

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2015 AND 2014
(Unaudited, expressed in US Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed consolidated interim financial statements of Midas Gold Corp. ("the Corporation" or "Midas Gold") for the three and six months ended June 30, 2015 have been prepared by the management of the Corporation and approved by the Corporation's Audit Committee and the Corporation's Board of Directors.

Under National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the consolidated interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited condensed consolidated interim financial statements of the Corporation have been prepared by and are the responsibility of the Corporation's management.

The Corporation's independent auditor has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of the condensed consolidated interim financial statements for the three and six months ended June 30, 2015.

Midas Gold Corp.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
Unaudited, expressed in US dollars

	Notes	June 30, 2015	December 31, 2014
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		$ 9,935,427	$ 9,622,499
Trade and other receivables		11,092	7,029
Prepaid expenses		138,301	134,829
		$ 10,084,820	$ 9,764,357
NON-CURRENT ASSETS			
Buildings and equipment		$ 2,423,481	$ 2,985,208
Exploration and evaluation assets	4	201,545,020	196,496,745
Reclamation bond		18,000	18,000
		$ 203,986,501	$ 199,499,953
TOTAL ASSETS		$ 214,071,321	$ 209,264,310
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Trade and other payables		$ 706,832	$ 934,516
Current portion of note payable		-	194,177
		$ 706,832	$ 1,128,693
NON-CURRENT LIABILITIES			
Warrant derivative	5	777,033	456,350
TOTAL LIABILITIES		$ 1,483,865	$ 1,585,043
EQUITY			
Share capital	6	$ 217,913,718	$ 212,649,668
Equity reserve	6	21,308,546	20,867,078
Deficit		(26,634,808)	(25,837,479)
TOTAL EQUITY		$ 212,587,456	$ 207,679,267
TOTAL LIABILITIES AND EQUITY		$ 214,071,321	$ 209,264,310

See accompanying notes to condensed consolidated interim financial statements

Midas Gold Corp.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS

Unaudited, expressed in US dollars

	Note	Three Months Ended		Six Months Ended	
		June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
EXPENSES					
Consulting		$ -	$ 8,196	$ -	$ 8,196
Directors fees		54,066	54,751	115,604	111,234
Office and administrative		87,969	136,330	158,048	209,832
Professional fees		20,855	81,198	61,344	131,728
Salaries and benefits		216,059	141,814	411,289	361,131
Share based compensation	6	15,507	50,015	182,989	196,481
Shareholder and regulatory		77,382	92,804	205,749	215,887
Travel and related costs		37,213	50,073	87,815	79,757
OPERATING LOSS		$ 509,051	$ 615,181	$ 1,222,838	$ 1,314,246
OTHER (INCOME) EXPENSES					
Change in fair value of warrant derivative	5	$ (278,181)	$ (361,135)	$ (442,110)	$ (242,562)
Foreign exchange (gain) loss		(3,659)	(227,104)	33,657	(98,905)
Interest income		(4,134)	(16,883)	(17,055)	(32,603)
Total other (income) expenses		$ (285,974)	$ (605,122)	$ (425,508)	$ (374,070)
NET LOSS AND COMPREHENSIVE LOSS		$ 223,077	$ 10,059	$ 797,330	$ 940,176
NET LOSS PER SHARE, BASIC AND DILUTED		$ 0.00	$ 0.00	$ 0.00	$ 0.01
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING, BASIC AND DILUTED		150,321,483	141,705,000	146,037,089	136,757,000

See accompanying notes to condensed consolidated interim financial statements

Midas Gold Corp.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

Unaudited, expressed in US dollars except for number of shares

	Note	Issued Capital		Equity Reserve	Deficit	Total
		Shares	Amount			
BALANCE, December 31, 2013		127,534,136	$ 203,134,630	$ 20,192,839	$ (25,263,734)	$ 198,063,735
Share based compensation	6	-	-	511,000	-	511,000
Shares issued in private placement	6	14,167,621	9,511,665	-	-	9,511,665
Exercise of options		3,333	3,373	(1,212)	-	2,161
Net loss and comprehensive loss for the period		-	-	-	(940,176)	(940,176)
BALANCE, June 30, 2014		141,705,090	212,649,668	20,702,627	(26,203,910)	207,148,385

	Note	Issued Capital		Equity Reserve	Deficit	Total
		Shares	Amount			
BALANCE, December 31, 2014		141,705,090	$ 212,649,668	$ 20,867,077	$ (25,837,479)	$ 207,679,266
Share based compensation	6	-	-	441,468	-	441,468
Shares issued in private placement	6	19,124,190	5,264,050	-	-	5,264,050
Exercise of options		-		-	-	-
Net loss and comprehensive loss for the period		-	-	-	(797,330)	(797,330)
BALANCE, June 30, 2015		160,829,280	217,913,718	21,308,546	(26,634,809)	212,587,455

Midas Gold Corp.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
Unaudited, expressed in US dollars

	Three Months Ended		Six Months Ended	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
OPERATING ACTIVITIES:				
Net loss	$ (223,077)	$ (10,059)	$ (797,330)	$ (940,176)
Items not affecting cash:				
Share based compensation	15,507	50,015	182,989	196,481
Depreciation	2,364	7,775	4,876	15,770
Change in fair value of warrant derivative	(278,181)	(361,135)	(442,110)	(242,562)
Unrealised foreign exchange (gain) loss	110,501	(144,851)	153,126	6,857
Interest income	(4,134)	(16,883)	(17,055)	(32,603)
Changes in:				
Trade and other receivables	(1,141)	523	(4,063)	(2,173)
Prepaid expenses	(17,921)	(7,706)	(3,472)	9,031
Trade and other payables	29,056	(652,088)	(67,437)	(299,779)
Net cash used in operating activities	$ (367,026)	$ (1,134,409)	$ (990,476)	$ (1,289,154)
INVESTING ACTIVITIES:				
Exploration and evaluation assets	(2,385,513)	(2,679,977)	$ (4,328,406)	$ (6,248,509)
Buildings and equipment	(14,728)	(3,303)	(64,785)	(108,133)
Interest received	4,134	16,883	17,055	32,603
Net cash used in investing activities	$ (2,396,107)	$ (2,666,397)	$ (4,376,136)	$ (6,324,039)
FINANCING ACTIVITIES:				
Proceeds from issuance of common shares and warrants	$ 6,577,524	$	$ 6,577,524	$ 11,477,165
Share issue costs	(550,681)	-	(550,681)	(419,898)
Payment of notes payable	(194,177)	(188,519)	(194,177)	(188,519)
Interest paid	-	(16,972)	-	(16,972)
Net cash provided by financing activities	$ 5,832,666	$ (205,491)	$ 5,832,666	$ 10,851,776
Effect of foreign exchange on cash	(110,501)	144,851	(153,126)	(6,857)
Net (decrease) increase in cash and cash equivalents	2,959,032	(3,861,446)	312,928	3,231,726
Cash and cash equivalents, beginning of period	6,976,395	21,682,436	9,622,499	14,589,264
Cash and cash equivalents, end of period	$ 9,935,427	$ 17,820,990	$ 9,935,427	$ 17,820,990
Cash	$ 2,235,569	$ 6,800,742	$ 2,235,569	$ 6,800,742
GIC and term deposit	3,847,302	-	3,847,302	-
Investment Savings	3,852,555	11,020,248	3,852,555	11,020,248
Total cash and cash equivalents	$ 9,935,427	$ 17,820,990	$ 9,935,427	$ 17,820,990

Supplemental cash flow information - Note 9

1. Nature of Operations

Midas Gold Corp. ("the Corporation" or "Midas Gold") was incorporated on February 22, 2011 under the Business Corporations Act of British Columbia. The Corporation was organized to locate, acquire and develop mineral properties located principally in the Stibnite – Yellow Pine mining district in Valley County, Idaho. The Corporation currently operates in one segment, mineral exploration in the United States. The corporate office of Midas Gold is located at 1250-999 West Hastings St, Vancouver, BC, V6C 2W2, Canada.

2. Basis of Preparation

a. Statement of Compliance

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting ("IAS 34"), using accounting policies that are consistent with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee.

b. Basis of Presentation

These condensed consolidated interim financial statements have been prepared on the historic cost basis except for certain financial instruments, which are measured at fair value.

The preparation of these condensed consolidated interim financial statements is based on the accounting policies consistent with those applied to the consolidated financial statements of Midas Gold for the year ended December 31, 2014.

These condensed consolidated interim financial statements do not include all of the information required for full financial statements and should be read in conjunction with the consolidated financial statements of Midas Gold for the year ended December 31, 2014, which are available at the Corporation's website www.midasgoldcorp.com as well as under its profile on SEDAR at www.sedar.com.

These condensed consolidated interim financial statements for the three and six month periods ended June 30, 2015 and 2014 were approved and authorized for issue by the board of directors on August 7, 2015.

3. Accounting Standards Issued but not yet Effective

Certain pronouncements were issued by the International Accounting Standards Board ("IASB") that are effective for annual periods beginning on or after January 1, 2015. The Corporation does not expect the below standards to have a material impact on the financial statements, although additional disclosures may be required.

(i) Revenue recognition

In May 2014, the IASB issued IFRS 15 – *Revenue from Contracts with Customers* ("IFRS 15") which supersedes IAS 11 – *Construction Contracts;* IAS 18 – *Revenue;* IFRIC 13 – *Customer Loyalty Programmes;* IFRIC 15 – *Agreements for the Construction of Real Estate;* IFRIC 18 – *Transfers of Assets from Customers;* and SIC 31 – *Revenue – Barter Transactions involving Advertising Services*. IFRS 15 establishes a single five-step model framework for determining the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer. The standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Corporation is currently evaluating the impact the final standard is expected to have on its consolidated financial statements.

(ii) Financial instruments

In July 2014, the IASB issued the final version of IFRS 9 – *Financial Instruments* ("IFRS 9") to replace IAS 39 – *Financial Instruments: Recognition and Measurement*. IFRS 9 provides a revised model for recognition and measurement of financial instruments and a single, forward-looking 'expected loss' impairment model. IFRS 9 also includes a substantially reformed approach to hedge accounting. The standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Corporation is currently evaluating the impact the final standard is expected to have on its consolidated financial statements.

4. Exploration and Evaluation Assets

At June 30, 2015 and December 31, 2014, the Corporation's exploration and evaluation assets at the Stibnite Gold Project were as follows:

	As at December 31, 2014	Additions	As at June 30, 2015
Acquisition Costs			
Interest on notes payable	$ 114,135	$ 2,218	$ 116,352
Mineral claims	81,908,731	100,000	82,008,731
Royalty interest	1,026,750	-	1,026,750
Sale of royalty interest	(13,548,460)	-	(13,548,460)
Exploration and Evaluation Expenditures			
Consulting and labour cost	30,531,627	1,974,844	32,506,471
Drilling	37,481,571	-	37,481,571
Field office and drilling support	28,972,783	1,230,378	30,203,159
Engineering	11,434,082	215,330	11,649,412
Environmental and sustainability	13,677,575	1,527,466	15,205,041
Geochemistry and geophysics	4,727,287	1,787	4,729,075
Prepaid exploration and evaluation	170,665	(3,748)	166,918
Balance	$ 196,496,745	5,048,275	$ 201,545,020

	As at December 31, 2013	Additions	As at December 31, 2014
Acquisition Costs			
Interest on notes payable	$ 105,954	$ 8,181	$ 114,135
Mineral claims	81,593,436	315,295	81,908,731
Royalty interest	1,026,750	0	1,026,750
Sale of royalty interest	(13,548,460)	0	(13,548,460)
Exploration and Evaluation Expenditures			
Consulting and labour cost	26,368,269	4,163,358	30,531,627
Drilling	37,481,570	0	37,481,570
Field office and drilling support	25,998,441	2,974,342	28,972,783
Engineering	8,695,508	2,738,574	11,434,082
Environmental and sustainability	9,810,353	3,867,222	13,677,575
Geochemistry and geophysics	4,681,092	46,195	4,727,287
Prepaid exploration and evaluation	223,241	-52,576	170,665
Balance	$ 182,436,154	14,060,591	$ 196,496,745

4. Exploration and Evaluation Assets (continued)

Summary

The Corporation acquired title to the Stibnite Gold Project through several transactions. All title is held at 100% through patented and unpatented mineral claims, except the Cinnabar claims which are held under an option to purchase agreement, and all of the Stibnite Gold Project is subject to the Franco-Nevada royalty described below. During 2012, the Corporation completed the acquisition of the patented Yellow Pine claims through the payment of its final option payment of $100,000 in accordance with the Option to Purchase Agreement dated November 7, 2003; in total, the Corporation paid $1,000,000.

The Cinnabar claims are subject to an option agreement dated May 3, 2011, whereby on payment of $150,000 on signing and $100,000 per year for six years paid on the anniversary of signing, the Corporation has the option to own 100% of the Cinnabar claims. As at June 30, 2015, two payments of $100,000 remain outstanding and $550,000 has been paid to date. At completion of the option agreement the Corporation would have paid $750,000.

Title

Although the Corporation has taken steps to verify title to the properties in which it has an interest in accordance with industry standards for properties in the exploration stage, these procedures do not guarantee the Corporation's title. Property title may be subject to unregistered prior agreements and noncompliance with regulatory requirements.

Sale of Royalty Interest

On May 9, 2013, Midas Gold entered into an agreement with Franco-Nevada Corporation ("Franco-Nevada") whereby for gross proceeds of $15,000,000 Franco-Nevada was granted a perpetual 1.7% net smelter returns royalty on any future gold production from the Golden Meadows Property and 2,000,000 share purchase warrants that are exercisable into 2,000,000 common shares of Midas Gold. The royalty is collateralized by a mortgage over the claims that are subject to the royalty. The warrants have an exercise price of C$1.23 and expire in ten years. Midas Gold has a one-time right to repurchase one third of the royalty for $9,000,000 before May 9, 2016. The Corporation incurred costs of $565,540 associated with this transaction.

A value of $886,000 was assigned to the warrants at the date of the transaction and has been recorded as a warrant derivative (Note 5). After determining the value of the warrants, the residual proceeds of $13,548,460, net of transaction costs, have been offset against exploration and evaluation assets.

5. Warrant Derivative

The exercise price of the certain warrants and finder's options ("Finder's Options") are denominated in Canadian dollars, however the functional currency of the Corporation is the US Dollar. As a result of this difference in currencies, the proceeds that will be received by the Corporation are not fixed and will vary based on foreign exchange rates. Warrants and Finder's Options with an exercise price denominated in a currency that is different from the entity's functional currency are a derivative and are required to be recognized and measured at fair value at each reporting period. Any changes in fair value from period to period are recorded as a non-cash gain or loss in the statement of net loss and comprehensive loss. However, there are no circumstances in which the Corporation would be required to pay any cash upon exercise or expiry of the warrants or Finder's Options.

5. Warrant Derivative (continued)

In May 2013, the Corporation issued 2,000,000 share purchase warrants to Franco-Nevada (Note 4). The warrants are exercisable into 2,000,000 common shares of the Corporation at C$1.23 per warrant for a period of ten years.

In March 2014, the Corporation issued 7,083,810 share purchase warrants as part of a private placement of units (Note 6). Each share purchase warrant entitles the holder to purchase one common share of the Corporation at a price of C$1.20 for a period of two years.

In March 2014, the Corporation issued 410,750 finder's options as a part of a private placement of units ("Unit") (Note 6). Each Unit consists of one common share in the capital of the Corporation (a "Share") and one-half of one common share purchase warrant (each whole common share purchase warrant, a "Warrant"). Each Warrant entitles the holder to acquire one additional common share of the Corporation at a price per Warrant Share of C$1.20 for a period of two years. Each Finder's Option entitles the holder to acquire one Unit of the Corporation at a price of C$0.99 for a period of two years.

In May 2015, the Corporation issued 9,562,095 share purchase warrants as part of a private placement of units (Note 6). Each share purchase warrant entitles the holder to purchase one common share of the Corporation at a price of C$0.60 for a period of two years.

All warrants and the Finder's Options are considered to be a derivative and are required to be recognized and measured at fair value at each reporting period. Upon exercise of the warrants or Finder's Options, the warrant or Finder's Option holders will pay the Corporation the respective exercise price for each warrant or Finder's Option exercised in exchange for one common share or one Unit of Midas Gold. Any warrants or Finder's Options exercised will be measured at fair value at the date of exercise and the associated non-cash liability will be reclassified to share capital. The non-cash liability associated with any warrants or Finder's Options that expire unexercised will be recorded as a gain in the statement of net loss and comprehensive loss. As noted above, there are no circumstances in which the Corporation would be required to pay any cash upon exercise or expiry of the warrants or Finder's Options.

A reconciliation of the change in fair value of the warrant derivative is below:

	Warrant Derivative
Balance, December 31, 2014	$ 456,338
Value of warrants issued	762,805
Change in fair value of warrant derivative	(442,110)
Balance, June 30, 2015	$ 777,033

The fair value of the warrants and Finder's Options were calculated using a Black-Scholes valuation model. The weighted average assumptions used by the Black-Scholes valuation model are:

	June 30, 2015	December 31, 2014
Fair value warrants	$0.04	$0.05
Risk-free interest rate	0.6%	1.1%
Expected term (in years)	1.8	2.3
Expected share price volatility	61%	65%

6. Share Capital

a. Authorized

Unlimited number of common shares without par value.
Unlimited number of first preferred shares without par value.
Unlimited number of second preferred shares without par value.

b. Issued during the six months ended June 30, 2015

Shares Issued for Cash

In May 2015, the Corporation closed a non-brokered private placement and a brokered private placement for an aggregate of 19,124,190 Units at a price of C$0.42 per Unit, for gross proceeds of C$8.0 million ($6.6 million). Each Unit consists of a share in the capital of the Corporation and one-half of one common share purchase Warrant. Each Warrant entitles the holder to acquire one additional common share of the Corporation at a price per Warrant Share of C$0.60 for a period of two years. The net proceeds of C$7.5 million ($6.1 million) were distributed between the common shares, C$6.6 million ($5.3 million), and warrants, C$0.9 million ($0.8 million), based on their relative fair values.

c. Issued during the six months ended June 30, 2014

Shares Issued for Cash

In March 2014, the Corporation closed a non-brokered private placement in two tranches for an aggregate of 14,167,621 Units at a price of C$0.90 per Unit, for gross proceeds of C$12.8 million ($11.5 million). Each Unit consists of a share in the capital of the Corporation and one-half of one common share purchase Warrant. Each Warrant entitles the holder to acquire one additional common share of the Corporation at a price per Warrant Share of C$1.20 for a period of two years. The net proceeds of C$12.1 million ($10.9 million) were distributed between the common shares, C$10.5 million ($9.5 million), and warrants, C$1.6 million ($1.4 million), based on their relative fair values.

In consideration for arranging a portion of the private placement, the Corporation paid finder's fees to certain arm's length parties consisting of: (i) cash commission in the aggregate amount of $369,675; and (ii) a total of 410,750 Finder's Options. Each Finder's Option entitles the holder to acquire one Unit at a price per Unit of C$0.99 for a period of two years.

c. Share purchase options

Under the terms of the Corporation's Stock Option Plan, the maximum number of shares reserved for issuance under the Plan is 10% of the issued shares on a rolling basis. Options may be exercisable over periods of up to five years as determined by the Board of Directors of the Corporation and the exercise price shall not be less than the closing price of the shares on the day preceding the award date, subject to regulatory approval. All stock options granted are subject to vesting, with one third vesting upon issuance and one third vesting on each anniversary from the date of grant.

6. Share Capital (continued)

A summary of share purchase option activity within the Corporation's share based compensation plan for the year ended December 31, 2014 and the six months ended June 30, 2015 is as follows:

	Number of Options	Weighted Average Exercise Price (C$)
Balance, December 31, 2013	10,095,000	$ 2.62
Options granted	1,392,000	0.72
Options forfeited	(638,667)	2.16
Options exercised	(3,333)	0.71
Balance, December 31, 2014	10,845,000	$ 2.40
Options granted	3,018,000	0.45
Options forfeited	(106,000)	1.78
Balance, June 30, 2015	13,757,000	$ 1.98

During the six months ended June 30, 2015, the Corporation allocated $258,479 (2014 - $314,519) to exploration and evaluation assets and $182,989 (2014 – $196,481) to share based compensation expense on the vesting of share purchase options and warrants.

The fair value of options granted is estimated at the time of the grant using the Black-Scholes option pricing model, using the following weighted average assumptions:

	Six Months Ended	
	June 30, 2015	June 30, 2014
Fair value options granted	$0.24	$0.38
Risk-free interest rate	1.0%	1.4%
Expected term (in years)	5.0	5.0
Expected share price volatility [(1)]	63%	62%
Expected dividend yield	-	-
Expected forfeiture	5%	5%

(1) *Volatility was based on the historical volatility of the Corporation's publicly traded shares.*

6. Share Capital (continued)

An analysis of outstanding share purchase options as at June 30, 2015 is as follows:

Weighted Average Exercise Price (C$)	Options Outstanding: Number	Options Outstanding: Remaining Contractual Life (Years)	Options Exercisable: Number	Options Exercisable: Remaining Contractual Life (Years)	Expiry Date
$ 2.50	5,760,000	0.8	5,760,000	0.8	Apr-18-2016
3.25	910,000	0.9	910,000	0.9	Jun-06-2016
3.76	450,000	1.2	450,000	1.2	Sep-26-2016
4.10	350,000	1.4	350,000	1.4	Dec-7-2016
3.95	450,000	1.5	450,000	1.5	Jan-4-2017
3.50	170,000	1.8	170,000	1.8	Mar-30-2017
3.10	250,000	2.2	250,000	2.2	Sep-7-2017
3.10	185,000	2.3	185,000	2.3	Oct-9-2017
0.71	480,000	2.9	480,000	2.9	May-22-2018
0.89	500,000	3.1	333,333	3.1	July-31-2018
0.72	1,212,000	3.5	808,000	3.5	Jan-8-2019
0.95	8,000	3.6	5,333	3.6	Feb-3-2019
0.72	40,000	4.2	13,333	4.2	Aug-28-2019
0.46	2,592,000	4.5	648,000	4.5	Jan-06-2020
0.42	400,000	4.9	100,000	4.9	May-25-2020
$ 1.98	13,757,000	2.2	10,913,000	1.6	

A summary of Finder's Options activity for the six months ended June 30, 2015:

	Number of Finder's Options	Weighted Average Exercise Price (C$)
Balance, December 31, 2014	410,750	$ 0.99
Options granted	-	-
Balance, June 30, 2015	410,750	$ 0.99

An analysis of outstanding Finder's Options as at June 30, 2015 is as follows:

Weighted Average Exercise Price (C$)	Outstanding and Exercisable	Remaining Contractual Life (Years)	Expiry Date
$ 0.99	371,250	0.7	Mar-4-2016
0.99	39,500	0.7	Mar-7-2016
$ 0.99	410,750	0.7	

6. Share Capital (continued)

A summary of warrant activity for the year ended December 31, 2014 and the six months ended June 30, 2015:

	Number of Warrants	Weighted Average Exercise Price (C$)
Balance, December 31, 2013	3,333,334	$ 0.93
Warrants granted	7,083,810	1.20
Balance, December 30, 2014	10,417,144	$ 1.11
Warrants granted	9,562,095	0.60
Balance, June 30, 2015	19,979,239	$ 0.87

An analysis of outstanding share purchase warrants as at June 30, 2015 is as follows:

Weighted Average Exercise Price (C$)	Warrants Outstanding and Exercisable	Remaining Contractual Life (Years)	Expiry Date
$ 0.48	1,333,334	0.6	Feb-14-2016
1.20	6,588,810	0.7	Mar-4-2016
1.20	495,000	0.7	Mar-7-2016
0.60	9,562,095	1.9	May-20-2017
1.23	2,000,000	7.9	May-9-2023
$ 0.87	19,979,239	2.0	

7. Financial Instruments

The Corporation's financial instruments consist of cash and cash equivalents, trade and other receivables, trade and other payables, notes payable and warrant derivative. Cash and cash equivalents and trade and other receivables are designated as loans and receivables, which are measured at amortized cost. The trade and other payables and notes payable are designated as other financial liabilities, which are measured at amortized cost. The warrant derivative is designated at fair value through profit and loss. The cash and cash equivalents, trade and other receivables and trade and other payables approximate their fair value due to their short-term nature.

The Corporation classified the fair value of the financial instruments according to the following fair value hierarchy based on the amount of observable inputs used to value the instruments:

The three levels of the fair value hierarchy are:

Level 1 – Values based on unadjusted quoted prices available in active markets for identical assets or liabilities as of the reporting date.
Level 2 – Values based on inputs, including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace. Prices in Level 2 are either directly or indirectly observable as of the reporting date.
Level 3 – Values based on prices or valuation techniques that are not based on observable market data.

The warrant derivative is classified at level 2.

8. Segmented Information

The Corporation operates in one segment, being the exploration, evaluation and potential development of the Stibnite Gold Project. Details on a geographic basis are as follows:

	June 30, 2015	December 31, 2014
Assets by geographic segment, at cost		
Canada		
Current assets	$ 9,904,726	$ 9,473,111
Non-current assets	20,1425	25,018
	9,924,868	9,498,129
United States		
Current assets	180,094	291,246
Non-current assets	203,966,360	199,474,935
	204,146,454	199,766,181
	$ 214,071,322	$ 209,264,310

9. Supplemental Cash flow Information

	Six Months Ended	
Non-cash financing and investing activities	**June 30, 2015**	**June 30, 2014**
Share based compensation included in exploration and evaluation assets	$ 258,479	$ 314,519
Depreciation capitalized in exploration and evaluation assets	$ 621,636	$ 671,644
Transfer of equity reserve upon exercise of options	$ -	$ 1,212

The Corporation maintains the majority of its cash in US dollars as this is the currency the majority of expenditures are expected to be made in. Cash and cash equivalents are comprised of the following:

	June 30, 2015	December 31, 2014
Cash and cash equivalents – Held in Canadian dollars	$ 2,035,837	$ 1,068,185
Cash and cash equivalents – Held in US dollars	7,899,590	8,554,314
	$ 9,935,427	$ 9,622,499

10. Commitments

a. *Office Rent*

The Corporation entered into a various lease agreements for office space. The total rent obligation over the next five years is as follows:

	June 30, 2015		
	Within one year	After one year but not more than five years	Total
Minimum rental payments	299,830	91,938	391,768

b. *Mining Claim Assessments*

The Corporation currently holds mining claims on which it has an annual assessment obligation of $215,000 in order to maintain the claims in good standing. The Corporation is committed to these payments indefinitely.