ltd. ("TAG"), a public company, owns 2,785,029 common shares or 49.18% interest of the Company. During the year ended February 29, 2016, the Company sold its interest in the electrical generation and sales business (see Note 10).

These condensed consolidated interim financial statements have been prepared on a going concern basis, which contemplates that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business.

At August 31, 2016, the Company has a working capital of $1,212,393 and an accumulated deficit of $19,498,673.

The Company has cash requirements to meet its administrative overhead and maintain its exploration and evaluation assets, where applicable. The carrying value of the Company's exploration and evaluation assets reflect historical costs incurred and is not intended to reflect current or future values.

There can be no assurance that the Company will be able to continue to raise funds in the future in which case the Company may be unable to meet its obligations. Should the Company be unable to realize on its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts recorded on the statement of financial position.

These condensed consolidated interim financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations.

Refer also to Note 11.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance and basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended February 29, 2016, which have been prepared in accordance with IFRS issued by the IASB.

The accounting policies applied by the Company in the condensed consolidated interim financial statements are the same as those applied by the Company in its most recent annual consolidated financial statements for the year ended February 29, 2016.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Basis of Consolidation

The condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned integrated subsidiaries.

The Company's subsidiaries at August 31, 2016 are:

Name of Subsidiary	Place of Incorporation	Proportion of Ownership Interest	Principal Activity
Coronado Resources USA LLC	USA	100%	Mineral Property
Lynx Clean Power Corp.	Canada	100%	Holding Company
Lynx Gold Corp.	Canada	100%	Holding Company
Lynx Petroleum Ltd.	Canada	100%	Holding Company
Lynx Platinum Limited	New Zealand	100%	Inactive

(c) Significant accounting judgments, estimates and assumptions

The preparation of the Company's condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and contingent liabilities at the date of the condensed consolidated interim financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies:

The following are critical 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 condensed consolidated interim financial statements:

- the determination that there have been no events or changes in circumstances that indicate the carrying amount of exploration and evaluation assets and property and equipment may not be recoverable.

(d) Discontinued operations

A discontinued operation is a component of the Company's business, the operations and cash flows of which can be clearly distinguished from the rest of the Company and which:

- represents a separate major line of business or geographic area of operations;
- is part of a single coordinated plan to dispose of a separate major line of business or geographic area of operations; or
- is a subsidiary acquired exclusively with a view to re-sale.

Classification as a discontinued operation occurs at the earlier of disposal or when the operation meets the criteria to be classified as held-for-sale.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

When an operation is classified as a discontinued operation, the comparative statement of profit or loss and OCI is reclassified as if the operation had been discontinued from the start of the comparative year.

(e) New accounting standards and recent pronouncements

Certain pronouncements were issued by the IASB or the IFRIC, but not yet effective as at August 31, 2016. The Company intends to adopt these standards and interpretations when they become effective. The Company does not expect these standards to have an impact on its financial statements. Pronouncements that are not applicable to the Company have been excluded from those described below.

The following standards or amendments are effective for annual periods beginning on or after March 1, 2016:

1) IFRS 9 – Financial Instruments (annual periods beginning March 1, 2018)

3. PROPERTY AND EQUIPMENT

	Land	Mining equipment	Hydro equipment	Generation equipment	IT Dev. in Progress	Office equipment	Buildings	Total
Cost								
February 28, 2015	$ 321,213	$ 667,005	$ 999,707	$ 5,646,296	$ 1,282,848	$ 74,087	$ 90,332	$ 9,081,488
Additions	-	-	-	-	673,961	4,462	-	678,423
Sale of assets	-	-	(756,667)	(5,236,417)	(1,885,540)	(40,932)	-	(7,919,556)
Foreign exchange movement	-	-	(44,509)	(409,879)	(71,269)	(2,145)	-	(527,802)
February 29, 2016	321,213	667,005	198,531	-	-	35,472	90,332	1,312,553
Additions	-	-	-	-	-	-	-	-
August 31, 2016	$ 321,213	$ 667,005	$ 198,531	$ -	$ -	$ 35,472	$ 90,332	$ 1,312,553
Accumulated amortization								
February 28, 2015	$ -	$ 413,985	$ 452,714	$ 250,139	$ -	$ 25,215	$ 75,649	$ 1,217,702
Additions	-	50,464	44,161	135,326	-	10,561	2,929	243,441
Sale of assets	-	-	(312,118)	(371,568)	-	(13,210)	-	(696,896)
Foreign exchange movement	-	-	(16,223)	(13,897)	-	(352)	-	(30,472)
February 29, 2016	-	464,449	168,534	-	-	22,214	78,578	733,775
Additions	-	20,422	3,024	-	-	1,337	1,185	25,968
August 31, 2016	$ -	$ 484,871	$ 171,558	$ -	$ -	$ 23,551	$ 79,763	$ 759,743
Net book value								
February 29, 2016	$ 321,213	$ 202,556	$ 29,997	$ -	$ -	$ 13,258	$ 11,754	$ 578,778
August 31, 2016	$ 321,213	$ 182,134	$ 26,973	$ -	$ -	$ 11,921	$ 10,569	$ 552,810

4. EXPLORATION AND EVALUATION ASSETS

The Company's exploration and evaluation assets were comprised of properties located in Quebec, Canada, Montana, USA, and New Zealand. Capitalized expenditures are as follows:

	True North Property, Quebec	Madison Property, Montana	Platinum Property, New Zealand	Total
Balance, February 28, 2015	$ 1	$ 4,418,400	$ 341,391	$ 4,759,792
Expenditures during the year				
Amortization	-	60,867	-	60,867
Assessment and taxes	-	87,423	-	87,423
Camp costs	-	9,066	-	9,066
Consulting engineering	-	1,249	72,000	73,249
Fieldwork and wages	-	139,979	-	139,979
Permits, assay and testing	-	7,047	-	7,047
Power utilities	-	4,198	-	4,198
	-	309,829	72,000	381,829
Write-off of exploration and evaluation asset	(1)	-	(390,324)	(390,325)
Foreign exchange movement	-	-	(23,067)	(23,067)
Net expenditures in year	(1)	309,829	(341,391)	(31,563)
Balance, February 29, 2016	-	4,728,229	-	4,728,229
Expenditures during the period				
Amortization	-	24,632	-	24,632
Assessment and taxes	-	68,046	-	68,046
Camp costs	-	1,601	-	1,601
Fieldwork and wages	-	74,180	-	74,180
Permits, assay and testing	-	4,912	-	4,912
Power utilities	-	1,369	-	1,369
	-	174,740	-	174,740
Write-off of exploration and evaluation asset	-	(4,548,137)	-	(4,548,137)
Net expenditures in period	-	(4,373,397)	-	(4,373,397)
Balance, August 31, 2016	$ -	$ 354,832	$ -	$ 354,832

(a) Madison Property, Montana

In April 2005, the Company entered into an agreement to purchase a 100% interest in 6 patented and 12 unpatented mineral claims situated in Madison County, Montana. The agreement called for cash payments totaling $300,000, share issuances, and work commitments in stages over five years. The acquisition was completed in 2010, subject to an annual payment equal to the greater of a 2% NSR or US$50,000. The Company has increased and consolidated its claims since the original acquisition by adding 8 additional claims in the year ended February 28, 2007, and subsequently it increased its acreage by adding 22 contiguous claims. The 22 new claims replace 7 previous claims that were allowed to lapse, to increase the overall acreage and cover any non-contiguous boundaries.

4. EXPLORATION AND EVALUATION ASSETS (Continued)

In 2012, Coronado's management decided to temporarily halt its underground mining activities at its copper and gold mining property located in Silverstar, Montana (the "Madison Property"). The Madison Property was subsequently placed on maintenance as the Company reviewed its options to solidify an action plan for the Madison Property to maximize shareholder value and minimize capital expenditures.

As the property was sold subsequent to the period-end, the Company has written down the carrying value to the estimated sales price. Refer to Note 11.

(b) Platinum Property, New Zealand

On June 16, 2015, the Company announced that it had commenced the process to surrender all of its 6 platinum exploration permits by submitting the requisite application documentation to New Zealand Petroleum and Minerals. This decision came after having undertaken significant review and analysis of the permit areas and concluding that there was not an appropriate basis to continue exploration of the permit areas at that time. On July 27, 2015, the Company received confirmation that all of its platinum exploration permits were surrendered and therefore all costs associated with the property were written-off.

(c) Title to exploration and evaluation assets

Although the Company has taken steps to verify title to exploration and evaluation assets in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

(d) Environmental

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions.

If the restrictions adversely affect the scope of exploration and development on the exploration and evaluation assets, the potential for production on the property may be diminished or negated.

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters.

The Company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its properties and properties in which it has previously had an interest. The Company conducts its exploration and evaluation asset activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

5. CAPITAL STOCK

(a) Authorized

Unlimited number of common shares without par value.

(b) Issued and outstanding

During the period ended August 31, 2016:

No common shares were issued.

During the year ended February 29, 2016:

On December 8, 2015, the Company consolidated the outstanding share capital of the Company on the basis of 2 pre-consolidation common shares for 1 post consolidation common share.

(c) Stock options

The Company has a stock option plan (the "Plan") allowing for the reservation of common shares issuable under the Plan to a maximum 10% of the number of issued and outstanding common shares of the Company at any given time. The term of any stock option granted under the Plan may not exceed five years and the exercise price may not be less than the discounted market price on the grant date. All options granted under the plan shall vest and become exercisable in full upon grant, except options granted to consultants performing investor relations activities, which options must vest in stages over twelve months with no more than one quarter of the options vesting in any three month period.

The purpose of the Plan is to provide directors, officers, key employees and certain other persons who provided services to the Company and its subsidiaries with an increased incentive to contribute to the future success and prosperity of the Company.

There were no stock options outstanding as of August 31, 2016 and February 29, 2016.

(d) Share-based compensation

There were no stock options issued during the six months ended August 31, 2016 and the year ended February 29, 2016.

6. RELATED PARTY TRANSACTIONS

The aggregate value of transactions and outstanding balances relating to key management personnel were as follows:

		August 31, 2016		August 31, 2015
Consulting	$	12,000	$	25,000
Director fees		500		1,000
Management fees		30,000		29,194
	$	42,500	$	55,194

During the six month period ended August 31, 2016, the Company recorded discontinued operations sales in the amount of $nil (2015 - $220,794) from New Zealand related companies with significant influence over the company of which $nil (2015 - $63,998) was outstanding in the accounts receivable of assets held for sale at period end. For the six month period ended August 31, 2016, the Company recorded $nil (2015 - $128,389) in discontinued operations purchases from related companies with significant influence over the company. At August 31, 2016, $nil (2015 - $528,743) was outstanding in the accounts payable and accrued liabilities of liabilities held for sale.

During the six month period ended August 31, 2016, the Company was charged by a Canadian related company with significant influence $26,790 (2015 - $214,142) for management fees. At August 31, 2016, $5,036 (2015 - $985,393) is owing to the Canadian related company with significant influence is included in accounts payable and accrued liabilities.

All transactions and balances are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

7. FINANCIAL INSTRUMENTS RISK

The Company's financial instruments are exposed to the following risks:

Credit Risk

Credit risk is the risk of financial loss to the Company if counterparties do not fulfill their contractual obligations.

Cash and cash equivalents consist of cash bank balances and short-term deposits. The Company's short-term investments are held with a Canadian chartered bank and are monitored to ensure a stable return. The Company's short-term investments currently consist of term deposits as it is not the Company's policy to utilize complex, higher-risk investment vehicles.

The carrying amount of accounts receivable and cash and cash equivalents represents the maximum credit exposure. The Company does not have an allowance for doubtful accounts. As at August 31, 2016, there were no significant amounts past due or impaired.

Market Risk

Market risk is the risk that changes in foreign exchange rates and interest rates will affect the Company's cash flows, net income and comprehensive income. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns.

7. FINANCIAL INSTRUMENTS RISK (Continued)

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its purchases and capital commitments, and other financial obligations as they are due. The Company's approach to managing liquidity is to ensure, to the extent possible, that it will have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking harm to the Company's reputation.

The Company's liquidity is dependent upon maintaining its current working capital balances, operating cash flows and ability to raise funds. To forecast and monitor liquidity, the Company prepares operating and capital expenditure budgets which are monitored and updated as considered necessary. Considering these circumstances and the Company's cash balance liquidity risk is assessed as low.

Foreign Exchange Risk

Foreign currency exchange rate risk is the risk that future cash flows, net income and comprehensive income will fluctuate as a result of changes in foreign exchange rates. All of the Company's operational and capital activities related to our operations are transacted are primarily in United States dollars with some costs also being incurred in Canadian dollars.

The Company currently does not have significant exposure to other currencies and this is not expected to change in the foreseeable future as the capital commitments that are expected to be carried out in United States dollars will be limited. The Company has foreign exchange risk due to its activities carried out in Montana, USA, but is not viewed to be significant by the Company.

Interest Rate Risk

The Company is exposed to interest rate risk on its cash and cash equivalents. The majority of these deposits have been in discounted instruments with pre-determined fixed yields. Interest rate movements will affect the fair value of these instruments so the Company manages maturity dates of these instruments to match cash flow needs, enabling realization at no loss in almost all cases.

Fair Value of Financial Instruments

The fair value of the Company's financial assets and liabilities approximates the carrying amount. 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 or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

7. FINANCIAL INSTRUMENTS RISK (Continued)

The fair value classification of the Company's financial instruments are as follows:

		August 31, 2016		February 29, 2016	
	Fair Value Level	Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost	Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost
		$	$	$	$
Financial assets:					
Cash and cash equivalents	1	1,253,643	-	1,532,920	-
Reclamation deposits and restricted cash		-	90,375	-	92,692
		1,253,643	90,375	1,532,920	92,692
Financial liabilities:					
Accounts payable and accrued liabilities		-	58,376	-	59,264
		-	58,376	-	59,264

The Company's cash and cash equivalents are classified as level 1. During the six month period ended August 31, 2016 and the year ended February 29, 2016, there were no transfers between level 1, level 2 and level 3.

8. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support future development of the business and maintaining investor, creditor and market confidence.

The Company defines its capital as shareholders' equity and working capital. The Board of Directors does not establish a quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. In the event that adjustments to the capital structure are required, the company may consider issuing additional equity, raising debt or revising its capital investment programs.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements or restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any contemplated. The Company may require equity issues but it may not be required if cash flows from operations are sufficient to cover administrative and operating cost.

9. SEGMENTED INFORMATION

The Company previously operated in three geographic regions, and has reportable sales from operations as follows:

Geographic segments

The following sales and non-current assets are located in the following countries:

	As at August 31, 2016			
	Canada	United States	New Zealand	Total
Property and equipment	$ 11,922	$ 540,888	$ -	$ 552,810
Exploration and evaluation assets	-	354,832	-	354,832
Reclamation deposits and restricted cash	11,560	78,815	-	90,375
	$ 23,482	$ 974,535	$ -	$ 998,017

	For the year ended February 29, 2016			
	Canada	United States	New Zealand	Total
Discontinued operations sales revenue	$ -	$ -	$ 7,257,174	$ 7,257,174

	As at February 29, 2016			
	Canada	United States	New Zealand	Total
Property and equipment	$ 13,258	$ 565,520	$ -	$ 578,778
Exploration and evaluation assets	-	4,728,229	-	4,728,229
Reclamation deposits and restricted cash	11,520	81,172	-	92,692
	$ 24,778	$ 5,374,921	$ -	$ 5,399,699

The Company operates in the industry mining exploration and development segment.

	As at and for the six month period ended August 31, 2016		
	Electricity Generation and Retailing *(discontinued)*	Mining Exploration and Development	Total
Loss for the period	$ -	$ (4,704,600)	$ (4,704,600)
Total assets	$ -	$ 2,268,786	$ 2,268,786
Total liabilities	$ -	$ 58,376	$ 58,376

	As at and for the year ended February 29, 2016		
	Electricity Generation and Retailing *(discontinued)*	Mining Exploration and Development	Total
Loss for the year	$ (6,634,460)	$ (973,773)	$ (7,608,233)
Total assets	$ -	$ 6,974,274	$ 6,974,274
Total liabilities	$ 1,281	$ 57,983	$ 59,264

10. DISPOSAL GROUP SALE AND DISCONTINUED OPERATIONS

On February 18, 2016, the Company completed the sale of 2 of its 1 megawatt gas-fired generators pursuant to the terms of an asset purchase agreement dated October 30, 2015, between Opunake Hydro Limited ("OHL"), a wholly owned subsidiary of the Company, and Cheal Petroleum Limited, a wholly owned subsidiary of TAG. The Company also completed the sale of all of its issued and outstanding shares of OHL pursuant to the terms of a share purchase agreement dated October 30, 2015, between Lynx Clean Power Corp., a wholly owned subsidiary of the Company, and Opunake Hydro Holdings Limited, an unrelated Company, for total proceeds of $2,017,653.

As at February 29, 2016, the electricity generation segment was classified as a discontinued operation. Accordingly, the comparative consolidated statement of comprehensive loss has been restated to show the discontinued operation separately from continuing operations.

a. Results of discontinued operation

	August 31, 2016	August 31, 2015
Electricity sales	$ -	$ 4,127,881
Cost of sales	-	(3,960,189)
	-	167,692
General and administrative expenses	-	(820,068)
Other items	-	102,325
Net loss for the period	$ -	$ (550,051)
Loss per share, basic and diluted	$ -	$ (0.10)

b. Cash flows from (used in) discontinued operation

	August 31, 2016	August 31, 2015
Net cash used in operating activities	$ -	$ (123,479)
Net cash from investing activities	-	(468,531)
Net cash flow for the period	$ -	$ (592,010)

c. Cumulative income or expenses included in OCI

There were $758,213 in cumulative expenses included in OCI relating to the disposal.

11. SUBSEQUENT EVENTS

On October 13, 2016, the Company and its wholly owned subsidiary, Coronado Resources USA LLC ("Coronado USA"), completed the asset purchase and sale agreement with Broadway Gold Mining Ltd. (formerly Carolina Capital Corp.) ("Broadway"), pursuant to which Coronado USA would sell its copper and gold mining property located in Silverstar, Montana and related assets, in exchange for the following:

1) $250,000 on the closing date;

2) 1,000,000 common shares of Broadway as follows:
   i. 500,000 shares upon the first anniversary of the closing date; and
   ii. 500,000 shares upon the second anniversary of the closing date; and

3) the sum of $100,000, within 30 days of the commencement of commercial production.