
SOLVISTA GOLD CORPORATION
CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2014
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed interim consolidated financial statements of Solvista Gold Corporation (the "Corporation") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Corporation's auditors.

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Financial Position (Expressed in Canadian dollars) (Unaudited)

	As at June 30, 2014	As at March 31, 2014
ASSETS		
Current assets		
Cash and cash equivalents (note 4)	\$ 3,936,268	\$ 4,317,503
Prepaid expenses and deposits	47,080	19,181
Amounts receivable and advances (note 5)	16,393	22,700
Total current assets	3,999,741	4,359,384
Equipment (note 6)	32,475	118,353
Total assets	\$ 4,032,216	\$ 4,477,737
LIABILITIES AND EQUITY		
Current liabilities		
Amounts payable and other liabilities (note 7)	\$ 385,107	\$ 275,267
Total current liabilities	385,107	275,267
Equity		
Share capital (note 8)	23,530,382	23,530,382
Reserve (notes 10 and 11)	2,606,122	5,278,920
Deficit	(22,489,395)	(24,606,832)
Total equity	3,647,109	4,202,470
Total liabilities and equity	\$ 4,032,216	\$ 4,477,737

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

Nature of operations (note 1)

Contingencies (note 14)

Approved on behalf of the Board:

(Signed) "Donald Christie", Director

(Signed) "G. Edmund King", Director

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Expressed in Canadian dollars)

(Unaudited)

	Three months ended June 30,	
	2014	2013
Operating expenses		
Exploration costs (note 3)	\$ 161,521	\$ 725,382
Legal and professional	33,827	30,672
Share-based payments (note 11)	17,664	78,874
General and administrative	57,963	45,083
Depreciation (note 6)	2,413	15,461
Salaries and benefits	271,610	144,082
Investor relations	341	15,519
Loss before the following items	(545,339)	(1,055,073)
Interest income	9,293	15,663
Foreign exchange gain (loss)	(39,376)	108,994
Gain on sale of equipment	2,397	-
Net loss and comprehensive loss for the period	\$ (573,025)	\$ (930,416)
Basic and diluted net loss per share (note 9)	\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding	68,729,318	68,129,318

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

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Cash Flows

(Expressed in Canadian dollars)

(Unaudited)

	Three months ended June 30,	
	2014	2013
Operating activities		
Net loss for the period	\$ (573,025)	\$ (930,416)
Adjustments for:		
Depreciation	2,413	15,461
Share-based payments	17,664	78,874
Gain on sale of equipment	(2,397)	-
Non-cash working capital items:		
Amounts receivable and advances	6,307	21,175
Prepaid expenses and deposits	(27,899)	(1,903)
Amounts payable and other liabilities	109,840	(118,601)
Net cash (used in) operating activities	(467,097)	(935,410)
Investing activities		
Acquisition of equipment	(1,485)	(8,577)
Proceeds received from sale of equipment	87,347	-
Net cash provided by (used in) investing activities	85,862	(8,577)
Net change in cash and cash equivalents	(381,235)	(943,987)
Cash and cash equivalents, beginning of period	4,317,503	7,746,060
Cash and cash equivalents, end of period (note 4)	\$ 3,936,268	\$ 6,802,073

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

Solvista Gold Corporation

Condensed Interim Consolidated Statements of Changes in Equity

(Expressed in Canadian dollars)

(Unaudited)

Equity attributable to shareholders

	Share capital	Reserve			Total
		Contributed surplus	Warrants	Deficit	
Balance, March 31, 2013	\$ 23,419,382	\$ 1,235,450	\$ 4,401,498	\$ (21,422,668)	\$ 7,633,662
Expiry of warrants	-	-	(346,096)	346,096	-
Expiry of stock options	-	(21,842)	-	21,842	-
Share-based payments	-	78,874	-	-	78,874
Loss for the period	-	-	-	(930,416)	(930,416)
Balance, June 30, 2013	\$ 23,419,382	\$ 1,292,482	\$ 4,055,402	\$ (21,985,146)	\$ 6,782,120
Balance, March 31, 2014	\$ 23,530,382	\$ 1,223,518	\$ 4,055,402	\$ (24,606,832)	\$ 4,202,470
Expiry of warrants	-	-	(2,638,888)	2,638,888	-
Expiry of stock options	-	(51,574)	-	51,574	-
Share-based payments	-	17,664	-	-	17,664
Loss for the period	-	-	-	(573,025)	(573,025)
Balance, June 30, 2014	\$ 23,530,382	\$ 1,189,608	\$ 1,416,514	\$ (22,489,395)	\$ 3,647,109

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

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

1. Nature of operations

Solvista Gold Corporation ("Solvista" or the "Corporation") is engaged in the acquisition and exploration of precious metals mineral properties in Colombia, South America through its wholly-owned subsidiaries, Sociedad Minera Solvista Colombia S.A.S. ("Solvista Colombia") and Sociedad Minera Solvista Guadalupe S.A.S. ("Solvista Guadalupe"). The head office of the Corporation is located at 4 King Street West, Suite 1500, Toronto, Ontario, M5H 1B6.

On July 19, 2010, Solvista was incorporated by articles of incorporation in the Province of Ontario, Solvista Colombia was incorporated on August 10, 2010 and Solvista Guadalupe was incorporated on November 7, 2012. Solvista Colombia has two Colombian exploration projects, the Caramanta project and the Guadalupe project (collectively, the "Properties").

As at June 30, 2014, the Corporation had not determined the existence of economically recoverable reserves. The Corporation's exploration property interests may be subject to increases in taxes and royalties, renegotiation of contracts, currency exchange fluctuations and restrictions, and political uncertainty.

Although the Corporation has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Corporation's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory and environmental requirements.

2. Significant accounting policies

(a) Statement of compliance

The Corporation applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of August 28, 2014, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent audited consolidated financial statements as at and for the year ended March 31, 2014, except as noted below. Any subsequent changes to IFRS that are given effect in the Corporation's annual consolidated financial statements for the year ending March 31, 2015 could result in restatement of these unaudited condensed interim consolidated financial statements.

(b) Basis of presentation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis other than cash equivalents which are measured at fair value. In addition, these unaudited condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

2. Significant accounting policies (continued)

(b) Basis of presentation (continued)

Change in accounting policies

Financial Instrument: Presentation ("IAS 32") was amended to clarify the criteria that should be considered in determining whether an entity has a legally enforceable right of set off in respect of its financial instruments. At April 1, 2014, the Corporation adopted this pronouncement and there was no material impact on the Corporation's unaudited condensed interim consolidated financial statements.

Recent accounting pronouncements

Financial Instruments ("IFRS 9") was issued by the IASB in October 2010 and will replace Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018 with early adoption permitted. The Corporation is in the process of assessing the impact of this pronouncement.

3. Exploration and evaluation of mineral exploration properties

(i) Solvista Colombia holds a 100% interest in the Caramanta and Guadalupe projects located in Colombia.

On March 17, 2014, the Corporation announced that it had entered into a definitive option agreement (the "Option Agreement") with IAMGOLD Corporation ("IAMGOLD") setting out the major terms of a 70% earn-in option agreement.

Under the terms of the Option Agreement, IAMGOLD has agreed to complete a minimum of US\$2,500,000 in exploration expenditures and will have the right to earn up to a 70% interest in the Corporation's Caramanta Project (the "Project"), located in Colombia's Mid-Cauca Belt, by completing the following steps:

- IAMGOLD can earn an initial 51% interest in the Project by investing a total of US\$18,000,000 (including the US\$2,500,000 firm commitment described above) in qualifying expenditures, which will include US\$900,000 of cash payments to the Corporation, over a maximum five-year period commencing on December 16, 2013; and
- IAMGOLD can earn an additional 19% interest in the Project, for a total 70% interest, by investing a further US\$18,000,000 in qualifying expenditures over a maximum three-year period following the completion of the initial 51% earn-in.

Subject to the satisfaction of the aforementioned conditions, and upon completion of IAMGOLD's 51% or 70% earn-in, as IAMGOLD may elect, the Corporation and IAMGOLD would enter into a joint venture to hold and advance the Project.

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

3. Exploration and evaluation of mineral exploration property (continued)

(ii) The Corporation and Tolima Gold Inc. ("Tolima") entered into a binding letter of intent dated April 29, 2012 (the "LOI") to consolidate a portion of their properties in the Middle Cauca Gold Belt of Colombia and on July 30, 2012, the Corporation and Tolima entered into a definitive agreement (the "Agreement") in accordance with the LOI.

Under the Agreement, Solvista may acquire a 50% ownership interest in up to four Tolima properties in the Caramanta district (H6455005, HHVN-07 (6418), DI5-151 and DI5-15581x). Tolima acquired two Solvista properties in the same district (FGS-14002X and JIT-08301) and also received 1.8 million common shares in the capital of Solvista with a value of \$495,000. To complete the purchase of the initial 50% ownership interest, the Corporation must issue 600,000 common shares on each of the first and the second anniversary of closing to Tolima.

Solvista will fund all exploration expenditures for three years on the Tolima properties in which it has earned an interest and will commission an independent National Instrument 43-101 compliant technical report. At the end of such term, Solvista will have the right for three months to acquire the remaining 50% interest in up to five properties for consideration consisting of one million common shares and a payment on resources/reserves of gold equivalent, as follows:

- i. 10 USD/Oz of Inferred Resources;
- ii. 20 USD/Oz of Indicated Resources;
- iii. 40 USD/Oz of Measured Resources;
- iv. 60 USD/Oz of Probable Reserves; and
- v. 100 USD/Oz of as Proven Reserves.

Tolima has the right to elect to receive this payment in cash or common shares priced at a 10 day volume weighted average trading price. If the option to purchase the remaining 50% interest in the Tolima properties is not exercised by Solvista, the parties will advance and develop the properties as a joint venture. The parties will continue to explore further opportunities where they can consolidate their areas of interest and maximize their exploration potential.

On July 29, 2013, the Corporation issued 600,000 shares (valued at \$111,000) to Tolima pursuant to the Agreement.

4. Cash and cash equivalents

	As at June 30, 2014	As at March 31, 2014
Cash	\$ 64,294	\$ 125,703
Cash equivalents	3,871,974	4,191,800
Total	\$ 3,936,268	\$ 4,317,503

5. Amounts receivable and advances

	As at June 30, 2014	As at March 31, 2014
Harmonized sales tax recoverable - (Canada)	\$ 7,749	\$ 8,766
Tax advances	4,876	3,094
Amounts receivable	2,016	7,300
Advances	1,752	3,540
Total	\$ 16,393	\$ 22,700

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

6. Equipment

Equipment is represented by the following:

Cost	Office equipment	Automobiles and trucks	Total
Balance at March 31, 2013	\$ 258,025	\$ 141,732	\$ 399,757
Additions	2,465	-	2,465
Additions	(12,593)	(141,732)	(154,325)
Balance, March 31, 2014	247,897	-	247,897
Additions	1,485	-	1,485
Disposition	(168,349)	-	(168,349)
Balance, June 30, 2014	\$ 81,033	\$ -	\$ 81,033

Depreciation	Office equipment	Automobiles and trucks	Total
Balance at March 31, 2013	\$ 93,196	\$ 79,060	\$ 172,256
Depreciation	40,642	(361)	40,281
Disposition	(4,294)	(78,699)	(82,993)
Balance, March 31, 2014	129,544	-	129,544
Depreciation	2,413	-	2,413
Disposition	(83,399)	-	(83,399)
Balance, June 30, 2014	\$ 48,558	\$ -	\$ 48,558

Net book value	Office equipment	Automobiles and trucks	Total
Balance, March 31, 2014	\$ 118,353	\$ -	\$ 118,353
Balance, June 30, 2014	\$ 32,475	\$ -	\$ 32,475

7. Amounts payable and other liabilities

	As at June 30, 2014	As at March 31, 2014
Falling due within the year		
Trade payables	\$ 222,362	\$ 69,298
Accrued liabilities	162,745	205,969
Total	\$ 385,107	\$ 275,267

The following is an aged analysis of the amounts payable and other liabilities:

	As at June 30, 2014	As at March 31, 2014
Less than 1 month	\$ 347,719	\$ 249,917
1 to 3 months	25,489	-
Greater than 3 months	11,899	25,350
Total	\$ 385,107	\$ 275,267

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

8. Share capital

a) Authorized share capital

The authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

b) Common shares issued

At June 30, 2014, the issued share capital amounted to \$23,530,382. The change in issued share capital for the periods ended June 30, 2014 and 2013 were as follows:

	Number of common shares	Amount
Balance, March 31, 2013 and June 30, 2013	68,129,318	\$ 23,419,382
Balance, March 31, 2014 and June 30, 2014	68,729,318	\$ 23,530,382

As at June 30, 2014, there were nil shares held in escrow.

9. Net loss per common share

The calculation of basic and diluted loss per share for the three months ended June 30, 2014 was based on the loss attributable to common shareholders of \$573,025 (three months ended June 30, 2013 - \$930,416) and the weighted average number of common shares outstanding of 68,729,318 (three months ended June 30, 2013 - 68,129,318). Diluted loss per share for the three months ended June 30, 2014 did not include the effect of 12,784,821 warrants (June 30, 2013 - 24,608,342 warrants) and 5,336,434 stock options (June 30, 2013 - 6,415,296 stock options) as they are anti-dilutive.

10. Warrants

The following table reflects the continuity of warrants for the three months ended June 30, 2014 and 2013:

	Number of warrants	Grant date fair value (\$)	Weighted average exercise price (\$)
Balance, March 31, 2013	25,750,574	4,401,498	0.84
Expired	(1,142,232)	(346,096)	0.75
Balance, June 30, 2013	24,608,342	4,055,402	0.84
Balance, March 31, 2014	24,608,342	4,055,402	0.84
Expired	(11,823,521)	(2,638,888)	1.10
Balance, June 30, 2014	12,784,821	1,416,514	0.60

The following table reflects the warrants issued and outstanding as of June 30, 2014:

Number of warrants outstanding	Grant date fair value (\$)	Exercise price (\$)	Expiry date
12,429,266	1,371,348	0.60	February 26, 2015
355,555	45,166	0.60	February 26, 2015
12,784,821	1,416,514	0.60	

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

11. Stock options

The following table reflects the continuity of stock options for the three months ended June 30, 2014 and 2013:

	Number of stock options	Weighted average exercise price (\$)
Balance, March 31, 2013	6,570,630	0.66
Options expired/cancelled	(155,334)	0.45
Balance, June 30, 2013	6,415,296	0.67
Balance, March 31, 2014	5,598,100	0.66
Options expired/cancelled	(261,666)	0.72
Balance, June 30, 2014	5,336,434	0.66

Share-based payments includes \$17,664 ((three months ended June 30, 2013 - \$78,874) relating to stock options granted in previous years that vested during the three months ended June 30, 2014.

Details of the stock options outstanding at June 30, 2014 are as follows:

Grant date fair value(\$)	Contractual life (years)	Exercisable options	Number of options	Exercise price (\$)	Expiry date
55,769	1.40	564,000	564,000	0.25	November 22, 2015
126,272	1.40	1,277,000	1,277,000	0.75	November 22, 2015
80,959	1.59	160,000	160,000	0.75	January 31, 2016
109,868	1.86	242,000	242,000	0.75	May 9, 2016
430,582	2.34	1,030,100	1,030,100	0.85	November 1, 2016
16,391	2.79	100,000	100,000	0.75	April 12, 2017
42,640	3.07	173,333	260,000	0.75	July 25, 2017
391,759	3.71	985,556	1,478,334	0.60	March 14, 2018
21,375	4.33	75,000	225,000	0.30	October 29, 2018
1,275,615	2.48	4,606,989	5,336,434	0.66	

12. Major shareholders and related party transactions

Major shareholders

To the knowledge of the directors and senior officers of the Corporation, as of June 30, 2014, no person or corporation beneficially owns or exercises control or direction over common shares of the Corporation carrying more than 10% of the voting rights attached to all common shares of the Corporation other than as set out below:

	Number of common shares	Percentage of outstanding common shares
Bullet Holding Corporation ⁽¹⁾	11,653,695	16.96 %
Reindeer Capital Limited ⁽¹⁾	418,258	0.61 %

⁽¹⁾ Robert W. Allen has control or direction over both Bullet Holding Corporation and Reindeer Capital Limited.

None of the Corporation's major shareholders have different voting rights than other holders of the Corporation's common shares.

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

12. Major shareholders and related party transactions (continued)

Major shareholders (continued)

The Corporation is not aware of any arrangements the operation of which may at a subsequent date result in a change in control of the Corporation. To the knowledge of the Corporation, it is not directly or indirectly owned by another corporation, by any government or by any natural or legal person severally or jointly.

Related party transactions

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties) and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

(a) The Corporation entered into the following transactions with related parties:

	As at June 30, 2014 \$	As at March 31, 2014 \$
Balance due to Durham Exploration Services Inc. ("Durham Exploration") (i)	5,650	5,650

(i) During the three months ended June 30, 2014, the Corporation expensed \$15,000 (three months ended June 30, 2013 - \$nil) paid to Durham Exploration, a company controlled by a director of the Corporation, for advisory and geological services. The amounts charged by Durham Exploration are recorded at their exchange value. Included in the June 30, 2014, amounts payable and other liabilities is \$5,000 (March 31, 2014 - \$5,650).

(b) In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Corporation directly or indirectly, including any directors (executive and non-executive) of the Corporation. Remuneration of directors and key management personnel of the Corporation was as follows:

	Three months ended June 30, 2014 \$		2013 \$
Salaries and benefits ⁽¹⁾	269,795		97,240
Share-based payments	12,518		55,755

⁽¹⁾ The Board of Directors and select officers do not have employment or service contracts with the Corporation. Directors and officers are entitled to fees and stock options for their services.

13. Segmented information

The Corporation's operations comprise a single reporting operating segment engaged in mineral exploration and evaluation in Colombia. As the operations comprise a single reporting segment, amounts disclosed in the unaudited condensed interim consolidated financial statements also represent segment amounts. The Corporation's non-current assets are located in Colombia.

Solvista Gold Corporation

Notes to the Condensed Interim Consolidated Financial Statements

June 30, 2014

(Expressed in Canadian dollars)

(Unaudited)

14. Contingencies

The Corporation's exploration activities are subject to foreign government laws and regulations, including foreign tax laws and laws and regulations governing the protection of the environment. The Corporation believes that its operations comply in all material respects with all applicable past and present laws and regulations. The Corporation records provisions for any identified obligations, based on management's estimate at the time. Such estimates are, however, subject to changes in laws and regulations.