Golden Predator Mining Corp.

(An Exploration Stage Company)

Condensed Interim Consolidated Financial Statements
(Unaudited – Prepared by Management)

Three months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian Dollars)

Notice of No Auditor Review of Interim Financial Statements

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

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

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by the entity's auditor.

Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Financial Position
March 31, 2018 and December 31, 2017
(Unaudited – Expressed in Canadian dollars)

	Notes	March 31, 2018	December 31, 2017
Assets			
Current assets			
Cash and cash equivalents		$ 9,071,371	$ 3,829,802
Marketable securities	3	446,664	496,453
Accounts receivable	4	419,392	188,737
Due from associate		23,144	3,243
Prepaid expenses and deposits		241,017	265,876
Inventories	5	497,480	744,333
		10,699,068	5,528,444
Reclamation bonds	6	673,183	673,183
Derivative asset	7	52,500	140,000
Investment in associate	8	1,747,870	1,747,251
Equipment	9	2,667,847	2,233,877
Mineral properties	10	6,949,813	6,661,813
		$ 22,790,281	**$ 16,984,568**
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accrued liabilities		$ 2,155,178	$ 2,071,990
Finance lease obligation – current portion	12	158,899	-
Flow-through share premium liability	13	1,274,347	-
		3,588,424	2,071,990
Non-current liabilities			
Finance lease obligation	12	168,695	-
		3,757,119	2,071,990
Shareholders' equity			
Share capital	14	70,366,312	63,516,726
Contributed surplus		6,891,613	6,577,839
Deficit		(58,224,763)	(55,181,987)
		19,033,162	14,912,578
		$ 22,790,281	**$ 16,984,568**

Nature of operations (Note 1)
See accompanying notes to these consolidated financial statements.

Approved by the board of directors:

"William Harris" Director

"Bradley Thiele" Director

Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
Three months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian dollars)

	Notes	2018	2017
Expenses			
Exploration	15	$ 2,398,314	$ 2,330,073
General and administrative	16	903,331	1,129,021
Impairment of mineral properties	10	-	30,518
		(3,301,645)	(3,489,612)
Other items			
Settlement of flow-through share premium liability	13	383,881	305,058
Sales of gold coins and bars		342,219	-
Interest revenue		26,637	31,075
Foreign exchange gain (loss)		3,749	(6,798)
Gain from investment in associate	8	619	-
Cost of gold sales		(357,353)	-
Loss on derivative asset	7	(87,500)	-
Unrealized loss on marketable securities	3	(49,789)	(19,732)
Interest expense on finance lease obligation	12	(3,594)	-
Interest expense on promissory note	11	-	(125,152)
Gain on sale of marketable securities		-	21,762
Net loss and comprehensive loss for the period		**$ (3,042,776)**	**$ (3,283,399)**
Basic and diluted loss per share		**$ (0.03)**	**$ (0.04)**
Weighted average number of common shares outstanding		**101,658,592**	**81,049,610**

See accompanying notes to these consolidated financial statements.

Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Cash Flows
Three months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian dollars)

	Notes	2018	2017
Cash provided by (used in):			
Operating activities:			
Net loss		**$ (3,042,776)**	**$ (3,283,399)**
Adjustments for:			
Stock-based compensation	16	286,592	394,285
Depreciation		134,039	58,289
Net change in non-cash working capital	17	104,344	(601,995)
Loss on derivative asset	7	87,500	-
Impairment of mineral properties	10	-	30,518
Interest expense on promissory note	11	-	125,152
Settlement of flow-through share premium liabilities	13	(383,881)	(305,058)
Unrealized loss on marketable securities	3	49,789	25,732
Gain on sale of marketable securities	3	-	(27,762)
Gain from investment in associate	8	(619)	-
		(2,765,012)	**(3,584,238)**
Financing activities:			
Proceeds of financings	14	8,383,264	17,250,633
Share issuance costs	14	(892,968)	(1,444,545)
Options exercised	14	158,200	164,138
Warrants exercised	14	793,500	1,219,423
Proceeds of finance lease	12	340,000	-
Repayment of finance lease net of interest accrual	12	(12,406)	-
Repayment of promissory note	11	-	(1,216,372)
		8,769,590	**15,973,277**
Investing activities:			
Acquisition of capital assets	9	(568,009)	(85,822)
Acquisition of mineral properties	10	(195,000)	(457,415)
Proceeds from sale of investments	3	-	22,430
Issue of reclamation bonds	6	-	(218,020)
Net purchase of short term investment		-	(15,000,000)
		(763,009)	**(15,738,827)**
Change in cash		**5,241,569**	**(3,349,788)**
Cash – beginning of period		**3,829,802**	**9,410,464**
Cash – end of period		**$ 9,071,371**	**$ 6,060,676**

See accompanying notes to these consolidated financial statements.

Golden Predator Mining Corp.

Condensed Interim Consolidated Statements of Changes in Equity
Three months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian dollars)

	Number of Shares	Share Capital	Contributed Surplus	Deficit	Total
Balance, December 31, 2016	**76,788,462**	**$ 45,839,782**	**$ 5,024,042**	**$ (37,979,187)**	**$ 12,884,637**
Private placements	10,295,950	17,250,633	-	-	17,250,633
Share issuance costs	-	(1,444,545)	-	-	(1,444,545)
Finders' warrants issued	-	(212,480)	212,480	-	-
Stock options exercised	567,500	252,124	(87,986)	-	164,138
Warrants exercised	3,205,048	1,219,423	-	-	1,219,423
Shares issued for property acquisition	135,000	179,300	-	-	179,300
Warrants issued for property acquisition	-	-	87,585	-	87,585
Flow-through share premium liabilities	-	(777,112)	-	-	(777,112)
Stock-based compensation	-	-	394,285	-	394,285
Other comprehensive income	-	-	-	-	(19,732)
Net loss	-	-	-	(3,283,399)	(3,263,667)
Balance, March 31, 2017	**90,991,960**	**$ 62,307,125**	**$ 5,630,406**	**$ (41,262,586)**	**$ 26,674,945**
Balance, December 31, 2017	**94,373,210**	**$ 63,516,726**	**$ 6,577,839**	**$ (55,181,987)**	**$ 14,912,578**
Private placements	9,212,378	8,383,264	-	-	8,383,264
Share issuance costs	-	(892,968)	-	-	(892,968)
Finders' warrants issued	-	(142,792)	142,792	-	-
Stock options exercised	435,000	298,810	(140,610)	-	158,200
Warrants exercised	4,600,000	793,500	-	-	793,500
Shares issued for property acquisition	100,000	68,000	-	-	68,000
Warrants issued for property acquisition	-	-	25,000	-	25,000
Flow-through share premium liabilities	-	(1,658,228)	-	-	(1,658,228)
Stock-based compensation	-	-	286,592	-	286,592
Other comprehensive income	-	-	-	-	(49,789)
Net loss	-	-	-	(3,042,776)	(2,992,987)
Balance, March 31, 2018	**108,720,588**	**$ 70,366,312**	**$ 6,891,613**	**$ (58,224,763)**	**$ 19,033,162**

1. NATURE OF OPERATIONS

Golden Predator Mining Corp. ("Golden Predator" or the "Company") was incorporated under the Business Corporations Act (Alberta) on April 29, 2008 and continued into British Columbia from the jurisdiction of Alberta on October 21, 2015. The Company's head office is located at Suite 250 – 200 Burrard Street, Vancouver, British Columbia. Golden Predator is in the business of acquiring and exploring mineral properties primarily in the Yukon, Canada.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Consolidation

These unaudited condensed interim consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries Golden Predator Exploration Ltd. and Yukon Mint Corporation.

Subsidiaries are entities that the Company controls, either directly or indirectly. Control is achieved when the Company is exposed to or has the rights to variable returns from its involvement with an entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is obtained and continue to be consolidated until the date that such control ceases. All intra-group balances and transactions, including unrealized profits and losses arising from intra-group transactions, have been eliminated in full.

Where necessary, adjustments are made to the results of the subsidiaries and entities to bring their accounting policies in line with those used by the Company.

b. Basis of Presentation and Measurement

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 ("IAS 34) using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board. Accordingly, certain information and footnote disclosure normally included in annual financial statements have been omitted or condensed. These unaudited condensed interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements of the Company for the year ended December 31, 2017.

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, except for certain financial instruments that have been measured at fair value, and are presented in Canadian dollars, which is the Company's functional currency as well as the functional currency of the Company's subsidiaries. The unaudited condensed interim consolidated financial statements were authorized for issue by the board of directors on May 29, 2018.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

c. Significant Accounting Policies

Except as set out below, these condensed interim consolidated financial statements follow the same accounting policies and methods of computation as the most recent audited annual financial statements of the Company for the year ended December 31, 2017. Accordingly, these condensed interim consolidated financial statements should be read in conjunction with the Company's most recent annual audited financial statements.

d. Recently Adopted Accounting Policy – IFRS 9

The Company has adopted new accounting standard *IFRS 9 – Financial Instruments*, effective January 1, 2018. The new standard sets out requirements for classifying, recognizing and measuring financial assets and financial liabilities. This standard replaces *IAS 39 – Financial Instruments: Recognition and Measurement*.

IFRS 9 establishes three primary measurement categories for financial assets: fair value through profit and loss, fair value through other comprehensive income and amortized cost. The basis for classification depends on the entity's business model and the contractual cash flow characteristics of the instrument. For financial liabilities, the new standard retains most of the requirements of *IAS 39*, except that fair value changes due to changes in an entity's own credit risk are recorded in other comprehensive Income rather than in net earnings.

Previously classified as 'available-for-sale', the Company has changed the classification of its marketable securities portfolio to fair value through profit and loss under IFRS 9. Under the new classification, changes in fair value are immediately recognized in profit or loss as opposed to other comprehensive income. The change in accounting policy did not impact the Company's carrying value of any financial assets or liabilities.

(Unaudited – Expressed in Canadian dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

d. Recently Adopted Accounting Policy – IFRS 9 (cont'd)

The change in policy has been applied retrospectively with the restatement of comparative periods. The following table summarizes the changes made to the consolidated statements of financial position and consolidated statements of comprehensive loss as a result of the change in accounting policy.

	Previously Reported	Adjustment	Restated
Shareholders' Equity - December 31, 2016			
Accumulated other comprehensive income	$ 71,991	$ (71,991)	$ -
Deficit	(38,051,178)	71,991	(37,979,187)
Net impact on shareholders' equity		$ -	
Shareholders' Equity - March 31, 2017			
Accumulated other comprehensive income	$ 52,259	$ (52,259)	$ -
Deficit	(41,314,845)	52,259	(41,262,586)
Net impact on shareholders' equity		$ -	
Shareholders' Equity - December 31, 2017			
Accumulated other comprehensive income	$ 463,746	$ (463,746)	$ -
Deficit	(55,645,733)	463,746	(55,181,987)
Net impact on shareholders' equity		$ -	
Three Months ended March 31, 2017			
Other income (expense)			
Unrealized gain (loss) on marketable securities	$ -	$ (19,732)	$ (19,732)
Other Comprehensive income (loss)			
Reclassification to realized gain (loss) on sale of investments	6,000	(6,000)	-
Unrealized gain (loss) on available for sale investments	(25,732)	25,732	-
Net impact on net loss and comprehensive loss for the period		$ -	

The following is the Company's revised accounting policy for financial instruments.

Financial instruments are recognized on the date on which the Company becomes a party to the contractual provisions of the financial instrument. Financial assets are derecognized when the rights to receive cash flow from assets have expired or have been transferred and the Company has transferred all the risks and rewards of ownership. Financial liabilities are derecognized when the obligation specified in the contract is discharged, canceled, or expires. All financial instruments are initially recognized at fair value and measurement in subsequent periods is dependent upon the classification of the financial instrument.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

d. Recently Adopted Accounting policy – IFRS 9 (cont'd)

The Company classifies and measures its financial instruments as follows:

i. *Non-derivative financial instruments*

Fair Value Through Profit and Loss ("FVTPL")
Cash and cash equivalents, accounts receivable, and marketable securities are classified as FVTPL. They are initially recognized at fair value and transaction costs are expensed. Realized and unrealized gains and losses arising from changes in the fair value of the financial instruments are included in profit or loss in the period in which they occur. Changes in fair value of the financial instrument associated with the Company's own credit risk will be recognized in other comprehensive income.

Amortized cost
Accounts receivable and account payable and accrued liabilities are classified as and measured at amortized cost using the effective interest rate method, adjusted for impairment losses, if any.

ii. Derivative financial instruments

Derivative instruments are classified as FVTPL. They are initially recognized at fair value and gains or losses in fair value are included in profit or loss in the period in which they occur. Embedded derivatives in financial liabilities measured at amortized cost are separated from the host contract and accounted for separately if the economic characteristics and risks of the host contract and the embedded derivative are not closely related. Embedded derivatives in financial assets are not separated from the host and the hybrid instruments are classified as a whole.

e. Recently Adopted Accounting Policy – IFRS 15

The Company has adopted new accounting standard *IFRS 15 – Revenue from Contracts with Customers*, effective January 1, 2018. It replaces *IAS 18 – Revenue* and *IAS 11 – Construction Contracts*. The new standard establishes a single, principles-based model to be applied to all contracts with customers in determining how and when revenue is recognized. The new standard had no material effect on the Company's consolidated financial statements.

As the Company is still in the exploration stage, it has no significant, ongoing sources of revenue. Beginning in the current period, incidental revenue is being generated from the sale of gold bars and coins through our Yukon Mint Corporation subsidiary. In accordance with IFRS 15, the Company recognizes revenue when the gold is shipped to the customer. Delivery of the gold is considered to be the only performance obligation and revenue is measured based on the consideration specified in the contract with the customer. Gold sales generated from bulk sampling activities continues to be credited against exploration expenses.

f. New Accounting Standards

IFRS 16 - Leases will replace *IAS 17* and three related interpretations. Leases will be recorded on the statement of financial position in the form of a right-of-use asset and a lease liability. IFRS 16 is effective from periods beginning on or after January 1, 2019. Management does not anticipate that the new standard will have a material effect on the Company's consolidated financial statements.

(Unaudited – Expressed in Canadian dollars)

3. MARKETABLE SECURITIES

Marketable securities consist of common shares in publicly traded companies.

	Notes		
Balance, December 31, 2016	**Notes**	**$**	**386,612**
Shares acquired in private placement	7		91,476
Shares received for property sale or option payments	10		1,667,500
Transferred to investment in associate	7		(1,950,000)
Sale of shares			(68,477)
Increase in market value of shares			369,342
Balance, December 31, 2017			**496,453**
Decrease in market value of shares			(49,789)
Balance, March 31, 2018		**$**	**446,664**

4. ACCOUNTS RECEIVABLE

As at March 31, 2018, accounts receivable consist of trade receivables of $246,153 (December 31, 2017 - $Nil), goods and services tax receivable of $167,122 (December 31, 2017 - $183,294) and interest on guaranteed investment certificates of $6,117 (December 31, 2017 - $5,443).

5. INVENTORIES

As at March 31, 2018, inventories consist of 291 ounces of refined gold bullion and gold coins (December 31, 2017 - 457).

6. RECLAMATION BONDS

As at March 31, 2018, the Company has posted bonds totaling $673,183 (December 31, 2017 - $673,183) with a major Canadian financial institution as security for future reclamation costs.

7. DERIVATIVE ASSET

During the year ended December 31, 2017, the Company acquired 1,750,000 Units of Taku Gold Corp. ("Taku") in a private placement for $0.10 per Unit. Each Unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to acquire one additional common share at a price of $0.15 for a period of two years. The warrants are a derivative asset to the Company. The purchase price of the Units was initially allocated based on the relative fair values of the shares and the warrants comprising the Units. The warrants are subsequently remeasured at fair value at each reporting date, with changes in value recorded in profit or loss.

Initial cost base of Taku warrants	$	83,523
Fair value adjustment		56,477
Balance, December 31, 2017		**140,000**
Fair value adjustment		(87,500)
Balance, March 31, 2018	**$**	**52,500**

(Unaudited – Expressed in Canadian dollars)

7. DERIVATIVE ASSET (CONT'D)

The fair value of the warrants is estimated using the Black-Scholes model, with the following assumptions:

	Purchase Date	December 31, 2017	March 31, 2018
Risk-free interest rate	1.13%	1.66%	1.76%
Expected life	2.00 years	1.51 years	1.26 years
Expected dividend yield	0%	0%	0%
Expected stock price volatility	237%	208%	172%

8. INVESTMENT IN ASSOCIATE

During the year ended December 31, 2017, the Company acquired a total of 9,750,000 shares of Taku Gold Corp. ("Taku") in three separate transactions:

I.	Participation in Taku private placement (Note 7)	1,750,000 shares
II.	Sale of none-core mineral properties to Taku (Note 10)	3,500,000 shares
III.	Option of Sonora Gulch property to Taku (Note 10)	4,500,000 shares

Upon completion of the third transaction on August 1, 2017, the Company held 24.47% of the issued and outstanding shares of Taku and the Company has determined that it exercises significant influence over Taku as of that date. As a result, the investment is now considered an investment in an associate and is accounted for using the equity method.

The following is a summary of Taku's financial information on a 100% basis as at March 31, 2018 and December 31, 2017. Taku's financial statements are prepared in accordance with IFRS and the amounts presented here have been adjusted to reflect fair value adjustments made at the time the Company obtained significant influence and for differences in accounting policies.

	March 31, 2018	**December 31, 2017**
Cash and cash equivalents	$ 480,189	$ 426,733
Total current assets	573,758	545,391
Total non-current assets	6,641,746	6,626,282
Total current liabilities and total liabilities	(72,594)	(31,293)
Net asset value	7,142,910	7,140,380
Carrying value of the investment in Taku (24.47% ownership)	$ 1,747,870	$ 1,747,251
Net loss and comprehensive loss (three months ended March 31, 2018 and five months ended December 31, 2017)	$ (39,537)	$ (978,541)
Proportionate share of net loss and comprehensive loss (24.47% ownership)	$ (9,675)	$ (239,449)

(Unaudited – Expressed in Canadian dollars)

8. INVESTMENT IN ASSOCIATE (CONT'D)

The following table is a reconciliation of the carrying value of the investment in Taku:

Taku shares transferred from marketable securities	$ 1,950,000
Adjustments to carrying value:	
Proportionate share of net loss (five months ended December 31, 2017)	(239,449)
Adjustment for Taku's share-based compensation	36,700
Loss from investment in associate	(202,749)
Balance, December 31, 2017	**$ 1,747,251**
Adjustments to carrying value:	
Proportionate share of net loss (three months ended March 31, 2018)	(9,675)
Adjustment for Taku's share-based compensation	10,294
Gain from investment in associate	619
Balance, March 31, 2018	**$ 1,747,870**

Taku is a mineral exploration company focused primarily on the Yukon, Canada. The fair market value of 9,750,000 shares of Taku at March 31, 2018 is $536,250 (December 31, 2017 - $1,072,500). The Company is not exposed to any additional losses beyond its initial investment in Taku. No dividends or cash distributions were received from Taku during the three-month period ended March 31, 2018.

(Unaudited – Expressed in Canadian dollars)

9. EQUIPMENT

	Computer and software	Field equipment	Camp and camp equipment	Vehicles	Office equipment	Leasehold	Capital leases	Mill	Bridge	Total
Cost										
Balance – December 31, 2016	$ -	$ 792,404	$ 429,580	$ 212,075	$ 21,010	$ -	$ 42,350	$ 206,543	$ 477,610	$ 2,181,572
Additions	11,143	597,194	391,057	227,705	-	13,012	100,000	-	-	1,340,111
Balance – December 31, 2017	$ 11,143	$ 1,389,598	$ 820,637	$ 439,780	$ 21,010	$ 13,012	$ 142,350	$ 206,543	$ 477,610	$ 3,521,683
Additions	-	5,575	222,434	-	-	-	340,000	-	-	568,009
Balance – March 31, 2018	$ 11,143	$ 1,395,173	$1,043,071	$ 439,780	$ 21,010	$ 13,012	$ 482,350	$ 206,543	$ 477,610	$ 4,089,692
Accumulated Depreciation										
Balance – December 31, 2016	$ -	$ 359,801	$ 375,290	$ 92,568	$ 19,862	$ -	$ 42,350	$ 20,654	$ 9,553	$ 920,078
Depreciation	1,671	155,317	51,170	85,840	1,148	2,168	10,000	41,309	19,105	367,728
Balance – December 31, 2017	$ 1,671	$ 515,118	$ 426,460	$ 178,408	$ 21,010	$ 2,168	$ 52,350	$ 61,963	$ 28,658	$ 1,287,806
Depreciation	710	53,567	28,131	26,941	-	1,085	8,500	10,329	4,776	134,039
Balance – March 31, 2018	$ 2,381	$ 568,685	$ 454,591	$ 205,349	$ 21,010	$ 3,253	$ 60,850	$ 72,292	$ 33,434	$ 1,421,845
Net book value										
Balance – December 31, 2016	$ -	$ 432,603	$ 54,290	$ 119,507	$ 1,148	$ -	$ -	$ 185,889	$ 468,057	$ 1,261,494
Balance – December 31, 2017	$ 9,472	$ 874,480	$ 394,177	$ 261,372	$ -	$ 10,844	$ 90,000	$ 144,580	$ 448,952	$ 2,233,877
Balance – March 31, 2018	$ 8,762	$ 826,488	$ 588,480	$ 234,431	$ -	$ 9,759	$ 421,500	$ 134,251	$ 444,176	$ 2,667,847

(Unaudited – Expressed in Canadian dollars)

10. MINERAL PROPERTIES

	3 Aces	Reef	Upper Hyland	Brewery Creek	Sonora Gulch	Marg	Grew Creek	Sprogge	Other	Total
Balance – December 31, 2016	$ 1,203,533	$ -	$ -	$ 1,313,032	$ 3,694,548	$ -	$ 200,000	$ -	$ 30,519	$ 6,441,632
Acquisition costs	6,271	4,279	-	-	-	2,265	-	-	1,719	14,534
Option payments - cash	45,000	400,000	30,000	-	-	-	-	114,500	10,000	599,500
Option payments - shares	-	159,000	66,300	-	-	-	-	207,000	-	432,300
Option payments - warrants	-	87,585	-	-	-	-	-	111,000	-	198,585
Property payments received	-	-	-	-	(900,000)	-	(82,500)	-	(11,720)	(994,220)
Impairment	-	-	-	-	-	-	-	-	(30,518)	(30,518)
Balance – December 31, 2017	$ 1,254,804	$ 650,864	$ 96,300	$ 1,313,032	$ 2,794,548	$ 2,265	$ 117,500	$ 432,500	$ -	$ 6,661,813
Option payments - cash	45,000	150,000	-	-	-	-	-	-	-	195,000
Option payments - shares	-	68,000	-	-	-	-	-	-	-	68,000
Option payments - warrants	-	25,000	-	-	-	-	-	-	-	25,000
Balance – March 31, 2018	$ 1,299,804	$ 893,864	$ 96,300	$ 1,313,032	$ 2,794,548	$ 2,265	$ 117,500	$ 432,500	$ -	$ 6,949,813

10. MINERAL PROPERTIES (CONT'D)

3 Aces, Yukon

The Company owns 100% of the 3 Aces property, subject to the Net Smelter Returns ("NSR") royalties described below.

An annual advance royalty payment of $45,000 is payable until the commencement of commercial production. The vendor will retain a 2% NSR on the property. If a resource estimate in excess of 500,000 ounces at a grade greater than 5 grams per tonne is defined on the property (in compliance with the Canadian Securities Administrators' National Instrument 43-101, Standards of Disclosure for Mineral Projects), the vendor's NSR royalty will increase to 2.5% and the vendor will receive a bonus payment of $300,000 in cash or equivalent Golden Predator common shares. If a National Instrument 43-101 compliant resource estimate in excess of 1,000,000 ounces at a grade greater than 5 grams per tonne is defined on the property, the vendor's NSR royalty will increase to 3% and the vendor will receive an additional bonus payment of $300,000 in cash or equivalent Golden Predator shares. Each 1% of the NSR can be purchased by the Company for $2,000,000. The property is also subject to a 1.0% NSR to Till Capital.

Reef, Yukon

During the year ended December 31, 2017, the Company entered into a mineral property option agreement with Precipitate Gold Corp. ("Precipitate") pursuant to which the Company may acquire Precipitate's interest in certain mineral claims known as the Reef property (the "Reef Claims") located adjacent to the northern boundary of the 3 Aces Project in the Yukon Territory. Terms of the agreement include:

a) Cash payments totaling $1,050,00, as follows:
- $400,000 on the closing date (completed)
- $150,000 on February 9, 2018 (completed)
- $200,000 on February 9, 2019
- $300,000 on February 9, 2020

b) Issuance of common shares as follows:
- 100,000 on the closing date (completed)
- 100,000 on February 9, 2018 (completed)
- $300,000 worth of common shares on February 9, 2019 *
- $300,000 worth of common shares on February 9, 2020 *

  * The price per share is based on the 21-day volume weighted average price ("VWAP") at the date of issuance and subject to a floor price equal to the minimum price permitted under TSX Venture Exchange ("TSXV") policies. The Company will compensate Precipitate in cash for any shortfall to $300,000 in value caused by the TSXV minimum price policies.

c) Issuance of common share purchase warrants as follows:
- 100,000 on the closing date ($1.59 exercise price with a 3-year term) (completed)
- 100,000 on February 9, 2018 ($2.00 exercise price with a 3-year term) (completed)
- 300,000 on February 9, 2019 *
- 300,000 on February 9, 2020 *

10. MINERAL PROPERTIES (CONT'D)

Reef, Yukon (cont'd)

* These warrants will have a 3-year term and an exercise price of 150% of the 21-day VWAP at the date of issuance.

d) The Company granted to Precipitate a 2% NSR royalty on certain of the Reef Claims and a 1% NSR royalty on the remaining Reef Claims (the "Reef NSR"). The Company may repurchase 25% of the Reef NSR royalty, for $1,000,000, and a further 25% for $1,500,000.

Upper Hyland, Yukon

During the year ended December 31, 2017, the Company entered into a mineral property purchase agreement with Bearing Lithium Ltd. ("Bearing") for the purchase of certain mineral claims located in the Upper Hyland River area in the southeast region of the Yukon Territory. Terms of the agreement include:

a) Cash payments totaling $275,000, as follows:
   - $10,000 on the execution date (completed)
   - $20,000 on the September 28, 2017 (completed)
   - $60,000 on August 23, 2018
   - $85,000 on August 23, 2019
   - $100,000 on December 23, 2020

b) Issuance of common shares as follows:
   - 35,000 upon TSXV approval of the transaction (completed)
   - 50,000 September 28, 2017 (completed)
   - $100,000 worth of common shares on August 23, 2018*
   - $250,000 worth of common shares on August 23, 2019*
   - $250,000 worth of common shares on December 23, 2020*

   * The price per share is based on the 21-day VWAP at the date of issuance and subject to a floor price equal to the minimum price permitted under TSXV policies.

c) The Company granted Bearing a 2% NSR royalty on certain of the claims and a 1% NSR royalty on the remaining claims (the "Bearing NSR"). The Company may repurchase 50% of the Bearing NSR for $1,000,000.

Brewery Creek, Yukon

The Company owns 100% of the Brewery Creek Project. The Brewery Creek Project is subject to a 2% NSR royalty on the first 600,000 ounces of gold produced, following which the NSR royalty will increase to 2.75%. The Company has the right to repurchase 0.625% of the increased NSR royalty for $2,000,000 (which, if so acquired, would result in a 2.125% NSR). The property is also subject to a sliding scale royalty based on the price of gold on the first 21,000 ounces of production, as well as a 5% net profits royalty ("NPR") over a portion of the property.

10. MINERAL PROPERTIES (CONT'D)

Brewery Creek, Yukon (cont'd)

An Amended and Restated Socio-Economic Accord for the Brewery Creek Project was entered into with the Tr'ondëk Hwëch'in First Nation ("THFN") which took effect September 2012. As consideration for entering into the agreement, the Company paid the sum of $400,000, payable in shares, of which $250,000 was paid on signing and $150,000 was paid during the year ended December 31, 2016 through issuance of 245,901 shares valued at $0.80 per share. The Company recorded a loss on settlement of accounts payable of $46,721 related to this transaction.

Upon receipt of all required permits in respect of the portion of the mine site outside the existing permitted area, the Company will pay an additional sum of $300,000 payable in shares at a price equal to a 5-day VWAP. Key aspects of the Socio-Economic Accord include the Company's commitment in respect of training and scholarships, and the annual community legacy project grant, amounting to $45,000 per annum. The Company has also agreed to pay the THFN a 2.5% NSR on revenue from the mine site, excluding the existing permitted area.

Sonora Gulch, Yukon

The Company owns 100% of the Sonora Gulch property, subject to a 1% NSR royalty. The Company has the option and right to purchase 50% of the NSR royalty at any time for $1,000,000.

During the year ended December 31, 2017, the Company optioned the Sonora Gulch property to Taku Gold Corp. ("Taku"). Taku can earn a 100% interest in the Sonora Gulch property by issuing the Company an aggregate of 11,000,000 common shares as follows:

- 4,500,000 on the closing date (received);
- 3,500,000 on August 1, 2018
  (or that number of Taku common shares equal in value to $1,400,000 based on the 10-day volume weighted average price ("VWAP") of Taku's common shares immediately prior to the first anniversary date, if the VWAP is greater than $0.40);
- 3,000,000 on August 1, 2019
  (or that number of Taku common shares equal in value to $1,200,000 based on the 10-day VWAP of Taku's common shares immediately prior to the second anniversary date, if the VWAP is greater than $0.40).

The Company also retained a 1% NSR royalty on the Sonora Gulch property. The initial tranche of 4,500,000 shares was valued at $900,000 and recorded as a reduction in the carrying value of the Sonora Gulch property.

10. MINERAL PROPERTIES (CONT'D)

Marg, Yukon

The Company owns a 100% interest in the Marg property, subject to a 1% NSR royalty to Till Capital.

In 2016, 100% of the property was provisionally purchased from the Company for consideration of $50,000 and 1,967,280 shares (received in escrow). During the year ended December 31, 2017, the purchaser was unable to meet the conditions of the purchase agreement and control of the property was returned to the Company and the Company returned the shares to the purchaser.

Grew Creek, Yukon

The Company owns 100% of the Grew Creek property, subject to a 4% NSR royalty.

During the year ended December 31, 2016, the Company entered into a Property Option Agreement with Quantum Cobalt Corp. ("Quantum" – formerly Bravura Ventures Corp.) whereby Quantum can earn up to a 90% interest in the Grew Creek property. The terms of the Property Option Agreement include:

a) A total of $950,000 to be paid to the Company as follows:
    - $35,000 – on the closing date (received);
    - $50,000 – on October 21, 2017 (received);
    - $75,000 – on October 21, 2018;
    - $140,000 – on October 21, 2019;
    - $150,000 – on October 21, 2020;
    - $250,000 – on October 21, 2021; and
    - $250,000 – on October 21, 2022.

b) Issuance to the Company of an aggregate amount of 200,000 common shares and an additional 6% of Quantum to be issued as follows (share amounts have been adjusted to reflect a 10:1 consolidation of Quantum shares on May 4, 2017):
    - 50,000 – on the closing date (received, valued at $90,000);
    - 50,000 – on October 21, 2017 (received, valued at $32,500);
    - 50,000 – on October 21, 2018;
    - 50,000 – on October 21, 2019;
    - On October 21, 2020 that number of common shares equal to 2% of the issued and outstanding common shares of Quantum for 70% interest in the property;
    - On October 21, 2021 that number of common shares equal to 2% of the issued and outstanding common shares of Quantum for an additional 10% interest in the property; and
    - On October 21, 2022 that number of common shares equal to 2% of the issued and outstanding common shares of Quantum for an additional 10% interest in the property.

10. MINERAL PROPERTIES (CONT'D)

Grew Creek, Yukon (cont'd)

If, during the term of the agreement, Quantum receives a technical report (the "First Report") that (i) complies with NI 43-101, Standards of Disclosure for Mineral Projects, and (ii) defines a resource on the claims, Quantum shall, within 30 days of receipt of such report, pay to the Company an additional $50,000 and issue an additional 50,000 common shares. If, during the term of the agreement but after its receipt of the First Report, Quantum receives a second technical report (the "Second Report") that increases the resource estimate by 100% or more over the estimate contained in the First Report, Quantum shall issue to the Company such number of common shares as is equal to two percent (2%) of the issued and outstanding common shares of Quantum on the date that is ten (10) business days prior to the date of receipt of the Second Report.

Sprogge, Yukon

During the year ended December 31, 2017, the Company entered into property purchase agreements with each of Alexco Exploration Canada Corp. (Alexco) and Newmont Canada Corporation (Newmont) to acquire 100% interest in the Sprogge claims located in the southeast Yukon, adjacent to 3 Aces Project claims. The terms of the purchase agreements include:

- Cash payments totaling $114,500 (completed);
- Issued 300,000 common shares (completed);
- Issued 300,000 common share purchase warrants with an exercise price of $1.00 and a 37-month term (completed);

The Company also granted NSR royalties totaling 2.32% to Alexco and Newmont, with buy-back provisions for up to 50% of the royalty.

Other Properties

a) Castle West, Nevada

During the year ended December 31, 2014, the Company entered into a Mining Lease and Sublease Agreement (the "Agreement") with Platoro West Inc. ("Platoro") on its Castle West property in Esmeralda County, Nevada.

During the year ended December 31, 2017, the Company returned the Castle West property to Platoro, wrote off the December 31, 2016 balance of the property of $92,641 and paid additional lease fees of US$20,500 (CAD $27,537) to the underlying vendors of the two subleases.

Platoro is owned by a director of the Company and therefore the lease is considered a related party transaction (see Note 18b).

(Unaudited – Expressed in Canadian dollars)

10. MINERAL PROPERTIES (CONT'D)

Other Properties (cont'd)

b) Chopin, Korat, Lucky Joe and Fortymile Projects, Yukon

During the year ended December 31, 2017, the Company sold a number of non-core assets to Taku, including the Chopin, Korat, Lucky Joe and Fortymile projects. As consideration, Taku issued the Company 3,500,000 common shares and granted the Company NSR royalties on the Chopin (1%), Korat (1%), Lucky Joe (1.5%) and Fortymile (0.5%) claims. The shares received were valued at $735,000. Of this amount, $11,720 was recorded as a reduction in mineral property values (bringing their carrying value to nil) and the remainder was recorded as a gain on sale.

During the year ended December 31, 2016, the Company entered into an option agreement to acquire the Fortymile project in the Yukon. Prior to transferring the project to Taku, the Company paid $10,000 to the vendor of the property under the initial option agreement. Taku has assumed the remaining obligations under the original option agreement.

11. PROMISSORY NOTE

In conjunction with the acquisition of the Brewery Creek project in 2014 from Till Capital, the Company issued a $4,700,000 promissory note (the "Promissory Note"). The terms of the Promissory Note were amended during the year ended December 31, 2015.

During the year ended December 31, 2017, the Company settled the remaining three payments outstanding under the Promissory Note with two payments totaling $3,446,389 (2016 - $717,450), including repayment of principal of $3,200,000 (2016 - $572,710) and interest of $246,389 (2016 - $144,740).

The Promissory Note was recognized initially at fair value, and subsequently carried at amortized cost using the effective interest rate method. The fair value of the Promissory Note was estimated using a discounted cash flow calculation, using a discount rate of 15% which is management's estimate of the Company's cost of borrowing.

	Classification	Promissory Note
Carrying value - December 31, 2016		**$ 3,146,809**
Principal payment on note	Cash	(3,200,000)
Payment of accreted interest	Cash	(246,389)
Accreted interest in the year	Non-cash	174,535
Loss on settlement of promissory note	Non-cash	125,045
Carrying value - December 31, 2017 and March 31, 2018		**$ -**

(Unaudited – Expressed in Canadian dollars)

12. FINANCE LEASE OBLIGATION

The Company has a finance-type lease agreement with the vendor of a trailer camp being installed at the 3 Aces property that commenced in the period ended March 31, 2018. The following table sets out the future minimum lease payments as well as the present value of the net minimum lease payments as at March 31, 2018.

Future minimum lease payments		
Within 1 year	$	192,000
Within 2 years		176,000
		368,000
Effect of discounting		(40,406)
Present value of minimum lease payments		327,594
Less current portion		(158,899)
Non-current portion of finance lease obligations	$	168,695

13. FLOW-THROUGH SHARE PREMIUM LIABILITY

Balance December 31, 2016	**$**	**238,400**
Liability incurred on flow-through shares issued		777,112
Settlement of flow-through share liability on expenditures incurred		(1,015,512)
Balance December 31, 2017		**-**
Liability incurred on flow-through shares issued		1,658,228
Settlement of flow-through share liability on expenditures incurred		(383,881)
Balance March 31, 2018	**$**	**1,274,347**

14. SHARE CAPITAL

a) Capital Stock

In February 2018, the Company completed a financing by way of short form prospectus. A total of 9,212,378 flow-through units (the "Flow-Through Units) at a price of $0.91 per Flow-Through Unit were sold for aggregate gross proceeds of $8,383,264. Each Flow-Through Unit consists of one Class A common share (a "Common Share") and one-half of one (non-flow-through) Common Share purchase warrant, exercisable at $1.00 per Common Share. The Company paid a 7.0% commission ($586,828), $306,140 in other fees and issued 460,618 share purchase warrants to the Underwriter valued at $142,792. The Underwriter's warrants are exercisable into Common Shares at a price of $0.91 per Common Share, for a period of two years from the closing date.

During the three months ended March 31, 2018, the Company issued:

- 435,000 Class A common shares for proceeds of $158,200 related to the exercise of stock options,
- 4,600,000 Class A common shares for proceeds of $793,500 related to the exercise of warrants, and
- 100,000 Class A common shares valued at $68,000 related to the purchase of the Reef Property.

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

a) Capital Stock (cont'd)

In March 2017, the Company completed a bought deal offering by way of short form prospectus. A total of 7,187,500 Class A common shares at a price of $1.60 per share and 3,108,450 flow-through Class A common shares at a price of $1.85 per flow-through share were sold for aggregate gross proceeds of $17,250,633. The Company paid a 6.9% commission ($1,190,294), $284,990 in other fees and issued 251,562 share purchase warrants to the Underwriters valued at $212,480. The Underwriters' warrants are exercisable into Class A common shares at a price of $1.60 per share, for a period of two years from the closing date.

During the year ended December 31, 2017, the Company issued:

- 5,017,548 Class A common shares for proceeds of $1,600,048 related to the exercise of warrants,
- 1,786,250 Class A common shares for proceeds of $533,437 related to the exercise of stock options,
- 100,000 Class A common shares valued at $159,000 related to the purchase of the Reef property, and
- 85,000 Class A common shares valued at $66,300 related to the purchase of the Upper Hyland property.

b) Stock Options

The Company has a stock option plan under which directors, officers, employees, management and consultants of the Company are eligible to receive stock options. The maximum number of common shares issuable pursuant to the exercise of outstanding options granted under the plan is 10% of the issued shares of the Company at the time of granting the options. The maximum number of stock options granted to any one optionee in a 12-month period may not exceed 5% of the outstanding common shares of the Company. Options granted under the plan may not exceed a term of ten years and vest at terms determined by the directors at the time of grant. The exercise price, expiry date, and vesting term of each option is determined by the directors at the time of grant, provided that the exercise price may not be less than the price permitted by the policy or policies of the stock exchange(s) on which the Company's common shares are then listed.

During the three-month period ended March 31, 2018, the Company recognized stock-based compensation related to options of $286,592 (2017 - $394,285). The weighted average fair value of options granted during the three-month period ended March 31, 2018 was $0.40 (2017 - $1.47) per share.

The fair value of all compensatory options granted is estimated on the grant date using the Black-Scholes option pricing model. The weighted average assumptions used calculating the fair values are as follows:

	March 31, 2018	December 31, 2017
Risk-free interest rate	1.23%	0.62%
Expected life of option	3 years	3 years
Expected dividend yield	0%	0%
Expected stock price volatility	105.37%	138.82%

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

b) Stock Options (cont'd)

Stock option transactions are summarized as follows:

	Outstanding Options	Weighted Average Exercise Price
Balance, December 31, 2016	**5,934,500**	**$ 0.46**
Granted	2,490,000	1.12
Exercised	(1,786,250)	0.30
Forfeited	(503,750)	1.00
Balance, December 31, 2017	**6,134,500**	**$ 0.73**
Granted	1,000,000	0.75
Exercised	(435,000)	0.36
Forfeited	(362,500)	0.71
Balance, March 31, 2018	**6,337,000**	**$ 0.76**
Exercisable, March 31, 2018	**3,930,250**	

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

b) Stock Options (cont'd)

As at March 31, 2018, incentive stock options were outstanding as follows:

Expiry Date	Outstanding Options	Exercise Price ($)
June 22, 2018	125,000	0.12
October 1, 2018	92,500	0.14
February 25, 2019	575,000	0.17
May 2, 2019	5,000	0.25
May 24, 2019	232,500	0.43
June 3, 2019	1,440,000	0.66
June 20, 2019	75,000	0.95
July 20, 2019	30,000	0.82
August 10, 2019	100,000	0.91
October 7, 2019	402,000	0.69
October 11, 2019	25,000	0.72
October 14, 2019	15,000	0.80
October 19, 2019	15,000	0.75
November 9, 2019	10,000	0.77
November 23, 2019	20,000	0.56
January 20, 2020	85,000	0.99
February 1, 2020	50,000	1.51
March 21, 2020	435,000	1.60
March 21, 2020	80,000	1.41
April 10, 2020	50,000	1.60
April 24, 2020	25,000	1.32
May 4, 2020	25,000	1.27
June 5, 2020	35,000	1.43
July 11, 2020	80,000	1.10
August 18, 2020	40,000	1.16
September 1, 2020	80,000	1.08
September 13, 2020	15,000	0.90
September 30, 2020	700,000	0.91
October 20, 2020	35,000	0.85
December 1, 2020	400,000	0.66
December 4, 2020	40,000	0.64
February 26, 2021	1,000,000	0.75
	6,337,000	**0.76**

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

b) Stock Options (cont'd)

As at December 31, 2017, incentive stock options were outstanding as follows:

Expiry Date	Outstanding Options	Exercise Price ($)
March 1, 2018	100,000	0.14
March 1, 2018	100,000	0.17
March 1, 2018	100,000	0.66
March 23, 2018	10,000	0.12
June 22, 2018	125,000	0.12
October 1, 2018	110,000	0.14
February 25, 2019	650,000	0.17
May 2, 2019	5,000	0.25
May 24, 2019	232,500	0.43
June 3, 2019	1,525,000	0.66
June 20, 2019	75,000	0.95
July 20, 2019	30,000	0.82
August 10, 2019	100,000	0.91
October 7, 2019	402,000	0.69
October 11, 2019	25,000	0.72
October 14, 2019	25,000	0.80
October 19, 2019	15,000	0.75
November 9, 2019	10,000	0.77
November 23, 2019	245,000	0.56
January 20, 2020	85,000	0.99
February 1, 2020	50,000	1.51
March 21, 2020	485,000	1.60
March 21, 2020	80,000	1.41
April 10, 2020	50,000	1.60
April 24, 2020	50,000	1.32
May 4, 2020	25,000	1.27
June 5, 2020	35,000	1.43
July 11, 2020	80,000	1.10
August 18, 2020	40,000	1.16
September 1, 2020	80,000	1.08
September 13, 2020	15,000	0.90
September 30, 2020	700,000	0.91
October 20, 2020	35,000	0.85
December 1, 2020	400,000	0.66
December 4, 2020	40,000	0.64
	6,134,500	**0.73**

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

c) Warrants

During the three-month period ended March 31, 2018, the Company issued:

- 4,606,189 warrants to subscribers of the financing,
- 460,618 finders' warrants with a fair value of $0.31 per warrant in connection with the financing, and
- 100,000 warrants with a fair value of $0.25 per warrant for the acquisition of the Reef property

During the year ended December 31, 2017, the Company issued:

- 251,562 finders' warrants with a fair value of $0.84 per warrant in connection with the financing,
- 100,000 warrants with a fair value of $0.87 per warrant for the acquisition of the Reef property, and
- 300,000 warrants with a fair value of $0.37 per warrant for the acquisition of the Sprogge property,

The fair value of the warrants granted was estimated on the grant date using the Black-Scholes option pricing model. The weighted average assumptions used in calculating the fair values are as follows:

	March 31, 2018	**December 31, 2017**
Risk-free interest rate	1.82%	1.15%
Expected life of option	2.2 years	2.7 years
Expected dividend yield	0%	0%
Expected stock price volatility	89.56%	102.13%

Share purchase warrant transactions are summarized as follows:

	Outstanding Warrants	**Weighted Average Exercise Price ($)**
Balance, December 31, 2016	**40,287,530**	**$ 0.42**
Granted	651,562	1.32
Exercised	(5,017,548)	0.32
Balance, December 31, 2017	**35,921,544**	**0.45**
Granted	5,166,807	1.01
Exercised	(4,600,000)	0.17
Balance, March 31, 2018	**36,488,351**	**$ 0.56**

(Unaudited – Expressed in Canadian dollars)

14. SHARE CAPITAL (CONT'D)

c) Warrants (cont'd)

At March 31, 2018, warrants were outstanding as follows:

Expiry Date	Outstanding Warrants	Exercise Price ($)
May 24, 2018 [2]	19,175,000	0.21
May 24, 2018 (finders' warrants) [1] [2]	1,274,000	0.16
July 26, 2018	10,220,982	1.00
March 14, 2019	251,562	1.60
February 13, 2020	4,606,189	1.00
February 13, 2020	460,618	0.91
March 23, 2020	100,000	1.59
December 21, 2020	300,000	1.00
February 2, 2021	100,000	2.00
	36,488,351	**0.56**

[1] These finders' warrants are exercisable into one Class A common share and one share purchase warrant. Each share purchase warrant entitles the holder to purchase one additional Class A common share at a price of $0.21 until May 24, 2018.

[2] Exercised subsequent to the period ended March 31, 2018.

At December 31, 2017, warrants were outstanding as follows:

Expiry Date	Outstanding Warrants	Exercise Price ($)
February 25, 2018	2,000,000	0.15
March 3, 2018	875,000	0.15
May 24, 2018	20,900,000	0.21
May 24, 2018 (finders' warrants) [1]	1,274,000	0.16
July 26, 2018	10,220,982	1.00
March 14, 2019	251,562	1.60
March 23, 2020	100,000	1.59
December 21, 2020	300,000	1.00
	35,921,544	**0.45**

[1] These finders' warrants are exercisable into one Class A common share and one share purchase warrant. Each share purchase warrant entitles the holder to purchase one additional Class A common share at a price of $0.21 until May 24, 2018.

(Unaudited – Expressed in Canadian dollars)

15. EXPLORATION EXPENSES

	2018	2017
Personnel	$ 757,776	$ 858,632
Drilling	629,006	427,887
Field and general	295,885	122,709
Logistics and support	340,720	354,298
Geochemistry	72,290	291,329
Helicopter and airplane	36,028	42,042
Community and environment	153,927	101,574
Amortization	133,329	58,231
Miscellaneous	-	73,371
Cost Recoveries	(20,647)	-
	$ 2,398,314	**$ 2,330,073**

16. GENERAL AND ADMINISTRATIVE EXPENSES

	2018	2017
Office and insurance	$ 417,622	$ 357,749
Share-based compensation	286,592	394,284
Travel, shareholder relations and promotion	138,900	201,907
Professional fees	49,102	152,616
Regulatory & compliance	10,405	22,465
Depreciation	710	-
	$ 903,331	**$ 1,129,021**

17. SUPPLEMENTAL CASH FLOW INFORMATION

	Notes	March 31, 2018	December 31, 2017
Net change in non-cash working capital			
Accounts receivable	4	$ (230,655)	$ 81,800
Prepaid expenses and deposits		24,859	(147,995)
Accounts payable and accrued liabilities		83,188	(203,232)
Inventory	5	246,853	(744,333)
Due from associate	18	(19,901)	(3,243)
		$ 104,344	**$ (1,017,003)**
Non-cash financing and investing activities			
Flow-through share premium liability	13	$ 1,658,228	$ -
Payment on debt by issue of common shares		-	777,112
Exercise of stock options	14	140,610	325,402
Shares issued for property acquisition	10	68,000	432,300
Warrants issued for property acquisition	10	25,000	198,585
Shares received for mineral properties	10	-	1,667,500
Finder's warrants issued	14	142,792	212,480
		$ 2,034,630	**$ 3,613,379**

(Unaudited – Expressed in Canadian dollars)

18. RELATED PARTY TRANSACTIONS

a) Key management compensation

During the three months ended March 31, 2018, the compensation paid or payable to key management (Officers and Directors) for management services provided is as follows:

	2018	2017
Salary and management fees	$ 139,667	$ 134,667
Stock-based compensation	128,972	112,590
	$ 268,639	**$ 247,257**

b) Other transactions

In August 2014, the Company entered into a Mining Lease and Sublease Agreement (the “Agreement”) with a company owned by the Chairman of the Board, Platoro West Inc. (“Platoro”) on its Castle West property in Esmeralda County, Nevada. The Agreement required payments to Platoro totaling US$175,000 over six years, with annual payments of US$35,000 commencing on the seventh anniversary. During the year ended December 31, 2017, the Company returned the Castle West property to Platoro, wrote off the December 31, 2016 balance of the property of $92,641 and paid additional lease fees of US$20,500 (CAD $27,537) to two underlying vendors.

During the three months ended March 31, 2018, the Company recovered $21,000 (2017 - $Nil) from Taku Gold Corp. (“Taku”), an associated company, for Taku’s share of rent and office salaries.

c) Balances outstanding

There was $8,762 due to officers of the Company in accounts payable and accrued liabilities at March 31, 2018 (December 31, 2017 - $3,789).

There was $23,144 due from Taku at March 31, 2018 (December 31, 2017 - $3,243).

19. FINANCIAL INSTRUMENTS

Financial instruments include cash and any contract that give rise to a financial asset to one party and a financial liability or equity instrument to another party. As at March 31, 2018 and December 31, 2017, the Company's carrying values of cash and cash equivalents, short term investments and accounts payable approximate their fair values due to their short term to maturity.

The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
Level 3 – Inputs that are not based on observable market data.

19. FINANCIAL INSTRUMENTS (CONT'D)

As at March 31, 2018 and December 31, 2017, the Company's marketable securities are based on level 1 inputs of the fair value hierarchy, and the derivative asset is based on level 3 inputs of the fair value hierarchy. Marketable securities values are based on the closing trading price of the shares on public stock exchanges at the period-end date. The fair value of the derivative asset was estimated using the Black-Scholes model with the assumptions disclosed in Note 7.

Financial Risks Management

Market risk

Market risk is the risk of loss that may arise from changes in market fluctuations such as those listed below. The fluctuations may be significant.

Foreign exchange risk

The Company operates mainly in Canada but a small portion of the Company's financial assets and liabilities are denominated in US dollars. The Company does not undertake currency hedging activities but continuously monitors its exposure to foreign exchange risk to determine if any mitigation strategies warrant consideration.

Credit risk

Credit risk is the risk of loss associated with counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and cash equivalents, short term investments, receivables and reclamation bonds. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents consist of cash held in bank accounts, short term investments consist of GIC's held at a major Canadian financial institution and accounts receivable consist primarily of trade receivables from the sale of gold bars and coins and of goods and services tax receivable, for which management believes the risk of significant loss to be minimal. Reclamation bonds consist of term deposits and guaranteed investment certificates, which have been invested with reputable financial institutions, from which management believes the risk of loss to be minimal.

Interest rate risk

Interest rate risk mainly arises from the Company's cash and cash equivalents and short-term investments, which receive interest based on market interest rates. Fluctuations in interest cash flows due to changes in market interest rates are negligible. The Company's borrowings are at fixed rates.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its current obligations as they become due. The Company prepares annual exploration and administrative budgets and monitors expenditures to manage short-term liquidity. Due to the nature of the Company's activities, funding for long-term liquidity needs is dependent on the Company's ability to obtain additional financing through various means, including equity financing. There can be no assurance that the Company will be able to obtain adequate financing or that the terms of such financing will be favorable. As at March 31, 2018, the Company had working capital of $7,110,644 (December 31, 2017 - $3,456,454)

(Unaudited – Expressed in Canadian dollars)

19. FINANCIAL INSTRUMENTS (CONT'D)

Financial Risks Management (cont'd)

Liquidity risk (cont'd)

The following tables detail the Company's expected remaining contractual cash flow requirements for its financial liabilities on repayment or maturity periods. The amounts presented are based on the contractual undiscounted cash flows and may not agree with the carrying amounts on the Statements of Financial Position.

As at March 31, 2018	Up to 1 year	1-5 years	Total
Accounts payable and accrued liabilities	$ 2,155,178	$ -	$ 2,155,178
Finance lease obligation	158,899	168,695	327,594
Flow-through share premium liability	1,274,347	-	1,274,347
	$ 3,588,424	**$ 168,695**	**$ 3,757,119**

As at December 31, 2017	Up to 1 year	1-5 years	Total
Accounts payable and accrued liabilities	$ 2,071,990	$ -	$ 2,071,990

Price risk

The Company is exposed to price risk with respect to equity and commodity prices. Equity price risk is the risk of loss associated with movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is the risk of loss associated with commodity price movements. The Company closely monitors individual equity movements, the stock markets and commodity prices to determine appropriate actions to be taken by the Company. The Company has investments in certain publicly traded companies (marketable securities), and there can be no assurance that the Company can exit these positions if required, so there is a risk that proceeds may not approximate the carrying value of these investments. A 10% fluctuation in the price of the Company's marketable securities would increase or decrease comprehensive loss by $44,666 at March 31, 2018 (December 31, 2017 - $49,645). A 10% fluctuation in the price of gold could increase or decrease loss and comprehensive loss by $49,748 at March 31, 2018 (December 31, 2017 - $74,433).

Capital Management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration and development of its mineral properties, acquire additional mineral property interests and to maintain a flexible capital structure that optimizes the costs of capital at an acceptable level of risk. In the management of capital, the Company includes components of shareholders' equity. The Company manages the capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue debt, acquire or dispose of assets or adjust the amount of cash and cash equivalents, short term investments and marketable securities.

The Company is not currently subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the periods ended March 31, 2018 and 2017.

(Unaudited – Expressed in Canadian dollars)

20. COMMITMENTS

a) The Company has leases on office space in Vancouver (ending May 31, 2021) and Watson Lake (ending January 31, 2020), as well as leases on accommodation in Vancouver (ending December 31, 2018) and Whitehorse (ending May 14, 2018). These leases commit the Company to the following future minimum lease payments as at March 31, 2018:

Year	Payments
2018	$ 105,315
2019	$ 99,170
2020	$ 82,288
2021	$ 83,406
2022	$ 35,259

b) On January 28, 2013, the Company entered into an Exploration Memorandum of Understanding (the “MOU”) with Kaska Nation represented by the Ross River Dena Council and Liard First Nation regarding exploration activity in their traditional territory. Under the MOU, the Company will pay an annual Community Development fee of 2% of “on the ground” exploration expenditures.

c) An Amended and Restated Socio-Economic Accord for the Brewery Creek Project was entered into with the Tr’ondëk Hwëch’in First Nation in September 2012. Key aspects of the Socio-Economic Accord include the Company’s commitment in respect of training and scholarships, and the annual community legacy project grant, amounting to $45,000 per annum.

21. SUBSEQUENT EVENTS

Subsequent to the period ended March 31, 2018, the Company:

a) Received proceeds of $4,475 from the exercise of 12,500 stock options.

b) Received proceeds of $4,498,130 from the exercise of 21,723,000 warrants.