

**FOUR RIVER VENTURES LTD.
(formerly Auracle Resources Ltd.)**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)**

NINE MONTHS ENDED OCTOBER 31, 2015

These unaudited condensed consolidated interim financial statements of Four River Ventures Ltd. (formerly Auracle Resources Ltd.) for the nine months ended October 31, 2015 have been prepared by management and approved by the Board of Directors. These unaudited condensed consolidated interim financial statements have not been reviewed by the Company's external auditors.

FOUR RIVER VENTURES LTD.
(formerly Auracle Resources Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)
(Unaudited)
As at

	Notes	October 31, 2015	January 31, 2015 (Audited)
ASSETS			
Current			
Cash		\$ 5,360	\$ 4,712
GST receivable		<u>2,084</u>	<u>3,465</u>
		\$ 7,444	\$ 8,177
LIABILITIES AND SHAREHOLDERS' DEFICIENCY			
Current			
Trade and other payables	5, 7	\$ 643,585	\$ 629,877
Related party loan payable	7	23,210	21,400
Shareholder loan payable	7	<u>34,448</u>	<u>-</u>
		<u>701,243</u>	<u>651,277</u>
Shareholders' deficiency			
Share capital	6	4,886,825	4,886,825
Reserves	6	2,507,400	2,507,400
Deficit		<u>(8,088,024)</u>	<u>(8,037,325)</u>
		<u>(693,799)</u>	<u>(643,100)</u>
		\$ 7,444	\$ 8,177

Nature of operations and going concern (Note 1)

Approved and authorized by the Board on December 23, 2015:

<u>"Jason Leikam"</u>	Director	<u>"Robin Forshaw"</u>	Director
Jason Leikam		Robin Forshaw	

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

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Expressed in Canadian Dollars)

(Unaudited)

	Notes	Three Months Ended Oct 31, 2015	Three Months Ended Oct 31, 2014	Nine Months Ended Oct 31, 2015	Nine Months Ended Oct 31, 2014
Expenses					
Administrative, office and miscellaneous		\$ 197	\$ 141	\$ 665	\$ 1,257
Foreign exchange loss		22,153	-	22,153	-
Management fees	7	-	18,000	-	54,000
Professional fees	7	4,015	5,334	24,364	18,594
Shareholder communications		-	-	-	1,570
Transfer agent and filing fees		2,352	887	25,691	12,816
Write-off of exploration and evaluation asset	4	-	-	-	16,632
		(28,717)	(24,362)	(72,873)	(104,869)
Other items					
Interest expense	7	(605)	(334)	(1,810)	(668)
Recovery of GST receivable previously written off		2,929	-	23,984	-
Loss and comprehensive loss for the period		\$ (26,393)	\$ (24,696)	\$ (50,699)	\$ (105,537)
Loss per common share – basic and diluted		\$ (0.01)	\$ (0.01)	\$ (0.03)	\$ (0.05)
Weighted average number of common shares outstanding – basic and diluted		1,997,900	1,997,900	1,997,900	1,997,900

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

FOUR RIVER VENTURES LTD.
(formerly Auracle Resources Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED OCTOBER 31,
(Expressed in Canadian Dollars)
(Unaudited)

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	\$ (50,699)	\$ (105,537)
Items not involving cash:		
Interest expense	1,810	668
Write-off of exploration and evaluation asset	-	16,632
Changes in non-cash working capital items:		
Decrease (increase) in receivables	1,381	(2,577)
Increase in trade and other payables	<u>13,708</u>	<u>56,513</u>
Net cash used in operating activities	<u>(33,800)</u>	<u>(34,301)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Related party loan payable	-	20,000
Shareholder loan payable	<u>34,448</u>	<u>-</u>
Net cash provided by financing activities	<u>34,448</u>	<u>20,000</u>
Change in cash during the period	648	(14,301)
Cash, beginning of period	<u>4,712</u>	<u>19,762</u>
Cash, end of period	<u>\$ 5,360</u>	<u>\$ 5,461</u>

Supplemental disclosure with respect to cash flows (Note 8)

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

FOUR RIVER VENTURES LTD.
(formerly Auracle Resources Ltd.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Expressed in Canadian Dollars)
(Unaudited)

	<u>Share Capital</u>					
	Number	Amount	Subscriptions receivable	Reserves	Deficit	Total
Balance at January 31, 2014	1,997,900	\$ 4,886,825	\$ (5,500)	\$ 2,507,400	\$ (7,889,244)	\$ (500,519)
Loss and comprehensive loss for the period	-	-	-	-	(105,537)	(105,537)
Balance at October 31, 2014	1,997,900	\$ 4,886,825	\$ (5,500)	\$ 2,507,400	\$ (7,994,781)	\$ (606,056)
Balance at January 31, 2015	1,997,900	\$ 4,886,825	\$ -	\$ 2,507,400	\$ (8,037,325)	\$ (643,100)
Loss and comprehensive loss for the period	-	-	-	-	(50,699)	(50,699)
Balance at October 31, 2015	1,997,900	\$ 4,886,825	\$ -	\$ 2,507,400	\$ (8,088,024)	\$ (693,799)

On June 16, 2015, the Company completed a 20-old for 1-new share consolidation and name change. All common shares, warrants, options, loss per share and weighted average number of shares outstanding have been retroactively restated to reflect the share consolidation.

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

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****OCTOBER 31, 2015****(Expressed in Canadian Dollars)****(Unaudited)**

1. NATURE OF OPERATIONS AND GOING CONCERN

Four River Ventures Ltd. (formerly Auracle Resources Ltd.) (the “Company”), was incorporated under the Business Corporations Act of British Columbia and is currently seeking opportunities within the mineral exploration sector. During July, 2015, the Company’s listing was transferred from the TSX Venture Exchange (the “TSX-V”) to the NEX under the symbol FFC.H.

The Company’s head office and principal address is suite 202 – 837 West Hastings Street, Vancouver, BC, V6C 3N6 and its registered and records office is suite 2900 – 595 Burrard Street, Vancouver, British Columbia, Canada, V7X 1J5.

On June 16, 2015, the Company completed a 20-old for 1-new share consolidation and name change. All common shares, warrants, options, loss per share and weighted average number of shares outstanding have been retroactively restated to reflect the share consolidation.

These unaudited condensed consolidated interim financial statements have been prepared by management 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 for the foreseeable future. At October 31, 2015, the Company has a deficit of \$8,088,024 (January 31, 2015 - \$8,037,325) and has incurred losses since inception. The Company has not generated any revenue and has incurred ongoing losses to date. These uncertainties may cast significant doubt about the Company’s ability to continue as a going concern. A number of alternatives are being evaluated with the objective of funding ongoing activities and obtaining additional working capital. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due.

These unaudited condensed consolidated interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

2. BASIS OF PREPARATION***Statement of compliance with International Financial Reporting Standards***

These unaudited condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard 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”) and Interpretations of the IFRS Interpretations Committee.

These unaudited condensed consolidated interim financial statements do 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. It is therefore recommended that this financial report be read in conjunction with the annual consolidated financial statements of the Company for the year ended January 31, 2015.

Approval of the financial statements

These unaudited condensed consolidated interim financial statements for the nine months ended October 31, 2015 were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on December 23, 2015.

**FOUR RIVER VENTURES LTD.
(formerly Auracle Resources Ltd.)**

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

OCTOBER 31, 2015

(Expressed in Canadian Dollars)

(Unaudited)

3. ADOPTION OF NEW ACCOUNTING STANDARDS

The following new standards, amendments and interpretations were adopted by the Company as of February 1, 2015:

- a) IFRS 9 Financial Instruments (new; to replace IAS 39 and IFRIC 9)

The adoption of the above mentioned standards did not have any impact on the financial statements of the Company.

4. EXPLORATION AND EVALUATION ASSET

Mexican Hat Property

On May 15, 2009, the Company had entered into an option agreement to acquire a 100% interest in certain claims comprising the Mexican Hat Gold Property (the "Property"), located in Arizona, USA.

During the year ended January 31, 2015, management terminated the option agreement and, as a result, wrote-off all associated costs of the Property, totaling \$2,884,756, to the statement of comprehensive loss at January 31, 2014. During the year ended January 31, 2015, the Company incurred \$16,632 relating to expenditures on the Property, which were expensed to the statement of loss and comprehensive loss.

5. TRADE AND OTHER PAYABLES

Trade and other payables are as follows:

	October 31, 2015	January 31, 2015
Trade payables (Note 7)	\$ 615,585	\$ 591,877
Accrued liabilities	<u>28,000</u>	<u>38,000</u>
Total	<u>\$ 643,585</u>	<u>\$ 629,877</u>

6. SHARE CAPITAL AND RESERVES

- a) Authorized share capital

The authorized share capital of the Company is an unlimited number of common shares without par value and an unlimited number of preferred shares without par value. All issued shares, consisting only of common shares, are fully paid.

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****OCTOBER 31, 2015****(Expressed in Canadian Dollars)****(Unaudited)****6. SHARE CAPITAL AND RESERVES (cont'd)****b) Issued share capital**

During the nine months ended October 31, 2015, the Company completed a 20-old for 1-new share consolidation. All common shares, options, warrants and per share figures have been retroactively restated to reflect the consolidation.

There were no share capital transactions during the year ended January 31, 2015.

c) Stock options

The Company has an incentive stock options plan in place under which it is authorized to grant options to directors and employees to acquire up to 10% of the Company's issued and outstanding common shares. Under the plan, the exercise price of each option may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount. The options can be granted for a maximum term of 5 years and vesting periods are determined by the Board of Directors.

There were no stock options granted during the nine months ended October 31, 2015 or during the year ended January 31, 2015.

As at October 31, 2015, the Company had outstanding stock options enabling the holders to acquire common shares as follows:

Number of Options	Exercise Price	Expiry Date
77,500	\$ 7.00	August 30, 2016

Stock option transactions are summarized as follows:

	Number of Options	Exercise Price
Balance, January 31, 2014	158,750	\$ 7.00
Cancelled	(81,250)	7.00
Balance, January 31, 2015 and October 31, 2015	77,500	\$ 7.00
Number of options currently outstanding and exercisable	77,500	\$ 7.00

As at October 31, 2015, the remaining life of the options outstanding was 0.83 years (January 31, 2015 – 1.58 years).

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****OCTOBER 31, 2015**

(Expressed in Canadian Dollars)

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6. SHARE CAPITAL AND RESERVES (cont'd)**d) Warrants**

There were no warrant transactions during the nine months ended October 31, 2015 or during the year ended January 31, 2015.

At October 31, 2015, the Company has outstanding warrants entitling the holders to acquire additional common shares as follows:

Number of Shares	Exercise Price	Expiry Date
359,140	\$4.00	September 4, 2017

As at October 31, 2015, the remaining life of the warrants outstanding was 1.83 years (January 31, 2015 – 2.59 years).

e) Reserves

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

7. RELATED PARTY TRANSACTIONS

During the nine months ended October 31, 2015, the Company entered into the following transactions with related parties:

- a) Incurred \$Nil (2014 - \$54,000) for management fees to a company controlled by a director of the Company; and
- b) Incurred \$17,500 (2014 - \$21,750) for professional fees paid or accrued to a company associated with the Chief Financial Officer of the Company.

At October 31, 2015, recorded in trade and other payables is \$552,745 (January 31, 2015 - \$355,813) due to directors and officers, and companies associated with directors and officers of the Company and to a significant shareholder. These amounts owing are non-interest bearing, unsecured and do not have a fixed term of repayment.

During the nine months ended October 31, 2015, the Company received \$34,448 pursuant to a shareholder loan agreement. The loan is non-interest bearing, and has no fixed terms of repayment.

During the year ended January 31, 2015, the Company received \$20,000 pursuant to a related party loan agreement. The loan bears interest at 12% per annum and is to be repaid within five days from the completion of the Company's next private placement. As at October 31, 2015, the Company has accrued interest expense of \$3,210 (January 31, 2015 - \$1,400).

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****OCTOBER 31, 2015****(Expressed in Canadian Dollars)****(Unaudited)****7. RELATED PARTY TRANSACTIONS (cont'd)**

Key management personnel compensation (including senior officers and directors of the Company):

	October 31, 2015	October 31, 2014
Short-term benefits	\$ 17,500	\$ 75,750

8. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

There were no non-cash investing or financing transactions during the nine months ended October 31, 2015.

During the nine months ended October 31, 2014, the Company incurred \$16,632 in exploration and evaluation asset expenditures that were included in trade and other payables, and written-off to the statement of loss and comprehensive loss.

9. FINANCIAL RISK AND CAPITAL MANAGEMENT

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The carrying value of cash, receivables, trade payables and loans approximate their fair value because of the short-term nature of these instruments.

The following is an analysis of the Company's financial instruments measured at fair value:

	As at October 31, 2015		
	Level 1	Level 2	Level 3
Cash	\$ 5,360	\$ -	\$ -

	As at January 31, 2015		
	Level 1	Level 2	Level 3
Cash	\$ 4,712	\$ -	\$ -

Financial risk factors

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

FOUR RIVER VENTURES LTD.**(formerly Auracle Resources Ltd.)****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****OCTOBER 31, 2015**

(Expressed in Canadian Dollars)

(Unaudited)

9. FINANCIAL RISK AND CAPITAL MANAGEMENT (cont'd)**Financial risk factors (cont'd)***Credit risk*

Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and receivables. The Company's primary exposure to credit risk is on its cash held in bank accounts. Cash is deposited in bank accounts held with one major bank in Canada. There is a concentration of credit risk, which is managed by using a major bank that is a high credit quality financial institution as determined by rating agencies. Management believes that the credit risk concentration with respect to financial instruments included in receivables is low because instruments are due primarily from government agencies and cash is held with reputable Canadian financial institutions.

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when they come due. As at October 31, 2015, the Company had a cash balance of \$5,360 (January 31, 2015 - \$4,712) to settle current liabilities of \$701,243 (January 31, 2015 - \$651,277). To maintain liquidity, the Company is continually investigating financing opportunities. There can be no assurance these efforts will be successful in the future. All of the Company's financial liabilities are subject to normal trade terms. Liquidity risk is assessed as high.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

a) 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 is not exposed to interest rate risk on its cash balances as these instruments roll over daily.

b) Foreign currency risk

The Company is exposed to foreign currency risk as some of its accounts payable and accrued liabilities are held in US Dollars (USD). The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks at this time.

The exposure of the Company's accounts payable and accrued liabilities is as follows:

	<u>October 31, 2015</u>		<u>January 31, 2015</u>	
	Amount in US dollars	Amount in CAD dollars	Amount in US \$	Amount in CAD dollars
Accounts payable and accrued liabilities	87,000	\$ 113,735	87,000	\$ 110,681

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

OCTOBER 31, 2015

(Expressed in Canadian Dollars)

(Unaudited)

9. FINANCIAL RISK AND CAPITAL MANAGEMENT (cont'd)

Capital management

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 exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk. In the management of capital, the Company includes the components of shareholders' equity.

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 debt or acquire or dispose of assets.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. The annual and updated budgets are approved by the Board of Directors.

The Company currently is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management from January 31, 2015.