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**Condensed Consolidated Interim Financial Statements
Three Months Ended July 31, 2016 and 2015
(Expressed in Canadian Dollars)
(Unaudited)**

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NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed consolidated interim financial statements of the Company for the three months ended July 31, 2016 and comparatives for the three months ended July 31, 2015 were prepared by management and have not been reviewed or audited by the Company's auditors.

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Comprehensive Loss

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

	Note	2016	2015
Expenses			
Administration		\$ 15,000	\$ 15,000
Consulting		46,578	41,278
Exploration and evaluation	5(d)	556,875	359,122
Investor relations		131,269	17,210
Office and general		9,615	6,413
Professional fees		54,148	43,239
Regulatory fees and taxes		16,578	6,044
Share-based payments	7(d)	393,731	47,140
Shareholders' communications		1,290	3,276
Transfer agent		24,457	1,513
Travel and promotion		-	3,481
		1,249,541	543,716
Foreign exchange gain		(28,335)	(20,126)
Mineral property impairment	5	-	17,213
		(28,335)	(2,913)
Net Loss and Comprehensive Loss for the Period		\$ 1,221,206	\$ 540,803
Attributable to:			
Equity holders		\$ 1,052,348	\$ 503,322
Non-controlling interest		168,858	37,481
		\$ 1,221,206	\$ 540,803
Loss per share attributable to equity holders - basic and diluted		\$ 0.01	\$ 0.01
Weighted average number of common shares outstanding		76,502,576	48,505,175

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian Dollars)

As at	Note	July 31, 2016	April 30, 2016
Current Assets			
Cash	10	\$ 1,953,018	\$ 1,738,352
Taxes and other receivables		10,914	26,269
Prepays		79,346	46,327
		2,043,278	1,810,948
Non-Current Assets			
Reclamation bonds		36,442	38,231
Mineral properties	5	2,366,345	2,200,910
		2,402,787	2,239,141
		\$ 4,446,065	\$ 4,050,089
Current Liabilities			
Accounts payable and accrued liabilities		\$ 379,451	\$ 511,138
Due to related parties	6	44,984	16,320
		424,435	527,458
Equity			
Share capital	7	33,270,427	31,974,567
Share-based payments reserve		926,643	599,601
Warrants reserve		982,203	1,016,000
Other reserve	2	1,130,595	999,495
Deficit		(28,425,431)	(27,373,083)
Equity attributable to shareholders		7,884,437	7,216,580
Non-controlling interest		(3,862,807)	(3,693,949)
		4,021,630	3,522,631
		\$ 4,446,065	\$ 4,050,089

Approved on behalf of the Board

"Lawrence Page"

Lawrence Page, Q.C.

"Eugene Spiering"

Eugene Spiering

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Changes in Equity

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

	Share Capital		Share-based		Warrants	Other		Equity	Non-	
	Number	Amount	Payments	Reserve	Reserve	Reserve	Deficit	Attributable to	Controlling	Total
	of Shares		Reserve					Equity Holders	Interest	
Balance as at April 30, 2015	44,483,436	\$ 30,655,145	\$ 580,265	\$ 800,000	\$ 9,270	\$ (30,411,672)	\$	1,633,008	\$ -	\$ 1,633,008
Issued										
Private placements	10,000,000	900,000	-	100,000	-	-	-	1,000,000	-	1,000,000
Issuance of shares by subsidiary	-	-	-	-	-	1,768,809	-	1,768,809	(1,168,859)	599,950
Proceeds received on account of earn-in	-	-	-	-	975,750	-	-	975,750	-	975,750
Share issue costs	-	(35,648)	-	-	-	-	-	(35,648)	-	(35,648)
Share-based payments	-	-	47,140	-	-	-	-	47,140	-	47,140
Fair value of options and warrants expired	-	-	(18,751)	-	-	18,751	-	-	-	-
Net loss	-	-	-	-	-	(503,322)	(503,322)	(503,322)	(37,481)	(540,803)
Balance as at July 31, 2015	54,483,436	31,519,497	608,654	900,000	985,020	(29,127,434)		4,885,737	(1,206,340)	3,679,397
Balance as at April 30, 2016	66,675,936	\$ 31,974,567	\$ 599,601	\$ 1,016,000	\$ 999,495	\$ (27,373,083)	\$	7,216,580	\$ (3,693,949)	\$ 3,522,631
Issued										
Private placements	11,000,000	1,100,000	-	-	-	-	-	1,100,000	-	1,100,000
Exercise of options and warrants	1,828,425	146,274	-	-	-	-	-	146,274	-	146,274
Proceeds received on account of earn-in	-	-	-	-	131,100	-	-	131,100	-	131,100
Share issue costs	-	(69,450)	18,550	-	-	-	-	(50,900)	-	(50,900)
Share-based payments	-	-	393,731	-	-	-	-	393,731	-	393,731
Fair value of options and warrants exercised	-	119,036	(85,239)	(33,797)	-	-	-	-	-	-
Net loss	-	-	-	-	-	(1,052,348)	(1,052,348)	(1,052,348)	(168,858)	(1,221,206)
Balance as at July 31, 2016	79,504,361	\$ 33,270,427	\$ 926,643	\$ 982,203	\$ 1,130,595	\$ (28,425,431)	\$	7,884,437	\$ (3,862,807)	\$ 4,021,630

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Cash Flows

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

	2016	2015
Operating Activities		
Net loss	\$ (1,221,206)	\$ (540,803)
Items not involving cash:		
Mineral property impairment	-	17,213
Share-based payments	393,731	47,140
Unrealized foreign exchange (gain) loss	(20,606)	103,778
	(848,081)	(372,672)
Changes in non-cash working capital		
Taxes and other receivables	15,355	9,045
Prepays	(33,019)	(46,685)
Accounts payable and accrued liabilities	(131,687)	109,129
Due to related parties	28,664	(104,483)
	(120,687)	(32,994)
Cash Used in Operating Activities	(968,768)	(405,666)
Investing Activities		
Mineral property acquisition	(165,435)	(28,734)
Cash Used in Investing Activities	(165,435)	(28,734)
Financing Activities		
Proceeds from shares issued by Company, net	1,195,374	964,352
Proceeds from shares issued by subsidiary	-	599,950
Proceeds received on account of earn-in	131,100	975,750
Cash Provided by Financing Activities	1,326,474	2,540,052
Foreign Exchange Effect on Cash	22,395	(105,354)
Increase in Cash During the Period	214,666	2,000,298
Cash, Beginning of Period	1,738,352	63,149
Cash, End of Period	\$ 1,953,018	\$ 2,063,447

Supplemental cash flow information (Note 10)

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

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

1. Nature of Operations and Going Concern

Southern Silver Exploration Corp. (the "Company") is an exploration stage company incorporated under the laws of British Columbia, Canada. The Company's principal business activities include the acquisition, exploration, and development of natural resource properties for enhancement of value and disposition pursuant to sales agreements or development by way of third party option and/or joint venture agreements. The Company's registered office is 1710 - 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that any of the Company's current or future exploration programs will result in profitable mining operations. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain financing to complete their exploration and development, and establish future profitable operations, or realize proceeds from their sale. The carrying value of the Company's mineral properties does not reflect present or future value.

These condensed consolidated interim financial statements were 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. As at July 31, 2016 the Company had working capital of \$1,618,843 (April 30, 2016 - \$1,283,490). The Company incurred a net loss of \$1,221,206 for the three months ended July 31, 2016 (2015 - \$540,803) and had an accumulated deficit of \$28,425,431 as at July 31, 2016 (April 30, 2016 - \$27,373,083).

The Company has relied mainly upon the issuance of share capital and mineral property earn-in agreements to finance its activities. The Company will be required to rely on such funding to finance future exploration and administrative activities. There can be no assurance that further financing will be available to the Company and, therefore, a material uncertainty exists that casts significant doubt over the Company's ability to continue as a going concern. These condensed consolidated interim financial statements do not include the adjustments to assets and liabilities that would be necessary should the Company be unable to continue as a going concern.

2. Basis of Preparation and Consolidation

These condensed consolidated interim financial statements were prepared in accordance with International Accounting Standards 34: *Interim Financial Reporting* on a historical cost basis, except for cash flow information and financial instruments measured at fair value, and incorporate the financial statements of the Company and of the entities controlled by the Company as follows:

Name of Subsidiary	Country of Incorporation	Principal Activity
Southern Silver Holdings Limited ("SSHL")	British Virgin Islands	Holding company - 69.9% owned by the Company
Minera Plata del Sur S.A de C.V. ("MPS")	Mexico	Mineral exploration - 100% owned by SSLH
Southern Silver Projects Limited ("SSPL")	British Virgin Islands	Holding company - 100% owned by the Company
Exploraciones Magistral S.A de C.V.	Mexico	Mineral exploration - 100% owned by SSPL
Southern Silver Exploration Corp. (US)	United States of America	Mineral exploration - 100% owned by the Company

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

2. Basis of Preparation and Consolidation, continued

These condensed consolidated interim financial statements do not include all of the information required for complete annual financial statements and should be read in conjunction with the Company's audited annual consolidated financial statements for the year ended April 30, 2016. All inter-company transactions and balances have been eliminated upon consolidation. The Company's functional and presentation currency is the Canadian dollar.

Pursuant to an agreement with Electrum Global Holdings L.P. ("Electrum") for the right to earn an indirect 60% interest in the Cerro Las Minitas property, Electrum previously contributed US \$2,000,000 for a 30.1% interest in SSSL. Electrum has the right to earn an additional 20% by expending US \$1,500,000 (US \$850,000 received as of July 31, 2016 and shown in Other Reserve) in the succeeding months of the option term and a final 10% interest by expending an additional US \$1,500,000 during this time period.

These condensed consolidated interim financial statements were approved and authorized for issue by the Board of Directors on September 29, 2016.

3. Summary of Significant Accounting Policies

The same accounting policies are used in the preparation of these condensed consolidated interim financial statements as for the most recent audited annual consolidated financial statements and reflect all the adjustments necessary for fair presentation of the results for the interim periods presented.

4. Financial Instruments

Financial instruments with carrying values that approximate fair values due to the short period to maturity include cash, accounts payable and accrued liabilities and amounts due to related parties. Reclamation bonds are non-interest-bearing, have no maturity date and carrying values approximate fair value.

5. Mineral Properties

Mineral property acquisition costs as at July 31, 2016 were as follows:

	Cerro Las Minitas	Minas de Ameca	Oro	Total
	\$	\$	\$	\$
Balance as at April 30, 2015	2,055,487	-	-	2,055,487
Additions, net	145,423	-	21,477	166,900
Impairments	-	-	(21,477)	(21,477)
Balance as at April 30, 2016	2,200,910	-	-	2,200,910
Additions, net	132,860	-	32,575	165,435
Balance as at July 31, 2016	2,333,770	-	32,575	2,366,345

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

5. Mineral Properties, continued

(a) Cerro Las Minitas - Mexico

The property consists of 18 mineral concessions located in Durango, Mexico.

During the three months ended July 31, 2016, the Company completed its obligations to acquire certain equipment and one additional mineral concession by a final payment, excluding applicable local taxes, of US \$100,000.

(b) Minas de Ameca - Mexico

On October 18, 2006, the Company acquired the El Magistral mineral claim in the Ameca region in the State of Jalisco, Mexico located about 80 kilometres west of Guadalajara. The claim is subject to a 1% NSR payable to the Mexican government. The property includes the San Luis claim.

The Company is continuing efforts to option the claims to a third party and previously considered this to be an indicator of impairment recording an impairment provision against all capitalized costs relating to these claims.

(c) Oro - New Mexico, USA

The property consists of certain unpatented mining claims in the Eureka Mining District, Grant County, New Mexico, eight patented lode mining claims, which are adjacent to these claims, and surface rights to a contiguous property. The property is subject to a 2% NSR payable to the optionors whom have granted the Company an option to purchase the NSR at any time in 0.5% increments at US \$500,000 for each increment.

Pursuant to a lease with option to purchase agreement dated May 1, 2011, the Company can earn a 100% interest in six unpatented lode mining claims also located in the Eureka Mining District, Grant County, New Mexico.

Remaining lease payments are due as follows:

- (i) US \$6,000 annually on May 1, 2016 (paid subsequent to period end) and May 1, 2017;
- (ii) US \$30,000 annually from May 1, 2018 to May 1, 2024; and
- (iii) US \$60,000 annually from May 1, 2025 to May 1, 2031.

The Company can purchase the property at any time by paying any amounts remaining under the lease, subject to a 1% NSR payable to the optionors, which terminates when aggregate payments thereunder equal US \$500,000.

During the three months ended July 31, 2015, the Company continued to assess its planned course of action with respect to the property and determined this to be an indicator of impairment. As no recoverable amount could be calculated, an impairment provision was recorded against all capitalized costs relating to these claims of \$nil (2015 - 17,213).

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

5. Mineral Properties, continued

(d) Exploration and Evaluation Expenditures

Exploration and evaluation expenditures for the three months ended July 31, 2016 and 2015 were as follows:

	Cerro Las Minitas		Oro		Total	
	\$	\$	\$	\$	\$	\$
	2016	2015	2016	2015	2016	2015
Assays and geochemistry	25,365	28,638	-	1,406	25,365	30,044
Camp, utilities and supplies	2,007	21,145	-	2,603	2,007	23,748
Drilling	265,670	105,846	648	-	266,318	105,846
Equipment and field supplies	16,452	3,862	-	-	16,452	3,862
Geological and geophysics	28,214	19,124	26,333	11,515	54,547	30,639
Land fees	44,694	12,301	-	-	44,694	12,301
Project supervision	88,201	114,008	2,977	-	91,178	114,008
Project support	991	449	-	4,382	991	4,831
Taxes	52,057	32,168	-	-	52,057	32,168
Travel	794	-	-	-	794	-
	524,445	337,541	29,958	19,906	554,403	357,447
General exploration - other					2,472	1,675
					556,875	359,122

6. Related Party Balances and Transactions

Except as disclosed elsewhere in these condensed consolidated interim financial statements, the Company entered into the following related party transactions:

(a) Pursuant to a service agreement between the Company and a private company controlled by a director and officer of the Company, the Company was charged as follows:

- \$15,000 (2015 - \$15,000) for office space and general administration services;
- \$6,750 (2015 - \$6,000) for professional services;
- \$10,998 (2015 - \$7,198) for consulting services;
- \$9,565 (2015 - \$9,648) for investor relations services;
- \$38,738 (2015 - \$34,558) for mineral property geological consulting services; and
- \$513 (2015 - \$97) for the mark-up on out-of-pocket expenses.

Amounts payable as at July 31, 2016 were \$13,056 (April 30, 2016 - \$3,992).

(b) Fees in the amount of \$28,080 (2015 - \$28,080) were charged by a director and officer of the Company for consulting services. Amounts payable as at July 31, 2016 were \$9,828 (April 30, 2016 - \$9,828).

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

6. Related Party Balances and Transactions, continued

(c) Fees in the amount of \$18,725 (2015 - \$25,047) were charged by a law firm controlled by a director and officer of the Company and included in professional fees, share issue costs and mineral property expenditures. Amounts payable as at July 31, 2016 were \$19,600 (April 30, 2016 - \$nil).

(d) Fees in the amount of \$7,500 (2015 - \$6,000) were charged by an officer of the Company for consulting services. Amounts payable as at July 31, 2016 were \$2,500 (April 30, 2016 - \$2,500).

These transactions were in the normal course of operations and were measured at the fair value of the services rendered. Amounts due to related parties are unsecured, non-interest-bearing, and have no formal terms of repayment.

The key management personnel of the Company are the directors and officers of the Company. The Company has no long-term employee or post-employment benefits. Compensation awarded to key management, included in (b) and (d) above, was as follows:

	2016	2015
Short-term benefits	\$ 35,580	\$ 34,080
Share-based payments	283,221	36,534
Total	\$ 318,801	\$ 70,614

One executive officer is also entitled to termination benefits in the event of a change of control equal to one hundred percent of the compensation that would have been paid during the unexpired term of their agreement. The remaining balance payable under the agreement termination clause as at July 31, 2016 was \$327,600.

7. Share Capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value.

(a) Equity Financings

Three months ended July 31, 2016

On May 19, 2016, the Company closed a private placement and issued 11,000,000 units at a price of \$0.10 per unit for gross proceeds of \$1,100,000. Each unit consisted of one common share and one common share purchase warrant, with each warrant exercisable to purchase one additional common share for a period of five years at an exercise price of \$0.15 per share.

The Company also issued 72,000 finders' share purchase warrants exercisable to purchase one common share for a period of five years at an exercise price of \$0.15 per share. The warrants were fair valued at \$18,550 using the Black-Scholes option pricing model (Note 7(d)).

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

7. Share Capital, continued

(a) Equity Financings, continued

Three months ended July 31, 2015

On June 26, 2015, the Company closed a private placement and issued 10,000,000 units at a price of \$0.10 per unit for gross proceeds of \$1,000,000. Each unit consisted of one common share and one common share purchase warrant, with each warrant exercisable to purchase one additional common share for a period of five years at an exercise price of \$0.15 per share.

(b) Stock Options

On June 3, 2016, the Company granted 1,625,000 stock options to directors, officers and consultants exercisable for a period of five years at an exercise price of \$0.30 per share. Included within this grant were 75,000 stock options that vest on September 3, 2016 (25%), December 3, 2016 (25%), March 3, 2017 (25%) and June 3, 2017 (25%).

Stock options outstanding and exercisable as at July 31, 2016 were as follows:

Exercise Price	Expiry Date	Balance April 30, 2016	Granted	Exercised	Balance July 31, 2016
\$1.00	June 5, 2017	35,000	-	-	35,000
\$1.00	March 14, 2018	150,000	-	-	150,000
\$0.08	March 14, 2018	220,200	-	81,000	139,200
\$0.50	March 24, 2019	50,000	-	-	50,000
\$0.08	March 26, 2020	3,429,000	-	730,500	2,698,500
\$0.08	July 29, 2020	1,000,000	-	100,000	900,000
\$0.08	September 28, 2020	250,000	-	60,000	190,000
\$0.11	April 22, 2021	1,350,000	-	-	1,350,000
\$0.30	June 3, 2021	-	1,625,000	-	1,625,000
Options outstanding		6,484,200	1,625,000	971,500	7,137,700
Options exercisable		6,284,200			6,943,950
Weighted average exercise price, outstanding		\$0.12	\$0.30	\$0.08	\$0.16
Weighted average exercise price, exercisable		\$0.12	\$0.30	\$0.08	\$0.16
Weighted average remaining life in years, outstanding		3.92			3.96
Weighted average remaining life in years, exercisable		4.06			4.08

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

7. Share Capital, continued

(c) Share Purchase Warrants

Share purchase warrants outstanding as at July 31, 2016 were as follows:

Exercise Price	Expiry Date	Balance April 30, 2016	Issued	Exercised	Balance July 31, 2016
\$0.50	September 13, 2016	703,015	-	-	703,015
\$0.50	October 11, 2016	1,836,750	-	-	1,836,750
\$0.08	March 4, 2020	2,217,407	-	856,925	1,360,482
\$0.08	March 5, 2020	15,884,593	-	-	15,884,593
\$0.08	March 11, 2020	1,810,000	-	-	1,810,000
\$0.15	June 26, 2020	10,000,000	-	-	10,000,000
\$0.08	March 4, 2021	7,716,000	-	-	7,716,000
\$0.08	April 8, 2021	4,526,400	-	-	4,526,400
\$0.15	May 19, 2021	-	11,072,000	-	11,072,000
		44,694,165	11,072,000	856,925	54,909,240
Weighted average exercise price		\$0.12	\$0.15	\$0.08	\$0.13
Weighted average remaining life in years		4.01			3.97

(d) Fair Value Determination

The weighted average fair value of stock options granted was \$0.25 (2015 - \$0.05) and finders warrants issued was \$0.26 (2015 - \$nil). Fair values were estimated using the Black-Scholes option pricing model with the following weighted average assumptions:

	2016		2015	
	Options	Warrants	Options	Warrants
Risk-free interest rate	0.61%	0.75%	0.83%	N/A
Expected share price volatility	128.60%	125.32%	117.22%	N/A
Expected option/warrant life (years)	5.00	5.00	5.00	N/A
Expected dividend yield	0.00%	0.00%	0.00%	N/A

The expected volatility assumptions have been developed taking into consideration historical volatility of the Company's share price.

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

7. Share Capital, continued

(d) Fair Value Determination, continued

The total calculated fair value of share-based payments recognized was as follows:

	2016	2015
Consolidated Statements of Comprehensive Loss		
Directors and officers	\$ 283,221	\$ 36,534
Consultants	110,510	10,606
	393,731	47,140
Consolidated Statements of Changes in Equity		
Finders' warrants	18,550	-
Total	\$ 412,281	\$ 47,140

8. Segmented Information

The Company conducts its business as a single operating segment, being the acquisition and exploration of mineral properties. As at July 31, 2016, the Company's non-current assets were located in Mexico (\$2,370,212) and in the United States of America (\$32,575).

9. Prior Period

Certain prior period figures have been reclassified to conform to the current period presentation.

10. Supplemental Cash Flow Information

	2016	2015
Cash comprised of:		
Cash	\$ 1,756,501	\$ 896,219
Cash reserved for exploration expenditures	196,517	1,167,228
	\$ 1,953,018	\$ 2,063,447
Cash items		
Interest received	\$ -	\$ -
Income tax paid	\$ -	\$ -
Interest paid	\$ -	\$ -

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Three Months Ended July 31, 2016 and 2015

(Expressed in Canadian Dollars)

11. Events After the Reporting Period

Other than events disclosed elsewhere in these condensed consolidated interim financial statements, the following occurred subsequent to July 31, 2016:

- During August and September 2016, a total of 285,500 stock options with an exercise price of \$0.08 per share and a total of 61,500 stock options with an exercise price of \$0.11 per share, were exercised for total proceeds of \$29,605.
- On September 13, 2016, 703,015 share purchase warrants with an exercise price of \$0.50 per share, expired unexercised.
- During August and September 2016, a total of 65,000 share purchase warrants with an exercise price of \$0.50 per share, a total of 2,523,587 share purchase warrants with an exercise price of \$0.08 per share and a total of 1,157,500 share purchase warrants with an exercise price of \$0.15 per share, were exercised for total proceeds of \$408,012.