Kintavar Exploration Inc.

Unaudited Condensed Interim Financial Statements

Three months ended March 31, 2017

The attached financial statements have been prepared by Management of Kintavar Exploration Inc. and have not been reviewed by the auditors

Kintavar Exploration Inc.
Statements of Financial Position
(Unaudited)

	Note	As at March 31, 2017	As at December 31, 2016
		$	$
Assets			
Current assets			
Cash	5	1,683,974	1,071,784
Sales tax receivable		74,846	10,408
Current assets		1,758,820	1,082,192
Non-current assets			
Exploration and evaluation assets	6	3,448,356	932,010
Non-current assets		3,448,356	932,010
Total assets		**5,207,176**	**2,014,202**
Liabilities			
Current liabilities			
Trade and other payables	13	390,158	58,376
Liability related to the premium on flow-through shares	7	183,265	282,707
Current liabilities		573,423	341,083
Non-current liabilities			
Deferred taxes		162,720	239,733
Non-current liabilities		162,720	239,733
Total Liabilities		**736,143**	**580,816**
Equity			
Share capital	4	6,290,446	2,398,652
Warrants	9	167,739	47,061
Broker options	10	2,832	-
Stock options	4	4,000	-
Deficit		(1,993,984)	(1,012,327)
Total equity		**4,471,033**	**1,433,386**
Total liabilities and equity		**5,207,176**	**2,014,202**

Equity is entirely attributable to Kintavar Exploration Inc.'s shareholders.

The accompanying notes are an integral part of these condensed interim financial statements.

Kintavar Exploration Inc.

Statements of Comprehensive Loss
(Unaudited)

	Note	Three months ended March 31 2017	2016
		$	$
Operating Expenses			
Salaries, employee benefits and share-based compensation		26,792	-
Exploration and evaluation expenses, net of tax credits	12	409,764	4,866
Professional fees		11,397	-
Travel, conference and investor relations		2,318	-
Administration		1,258	991
Filing fees		1,250	-
Listing expense	4	750,071	-
Operating loss		(1,202,850)	(5,857)
Other income (expenses)			
Interest income		-	2
		-	2
Net loss before income taxes		(1,202,850)	(5,855)
Deferred income taxes recovery		221,193	-
Net loss and comprehensive loss		**(981,657)**	**(5,855)**
Basic and diluted loss per share		(0.051)	(0.001)
Weighted average number of basic and diluted outstanding shares		19,417,371	10,247,093

Net loss and comprehensive loss is entirely attributable to Kintavar Exploration Inc.'s shareholders.

Other comprehensive loss is composed solely of items that may be reclassified subsequently to net loss.

The accompanying notes are an integral part of these condensed interim financial statements.

Kintavar Exploration Inc.

Statements of Changes in Equity
(Unaudited)

	Note	Number of shares outstanding	Capital stock	Stock options	Deficit	Total equity
			$	$	$	$
Balance at January 1, 2016		10,247,093	1,341,110	55,500	(705,267)	691,343
Net loss and comprehensive loss		-	-	-	(5,855)	(5,855)
Balance at March 31, 2016		**10,247,093**	**1,341,110**	**55,500**	**(711,122)**	**685,488**

	Note	Number of shares outstanding	Capital stock	Warrants	Broker Options	Stock Options	Deficit	Total equity
			$	$	$	$	$	$
Balance at December 31, 2016		17,168,786	2,398,652	47,061	-	-	(1,012,327)	1,433,386
Net loss and comprehensive loss for the period		-	-	-	-	-	(981,657)	(981,657)
Acquisition of mining properties from GéoMéga Resources Inc.		17,857,143	2,500,000	-	-	-	-	2,500,000
Issuances to investors of Black Springs Capital Corp as part of the amalgamation								
• Class A common Shares		4,125,000	577,500	-	-	-	-	577,500
• Stock options		-	-	-	-	4,000	-	4,000
Issuance of shares as part of finder's fee		571,428	80,000	-	-	-	-	80,000
Issuance of shares under a private placement		5,173,293	599,112	125,149	-	-	-	724,261
Issuance of shares under a flow-through private placement		1,183,510	213,032	-	-	-	-	213,032
• Less: premium		-	(47,340)	-	-	-	-	(47,340)
Share issuance costs		-	(30,510)	(4,471)	2,832	-	-	(32,149)
Balance at March 31, 2017		**46,079,160**	**6,290,446**	**167,739**	**2,832**	**4,000**	**(1,993,984)**	**4,471,033**

The accompanying notes are an integral part of these condensed interim financial statements.

Kintavar Exploration Inc.
Statements of Cash Flows
(Unaudited)

	Note	Three months ended December 31, 2017	2016
		$	$
Operating activities			
Net loss for the period		(981,657)	(5,855)
Adjustments for:			
Non-cash components of listing expense		570,788	-
Flow through premium		(144,180)	-
Deferred income tax recovery		(77,013)	-
Changes in non-cash working capital items			
Sales tax receivable		(64,438)	5,887
Trade and other payables		331,782	(6,293)
Cash flows used in operating activities		**(364,718)**	**(6,261)**
Investing activities			
Cash acquired through the amalgamation with Black Springs		90,712	-
Additions of exploration and evaluation assets		(16,346)	-
Cash flows from (used) in investing activities		**74,366**	**-**
Financing activities			
Proceeds from issuance of units		724,261	-
Proceeds from issuance of flow-through shares		213,032	-
Share issuance costs		(34,751)	-
Cash flows from (used) in financing activities		**902,542**	**-**
Net change in cash and cash equivalents		612,190	(6,261)
Cash and cash equivalents – beginning		1,071,784	59,260
Cash and cash equivalents – ending		**1,683,974**	**52,999**
Additional information			
Interest received		-	2
Acquisition of exploration and evaluation assets through issuance of shares		2,500,000	-

The accompanying notes are an integral part of these condensed interim financial statements.

1. NATURE OF OPERATIONS AND GOING CONCERN

Kintavar Exploration Inc. (the “Corporation”) was formed on March 24, 2017 upon the issuance of an amalgamation certificate under the *Business Corporations Act* (Quebec) and is engaged in the acquisition, exploration and evaluation of mining properties in Canada. The Corporation’s shares are listed on the TSX Venture Exchange (the “Exchange”) under symbol KTR. The address of the Corporation's registered office and principal place of business is 75, boul. de Mortagne, Boucherville, Quebec, Canada, J4B 6Y4.

The Corporation has not yet determined whether its mineral properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the ability of the Corporation to obtain necessary financing to pursue the exploration and evaluation on its mining properties.

These Financial Statements have been prepared on the basis of accounting principles applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to twelve months from the end of the reporting period. For the three months ended March 31, 2017, the Corporation reported a net loss of $981,657 and has accumulated a deficit of $1,993,984 up to that date. As at March 31, 2017, the Corporation had working capital of $1,185,397. From this working capital, the Corporation has to dedicate $604,628 to Canadian mining properties exploration, pursuant to the restrictions imposed by the December 30, 2016 and March 24, 2017 flow-through financings completed by Groupe Ressources Géomines Inc. (“Géomines”) (a predecessor of the Corporation) and the Corporation respectively.

Management estimates that the working capital will not be sufficient to meet the Corporation’s obligations and commitments and budgeted expenditures through December 31, 2017. These circumstances lend a significant doubt as to the ability of the Corporation to ensure its continuity of operation and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern. Management is aware, in making its assessment, of material uncertainties related to events and conditions that may cast a significant doubt upon the Corporation's ability to continue as a going concern as described in the preceding paragraph, and accordingly, the appropriateness of the use of accounting principles applicable to a going concern. The Financial Statements do not reflect the adjustment to the carrying values of assets and liabilities, expenses and financial position classifications that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

Any funding shortfall may be met in the future in a number of ways including but not limited to, the issuance of new equity or debt financing. While management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available to the Corporation or that they will be available on terms which are acceptable to the Corporation. If management is unable to obtain new funding, the Corporation may be unable to continue its operations, and amounts realized for assets might be less than amounts reflected in the Financial Statements.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of Compliance

These unaudited condensed interim financial statements (the “Financial Statements”) have been prepared in accordance with the *International Financial Reporting Standards* (“IFRS”) as issued by the *International Accounting Standards Board* (“IASB”) applicable to the preparation of interim financial statements, including *International Accounting Standard* (“IAS”) 34, *Interim Financial Reporting*.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Accordingly, the Financial Statements do not include all of the information and footnotes required by IFRS for complete financial statements for year-end reporting purposes.

The Financial Statements were approved by the Corporation's Board of Directors on May 29, 2017.

2.2 Basis of Presentation

The Financial Statements should be read in conjunction with the annual financial statements of Géomines for the year ended December 31, 2016, which have been prepared in accordance with IFRS. The accounting policies, methods of computation and presentation applied in the Financial Statements are consistent with those of Géomines' previous financial year ended December 31, 2016,

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of Financial Statements in conformity with IFRS requires the Corporation to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the Financial Statements and the reported amounts of revenues and expenses during the reporting period. The Corporation also makes estimates and assumptions concerning the future. The determination of estimates requires the exercise of judgement based on various assumptions and other factors such as historical experience and current and expected economic conditions. Actual results could differ from those estimates.

Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In preparing the Financial Statements, the significant judgements made by management in applying the Corporation's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements of Géomines for the year ended December 31, 2016.

4. AMALGAMATION AND RELATED TRANSACTIONS

Pursuant to the terms and conditions of the Amalgamation Agreement dated January 3, 2017, between Black Springs Capital Corp. ("Black Springs") and Géomines, Black Springs and Géomines were amalgamated on March 24, 2017. The amalgamated entity is named Kintavar Exploration Inc.

Immediately prior to the amalgamation, Géomines acquired from GéoMéga Ressources Inc. ("GéoMéga") mineral claims on gold bearing prospects, including the claims comprising the Anik, MacDonald, Rivière à l'aigle, Gaspard, Lac Storm, 3G, Comptois and Maryse properties, located in the Province of Québec in consideration of the issuance of 17,857,143 Géomines shares.

4. AMALGAMATION AND RELATED TRANSACTIONS (CONT'D)

Upon the amalgamation, the following instruments of the Corporation were issued to the respective instrument holders:

Black Springs	4,125,000 class A common shares [1)] 250,000 replacement options [1)]
Existing shareholders of Géomines	17,168,786 class A common shares [2)] 1,001,250 replacement warrants [2)]
GéoMéga	17,853,143 class A common shares [2)]

1) Reflects an exchange ratio of two Black Springs common share for one Corporation Class A common share
2) Reflects an exchange ratio of one Géomines common share for one Corporation Class A common share

This transaction is accounted for as the successive acquisitions by Géomines of GéoMéga's mining claims and 100% of the issued and outstanding shares of Black Springs. Consequently, these financial statements reflect only the assets, liabilities, operations and cash flows of Géomines for dates and periods prior to March 24, 2017 and include also GéoMéga's mining claims and Black Spring's assets and liabilities since March 24, 2017.

Neither of the acquisitions meet the definition of a business combination under IFRS 3 *Business Combinations*; accordingly, the purchase of GéoMéga's mining claims and Black Springs' net assets is accounted for as an equity-settled share-based payment under IFRS 2 *Share-based Payment*.

In accordance with IFRS 2, equity instruments issued were recognized at fair value of net assets acquired and services received. Services received by the Corporation consist in the listing of Black Springs as a publicly listed entity and are measured at the amount of the excess of the fair value of equity instruments issued to Black Springs' share and option holders at the time of the amalgamation over Black Springs' net assets acquired. The transaction with Black Springs is thus recognized in substance as if Géomines had proceeded to the issuance of share and options to acquire Black Springs' net assets.

In connection with the transaction with Black Springs, the Corporation paid a finder's fee of $80,000 by the issuance of 571,428 class A common shares of the Corporation and incurred transaction costs of $127,939.

The acquisition of Black Springs has been accounted for as follows:

	$
Net assets of Black Springs acquired	
Cash	90,712
Accounts payables and accrued liabilities	(51,344)
	39,368
Consideration paid	
4,125,000 class A common shares to Black Springs' shareholders	577,500
250,000 replacement options to Black Springs' option holders	4,000
571,428 class A common shares as finder's fee	80,000
Transaction costs paid	127,939
	789,439
Listing expense	**(750,071)**

4. AMALGAMATION AND RELATED TRANSACTIONS (CONT'D)

The amount for the replacement options was determined by measuring the fair value of Black Springs' stock options outstanding at the time of the amalgamation. Since 200,000 of the replacement options expired in April, 2017, their fair value was considered nil. The fair value of $4,000 for the 50,000 replacement options expiring on July 2, 2020 was estimated using the Black & Scholes valuation model using the following weighted average assumptions: expected life of 3.25 years, a volatility of 100%, a risk-free interest rate of 0.95%, an exercise price of $0.20 and a share price of $0.14. The expected volatility was estimated by benchmarking comparable situations for companies that are similar to the Corporation.

Concurrently with the closing of the amalgamation, the Corporation completed a concurrent financing pursuant to a non-brokered private placement of (i) 1,183,510 shares, issued on a flow through basis, at a price of $0.18 per common share, and (ii) 5,173,293 units at a price of $0.14 per unit for aggregate gross proceeds of $937,293. Each unit being comprised of one common share and one half of one common share purchase warrant, each whole warrant entitling the holder hereof to acquire one common share at a price of $0.18 per common share until March 24, 2019.

From the total proceeds received from the units of $724,261, $125,149 has been allocated to warrants and $599,112 to common shares, according to a pro rata allocation of the estimated fair value of each of the two components. The estimated fair value of the warrants was determined using the Black-Scholes pricing model based on the following assumptions: no expected dividend yield, an expected volatility of 100%, a risk free interest rate of 0.76% and an expected life of the warrants of 2 years.

In connection with this financing, the Corporation paid to arm's length finders an aggregate amount of $7,842 and issued an aggregate of 43,568 finder warrants. Each finder warrant entitles the holder to purchase one common share at a price of $0.18 until March 24, 2019. The total compensation warrants cost amounted to $2,832 and this fair value was estimated using the Black-Scholes model with the same assumptions as the warrants except for an expected life of 2 years.

Concerning the March 24, 2017 flow-through private placement, the Corporation's share value at closing is deemed to be $0.14, therefore the residual value attributed to the benefit related to flow-through shares renunciation is $0.04 for a total value of $47,340 credited to the liability related to the premium on flow-through shares.

Share issue expenses, including the finder's fees and compensation warrants, totalled $37,583 of which $30,510 was allocated to capital stock, $4,471 to warrants and $2,602 to flow-through premium.

5. CASH AND CASH EQUIVALENTS

The balance on flow-through financing not spent according to the restrictions imposed by the December 30, 2016 financing completed by Géomines and March 24, 2017 completed by the Corporation represents $604,628 as at March 31, 2017 and is included in cash and cash equivalents. The Corporation has to dedicate these funds to Canadian mining properties exploration.

6. EXPLORATION AND EVALUATION ASSETS

Mineral properties acquisition costs	As at December 31, 2016	Acquisition from Géoméga	Additions	Disposal	Impairment	As at March 31, 2017
	$	$	$	$	$	$
Mitchi [2)]	932,010	-	1,658	-	-	933,668
Anik	-	1,949,500	-	-	-	1,949,500
McDonald	-	371,250	-	-	-	371,250
Rivière à l'aigle	-	148,000	9,998	-	-	157,998
Gaspard	-	9,750	-	-	-	9,750
Lac Storm	-	2,250	-	-	-	2,250
3G	-	10,500	-	-	-	10,500
Comptois	-	1,000	-	-	-	1,000
Maryse	-	7,750	-	-	-	7,750
Cousineau	-	-	2,313	-	-	2,313
Generation	-	-	2,377	-	-	2,377
	932,010	**2,500,000**	**16,346**	**-**	**-**	**3,448,356**

Mineral properties acquisition costs	As at December 31, 2015	Additions	Disposal	Impairment [1)]	As at December 31, 2016
	$	$	$	$	$
WHN	679,125	2,885	-	-	682,010
Boisvert	-	250,000	-	-	250,000
Peter Lake	50,500	-	-	(50,500)	-
Cousineau	50,000	-	-	(50,000)	-
	779,625	**252,885**	**-**	**(100,500)**	**932,010**

[1)] Some claims were dropped and the Corporation impaired partially the property.
[2)] The WHN/Boisvert properties has been combined and renamed Mitchi since it's in the same area of interest.

7. LIABILITY RELATED TO THE PREMIUM ON FLOW THROUGH SHARES

	For the three months ended March 31, 2017	For the year ended December 31, 2016
	$	$
Balance, beginning of period	282,707	-
Addition, net of issue costs	44,738	282,707
Reduction related to qualifying exploration expenditures	(144,180)	-
Liability related to the premium on flow through shares	**183,265**	**282,707**

8. SHARE CAPITAL

The Corporation is authorized to issue an unlimited number of class A, B, C common shares and class A, B, C and D special shares. Only class A common shares are issued with the following restrictions and privileges: voting, participating with dividend as declared by the Board of Directors.

9. WARRANTS

Changes in the Corporation's warrants are as follow:

	Three months ended March 31, 2017			**Year ended December 31, 2016**		
	Number of warrants	**Carrying Value**	**Weighted average exercise price**	**Number of warrants**	**Carrying Value**	**Weighted average exercise price**
		$	$		$	$
Opening	1,001,250	47,061	0.18	-	-	-
Issued	2,586,647	125,149	0.18	1,001,250	47,061	0.18
Issuance Costs	-	(4,471)	-	-	-	-
	3,587,897	**167,739**	**0.18**	**1,001,250**	**47,061**	**0.18**

Warrants outstanding as at March 31, 2017 are as follows:

Number of warrants	**Exercise price**	**Expiry date**
	$	
1,001,250	0.18	December 30, 2018
2,586,647	0.18	March 24, 2019
3,587,897		

10. BROKER OPTIONS AND FINDER WARRANTS

Changes in the Corporation's broker options and finder warrants are as follow:

	Three months ended March 31, 2017			**Year ended December 31, 2016**		
	Number of options and warrants	**Carrying Value**	**Weighted average exercise price**	**Number of broker and warrants**	**Carrying Value**	**Weighted average exercise price**
		$	$		$	$
Opening	-	-	-	-	-	-
Issued	43,568	2,832	0.18	-	-	
	43,568	**2,832**		**-**	**-**	

Broker options and finder warrants outstanding as at March 31, 2017 are as follows:

Number of options and warrants	**Exercise price**	**Expiry date**
	$	
43,568	0.18	March 24, 2019
43,568		

11. STOCK OPTIONS

Changes in the Corporation's stock options are as follow:

	Three months ended March 31, 2017		Year ended December 31, 2016	
	Number of options	**Weighted Average Exercise Price**	**Number of options**	**Weighted Average Exercise Price**
		$		$
Balance, beginning	-	-	467,193	0.0002
Replacement options issued upon the amalgamation (Note 4)	250,000	0.20	-	-
Granted	1,250,000	0.14	-	-
Exercised	-	-	(467,193)	0.0002
Balance, end	**1,500,000**	**0.15**	**-**	**-**
Balance, end exercisable	250,000	0.20	-	-

Stock options outstanding as at March 31, 2017 are as follows:

Number of options outstanding	Number of options exercisable	Exercise price	Expiry date
		$	
200,000	200,000	0.20	April 11, 2017 1)
50,000	50,000	0.20	July 2, 2020
1,250,000	-	0.14	March 23, 2022
1,500,000	**250,000**		

1) On April 11, 2017, 200,000 replacement options remained unexerciced and expired.

On March 24, 2017, the Corporation granted to its directors, officers, employees and consultants 1,250,000 options exercisable at $0.14, valid for 5 years. The options vest 25% per 6 months from the grant date Those options were granted at an exercise price equal to the shares issued as part of qualifying transaction. Total stock-based compensation costs amount to $130,000 for an estimated fair value of $0.104 per option. The fair value of the options granted was estimated using the Black-Scholes model with no expected dividend yield, 100% expected volatility, 1.12% risk-free interest rate and 5 years options expected life. The expected life and expected volatility were estimated by benchmarking comparable situations for companies that are similar to the Corporation.

12. EXPLORATION AND EVALUATION EXPENSES

	Three months ended	
	March 31, 2017	**March 31, 2016**
	$	**$**
Salaries, geology and prospecting	122,269	4,866
Lodging and travel expenses	45,239	-
Analysis	563	-
Drilling	168,861	-
Geophysics	53,019	-
Supplies and equipment	15,748	-
Taxes, permits and insurance	4,065	-
Exploration and evaluation expenses before tax credits	409,764	4,866
Tax credits, net	-	-
Exploration and evaluation expenses	**409,764**	**4,866**

13. RELATED PARTY TRANSACTIONS

13.1 Transactions with Géoméga:

Following the amalgamation and related transaction of March 24, 2017, Géoméga emerged as the major shareholder holding 38.1% of the class A common shares of the Corporation and is considered to have significant influence over the Corporation.

Effective on January 1, 2017, Géomines signed an agreement to hire Géoméga as subcontractor to execute the exploration work after January 1, 2017.Géoméga charged the following expenses to fund ongoing activities, in the normal course of operations, since January 1, 2017:

	Three months ended	
	March 31, 2017	**March 31, 2016**
	$	**$**
Exploration and evaluation assets	11,478	-
Salaries, employee benefits	26,792	-
Exploration and evaluation expenses	228,774	-
Travel, conference and investor relations	2,151	-
Administration	302	-
Total	**269,497**	**-**

As at March 31, 2017, the Corporation owes $159,855 (nil as at December 31, 2016) to Géoméga, and this due to a shareholder with significant influence is non-interest bearing, unsecured and due on demand.

13. RELATED PARTY TRANSACTIONS (CONT'D)

13.2 In the normal course of operations, since March 24, 2017:

- A firm in which an director and officer is a partner charged legal professional fees amounting to $102,427 of which $61,124 was recorded as listing expense, $3,300 as share issue expense and $38,003 was recorded in the books of Black Spring prior to March 24, 2017 but relates to the amalgamation and related transactions;
- A company controlled by an officer charged professional fees of $6,920, of which $975 relates to her staff; and
- As at March 31, 2017, the balance due to the related parties amounted to $133,584.

13.3 Out of the normal course of operations, since March 24, 2017:

- Directors and officers of the Corporation participated in the concurrent flow-through private placement (note 4) for $15,000 and in the concurrent unit private placement (note 4) for $5,600. The directors and officers subscribed to the units private placement and the flow-through private placement under the same terms and conditions set forth all subscribers.