Big Bar Resources Corporation

Interim Financial Statements

Nine Months Ended September 30, 2014

(Expressed in Canadian Dollars)

(Unaudited)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these interim financial statements they must be accompanied by a notice indicating that these interim financial statements have not been reviewed by an auditor.

The accompanying unaudited 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 the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Big Bar Resources Corporation
Interim Statements of Financial Position
(Unaudited – Prepared by Management)
(Expressed in Canadian Dollars)

	September 30, 2014	December 31, 2013
	$	$
Assets		
Current		
Cash	**1,433**	674
Taxes recoverable	**4,144**	14,056
Prepaid expense	**373**	373
Total Assets	**5,950**	15,103
Liabilities and Shareholders' Deficiency		
Liabilities		
Current		
Accounts payable	**24,268**	16,127
Accrued liabilities	**169**	11,863
Due to related parties (Note 6)	**258,194**	156,159
Total Liabilities	**282,631**	184,149
Shareholders' Deficiency		
Share capital (Note 8)	**8,745,373**	8,745,373
Option reserve (Note 8)	**925,791**	925,791
Deficit	**(9,947,845)**	(9,840,210)
Total Shareholders' Deficiency	**(276,681)**	(169,046)
Total Liabilities and Shareholders' Deficiency	**5,950**	15,103

Going Concern (Note 2)

Approved on behalf of the Board:

"Ron Birch" Director "Erwin Wong" Director

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

Big Bar Resources Corporation
Interim Statements of Comprehensive Loss
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Nine Months Ended September 30,		Three Months Ended September 30,	
	2014	2013	**2014**	2013
	$	$	**$**	$
Expenses				
Consulting fees (Note 6)	**61,500**	60,000	**20,500**	20,000
Interest	**(632)**	415	**30**	(256)
Office and general	**5,780**	8,835	**2,740**	4,389
Professional fees	**17,695**	14,149	**6,010**	3,305
Rent (Note 6)	**13,500**	13,500	**4,500**	4,500
Travel and entertainment	**1,375**	16,155	**345**	4,307
Transfer agent and filing fees	**8,417**	7,892	**3,775**	1,268
Loss before other income	**(107,635)**	(120,946)	**(37,900)**	(37,513)
Other income				
Gain on sale of Net Smelter Royalty (Note 7)	**–**	75,000	**–**	–
Comprehensive Loss	**(107,635)**	(45,946)	**(37,900)**	(37,513)
Loss per share – basic and diluted	**(0.00)**	(0.00)	**(0.00)**	(0.00)
Weighted average number of shares outstanding	**23,498,618**	23,498,618	**23,498,618**	23,498,618

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

Big Bar Resources Corporation
Interim Statement of Changes in Equity
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Common Shares		Option Reserve	Deficit	Total
	Number	Amount			
		$	$	$	$
Balance, December 31, 2012	23,498,618	8,745,373	925,791	(9,703,396)	(32,232)
Net loss	–	–	–	(45,946)	(45,946)
Balance, September 30, 2013	**23,498,618**	**8,745,373**	**925,791**	**(9,749,342)**	**(78,178)**
Balance, December 31, 2013	23,498,618	8,745,373	925,791	(9,840,210)	(169,046)
Net loss	–	–	–	(107,635)	(107,635)
Balance, September 30, 2014	**23,498,618**	**8,745,373**	**925,791**	**(9,947,845)**	**(276,681)**

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

Big Bar Resources Corporation
Interim Statements of Cash Flows
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Nine Months Ended September 30,	
	2014	2013
	$	$
Cash provided by (used in):		
Operating activities		
Net loss	**(107,635)**	(45,946)
Net changes in non-cash working capital items:		
Taxes recoverable	**9,912**	10,770
Accounts receivable	**–**	(50,000)
Accounts payable	**8,141**	(16,146)
Accrued liabilities	**(11,694)**	(9,626)
Prepaid expenses	**–**	(373)
Due from related parties	**102,035**	17,235
Net cash provided by (used in) operating activities	**759**	(94,086)
Increase (decrease) in cash and cash equivalents	**759**	(94,086)
Cash, beginning of period	**674**	107,028
Cash, ending of period	**1,433**	12,942
Supplemental disclosures:		
Interest paid	**–**	–
Income tax paid	**–**	–

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

1. Corporate Information

Big Bar Resources Corporation (the "Company") was incorporated on December 10, 1980 under the British Columbia Business Corporations Act and is engaged in the acquisition, exploration and development of mineral properties. The Company's common shares trade on the NEX Board of the TSX Venture Exchange ("Exchange"). The Company is currently searching for resource properties to explore.

The Company's registered office is Suite 4005 – 1011 Cordova Street, Vancouver, British Columbia, V6C 0B2.

2. Basis of Presentation

a) Statement of compliance

These condensed 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*. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2013, which have been prepared in accordance with IFRS as issued by IASB.

The Company uses the same accounting policies and methods of computation as in the annual financial statements for the year ended December 31, 2013.

The financial statements were authorized for issue by the Board of Directors on November 25, 2014.

b) Basis of measurement

The financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The financial statements are presented in Canadian dollars, which is also the Company's functional currency.

c) Going concern of operations

The financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. The Company has incurred significant net losses and negative cash flows from operations in prior years. The Company incurred a net loss of $107,635 during the nine months ended September 30, 2014, and, as of that date the Company's deficit was $9,947,845. Should the Company be unable to continue as a going concern, the realization of assets may be at amounts significantly less than carrying values. The continuation of the Company as a going concern is dependent on its ability to obtain additional equity capital to finance existing operations, attaining commercial production from its mineral properties, and attaining future profitable operations. These financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, the amount and classification of liabilities that would be necessary should the Company be unable to continue as a going concern.

d) Critical judgments in applying accounting policies

The preparation of these financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the period. Actual results could differ from these estimates.

These financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the 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 future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the reporting date that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

i) the recoverability of receivables;
ii) the inputs used in the accounting for share-based payments; and
iii) the estimate of future tax rates.

3. Recent Accounting Pronouncements

Certain pronouncements were issued by the IASB or the IFRS Interpretations Committee that are mandatory for annual periods beginning after January 1, 2014 or later periods.

The following new IFRSs that have not been early adopted in these financial statements, will not have a material effect on the Company's future results and financial position:

i) IFRS 9, *Financial Instruments* (New; to replace IAS 39 and IFRIC 9)

ii) Annual Improvements to IFRSs 2010 – 2012 Cycle, including IFRS 2, *Share-based Payment*, IAS 16, *Property, Plant and Equipment*, and IAS 24, *Related Party Disclosures*

iii) Annual Improvements to IFRSs 2011 – 2013 Cycle, including IFRS 13, *Fair Value Measurement*

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. Financial Risk Factors

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's credit risk is primarily attributable to cash. Cash consists of bank accounts held with a Canadian Chartered Bank and funds held in trust with legal counsel, from which management believes the risk of loss is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at September 30, 2014, the Company has a cash balance of $1,433 (December 31, 2013 - $674) and current liabilities of $282,631 (December 31, 2013 - $184,149). The Company's accounts payable and accrued liabilities have contractual maturities of less than 60 days and are subject to normal trade terms. The ability of the Company to continue to pursue its exploration activities and maintain its working capital is dependent on its ability to secure additional equity or debt financing.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has cash balances and no interest-bearing debt. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institution. The Company periodically monitors the investments it makes and is satisfied with the credit rating of its banks. The Company is not exposed to any significant interest rate risk.

Foreign Exchange Risk

Foreign exchange risk is the risk that the Company will be subject to foreign currency fluctuations in satisfying obligations related to foreign activities. The Company operates only in Canada and is therefore not exposed to foreign exchange risk arising from transactions denominated in a foreign currency.

5. Capital Management

The Company considers its cash, common shares, stock options, and warrants as capital. 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 acquisition and development of mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk level. The Company manages the 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, issue new debt, acquire or dispose of assets.

In order to facilitate the management of its capital requirements, the Company prepares expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. In order to maximize ongoing development 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 maturities of one year or less from the original date of acquisition, selected with regards to the expected timing of expenditures from continuing operations. The Company is currently assessing financing alternatives to pursue new mineral property exploration endeavors. The Company is not subject to externally imposed capital requirements and there were no changes in its approach to capital management during the nine months ended September 30, 2014.

6. Related Party Transactions

i) During the nine months ended September 30, 2014, the Company incurred $7,500 (2013 - $7,500) in consulting fees to the President of the Company. As at September 30, 2014, the Company owed $72,500 (December 31, 2013 - $65,000) to the President of the Company.

ii) During the nine months ended September 30, 2014, the Company incurred $45,000 (2013 - $45,000) in consulting fees to the Chief Financial Officer ("CFO") of the Company. As at September 30, 2014, the Company owed $94,657 (December 31, 2013 - $49,832) to the CFO of the Company.

iii) During the nine months ended September 30, 2014, the Company accrued rent and general office expenditures of $13,500 (2013 - $13,500) to a private company controlled by the CFO of the Company. As at September 30, 2014, the Company owed the private company $43,410 (December 31, 2013 - $30,660) for rent and general office expenditures.

iv) During the nine months ended September 30, 2014, the Company incurred $9,000 (2013 - $8,000) in consulting fees to a director of the Company. As at September 30, 2014, the Company owed $17,000 (December 31, 2013 - $8,000) for consulting services rendered by the director.

v) As at September 30, 2014, the Company owed a director $2,668 (December 31, 2013 - $2,668) for expense reimbursements without specific terms of repayment or interest.

vi) As at September 30, 2014, the Company owed a shareholder of the Company $16,759 (US$14,964) (December 31, 2013 - $nil) for advances without specific terms of repayment or interest.

vii) As at September 30, 2014, the Company owed a shareholder of the Company $11,200 (US$10,000) (December 31, 2013 - $nil) for advances without specific terms of repayment or interest.

The balances owing are unsecured, non interest bearing and have no fixed terms for repayment.

7. Sale of Net Smelter Royalty

On June 1, 2013, the Company entered into a purchase agreement with Goldzone Exploration Inc. ("Goldzone") in which the Company agreed to sell Goldzone 100% of a 2% Net Smelter Returns Royalty ("NSR") on the Las Lajas claims, located in Sonora, Mexico. As consideration for the NSR, Goldzone has agreed to pay $75,000, of which $10,000 is due within 30 days of the agreement (received), $15,000 is due within 75 days of the agreement (received) and the final $50,000 is due within 28 months of the agreement. Due to the uncertainty of collection, the remaining balance will be recognized in the statement of comprehensive loss when received.

8. Share Capital

a) Common shares

Authorized share capital consists of unlimited number of common shares without par value.

b) Stock options

The Company's Board of Directors approved a stock incentive plan dated June 25, 2003 in accordance with the policies of the Exchange. The Board of Directors is authorized to grant options to directors, officers, consultants or employees to acquire up to 10% of the issued and outstanding common shares from time to time. The exercise price will not be less than the market price of the common shares less applicable discounts permitted by the Exchange. The options that may be granted under this plan must be exercisable for over a period not exceeding five years.

No stock options were outstanding at September 30, 2014 and December 31, 2013.

c) Option reserve

The stock option reserve records items recognized as share-based compensation expense until such time that the stock options are exercised, at which time the corresponding amount will be transferred to share capital.

d) Warrants

No warrants were outstanding at September 30, 2014, and December 31, 2013.