

**GOLD JUBILEE CAPITAL CORP.**  
**(An Exploration Stage Company)**

**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**(Expressed in Canadian dollars)**  
**(Unaudited)**

**FOR THE NINE MONTHS ENDED AUGUST 31, 2014**

## **UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the unaudited condensed interim financial statements for the period ended August 31, 2014.

**GOLD JUBILEE CAPITAL CORP.**  
(An Exploration Stage Company)  
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION  
(Expressed in Canadian dollars)  
(Unaudited)

	August 31, 2014	November 30, 2013
		(Audited)
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 34,527	\$ 250,803
Short-term investments (Note 4)	200,000	270,000
Receivables (Note 5)	41,368	18,889
Prepaid expenses, deposits and advances (Note 6)	<u>26,528</u>	<u>21,214</u>
<b>Total current assets</b>	<u>302,423</u>	<u>560,906</u>
<b>Non-current assets</b>		
Exploration and evaluation assets (Note 7)	<u>667,177</u>	<u>276,496</u>
<b>Total assets</b>	<u>\$ 969,600</u>	<u>\$ 837,402</u>

**LIABILITIES AND SHAREHOLDERS' EQUITY**

**Current liabilities**

Accounts payable and accrued liabilities (Note 8)	<u>\$ 28,759</u>	<u>\$ 51,423</u>
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**SHAREHOLDERS' EQUITY**

Share capital (Note 9)	1,762,876	1,317,701
Reserves (Note 9)	93,221	93,221
Deficit	<u>(915,256)</u>	<u>(624,943)</u>

<b>Total shareholders' equity</b>	<u>940,841</u>	<u>785,979</u>
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<b>Total liabilities and shareholders' equity</b>	<u>\$ 969,600</u>	<u>\$ 837,402</u>
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**Nature and continuance of operations** (Note 1)  
**Commitment** (Note 14)

**Approved by the Board of Directors and authorized for issue on October 21, 2014:**

<u>"Minaz Devji"</u>	Director	<u>"George Cavey"</u>	Director
Minaz Devji		George Cavey	

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

**GOLD JUBILEE CAPITAL CORP.**

(An Exploration Stage Company)

**CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**

(Expressed in Canadian dollars)

(Unaudited)

	Three Months Ended August 31, 2014	Three Months Ended August 31, 2013	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
<b>GENERAL EXPENSES</b>				
Management fees (Note 12)	\$ 15,000	\$ 5,000	\$ 45,000	\$ 35,000
Office and miscellaneous	32,529	2,560	108,336	2,690
Professional fees (Note 12)	19,125	19,756	68,456	25,680
Property investigation	500	-	10,012	-
Rent	12,000	-	39,000	-
Transfer agent and filing fees	<u>5,675</u>	<u>8,087</u>	<u>19,954</u>	<u>20,424</u>
<b>Loss before other items</b>	<u>(84,829)</u>	<u>(35,403)</u>	<u>(290,758)</u>	<u>(83,794)</u>
<b>OTHER ITEMS</b>				
General exploration	-	(51,079)	-	(51,079)
Interest income	864	554	4,291	1,542
Write-off of GST receivable	-	-	(3,215)	-
Part XII-6 tax	<u>(11)</u>	<u>-</u>	<u>(631)</u>	<u>-</u>
<b>Total other items</b>	<u>853</u>	<u>(50,525)</u>	<u>445</u>	<u>(49,537)</u>
<b>Loss and comprehensive loss for the period</b>	<u>\$ (83,976)</u>	<u>\$ (85,928)</u>	<u>\$ (290,313)</u>	<u>\$ (133,331)</u>
<b>Basic and diluted loss per common share</b>	<u>\$ (0.00)</u>	<u>\$ (0.01)</u>	<u>\$ (0.01)</u>	<u>\$ (0.01)</u>
<b>Weighted average number of outstanding common shares</b>	<u>26,887,500</u>	<u>10,377,392</u>	<u>26,133,303</u>	<u>9,164,672</u>

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**GOLD JUBILEE CAPITAL CORP.**

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**CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**

(Expressed in Canadian dollars)

(Unaudited)

	Common Shares	Share Capital	Reserves	Deficit	Total Shareholders' Equity
<b>Balance November 30, 2012</b>	8,400,000	597,701	8,303	(383,383)	222,621
Expiry of options	-	-	(8,303)	8,303	-
Private placements	4,000,000	200,000	-	-	200,000
Flow-through private placements	6,000,000	300,000	-	-	300,000
Shares issued for Pyramid Property	500,000	25,000	-	-	25,000
Loss and comprehensive loss	-	-	-	(133,331)	(133,331)
<b>Balance August 31, 2013</b>	18,900,000	\$ 1,122,701	\$ -	\$ (508,411)	\$ 614,290
<b>Balance November 30, 2013</b>	22,900,000	\$ 1,317,701	\$ 93,221	\$ (624,943)	\$ 785,979
Shares issued for Private placements (Note 9)	4,450,000	449,625	-	-	449,625
Share issuance costs (Note 9)	-	(4,450)	-	-	(4,450)
Loss and comprehensive loss for the period	-	-	-	(290,313)	(290,313)
<b>Balance, August 31, 2014</b>	27,350,000	\$ 1,762,876	\$ 93,221	\$ (915,256)	\$ 940,841

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

**GOLD JUBILEE CAPITAL CORP.**  
(An Exploration Stage Company)  
**CONDENSED INTERIM STATEMENTS OF CASH FLOWS**  
(Expressed in Canadian dollars)  
(Unaudited)

	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss for the period	\$ (290,313)	\$ (133,331)
Items not affecting cash:		
Write-off of GST receivable	3,215	-
Changes in non-cash working capital items:		
Decrease (increase) in receivables	(25,694)	14,300
Decrease (increase) in prepaid expenses	(5,314)	(51,788)
Decrease in accounts payable and accrued liabilities	<u>(22,664)</u>	<u>(21,987)</u>
Net cash used in operating activities	<u>(340,770)</u>	<u>(192,806)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Exploration and evaluation expenditures	(390,681)	(12,900)
Redemption (purchase) of short-term investments	<u>70,000</u>	<u>(75,000)</u>
Net cash provided by (used in) investing activities	<u>(320,681)</u>	<u>(87,900)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from shares issuance	449,625	500,000
Share issuance costs	<u>(4,450)</u>	<u>-</u>
Net cash provided by financing activities	<u>445,175</u>	<u>500,000</u>
<b>Change in cash during the period</b>	(216,276)	219,294
<b>Cash, beginning of period</b>	<u>250,803</u>	<u>2,830</u>
<b>Cash, end of period</b>	<u>\$ 34,527</u>	<u>\$ 222,124</u>
<b>Interest received</b>	\$ 3,273	\$ 1,542
<b>Interest paid</b>	\$ -	\$ -
<b>Income taxes paid</b>	\$ -	\$ -

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**GOLD JUBILEE CAPITAL CORP.**

(An Exploration Stage Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

(Expressed in Canadian dollars)

(Unaudited)

NINE MONTHS ENDED AUGUST 31, 2014

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**1. NATURE AND CONTINUANCE OF OPERATIONS**

Gold Jubilee Capital Corp. (the “Company”) is incorporated under the laws of the province of British Columbia, Canada on July 19, 2007 and its common shares are listed on the TSX Venture Exchange (the “Exchange”) under the symbol “GJB”. The Company’s principal business activities include the acquisition and exploration of resource properties in Canada.

The head office of the Company is located at Suite 480 - 505 Burrard Street, Vancouver, BC, Canada, V7X 1M3. The registered address and records office of the Company is located at Suite 1780 - 400 Burrard Street, Vancouver, BC, Canada, V6C 3A6.

Going concern of operations

These condensed interim financial statements are prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred losses from inception and does not currently have the financial resources to sustain operations in the long-term.

The Company has not yet determined whether its exploration and evaluation assets contain resources that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the existence of reserves on these properties, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production from these reserves or sufficient proceeds from their disposal thereof. The Company has financed its operations primarily through the issuance of common shares and the Company continues to seek capital through various means including the issuance of equity and/or debt. While the Company has been successful in obtaining its required funding in the past, there is no assurance that such future financing will be available or be available on favourable terms. These circumstances indicate the existence of a material uncertainty that may cast significant doubt as to the ability of the Company to meet its obligations as they come due, and accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

These condensed interim financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. In order to continue as a going concern and to meet its corporate objectives, the Company will require additional financing through debt or equity issuances or other available means.

**2. BASIS OF PREPARATION**

**Statement of compliance**

These condensed interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard (“IAS”) 34, “Interim Financial Reporting” using accounting policies consistent with IFRS as issued by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”).

The accounting policies applied by the Company in these financial statements are the same as those applied by the Company in its most recent annual consolidated financial statements for the year ended November 30, 2013.

## **GOLD JUBILEE CAPITAL CORP.**

(An Exploration Stage Company)

### **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

(Expressed in Canadian dollars)

(Unaudited)

NINE MONTHS ENDED AUGUST 31, 2014

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## **2. BASIS OF PREPARATION (cont'd...)**

### **Basis of presentation**

These condensed interim financial statements have been prepared on a historical cost basis, except for certain financial instruments which are stated at their fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow information. All dollar amounts presented are in Canadian dollars, which is the functionally currency of the Company, unless otherwise specified.

Certain comparative amounts for the prior period have been reclassified to conform to current period presentation. Such reclassifications had no effect on net income or shareholder's equity.

### **Significant accounting judgments and critical accounting estimates**

The preparation of these condensed interim financial statements in conformity with IFRS requires estimates and assumptions that affect the amounts reported in these financial statements.

Significant accounting judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in the financial statements include, but are not limited to, the following:

- i) Determination of categories of financial assets and financial liabilities which has been identified as an accounting policy which involves assessments made by management;
- ii) Determination and assessment of the Company's ability to continue going concern (Note 1); and
- iii) Recoverability of the carrying value of the Company's exploration and evaluation assets.

Key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next financial year include, but are not limited to, the following:

- i) Deferred income taxes - The Company is periodically required to estimate the tax basis of assets and liabilities. Where applicable tax laws and regulations are either unclear or subject to varying interpretations, it is possible that changes in these estimates could occur that materially affect the amounts of deferred income tax assets and liabilities recorded in the financial statements. Changes in deferred tax assets and liabilities generally have a direct impact on earnings in the period that the changes occur. Each period, the Company evaluates the likelihood of whether some portion or all of each deferred tax asset will not be realized. This evaluation is based on historic and future expected levels of taxable income, the pattern and timing of reversals of taxable temporary timing differences that give rise to deferred tax liabilities, and tax planning initiatives.
- ii) Share-based payment – The fair value of share-based payment is determined using a Black-Scholes Option pricing model. Such option pricing models require the input of subjective assumptions including the expected price volatility, option life, dividend yield, risk-free rate and estimated forfeitures at the initial grant.



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**3. SIGNIFICANT ACCOUNTING POLICIES**

New accounting standards and recent pronouncements

There are no IFRS or IFRIC interpretations that are effective December 1, 2013 that are expected to have a material impact on the Company.

**4. SHORT-TERM INVESTMENTS**

The short-term investments consist of a guarantee investment certificate (“GIC”), cashable within 30 days without significant risk of change in value.

	August 31, 2014	November 30, 2013
GIC at prime minus 1.80%, maturing on December 30, 2013	\$ -	\$ 270,000
GIC at prime minus 1.80%, maturing on December 29, 2014	<u>200,000</u>	<u>-</u>
	<u>\$ 200,000</u>	<u>\$ 270,000</u>

**5. RECEIVABLES**

The Company’s receivables are as follows:

	August 31, 2014	November 30, 2013
GST receivable	\$ 28,889	\$ 18,303
Interest receivable	1,604	586
Due from related parties (Note 12)	<u>10,875</u>	<u>-</u>
	<u>\$ 41,368</u>	<u>\$ 18,889</u>

**6. PREPAID EXPENSES, DEPOSITS AND ADVANCES**

The Company’s prepaid expenses, deposits and advances are as follows:

	August 31, 2014	November 30, 2013
Prepaid expenses	\$ 10,818	\$ 11,150
Security deposit	9,210	5,710
Advances to a related party (Note 12)	<u>6,500</u>	<u>4,354</u>
	<u>\$ 26,528</u>	<u>\$ 21,214</u>

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**7. EXPLORATION AND EVALUATION ASSETS**

<b>For the nine period ended August 31, 2014</b>	<b>Total</b>
<b>Acquisition costs</b>	
Balance – beginning of period	\$ 39,025
Balance – end of period	<u>39,025</u>
<b>Exploration costs</b>	
Balance – beginning of period	237,471
Aircraft rentals	66,251
Geological and consulting	254,531
Geophysics	<u>69,899</u>
Balance – end of period	<u>628,152</u>
<b>Total costs as at August 31, 2014</b>	<b>\$ 667,177</b>

<b>For the year ended November 30, 2013</b>	<b>Total</b>
<b>Acquisition costs</b>	
Balance – beginning of year	\$ -
Cash payment	12,900
Share issuance	25,000
Other acquisition related fees	<u>1,125</u>
Balance – end of year	<u>39,025</u>
<b>Exploration costs</b>	
Balance – beginning of year	-
Assaying, testing and surveying	22,551
Geological and consulting	<u>214,920</u>
Balance – end of year	<u>237,471</u>
<b>Total costs as at November 30, 2013</b>	<b>\$ 276,496</b>

**Pyramid Copper, Canada**

On May 22, 2013, the Company entered into an agreement to purchase 100% interest in mineral claims collectively known as the Pyramid Copper Property, located in northern British Columbia, Canada. Per the terms of the agreement, the Company paid \$12,900 and issued 500,000 common shares, valued at \$25,000, to the vendor.

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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

(Expressed in Canadian dollars)

(Unaudited)

NINE MONTHS ENDED AUGUST 31, 2014

**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

The Company's accounts payable and accrued liabilities are as follows:

	August 31, 2014	November 30, 2013
Trade payables	\$ 628	\$ 18,423
Accrued liabilities	8,131	9,000
Due to a related party (Note 12)	<u>20,000</u>	<u>24,000</u>
	<u>\$ 28,759</u>	<u>\$ 51,423</u>

**9. SHARE CAPITAL AND RESERVES****Authorized**

Unlimited number of common shares without par value.

**Issued**

During the period ended August 31, 2014, the Company:

- a) Completed tranches of a non-brokered private placement of 3,525,000 common shares at \$0.10 per share, of which 1,000,000 were flow-through common shares, for total gross proceeds of \$352,000. In connection with the private placement, the Company paid \$4,450 of share issuance costs; and
- b) Completed a non-brokered private placement of 925,000 flow-through common shares at \$0.105 per share.

During the period ended August 31, 2013, the Company:

- a) Completed tranches of a non-brokered private placement of 10,000,000 common shares at \$0.05 per share, of which 6,000,000 were flow-through shares, for gross proceeds of \$500,000; and
- b) Issued 500,000 shares with a total fair value of \$25,000 at \$0.05 per share for acquisition of the Pyramid Property.

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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

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NINE MONTHS ENDED AUGUST 31, 2014

**9. SHARE CAPITAL AND RESERVES (cont'd...)****Stock options**

The Company has a plan to grant stock options to directors, officers, employees and consultants of the Company. Under the plan, the board of directors has the discretion to issue the equivalent of up to 10% of the issued and outstanding shares of the Company from time to time. Stock options are generally for a term of up to five years from the date granted and are exercisable at a price that is not less than the market price on the date granted.

Vesting terms are determined at the discretion of the board of directors. Options issued to consultants providing investor relations services must vest in stages over a minimum of 12 months with no more than one-quarter of the options vesting in any three-month period.

Stock option transactions for the period ended August 31, 2014 are summarized as follows:

Expiry Date	Exercise Price	November 30, 2013	Granted	Exercised	Expired / Cancelled	August 31, 2014	Exercisable
September 17, 2018	\$ 0.10	1,800,000	-	-	-	1,800,000	1,800,000
November 1, 2018	0.10	250,000	-	-	-	250,000	250,000
<b>Total</b>		<b>2,050,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,050,000</b>	<b>2,050,000</b>
Weighted average exercise price	\$	0.10	-	-	-	\$ 0.10	\$ 0.10
Weighted average remaining contractual life						4.06 years	

**Warrants**

There were no warrant transactions during the period ended August 31, 2014 and 2013 and there were no warrants outstanding as at August 31, 2013 and November 30, 2013.

**10. CAPITAL MANAGEMENT**

The Company defines its capital as shareholders' equity. The Board of Directors does not establish quantitative return on capital criteria for management due to the nature of the Company's business. The Company has in the past invested its capital in liquid investments to obtain adequate returns. The investment decision is based on cash management to ensure working capital is available to meet the Company's short-term obligations while maximizing liquidity and returns on unused capital. The Company does not pay dividends. The Company is not subject to any externally imposed capital requirements.

The Company raises capital to fund its corporate and exploration costs and other obligations through the sale of its common shares or units consisting of common shares and warrants in order to operate its business and safeguard its ability to continue as a going concern. Although the Company has been successful at raising funds in the past through issuance of share capital, it is uncertain whether it will continue this financing due to uncertain economic conditions. There have been no changes to the Company's approach to capital management during the period.

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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

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NINE MONTHS ENDED AUGUST 31, 2014

**11. SEGMENTED INFORMATION**

The Company operates in one segment – the acquisition, exploration and development of resource properties. As at August 31, 2014 and November 30, 2013, all of the Company's operations and assets were held in Canada.

**12. RELATED PARTY TRANSACTIONS**

During the period ended August 31, 2014, the Company entered into the following transactions with related parties, directors and key management personnel. Key management personnel are individuals responsible for planning, directing and controlling the activities of the Company and include certain directors and officers.

Transactions with related parties and key management personnel are as follows:

Paid or accrued to	Nature of transactions	Nine Months Ended August 31, 2014	Nine Months Ended August 31, 2013
<b><u>Key management personnel:</u></b>			
A company controlled by the President and CEO	Management	\$ 22,500	\$ -
A company controlled by a Director	Geological consulting	<u>29,800</u>	<u>30,000</u>
Total		\$ 52,300	\$ 30,000
<b><u>Related parties:</u></b>			
A firm of which a Director is the partner	Professional	\$ 49,850	\$ -
A family member of a Director	Geological consulting	<u>22,500</u>	<u>-</u>
Total		\$ 72,350	\$ -

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**12. RELATED PARTY TRANSACTIONS (cont'd...)**

The amounts due to a related party included in accounts payable and accrued liabilities are as follows:

	August 31, 2014	November 30, 2013
Due to a firm of which the Director is a partner	\$ 20,000	\$ 24,000

During the period ended August 31, 2014, the Company advanced \$6,500 to a family member of a director for consulting and exploration related expenses.

Advance payments to related parties are included in prepaid expenses, deposits and advances in the statements of financial position.

The amounts due from related parties included in receivables are as follows:

	August 31, 2014	November 30, 2013
Due from the Corporate Secretary	\$ 3,326	\$ -
Due from a family member of a Director	3,055	-
Due from the President and CEO	4,494	-
Due from a company controlled by a Director	-	-
<b>Total</b>	<b>\$ 10,875</b>	<b>\$ -</b>

These transactions are in the normal course of operations and are measured at the exchange amount that is the amount of consideration established and agreed by the related parties. Management believes the rates set are within industry standard ranges. The amount owing to a related party is non-interest bearing and unsecured.

**13. FINANCIAL AND CAPITAL RISK MANAGEMENT**

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are described below.

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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**13. FINANCIAL AND CAPITAL RISK MANAGEMENT (cont'd...)****Fair value of financial instruments**

The Company has various financial instruments including cash, short-term investment, receivables and accounts payable and accrued liabilities. Short-term investments are carried at fair value using a level 1 fair value measurement. The carrying values of cash, receivables and accounts payable and accrued liabilities approximate their fair values due to the short-term nature of these financial instruments.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

**Credit risk**

The Company is exposed to credit risk only with respect to uncertainties as to timing and amount of collectability of receivables. The Company believes its credit risk is low because its receivables are primarily comprised of goods and services tax (GST), which is recoverable from the governing body in Canada.

**Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at August 31, 2014, the Company had a cash balance of \$34,257 (November 30, 2013 – \$250,803) to settle current liabilities of \$28,759 (November 30, 2013 – \$51,423). All of the Company's financial liabilities have contractual maturities of 30 days or due on demand and are subject to normal trade terms.

**Interest rate risk**

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize such a loss is limited as its interest bearing financial instrument is redeemable at any time.

**Price risk**

Mineral prices, in particular gold and silver, are volatile, and have fluctuated sharply in recent periods. The prices are subject to market supply and demand, political and economic factors, and commodity speculation, all of which can interact with one another to cause significant price movement from day to day and hour to hour. These price movements can affect the Company's ability to operate and to raise financing through the sale of its common shares.

**Foreign currency risk**

As at August 31, 2014 and November 30, 2013, the Company did not have any accounts in foreign currencies and considered foreign currency risk insignificant.

**14. COMMITMENT**

In connection with the issuance of flow-through common shares in August 2013 and December 2013, the Company has a commitment to incur \$400,000 of qualifying flow-through expenditures by December 31, 2014. As at August 31, 2014, the Company has fully satisfied this commitment.