ROSCAN MINERALS CORPORATION

CONDENSED INTERIM FINANCIAL STATEMENTS

For the six months ended April 30, 2018

(unaudited)

EXPRESSED IN CANADIAN DOLLARS

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements of Roscan Minerals Corporation (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's independent auditor, RSM Canada LLP (formerly, Collins Barrow - Toronto LLP), has not performed a review of these unaudited condensed interim consolidated financial statements, in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim consolidated financial statements by an entity's auditor.

ROSCAN MINERALS CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(expressed in Canadian dollars)

As at	April 30 2018 *(unaudited)*	October 31 2017 *(audited)*
ASSETS		
Current		
Cash	**$ 72,330**	$ 18,181
Sales tax receivable	**22,385**	4,797
Prepaid expenses	**5,192**	-
	$ 99,907	$ 22,978
LIABILITIES		
Current		
Accounts payable and accrued liabilities (notes 4,5,9)	**$ 313,239**	$ 95,497
Loans due to related parties (notes 5,9)	**245,745**	-
	558,984	95,497
EQUITY		
Share capital (note 5)	**7,631,375**	7,582,065
Contributed surplus	**559,440**	475,611
Warrants (note 6)	**98,653**	194,792
Deficit	**(8,748,545)**	(8,324,987)
	(459,077)	(72,519)
	$ 99,907	$ 22,978

Nature of operations and going concern (note 1)
Subsequent events (note 15)

See accompanying notes.

ROSCAN MINERALS CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(unaudited, expressed in Canadian dollars)

	Three months ended April 30		Six months ended April 30	
	2018	2017	**2018**	2017
Expenses				
Corporate and administrative (notes 7, 9)	**$ 134,925**	$ 44,579	**$ 221,352**	$ 59,728
Exploration and evaluation (notes 8,9)	**162,847**	161,208	**198,620**	171,208
Share-based payments (notes 5,9)	**-**	17,480	**-**	22,530
Foreign exchange loss (gain)	**3,528**	24	**3,586**	28
	301,300	223,291	**423,558**	253,494
Net loss and comprehensive loss	**$ (301,300)**	$ (223,291)	**$ (423,558)**	$ (253,494)
Basic and diluted loss per share (note 11)	**$ (0.006)**	$ (0.006)	**$ (0.009)**	$ (0.007)
Weighted average number of common shares outstanding: Basic and diluted	**47,093,488**	34,261,579	**47,059,223**	34,009,720

See accompanying notes.

ROSCAN MINERALS CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(unaudited, expressed in Canadian dollars)

	Share capital					
	Number of shares	**Amount**	**Contributed surplus**	**Warrants**	**Deficit**	**Total**
Balance, October 31, 2016	33,766,073	$ 7,126,207	$ 453,081	$ -	$ (7,811,469)	$ (232,181)
Units issued by private placement (notes 5,9)	4,300,000	82,134	-	132,866	-	215,000
Shares issued for debt (notes 5,9)	4,520,000	226,000	-	-	-	226,000
Share issuance costs	-	(8,815)	-	-	-	(8,815)
Share-based payments (notes 5,9)	-	-	22,530	-	-	22,530
Net loss for the period	-	-	-	-	(253,494)	(253,494)
Balance, April 30, 2017	42,586,073	7,425,526	475,611	132,866	(8,064,963)	(30,960)
Units issued by private placement (note 5)	4,440,000	160,074	-	61,926	-	222,000
Share issuance costs	-	(3,535)	-	-	-	(3,535)
Net loss for the period	-	-	-	-	(260,024)	(260,024)
Balance, October 31, 2017	47,026,073	7,582,065	475,611	194,792	(8,324,987)	(72,519)
Exercise of options (note 5)	100,000	8,367	(3,367)	-	-	5,000
Exercise of warrants (note 5)	400,000	40,943	-	(8,943)	-	32,000
Warrants expired	-	-	87,196	(87,196)	-	-
Net loss for the period	-	-	-	-	(423,558)	(423,558)
Balance, April 30, 2018	**47,526,073**	**$ 7,631,375**	**$ 559,440**	**$ 98,653**	**$ (8,748,545)**	**$ (459,077)**

See accompanying notes.

ROSCAN MINERALS CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited, expressed in Canadian dollars)

	Three months ended April 30		Six months ended April 30	
	2018	2017	**2018**	2017
Operating activities				
Loss for the period	**$ (301,300)**	$ (223,291)	**$ (423,558)**	$ (253,494)
Adjustments to reconcile loss to net cash used:				
Share-based compensation	**-**	17,480	**-**	22,530
Management fees	**-**	2,500	**-**	10,000
	(301,300)	(203,311)	**(423,558)**	(220,964)
Changes in non-cash working capital items				
Sales tax receivable	**(14,319)**	(10,629)	**(17,588)**	(11,533)
Prepaid expenses	**(2,231)**	-	**(5,192)**	-
Accounts payable and accrued liabilities	**129,836**	19,874	**217,742**	25,744
	(188,014)	(194,066)	**(228,596)**	(206,753)
Financing activities				
Loans from related parties (note 9)	**219,745**	167,000	**245,745**	178,000
Loan repayments to related parties (note 9)	**-**	(167,000)	**-**	(167,000)
Units issued by private placement	**-**	215,000	**-**	215,000
Shares issued on exercise of options	**5,000**	-	**5,000**	-
Shares issued on exercise of warrants	**32,000**	-	**32,000**	-
Share issuance costs	**-**	(8,815)	**-**	(8,815)
	256,745	206,185	**282,745**	217,185
Net change in cash	**68,731**	12,119	**54,149**	10,432
Cash, beginning of period	**3,599**	582	**18,181**	2,269
Cash, end of period	**$ 72,330**	$ 12,701	**$ 72,330**	$ 12,701
Supplemental Disclosure				
Shares issued for debt (note 5)	**$ -**	$ 226,000	**$ -**	$ 226,000

See accompanying notes.

1. NATURE OF OPERATIONS AND GOING CONCERN

RosCan Minerals Corporation (the "Company") is an exploration stage company involved in the business of acquiring, exploring and developing mineral properties in West Africa. The Company's shares are listed on the TSX Venture Exchange and the address of the Company's registered office is 365 Bay St., Suite 400, Toronto, Ontario, M5H 2V1.

Going Concern

The business of exploration, development and mining of minerals involves a high degree of risk and there can be no assurances that future exploration activities will result in the discovery of economically recoverable mineral deposits. The success and continuation of the Company as a going concern is dependent upon the Company's ability to arrange financing, which in part, depends on prevailing market conditions, acquiring or discovering economically viable mineral properties, exploration success, and securing title and beneficial interest in its properties.

Further funds will be required for the Company to continue as a going concern, fulfil its obligations and fund its activities. The Company does not have a regular source of cash flow and has not produced revenues from its exploration activities. There can be no assurance that the Company will be able to obtain sufficient financing in the future or at favourable terms.

At April 30, 2018, the Company had a working capital deficiency of $459,077 (October 31, 2017 – $72,519) and has incurred losses of $8,748,545 (October 31, 2017 - $8,324,987) since inception. Subsequent, to April 30, 2018, the Company arranged a brokered private placement for gross proceeds of up to $3 million (Note 15).

These financial statements have been prepared using accounting principles applicable to a going concern, which assume that the Company will be able to realize its assets and discharge its liabilities in the normal course of operations. However, due to uncertainties surrounding a number of factors, such as, but not limited to, ability to acquire mineral properties, exploration results, price of underlying commodities, investor sentiment and financial market conditions, it is not possible to predict if this assumption will prove to be accurate. These factors indicate the existence of material uncertainties that may cast significant doubt about the Company's ability to continue as a going concern.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and International Accounting Standard ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee.

(a) Basis of presentation and consolidation

These financial statements: are presented in Canadian dollars, which is the Company's functional currency; and, are prepared using the historical cost basis, except for financial instruments classified as fair value through profit and loss, which are stated at their fair value.

The Company's significant accounting policies, as described in Note 3 of the Company's audited financial statements for the year ended October 31, 2017, have been applied consistently to all periods presented in these financial statements, unless otherwise noted. These interim financial statements do not include all of the disclosure required in annual financial statements and should be read in conjunction with the Company's 2017 audited annual financial

BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

statements. These interim results are not necessarily indicative of the results that may be anticipated for the entire fiscal year.

(b) Estimates and judgements

The preparation of financial statements, in conformity with IFRS, requires the Company's management to make certain estimates and judgements that they consider reasonable and realistic. These estimates and judgements are based on historical experience, future expectations, economic conditions and other factors. By their nature, estimates and judgements are subject to measurement uncertainty and actual results could vary from estimates.

Significant estimates and judgements relate to:

- ability to continue as a going concern;
- measurement of share-based payments and warrant value; and,
- measurement of shares issued to settle debt.

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The following standards has been issued but are not yet effective:

IFRS 9 – Financial Instruments

IFRS 9, which replaces IAS 39, Financial Instruments: Recognition and Measurement. The new standard uses a logical, single classification and measurement approach for financial assets that reflects the business model in which they are managed and their cash flow characteristics. IFRS 9 also incorporates requirements for financial liabilities, most of which were carried forward unchanged from IAS 39. Certain changes were made to the fair value option for financial liabilities to address the issue of own credit risk. IFRS 9 removes the volatility in profit or loss caused by changes to the credit risk of liabilities elected to be measured at fair value. Requirements related to hedge accounting, representing a new hedge accounting model, have been added to IFRS 9. The new model represents a substantial overhaul of hedge accounting, which will allow entities to better reflect their risk management activities in financial statements. The most significant improvements apply to those that hedge non-financial risk, so these improvements are expected to be of particular interest to non-financial institutions. In addition, a single, forward-looking expected loss impairment model is introduced, which will require more timely recognition of expected credit losses.

IFRS 9, which is to be applied retrospectively, is effective for annual periods beginning on or after January 1, 2018.

IFRIC 22 – Foreign Currency Transactions and Advanced Consideration

IFRIC 22, was issued on December 2016 and clarifies the accounting for transactions that include the receipt or payment of advanced consideration in a foreign currency. For purposes of determining the exchange rate to use on initial recognition, the date of the transaction is the date on which an entity initially recognizes the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration. IFRIC 22 is applicable for annual periods beginning on or after January 1, 2018.

The Company is currently evaluating the impact of the above standard on its financial performance and financial statement disclosures, but expects that such impact would not be material.

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		April 30 2018		October 31 2017
Trade suppliers (note 5)	**$**	**15,580**	$	35,802
Related parties (notes 5,9)		**297,659**		59,695
	$	**313,239**	$	95,497

5. SHARE CAPITAL

Authorized

Unlimited common shares

	Number		Amount
Balance, October 31, 2016	33,766,073	$	7,126,207
Shares issued by private placement (i,ii)	8,740,000		437,000
Value attributable to warrants (i,ii)	-		(194,792)
Shares issued for debt (iii)	4,520,000		226,000
Share issuance costs	-		(12,350)
Balance, October 31, 2017	47,026,073	$	7,582,065
Shares issued on exercise of options (iv)	100,000		8,367
Shares issued on exercise of warrants (v)	400,000		40,943
Balance, April 30, 2018	**47,526,073**	**$**	**7,631,375**

(i) On April 26, 2017, the Company issued 4,300,000 units at $0.05 per unit for gross proceeds of $215,000. Each unit was comprised of one common share and common share purchase warrant. Each warrant entitles the holder to acquire an additional common share at a price of $0.08 for a period of 12 months, expiring on April 26, 2018. If at any time, after August 26, 2017, the closing price of the common shares of the Company, as traded on the TSX Venture Exchange, equals or exceeds $0.15 for 20 consecutive trading days, the Company has the right to accelerate the expiry date of the warrants to a date which is 30 days following the date of the Company announcing the accelerated expiry. The value of the warrants was estimated at $96,139 using the relative fair value method.

(ii) On May 1, 2017, the Company issued 4,440,000 units at $0.05 per unit for gross proceeds of $222,000. Each unit was comprised of one common share and common share purchase warrant. Each warrant entitles the holder to acquire an additional common share at a price of $0.08 for a period of 12 months, expiring on May 1, 2018. If at any time, after September 1, 2017, the closing price of the common shares of the Company, as traded on the TSX Venture Exchange, equals or exceeds $0.15 for 20 consecutive trading days, the Company has the right to accelerate the expiry date of the warrants to a date which is 30 days following the date of the Company announcing the accelerated expiry. The value of the warrants was estimated at $98,653 using the relative fair value method.

SHARE CAPITAL (continued)

(iii) On April 26, 2017, the Company issued 4,520,000 shares at $0.05 per share in settlement of accounts payable and management fees totalling $148,000 and loans due to related parties of $78,000.

(iv) The Company issued 100,000 shares in connection to the exercise of stock options for net proceeds of $5,000. The fair value of these stock options was $3,367, which was transferred from contributed surplus to capital stock.

(v) The Company issued 400,000 shares in connection to the exercise of warrants for net proceeds of $32,000. The fair value of these warrants was $8,943, which was transferred from the warrant reserve account.

Stock options

Under the terms of the Company's stock option plan ("Plan"), the Company is authorized to issue up to a maximum of 10% of the issued common shares with an exercise period that is not to exceed ten years. The term, exercise price and vesting conditions of the options are fixed by the Board of Directors at the time of grant. All issued stock options were granted in accordance with the terms of the Plan and expire five years from the date of grant.

Stock option transactions and the number of stock options outstanding are as follows:

	Number	Weighted average exercise price
Balance, October 31, 2016	1,400,000	$0.05
Granted (i)	450,000	$0.06
Balance, October 31, 2017	1,850,000	$0.05
Exercised	(100,000)	0.05
Expired	(250,000)	0.05
Balance, April 30, 2018	**1,500,000**	**$0.05**

(i) On November 7, 2016, the Company granted 150,000 stock options to a director. These options vested immediately and were issued with an exercise of $0.05 and a five year term. The director left the Company on April 27, 2017 and the expiry date was changed to April 27, 2018.

On March 15, 2017, the Company granted 300,000 stock options to a director. These options vested immediately and were issued with an exercise price of $0.06 and have a five year term, expiring on March 15, 2022.

Fair value of the options issued were estimated using the Black-Scholes option-pricing model with the following weighted average assumptions:

	2017
Dividend yield	Nil
Expected volatility (based on historical prices)	193%
Risk-free rate of return	1.04%
Expected life	5 Years
Share price	$0.052

SHARE CAPITAL (continued)

During the six month period ended April 30, 2018, the Company recognized share-based compensation expense of $nil (2017 - $22,530).

The following summarizes information on the outstanding stock options:

Expiry Date	Number	Exercise price	Exercisable	Weighted average remaining life (years)
September 18, 2019	1,200,000	$0.05	1,200,000	1.38
March 15, 2022	300,000	$0.06	300,000	3.88
	1,500,000	$0.05	1,500,000	1.88

6. WARRANTS

	Number	Weighted average exercise price		Fair value
Balance, October 31, 2016	-	$0.00	$	-
Issued (note)	8,740,000	0.08		194,792
Balance, October 31, 2017	8,740,000	$0.08	$	194,792
Exercised	(400,000)	0.08		(8,943)
Expired	(3,900,000)	0.08		(87,196)
Balance, April 30, 2018	**4,440,000**	**$0.08**	**$**	**98,653**

Relative fair value of the warrants were estimated using the Black-Scholes option-pricing model with the following weighted average assumptions:

	2017
Dividend yield	Nil
Expected volatility (based on Company historical trends)	249%
Risk free rate of return	0.71%
Expected life	1 year
Share price	$0.095

The following summarizes information on the outstanding warrants:

Expiry Date	Number	Exercise price	Weighted average remaining life (years)		Fair value
May 1, 2018	4,440,000	$0.08	0.00	$	98,653

7. CORPORATE AND ADMINISTRATIVE

	Three months ended April 30		Six months ended April 30	
	2018	2017	**2018**	2017
Management fees (note 9)	**$ 55,500**	$ 9,000	**$ 111,000**	$ 18,000
Office and general	**5,934**	815	**6,765**	1,649
Premises	**1,050**	1,050	**2,100**	2,100
Professional fees (note 9)	**21,817**	10,744	**28,255**	11,946
Regulatory fees (note 9)	**3,837**	7,504	**3,987**	8,832
Shareholder relations and promotions	**33,972**	6,510	**55,504**	7,424
Transfer agent fees	**5,093**	8,956	**6,019**	9,777
Travel	**7,722**	-	**7,722**	-
	$ 134,925	$ 44,579	**$ 221,352**	$ 59,728

8. EXPLORATION AND EVALUATION

	Three months ended April 30		Six months ended April 30	
	2018	2017	**2018**	2017
Acquisition costs - Payments	**$ 46,477**	$ -	**$ 71,477**	$ 10,000
Acquisition costs - Exploration contributions	**-**	150,000	**-**	150,000
Property costs	**47,202**	-	**48,202**	-
Consulting/Contracting	**23,733**	-	**31,033**	-
Equipment and supplies	**21,368**	-	**21,368**	-
General and administrative	**4,062**	-	**5,033**	-
Reports/Mapping	**8,866**	11,208	**8,866**	11,208
Site costs	**9,139**	-	**9,139**	-
Travel/Transportation	**2,000**	-	**3,502**	-
	$ 162,847	$ 161,208	**$ 198,620**	$ 171,208

Kandiole Project – Mali

The Company entered into two letter of intents (“LOI”) and two option agreements to acquire a 100% interest in five contiguous gold prospective permits, encompassing 237 sq. kilometres, in Mali, West Africa. Subsequent to April 30, 2018, the Company completed option agreements with Touba Mining SARL for the Kandiole North and West permits. In order to earn a 100% interest in each of the permits, the Company shall:

A) Kandiole North LOI/Option Agreement (40 sq. kms.)

(a) Pay Touba Mining SARL (“Touba”) an aggregate of $80,000 over a three (3) year option period, effective November 3, 2017, as follows:

- May 3, 2018 $20,000
- November 3, 2018 $20,000
- May 3, 2019 $10,000
- November 3, 2019 $10,000
- May 3, 2020 $10,000
- November 3, 2020 $10,000

EXPLORATION AND EVALUATION (continued)

(b) Pay permitting fees of 10,000,000 CFA francs (paid) to the Malian government's Direction Nationale de la Geologie et des Mines ("DNGM").

(c) Touba shall retain a 5% net profit interest ("NPI") and a 2% net smelter return royalty ("NSR") on all ore mined from the area. The Company has the right to purchase one-half of the NSR (equivalent to a 1% NSR) for $1,000,000.

B) Kandiole West LOI/Option Agreement (25 sq. kms.)

(a) Pay Touba an aggregate of $80,000 as follows:

(i) $5,000 on signing (paid); and,
(ii) $75,000 over a three (3) year option period, effective November 3, 2017, as follows:

- May 3, 2018 $5,000
- November 3, 2018 $10,000
- May 3, 2019 $10,000
- November 3, 2019 $10,000
- May 3, 2020 $20,000
- November 3, 2020 $20,000

(b) Pay permitting fees of 10,000,000 CFA francs (5,000,000 paid) to the DNGM.

(c) Touba shall retain a 5% net profit interest ("NPI") and a 2% NSR on all ore mined from the area. The Company has the right to purchase one-half of the NSR (equivalent to a 1% NSR) for $1,000,000.

C) Segando South and Moussala North Option Agreement (97 sq. kms.)

(a) Pay K.L. Mining SARL and K.A. Gold Mining SARL (collectively, the "Optionor") an aggregate of US$400,000 as follows:

(i) US$40,000 on signing (paid); and,
(ii) US$360,000 over a three (3) year option period, effective March 31, 2018, as follows:

- March 31, 2019 $60,000
- March 31, 2020 $120,000
- March 31, 2021 $180,000

(b) Incur an aggregate of US$165,000 in exploration expenditures over the option period, as follows:

- First year $40,000
- Second year $60,000
- Third year $65,000

(c) The Optionor shall retain a 2% NSR on all ore mined from the area. The Company has the right to purchase one-half of the NSR (equivalent to a 1% NSR) for US$1,200,000.

EXPLORATION AND EVALUATION (continued)

D) Niala Option Agreement (75 sq. kms.)

(a) Pay SOLF SARL an aggregate of $117,500 as follows:

(i) $12,500 on signing (paid); and,
(ii) $105,000 over a three (3) year option period, effective April 27, 2018, as follows:
- April 27, 2019 $30,000
- April 27, 2020 $35,000
- April 27, 2021 $40,000

(b) Incur an aggregate of $205,000 in exploration expenditures over the option period, as follows:
- First year $50,000
- Second year $75,000
- Third year $80,000

(c) Pay permitting fees of $5,000,000 CFA francs (paid) to the DNGM.

(d) SOLF shall retain a 2% NSR on all ore mined from the area. The Company has the right to purchase one-half of the NSR (equivalent to a 1% NSR) for $500,000.

During the option periods for all of the permits, the Company shall be responsible for keeping each permit in good standing and performing all obligations required by law.

	Three months ended April 30		Six months ended April 30	
Kandiole Project	**2018**	2017	**2018**	2017
Acquisition costs - Payments	**$ 46,477**	$ -	**$ 71,477**	$ -
Property costs	**47,202**	-	**48,202**	-
Consulting/Contracting	**23,733**	-	**31,033**	-
Equipment and supplies	**21,368**	-	**21,368**	-
General and administrative	**4,062**	-	**5,033**	-
Reports/Mapping	**8,866**	-	**8,866**	-
Site costs	**9,139**	-	**9,139**	-
Travel/Transportation	**2,000**	-	**3,502**	-
	$ 162,847	$ -	**$ 198,620**	$ -

EXPLORATION AND EVALUATION (continued)

Dormaa Project – Ghana

On November 7, 2016, the Company entered into an option and joint venture agreement (the "Pelangio Option Agreement"), subsequently amended and restated on January 25, 2018, with Pelangio Exploration Inc. "(Pelangio"), pursuant to which the Company and Pelangio established an earn-in arrangement to jointly advance an early-stage gold exploration project in Ghana (the "Dormaa Project"). Subject to the terms and conditions of the Pelangio Option Agreement, as further amended on June 5, 2018 (Note 15), the Company has the right (the "Option") to earn a 50% equity and participating interest in the Dormaa Project. In order to exercise the Option the Company shall:

(a) Pay Pelangio an aggregate of $260,000, as follows:

  (i) $10,000 on November 7, 2016 (paid);
  (ii) $50,000 on December 5, 2018 (previously June 5, 2018); and,
  (iii) $200,000 on December 5, 2019 (previously June 5, 2019).

(b) Fund a total of $2,000,000 in exploration expenditures, as follows:

  (i) $150,000 by March 5, 2017 (paid);
  (ii) $150,000 by May 4, 2017 (paid);
  (iii) $700,000 by December 5, 2018 (previously June 5, 2018); and,
  (iv) $1,000,000 by December 5, 2019 (previously June 5, 2019).

(c) Pay the applicable annual ground rent and mineral right fees during the Option period, when such costs are first due and payable.

Upon the exercise of the Option, a joint venture between the Company and Pelangio would be formed, whereby each party would have an initial 50% participating interest, and thereafter contribute funding on a proportionate basis or have its interest diluted.

Once formed, the joint venture would, hold 100% of the mineral rights to the Dormaa Project, subject to a 2% net smelter royalty ("NSR") on all ounces of gold recovered and a 10% free carried interest reserved for the government of Ghana. The joint venture retains the right to buy-back 50% (equivalent to 1%) of the NSR for USD $2,000,000.

	Three months ended April 30		Six months ended April 30	
Dormaa Project	**2018**	2017	**2018**	2017
Acquisition costs - Payments	**$ -**	$ -	**$ -**	$ 10,000
Acquisition costs - Exploration contributions	-	150,000	-	150,000
Reports/Mapping	-	11,208	-	11,208
	$ -	$ 161,208	**$ -**	$ 171,208

Exploration contributions represent funds provided to Pelangio to explore, evaluate, develop and operate the Dormaa Project.

9. RELATED PARTY TRANSACTIONS

	Three months ended April 30 **2018**	Three months ended April 30 2017	Six months ended April 30 **2018**	Six months ended April 30 2017
Exploration and evaluation (i)	**$ -**	$ 150,000	**$ -**	$ 160,000
Management fees (ii)	**55,500**	9,000	**111,000**	18,000
Professional fees (iii)	**16,617**	10,315	**21,355**	11,317
Regulatory fees (iv)	**325**	475	**325**	525
Share-based payments (v)	**-**	17,480	**-**	22,530
Share issuance costs (i)	**-**	5,100	**-**	5,100
	$ 72,442	$ 192,370	**$ 132,680**	$ 217,472

(i) Dormaa Project option payments and exploration contributions were paid to Pelangio, a company related by virtue of a common director.

(ii) Management fees were paid or became payable to a company controlled by a Company director/officer and to a company controlled by an associate of a Company director/officer.

(iii) Legal fees were paid or became payable to a law firm in which a Company director is a partner.

(iv) Filing fees were paid or became payable to a law firm in which a Company director/officer is a partner and to a company in which a Company director/officer controls.

(v) Share-based payments represents the fair value assigned to options granted to Company directors/officers.

Received cash of $219,745 (2017 - $167,000) for the three month period and $245,745 (2017 - $178,000) for the six month period from a director and entities controlled by or associated with Company directors/officers. The Company repaid $nil (2016 - $167,000) of the cash loans for the three and six month periods. These loans are non-interest bearing, unsecured and due on demand.

During fiscal 2017, the Company settled debt of $207,000 owing to directors/officers or entities controlled by or associated with Company directors/officers through the issuance of 4,140,000 shares (Note 5). The debt was comprised of: loans due to related parties of $78,000; and, accounts payable of $129,000.

Company directors/officers subscribed for $35,000 (700,000 shares) of the $215,000 private placement closed on April 26, 2017 (Note 5).

Included in accounts payable and accrued liabilities is $297,659 (October 31, 2016 - $59,695) payable to entities controlled by or associated with Company directors/officers.

10. KEY MANAGEMENT COMPENSATION

The Company considers its officers and directors to be key management. Key management are those persons having authority and responsibility for planning, directing and controlling activities, directly or indirectly, of the Company. Compensation of key management is summarized below.

	Three months ended April 30		Six months ended April 30	
	2018	2017	**2018**	2017
Short-term compensation	**$ 72,442**	$ 24,890	**$ 132,680**	$ 34,942
Share-based payments	**-**	17,480	**-**	22,530
	$ 72,442	$ 42,370	**$ 132,680**	$ 57,472

11. LOSS PER SHARE

Loss per share is calculated using the weighted average number of shares outstanding for the period. For the purposes of calculating the basic and diluted loss per share the effect of the potentially dilutive options and warrants were not included in the calculation as the result would be anti-dilutive.

12. CAPITAL MANAGEMENT

The Company's objectives when managing capital are: to safeguard its ability to continue as a going concern; and, to have sufficient capital to fund the exploration and development of its mineral properties and acquisition of other mineral properties for the benefit of its shareholders.

As at April 30, 2018, the Company had working capital deficiency of $459,077 (October 31, 2017 – $72,519).

The Company considers its capital structure to consist of shareholder equity. In order to maintain its capital structure the Company is dependent on equity funding and loans from related parties. Funding through equity instruments is comprised of common shares, warrants and incentive stock options. The Board of Directors does not established quantitative targets on its capital criteria for management, however, it relies on management to review its capital management methods and requirements on an ongoing basis and make adjustments, accordingly, to sustain future development of the business.

There were no changes in the Company's management of its capital during the six month period ended April 30, 2018. The Company is not subject to any externally imposed capital requirements.

13. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair Value

The carrying value of cash, accounts payable and accrued liabilities and loans due to related party approximates fair value due to the relative short-term maturity of these financial instruments. Fair value represents the amount that would be exchanged in an arms-length transaction between willing parties and is best evidenced by a quoted market price, if one exists.

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

IFRS 7 establishes a fair value hierarchy that prioritizes the valuation techniques for each financial instrument measured at fair value. Fair value amounts represent point-in-time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgement.

The methods and assumptions used to develop fair value measurements are: Level 1 - includes quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - includes inputs, other than quoted prices included in Level 1, that are observable for an asset or liability, either directly (i.e. as process) or indirectly (i.e. derived from process); and, Level 3 - includes inputs that are not based on observable data.

As at April 30, 2018 and October 31, 2017, cash was the only financial instrument classified within the fair value hierarchy and was classified as Level 1.

Risk Management
The primary objectives of the Company's financial risk management procedures are to ensure that the outcome of activities involving elements of risk are consistent with the Company's objectives and risk tolerance, while maintaining an appropriate risk/reward balance and protecting the Company's financial position, from events that have the potential to materially impair its financial strength. These activities include the preservation of its capital by minimizing risk related to its cash.

The Company does not trade financial instruments for speculative purposes and does not have a risk management committee or written risk management policies. The Company's financial instruments are exposed to the risks described below:

Credit Risk
Credit risk is the risk of financial loss to the Company, if one party to a financial instrument fails to discharge or meet their obligations. Financial instruments that potentially expose the Company to this risk relate to cash. The Company's cash held by a Malian entity is exposed to this risk.

Liquidity Risk
Liquidity risk management requires maintaining sufficient cash, liquid investments or credit facilities to meet the Company's operating expenditures and commitments, as they come due. The Company manages liquidity risk through the management of its capital structure as described in Note 12. The Company does not have any income from operations or a regular source of income and is highly dependent on its working capital and equity funding to support its exploration and corporate activities. There can be no assurance that the Company will be successful in its fund raising activities.

As at April 30, 2018, the Company had cash of $72,330 to settle current liabilities of $558,984. The Company does not have sufficient cash to fund its obligations and it will be required to raise additional capital (note 1 and note 15).

Currency Risk
The Company's operates in Canada and Mali and its financial commitments pursuant to the Option Agreement with Pelangio are in Canadian dollars. The Company has potential future commitments in Mali that are denominated in the West African CFA franc ("CFAF") and the United States dollar ("USD"), giving rise to market risks from changes in foreign exchange rates. The Company monitors foreign exchange rates on an as needed basis. As at April 30, 2018 the Company did not have significant exposure to foreign currency risk.

14. OTHER RISKS

Political and other risks

The Company's mineral properties are in Mali and Ghana and may potentially expose the Company to risks and different considerations not normally associated with companies or exploration activities in North America. The Company's ability to retain its mineral properties, raise and deploy capital may be adversely affected by changes in governing regimes, policies, laws and regulations, all of which are beyond the Company's control.

15. SUBSEQUENT EVENTS

(a) On May 31, 2018, the Company entered into a letter of intent ("LOI") with Minex SARL ("Minex") to acquire a 100% interest in the 16 sq. kilometre Mankouke permit, a gold exploration property in Mali. In order to earn the 100% interest in the permit, the Company shall:

(i) Pay Minex an aggregate of $250,000, as follows:

- $40,000 on signing of the LOI (paid); and,
- $210,000 over a three (3) year option period in three annual installments, as follows:
  - Installment 1 - $60,000
  - Installment 2 - $70,000
  - Installment 3 - $80,000

(ii) Issue 1,000,000 shares of the Company to Minex in four equal installments during the option period.

(iii) Incur exploration expenditures of $205,000 during the option period.

(iv) During the option period, the Company shall be responsible for keeping the permit in good standing and performing all obligations required by law.

Minex shall retain a 3% Net Smelter Return ("NSR") on all ore mined from the property. The Company has the right to purchase two-thirds of the NSR (equivalent to a 2% NSR) for US$1,000,000. The terms and conditions of the acquisition is subject to the Company completing a definitive agreement with Minex.

(b) Subsequent to April 30, 2018, the Company and Touba entered into option agreements for the Kandiole North and Kandiole West permits, on the terms described in Note 8. In addition, the May 3, 2018 option payments and the balance of DNGM permitting fees were paid.

(c) Subsequent to April 30, 2018, the Company received cash loans of $275,000 from a Company director/officer.

(d) On June 5, 2018, each of the remaining option and exploration contributions payments to be made by the Company to earn a 50% interest in the Dormaa Project (Note 8) were extended by an additional six months.

(e) On June 14, 2018, the Company arranged a "best efforts" brokered private placement for gross proceeds of up to $3 million at a price of $0.06 per unit. Each unit is comprised of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase an additional common share at a price of $0.12 for a period of 24 months following closing of the private placement. The private placement is expected to close in July 2018.