Golden Arrow Resources Corporation
(formerly 1049708 B.C. LTD.)

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016
AND
FOR THE PERIOD ENDED SINCE INCORPORATION ON SEPTEMBER 22, 2015 TO SEPTEMBER 30, 2015

NOTICE OF NO AUDITOR REVIEW OF CONDENSED 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 condensed interim financial statements they must be accompanied by a notice indicating that these condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's external auditors have not performed a review of these condensed interim financial statements

Golden Arrow Resources Corporation (formerly 1049708 B.C. LTD.)
Statement of Financial Position

(Expressed in Canadian Dollars)

	September 30, 2016 $	December 31, 2015 $
ASSETS		
Cash	1	1
Total Assets	1	1
EQUITY		
Share capital	1	1
Total Equity and Liabilities	1	1

Nature of operations (Note 1)
Subsequent events (Note 5)

These financial statements are authorized for issue by the Board of Directors on June 8, 2017. They are signed on the Company's behalf by:

"Joseph Grosso" , Director

"David Terry" , Director

Golden Arrow Resources Corporation (formerly 1049708 B.C. LTD.)
Statement of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)

	Three months ended September 30, 2016	Period since incorporation on September 22, 2015 to September 30, 2015	Six months ended September 30, 2016	Period since incorporation on September 22, 2015 to September 30, 2015
	$	$	$	$
Expenses	-	-	-	-
Loss for the period	-	-	-	-
Comprehensive loss for the period	-	-	-	-
Basic and diluted loss per common share ($)	-	-	-	-

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

Golden Arrow Resources Corporation (formerly 1049708 B.C. LTD.)
Statement of Cash Flows
(Expressed in Canadian Dollars)

	Six months ended June 30, 2016	Period since incorporation on September 22, 2015 to September 30, 2015
	$	$
Cash flows from operating activities		
Loss for the period	-	-
	-	-
Net cash used in operating activities	-	-
Cash flows from investing activities		
Net cash generated by investing activities	-	-
Cash flows from financing activities		
Issuance of common shares	-	1
Net cash generated by financing activities	-	1
Net increase in cash and cash equivalents	-	1
Cash and cash equivalents at beginning of period	1	-
Cash and cash equivalents at end of period	1	1

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

Golden Arrow Resources Corporation (formerly 1049708 B.C. LTD.)
Statement of Changes in Equity

(Expressed in Canadian Dollars)

	Share Capital			
	Number of shares	Amount $	Deficit $	Total $
Balance at September 22, 2015	-	-	-	-
Issuance of common shares	1	1	-	1
Balance at December 31, 2015 and September 30, 2016	1	1	-	1

1. NATURE OF OPERATIONS

Golden Arrow Resources Corporation (formerly 1049708 B.C. LTD.) (the "Company") was incorporated on September 22, 2015, under the Business Corporations Act in the province of British Columbia. The head office address of the Company is Suite 312 – 837 West Hastings Street, Vancouver, BC, Canada V6C 3N6. The registered office and records office of the Company is Suite 2600, Three Bentall Centre, PO Box 49314, 595 Burrard Street, Vancouver, British Columbia, V7X 1L3.

The Company was incorporated to facilitate the restructuring required to be able to carry out the transaction described in Note 4. The intention is that the Company will be listed on the TSX Venture Exchange and will hold the investment in the JVCo referred to in Note 4 as well as the mineral property interests currently held by Golden Arrow Resources Corporation.

At September 30, 2016, the Company did not have enough cash on hand to meet its planned expenditures for the next twelve months. However, given the subsequent events described in Note 5, the Company believes that based on its current cash position and expected cash flows generated from the final payment from Silver Standard Resources Inc., it will have sufficient funds to meet its minimum obligations, including general corporate activities, for at least the next twelve months.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below.

a) Basis of preparation

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as applicable to interim financial reports including International Accounting Standard 34 'Interim Financial Reporting'.

These condensed interim financial statements do not include all the information and note disclosures required by IFRS for annual financial statements and should be read in conjunction with the annual financial statements for the year ended December 31, 2015, which have been prepared in accordance with IFRS, as issued by the International Accounting Standards Board ("IASB") and included in Part 1 of the Handbook of the Chartered Professional Accountants of Canada. The policies applied in these condensed interim financial statements are the same as those applied in the most recent annual financial statements and were consistently applied to all the periods presented unless otherwise noted

b) Basis of presentation

These condensed interim financial statements have been prepared on a historical cost basis. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Basis of consolidation

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

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated in preparing the financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Subsidiaries

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

(ii) Investments in associate

Investments in associate and joint ventures are accounted for using the equity method. They are initially recognized at cost, which includes transaction costs. Subsequent to initial recognition, the financial statements include the Company's share of the profit or loss of the equity accounted for investees until the date on which significant influence or joint control ceases.

d) Significant Accounting Estimates and Judgments

The preparation of these condensed interim 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 reporting period. Actual outcomes could differ from these estimates.

These condensed interim 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 year end 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 the following:

(i) Critical accounting judgments

- Presentation of the condensed interim financial statements which assumes that the Company will continue in operation for the foreseeable future, obtain additional financing as required, complete the plan of arrangement described in Note 4, and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

e) New Accounting Standards and Interpretations

The International Accounting Standards Board ("IASB") has issued new and amended standards and interpretations which have not yet been adopted by the Company. The following is a brief summary of the new and amended standards and interpretations:

IFRS 9 – Financial Instruments

IFRS 9 addresses the classification, measurement and recognition of financial assets and financial liabilities. In July 2014 IFRS 9, Financial Instruments ("IFRS 9") was issued. The completed standard provides revised guidance on the classification and measurement of financial assets. It also introduces a new expected credit loss model for calculating impairment for financial assets. This final version of IFRS 9 will be effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. IFRS 9 is not expected to have a material impact on amounts recorded in the financial statements of the Company.

IFRS 15 – Revenue from Contracts with Customers

IFRS 15 is effective for annual periods beginning on or after January 1, 2017. IFRS 15 specifies how and when to recognize revenue as well as requires entities to provide users of financial statements with more informative, relevant disclosures. The standard supersedes IAS 18, Revenue, IAS 11, Construction Contracts, and a number of revenue-related interpretations. The new standard will apply to nearly all contracts with customers: the main exceptions are leases, financial instruments and insurance contracts. IFRS 15 is not expected to have a material impact on amounts recorded in the financial statements of the Company.

IFRS 16 – Leases

IFRS 16 specifies how an IFRS reporter will recognize, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Lessors continue to classify leases as operating or finance, with IFRS 16's approach to lessor accounting substantially unchanged from its predecessor, IAS 17. The standard was issued in January 2016 and is effective for annual periods beginning on or after January 1, 2019.

3. CAPITAL AND RESERVES

Authorized Share Capital

At September 30, 2016, the authorized share capital comprised an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

Details of Issues of Common Shares in 2016 and 2015

On September 22, 2015, the Company issued one share for consideration of $1 to Golden Arrow Resources Corp.

4. PLAN OF ARRANGEMENT

On September 30, 2015, the Company entered into a business combination agreement (the "Agreement") among the Company's sole shareholder, Golden Arrow Resources Corporation ("Golden Arrow"), Silver Standard Resources Inc. ("Silver Standard"), Mina Pirquitas, LLC ("MP LLC") and Valle Del Cura S.A. wherein the Company proposes, subject to, among other things, Silver Standard exercising an Election to Proceed (as defined in the Agreement), to give effect to a plan of arrangement (the "Arrangement") pursuant to which each shareholder of Golden Arrow will receive one common share in the capital of the Company (a "New GAR Share") in exchange for each common share of Golden Arrow (the "GAR Shares") held. Pursuant to the Arrangement, the GAR Shares (and thereby Golden Arrow's interest in the Chinchillas property, a mineral property located in the Jujuy province of Argentina) will be transferred to a joint venture company ("JVco"), which, subject to the terms of the Agreement, will initially be owned 75% by Silver Standard and 25% by the Company.

Under the terms of the Agreement, JVco shall also acquire from Silver Standard all of the issued and outstanding securities of MP LLC which indirectly holds title to the Pirquitas mine (also located in the Jujuy province of Argentina), with the effect that upon completion of the Arrangement, existing shareholders of Golden Arrow will, as holders of New GAR shares, have exposure through the Company's 25% interest in JVCo to Silver Standard's Pirquitas mine and Golden Arrow's Chinchillas property.

In consideration for granting Silver Standard the rights to conduct an 18-month period of pre-development activities at Chinchillas ("the Preliminary Period"), Silver Standard paid Golden Arrow $2,000,000 on completion of certain milestones as detailed below:

Payment	Milestone
500,000	Signing of the transaction agreements
500,000	Receipt of shareholder approval
500,000	Six month anniversary of shareholder approval or date of election to proceed with the joint venture
500,000	Twelve month anniversary of shareholder approval or date of election to proceed with the joint venture
$2,000,000	

All of the payments were received by Golden Arrow during the Preliminary Period.

The Company will be paid an amount equal to 25% of the Pirquitas mine's cash equivalent earnings, if any, during the Preliminary Period, less certain expenditures for exploration (including pre-development expenditures), capital investment and closure costs incurred during the Preliminary Period, based on a pre-defined formula, payable on closing of the Arrangement.

See Subsequent Events Note 5 for further information.

5. SUBSEQUENT EVENTS

Business Combination with Pirquitas Mine

On March 31, 2017, Golden Arrow received notice from Silver Standard Resources Inc. to exercise its option on the Chinchillas project and form a joint venture to combine the Chinchillas project with the producing Pirquitas Mine into a single new operation. See Note 4 for further information.

On May 31, 2017, the Company closed the business combination agreement entered into on September 30, 2015 with, among others, Silver Standard Resources Inc. forming a joint venture and combining the Chinchillas project with the producing Pirquitas Mine into a single new operation. The joint venture will be 75% owned by Silver Standard and 25% owned by Golden Arrow. Silver Standard will be the operator. Upon closing of the agreement, the Company received CDN$17.5 million representing its 25% share of Pirquitas mine's cash equivalent earnings less certain expenditures incurred for the period October 1, 2015 until April 30, 2017. A final payment representing the period May 1, 2017 until May 31, 2017 shall be payable on or about June 21, 2017.

In accordance with the terms of the plan of arrangement, each shareholder of Golden Arrow received one common share in the capital of the Company (a "New GAR Share") in exchange for each common share of Golden Arrow (the "GAR Shares") held. On May 31, 2017, the Company changed its name to Golden Arrow Resources Corporation (formerly 1049708 B.C. Ltd.), trading on the TSX-V under the symbol "GRG".