MIRASOL RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

December 31, 2018

(Unaudited – Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

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

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

Mirasol Resources Ltd.

Condensed Consolidated Interim Statements of Financial Position

Canadian Funds
As at

ASSETS		December 31, 2018		June 30, 2018
Current Assets				
Cash and cash equivalents	$	4,538,511	$	2,892,948
Short-term investments *(Note 3)*		20,867,927		23,650,478
Receivables and advances *(Note 4)*		853,611		733,591
		26,260,049		27,277,377
Equipment and Software		185,105		101,661
Exploration and Evaluation Assets		3,000,762		3,000,762
	$	29,445,916	$	30,379,800
LIABILITIES				
Current Liabilities				
Accounts payable and accrued liabilities *(Note 5b)*	$	597,765	$	743,842
Advances from JV Partner *(Note 10f)*		204,610		67,892
		802,375		811,734
EQUITY				
Share Capital		57,470,259		57,426,143
Reserves		16,881,546		16,615,061
Accumulated Other Comprehensive loss		(32,101)		(28,122)
Deficit		(45,676,163)		(44,445,016)
		28,643,541		29,568,066
	$	29,445,916	$	30,379,800

Nature of Business *(Note 1)*
Commitments *(Note 12)*
Subsequent Events *(Note 13)*

On Behalf of the Board:

" Dana Prince ", Director

" Nick DeMare ", Director

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

Mirasol Resources Ltd.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss

For the Six Months Ended December 31,
Canadian Funds

	For the Three Months Ended December 31, 2018	For the Three Months Ended December 31, 2017	For the Six Months Ended December 31, 2018	For the Six Months Ended December 31, 2017
Operating Expenses				
Exploration expenditures	$ 174,808	$ 90,390	$ 546,884	$ 1,056,614
Business development	198,538	182,864	369,701	385,317
Professional fees	75,591	82,598	125,968	116,955
Management fees *(Note 5a i)*	86,039	94,123	200,949	178,689
Marketing and investor communications	67,410	23,893	158,137	120,097
Office and miscellaneous	74,430	71,211	154,442	146,122
Director fees *(Note 5a iii)*	46,500	46,500	93,000	93,000
Travel	15,796	16,799	39,726	40,012
Depreciation	2,098	1,544	4,197	2,141
Transfer agent and filing fees	5,919	6,099	9,536	6,949
Share-based payments *(Note 7, Note 10)*	254,354	250,106	307,302	509,702
	1,001,483	866,127	2,009,842	2,655,598
Interest income	(170,174)	(67,218)	(248,837)	(96,822)
Foreign exchange (gain)/loss	(1,168,113)	212,049	(529,858)	276,701
	(1,338,287)	144,831	(778,695)	179,879
Net Loss for the Period	$ (336,804)	$ 1,010,958	$ 1,231,147	$ 2,835,477
Other Comprehensive Loss to be Reclassified to Profit or Loss in Subsequent Periods				
Exchange differences on translation of foreign operations	(7,986)	(1,713)	(3,979)	3,233
Loss and Comprehensive Loss for the Period	$ (344,790)	$ 1,009,245	$ 1,227,168	$ 2,838,710
Loss (gain) per Share (Basic and Diluted)	$ (0.01)	$ 0.02	$ 0.02	$ 0.06
Weighted Average Number of Shares Outstanding (Basic and Diluted)	50,380,309	49,161,078	49,461,374	49,144,203

Mirasol Resources Ltd.

Condensed Consolidated Interim Statement of Changes in Equity

For the Six Months Ended December 31,

Canadian Funds

	Share Capital					
	Number of Shares	Amount $	Share-Based Payments Reserve $	Accumulated Other Comprehensive (Loss) $	Deficit $	Total Equity $
Balance – June 30, 2017	**49,116,078**	**48,303,568**	**16,361,942**	**(23,438)**	**(40,103,885)**	**24,538,187**
Shares issue costs	-	-	-	-	-	-
Option exercised *(Note 6b iii)*	45,000	53,590	(13,990)	-	-	39,600
Share-based payments	-	-	509,702	-	-	509,702
Foreign currency translation adjustment	-	-	-	3,233	-	3,233
Loss for the period	-	-	-	-	(2,835,477)	(2,835,477)
Balance – December 31, 2017	**49,116,078**	**48,357,158**	**16,857,654**	**(20,205)**	**(42,939,362)**	**22,255,245**
Balance – June 30, 2018	**53,822,628**	**57,426,143**	**16,615,061**	**(28,122)**	**(44,445,016)**	**29,568,066**
Share issue costs	-	-	-	-	-	-
Shares issued – Restricted share units	35,000	39,900	-	-	-	39,900
Restricted share unit's accrual	-	-	4,950	-	-	4,950
Option exercised *(Note 6b iii)*	3,750	4,216	(916)	-	-	3,300
Share-based payments *(Note 7)*	-	-	262,451	-	-	262,451
Foreign currency translation adjustment	-	-	-	(3,979)	-	(3,979)
Loss for the period	-	-	-	-	(1,231,147)	(1,231,147)
Balance – December 31, 2018	**53,861,378**	**57,470,259**	**16,881,546**	**(32,101)**	**(45,676,163)**	**28,643,541**

Mirasol Resources Ltd.

Condensed Consolidated Interim Statement of Changes in Cash Flows

For the Six Months Ended December 31

Canadian Funds

		2018		2017
Operating Activities				
Loss for the period	$	(1,231,147)	$	(2,835,477)
Adjustments for:				
Share-based payments		307,302		509,702
Interest income		(248,837)		(96,822)
Depreciation		4,197		2,141
Depreciation included in exploration expenses		14,712		14,412
Unrealized foreign exchange		(139,222)		109,120
		(1,292,996)		(2,296,924)
Changes in non-cash working capital items:				
Receivables and advances		(25,344)		305,875
Accounts payable and accrued liabilities		(146,077)		875,451
Advance from joint venture partner		136,718		13,010
Cash used in operating activities		(1,327,698)		(1,102,588)
Investing Activities				
Short-term investments		2,782,551		1,353,988
Interest received		154,521		5,197
Purchase of equipment and software		(102,353)		(32,775)
Cash used in investing activities		2,834,718		1,326,410
Financing Activities				
Exercise of incentive share purchase options		3,300		39,600
Cash provided by financing activities		3,300		39,600
Effect of Exchange Rate Change on Cash and Cash Equivalents		135,243		(105,660)
Change in Cash and Cash Equivalents		1,645,563		157,762
Cash and Cash Equivalents - Beginning of Period		2,892,948		4,629,130
Cash and Cash Equivalents - End of Period	$	4,538,511	$	4,786,892

Cash and Cash Equivalents Consist of:				
Cash	$	4,417,375	$	2,680,327
Cash equivalents	$	121,136	$	2,106,565
	$	4,538,511	$	4,786,892

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

1. Nature of Business

Mirasol Resources Ltd. ("Mirasol" or the "Company") is incorporated under the laws of the Province of British Columbia, Canada. The Company's corporate registered and records office is located at 400 – 725 Granville Street, Vancouver, British Columbia and the head office is located at 910 – 850 West Hastings Street, Vancouver, British Columbia.

Mirasol engages in the acquisition and exploration of mineral properties, principally located in Chile and Argentina, with the objective of identifying mineralized deposits economically worthy of subsequent development, mining or sale.

The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company has no source of revenue and has significant cash requirements to meet its administrative overhead and maintain its exploration and evaluation assets. The recovery of the Company's exploration and evaluation assets is dependent on the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development of these properties, and future profitable production or proceeds from disposition of exploration and evaluation assets. While the Company has been successful in the past with its financing efforts, there can be no assurance that it will be able to do so in the future.

Management estimates that the Company has sufficient working capital to maintain its operations and activities for at least the next twelve months.

2. Basis of Presentation

Statement of compliance

The condensed consolidated Interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). These condensed consolidated interim financial statements were prepared in accordance with International Accounting Standard (IAS) 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements. These condensed consolidated interim financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended June 30, 2018.

The Board of Directors approved the condensed consolidated interim financial statements on February 28th, 2019.

Basis of measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis. Financial instruments classified as financial instruments at fair value through profit or loss are stated at their fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for the cash flow information.

Significant Accounting Estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, profit and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended June 30, 2018.

The Company operates in Argentina which is classified as a hyperinflation economy. However, the Companies functional currency is US dollars. Therefore, the provisions of IAS 29 *Financial Reporting in Hyper-Inflationary Economies* have not been adopted nor have they been applied to these condensed consolidated interim financial statements.

3. Short-term Investments

Short term investments comprise cashable and non-cashable Guaranteed Investment Certificates ("GIC") placed with major Canadian and US financial institutions. Maturity dates of these GIC's are between three to twelve months.

4. Receivables and Advances

		December 31, 2018		June 30, 2018
Goods and services tax receivable	$	9,446	$	10,134
Interest receivable		201,466		199,656
Prepaid expenses and advances		138,607		165,259
Due from joint venture partners		504,092		358,902
	$	853,611	$	733,951

5. Related Party Transactions

Details of the transactions between the Company's related parties are disclosed below.

a) Compensation of key management personnel

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole.

The remuneration of management and independent directors was as follows:

	For the Three Months Ended December 31,				For the Six Months Ended December 31,			
		2018		2017		2018		2017
Management compensation (i)	$	126,717	$	125,403	$	253,041	$	252,136
Share-based payments (ii)		148,435		148,757		195,557		214,529
Director's fees (iii)		46,500		46,500		93,000		93,000
	$	321,652	$	320,660	$	541,598	$	569,665

(i) Management compensation is included in management fees (December 31, 2018("2018") - $149,810; December 31, 2017 ("2017") - $84,566) and in exploration expenditures (2018 - $103,230; 2017 - $49,232) in the Company's consolidated statements of loss and comprehensive loss.

(ii) Share-based payments represent the expense for the six months ended December 31, 2018 and 2017.

(iii) The independent directors of the Company are paid $2,100 per month (2017 - $2,100 per month) while the Chairman of the Board of Directors receives an additional $7,100 per month for serving in this capacity (2017 - $7,100).

b) Transactions with other related parties

Certain of the Company's officers and directors render services to the Company as sole proprietors or through companies in which they are an officer, director, or partner.

The following companies are related parties through association of the Company's directors and officers:

	Nature of transactions
Miller Thomson	Legal fees
Global Ore Discovery Pty Ltd. ("Global Ore")	Project generation, exploration management and GIS services
Evrim Resources Corp. ("Evrim")	Office administration support services and office sharing
Chase Management Ltd.	Professional fees
Mathew Lee	CFO services

The Company incurred the following fees and expenses with related parties as follows:

	For the Three Months Ended December 31, 2018	For the Three Months Ended December 31, 2017	For the Six Months Ended December 31, 2018	For the Six Months Ended December 31, 2017
Legal fees	$ 76,773	$ 46,959	$ 128,854	$ 93,405
CFO services	14,175	26,896	28,350	47,958
Project generation, exploration expenses and GIS services	229,100	156,850	478,179	258,471
Office sharing and administration	12,474	12,021	25,809	24,042
	$ 332,522	$ 242,726	$ 661,192	$ 423,876

Included in accounts payable and accrued liabilities at December 31, 2018, is an amount of $201,551 (2017 - $87,830) owing to directors and officers of the Company and to companies where the directors and officers are principals.

6. Share Capital

a) Authorized Share Capital

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

b) Reconciliation of Changes in Share Capital

(i) Financings

No financings were conducted during the six months ended December 31, 2018.

During the year ended June 30, 2018, the Company completed a non-brokered private placement issuing 4,317,750 units for gross proceeds of $8,635,500. Each unit consisted of one common share and one-half of one non-transferable common share purchase warrant.

Each full warrant is exercisable into one common share at a price of $3.00 for two years from the closing date. The Company incurred $126,750 cash finder's fees, $69,340 for regulatory and other related fees.

(ii) **Options exercised**

The Company issued 3,750 (2017 – 45,000) shares on exercise of share purchase options for gross proceeds of $3,300 (2017 – $39,600).

7. Share Purchase Options

On July 16, 2018, the Company issued 60,000 incentive share purchase options to certain officers, employees and consultants of the Company. The options are exercisable at $1.76 for a period of three years from the date of grant.

Expected dividend yield	0.0%
Expected share price volatility	69.23%
Risk-free interest rate	2.03%
Expected life of options	2.70 years
Fair value of options granted (per share option)	$0.79

The fair value of these stock options was estimated to be $47,122 and the vested share-based amount of $35,265 was recorded in the Company's consolidated statements of loss and comprehensive loss using the weighted average assumptions in the Black-Scholes option pricing model noted below.

On December 14, 2018, the Company issued 397,500 incentive share purchase options to certain officers, employees and consultants of the Company. The options are exercisable at $1.10 for a period of three years from the date of grant.

Expected dividend yield	0.0%
Expected share price volatility	73.88%
Risk-free interest rate	2.00%
Expected life of options	2.10 years
Fair value of options granted (per share option)	$0.46

The fair value of these stock options was estimated to be $180,020 and the vested share-based amount of $180,020 was recorded in the Company's consolidated statements of loss and comprehensive loss using the weighted average assumptions in the Black-Scholes option pricing model noted below.

Additional share-based payments expense of $47,166 was recognized in the Company's statement of loss due to vesting of the stock options granted during previous years.

A summary of the Company's options outstanding as at December 31, 2018 is as follows:

Expiry Date	Exercise price $	Options Outstanding	Weighted Average Remaining Life of Options (years)	Options Exercisable
March 23, 2019	0.88	163,750		163,750
August 4, 2019	0.88	140,000		140,000
April 29, 2021	0.88	545,000		545,000
April 29, 2021	1.38	320,000		320,000
August 26, 2019	2.85	709,376		709,376
September 12, 2021	1.80	150,000		70,000
September 12, 2020	1.80	235,000		235,000
December 19, 2020	1.61	200,000		200,000
December 20, 2020	1.65	350,000		350,000
July 16, 2021	1.76	60,000		60,000
December 18, 2021	1.10	397,500		397,500
		3,270,626	1.63	3,190,626

8. Warrants

There were 2,158,875 of share purchase warrants ouststanding as at December 31, 2018 (2017-Nil) with an exercise price of $3.00 expirying in twenty-four months. These warrants were issued in connection with the Company's private placement offering (Note 6 b (i)).

9. Restricted Share Unit ("RSU") Plan

On April 26, 2018 the shareholders approved a restricted share unit plan (the "RSU Plan"). The RSU plan was also approved by the Board on July 16, 2018 and by the TSX Venture Exchange on July 17, 2018. The RSU Plan provides for the issuance of up to 1,000,000 restricted share units (the "RSUs"). Under the RSU Plan, RSUs may be granted to directors, officers, employees and consultants of the Company (excluding investor relations consultants) as partial compensation for the services they provide to the Company. The RSU Plan is a fixed number plan, and the number of common shares issued under the RSU Plan, when combined with the number of stock options available under the Company's stock option plan, will not exceed 10% of the Company's outstanding common shares. On July 16, 2018, the Company's Board of Directors approved an award subject to certain vesting conditions, of 110,000 RSU's. During the quarter ended December 31, 2018 the vesting conditions of 35,000 RSU's were met and the company issued 35,000 common shares at an ascribed value of $39,900.

10. Segmented Information

The Company's business consists of a single reportable segment being mineral property acquisition and exploration. Details on a geographical basis are as follows:

Total Non-Current Assets	December 31, 2018	June 30, 2018
Canada	$ 23,786	$ 27,983
Argentina	2,941,103	2,844,780
Chile	220,978	229,660
	$ 3,185,867	$ 3,102,423

11. Mineral Properties

a) Altazor joint venture

The Company owns a 100% interest in mining claims of Altazor gold project in Northern Chile.

On November 7, 2017, the Company signed an exploration and option agreement with Newcrest International Pty Limited ("NCM") on the Altazor project whereby, NCM has been granted the option to acquire up to an 80% interest in the property, exercisable in stages over a nine-year, or shorter, earn-in period.

The agreement requires NCM to fund US$1.5 million in exploration expenditures and make a US$100,000 option payment (received) in the first year of the option. The Company will serve as operator for exploration during the option period in return for 10% management fee. As of July 1, 2018, the Company is no longer the operator for exploration and will not be receiving the 10% management fee.

NCM can earn up to 51% interest in the property by making a one-time US$500,000 cash payment to the Company at the start of the earn in period and by spending an additional US$8.5 million in exploration within the next four years of the agreement.

NCM can earn in stages up to a 75% interest in the property by delivering a positive PEA and a BFS (total expenditure capped at US$100 million after the completion of the PEA stage) and by making US$1.3 million cash payments to the Company within the four years after earning the 51% interest.

The Company can retain a participating 25% interest in the project or 20% funded-to production interest with NCM financing the development costs to production.

On November 12, 2018, NCM exercised its option to enter the farm-in stage of the agreement and can earn up to 51% of the interest of the property by making a one-time US$500,000 cash payment to the Company at the start of the earn in period and by spending an additional US$8.5 million in exploration within the next four years of the agreement. NCM will be the operator, managing all exploration activities at the project.

b) Zeus joint venture

The Company owns a 100% interest in certain mining claims, which now form part of the Zeus gold project in Northern Chile acquired by way of staking.

During the year ended June 30, 2018, the Company entered into an option agreement to acquire a 100% in certain other claims, which form part of the Zeus gold project. The Company can acquire the claims under option by making staged option payments totalling US$2.747 million over five years and incur US$300,000 in exploration expenditures within three years. The property owner retains a 1.5% NSR royalty. The Company has a right to buy 0.5% of the royalty for US$3.0 million. Option payments are due as follows:

On signing (paid)	US $12,000
On or before October 10, 2018 (paid)	US $30,000
On or before October 10, 2019 (paid)	US $50,000
On or before October 10, 2020	US $70,000
On or before October 10, 2021	US $90,000
On or before October 10, 2022	US $2,495,000
Total	US $2,747,000

On February 22, 2018, the Company signed an exploration and option agreement with NCM whereby, NCM has been granted the option to acquire up to an 80% interest in the property, exercisable in stages over a nine-year, or shorter, earn-in period. The agreement requires NCM to fund US$1.5 million in exploration expenditures in the first 18 months and make a US$100,000 option payment (received) upon signing option agreement. The Company will serve as operator for exploration during the option period in return for 10% management fee. As of July 1, 2018, the Company is no longer the operator for exploration and will not be receiving the 10% management fee. On December 10, 2018 the Company terminated the agreement.

c) Claudia joint venture

The Company owns a 100% interest in the Claudia property situated in the Santa Cruz Mining District, Argentina.

On October 20, 2017, the Company signed a definitive agreement with OceanaGold Corporation ("OGC") whereby, OGC has been granted the option to acquire up to a 75% interest in the property, exercisable in 4 stages over an eight-year, or shorter, earn-in period.

OGC completed its first-year commitment of US$1.75 million in exploration expenditures, completed 3,000 metres of drilling, and made a US$100,000 option payment to the Company on signing the Agreement. OGC will continue into the second-year commitment of the Claudia project and make a US$100,000 option payment (received) during the year.

The first earn-in option for OGC to earn 51% interest over four years from the date of Agreement requires spending US$10.5 million on exploration, making US$1 million in payments to the Company. Mirasol will serve as operator for exploration for first year in return for 5% management fee and the Company will retain a 30% funded-to production interest in the property.

d) La Curva joint venture

The Company owns a 100% interest in mining claims of La Curva property in the Santa Cruz Province of Argentina.

On May 25, 2017, the Company signed an exploration and option agreement with OGC whereby OGC has been granted the option to acquire up to a 75% interest in the La Curva project, exercisable in 5 stages over an eight-year, or shorter, earn-in period.

OGC completed its first-year commitment of US$1.25 million in exploration expenditures, completed 3,020 metres of drilling, and made a US$100,000 option payment to the Company on signing the Agreement. OGC will continue into the second-year commitment of the La Curva project and make a US$200,000 option payment (received) during the year.

The first earn-in option for OGC to earn 51% interest over four years from the date of Agreement requires spending US$7 million on exploration, making US$1.5 million in payments to the Company.

Mirasol will serve as operator for exploration for first year in return for 5% management fee and the Company will retain a 30% funded-to production interest in the property.

e) Indra joint venture

On October 17, 2018, the Company signed an exploration and option agreement (the "Agreement") with Hochschild Mining Plc ("HOC") on its Indra project in Chile. The Indra project was generated the Company.

HOC has been granted the option to acquire up to a 70% interest in the Indra project, exercisable in five stages over an eight-year, or shorter, earn-in period.

The Agreement requires HOC to incur US$800,000 in exploration expenditures within 18-months and complete a drill program of 1,500 metres within 30 months of the date of the Agreement. In addition, a US$50,000 option payment was paid upon signing the Agreement.

The first earn-in option for HOC to earn 51% interest over three years (total 4.5 years) from the date of the Agreement requires spending an additional US$5.2 million on exploration and making two staged payments totalling US$675,000 to the Company.

HOC can earn in stages additional 10% interest in the property by funding the delivering a positive PEA and further 9% by delivering a BFS.

The Company will retain a 30% interest or can exercise the funding option requiring HOC to fund its interest to production in the Indra project and retain 25%.

The Company will serve as operator during the option phase in return for a 10% management fee from exploration contracts with values less than US$250,000 and 5% fee on contracts over US$250,000.

f) Advances to/from joint venture partners:

The Company is the operator for two joint venture projects. As of December 31, 2018, the Company has $204,610 (2017-$862,342) of unspent exploration advances. Expense reimbursement receivable and joint venture management fees of $504,092 (2017-$51,562) is included in accounts receivable as of December 31, 2018.

12. Commitments

In November 2018, the Company signed consulting agreements, effective July 2018, with Global Ore Discovery Pty Ltd. (“Global Ore”) to perform the duties of exploration services for the Company. Under the terms of the Global Ore agreement, the Company has retained the services of Global Ore consultants until June 30, 2019, to provide target generation related consulting services to the Company on an exclusive basis throughout Chile and Argentina.

The Company has agreed to a minimum monthly retainer of Australian Dollar (“AUD”) $50,000 and six month minimum of $350,000.

Further, as additional consideration, the Company has agreed to issue Retention Bonus Shares (“the Bonus Shares”) of 75,000 (Issued January 3, 2019) stock options, subject to vesting, to key representatives of Global Ore other than Mr. Stephen Nano, the previous CEO of the Company.

The Bonus Shares shall be issued, subject to receipt of TSX Venture Exchange (“TSXV”) acceptance, and will be subject to escrow restrictions whereby 37,500 will be released upon TSXV acceptance and signing of the Global Ore consulting contract; 18,750 released on January 1, 2019 and 18,750 released on April 1, 2019. The Global Ore contract can be terminated at any time by the Company after its expiration on June 30, 2019.

13. Subsequent Events

a) <u>Marcelina Option to Purchase</u>

On January 25, 2019, the Company announced the signing of an option to purchase agreement completing consolidation of the large prospective Marcelina property situated in Santa Cruz, Argentina.

The Company can acquire 100% of the claims by making staged option payments totalling US$3.4 million over 4 years with US$3.15 million of the payments due in the fourth year of the option.

The property owner will retain 1.5% NSR royalty. The Company has a minimum US$300,000 exploration spending commitment during the three years of the option period.

b) <u>Newcrest Gorbea Joint Venture</u>

On January 28, 2019, the Company signed a definitive agreement with Newcrest International Pty Limited ("NCM") on Gorbea project.

NCM has been granted the option to acquire up to an 75% interest in the Gorbea project, exercisable in stages over a nine-year, or shorter, earn-in period. The agreement requires NCM to fund US$4.0 million in exploration expenditures and make a US$100,000 option payment (received) in the first year of the option. Newcrest will be the operator of the exploration program and will receive a 5% management fee.

NCM can earn up to 51% of the interest of the property by making a US$500,000 cash payment to the Company at the start of the earn in period and by spending an additional US$15.0 million in exploration within the next four years of the agreement with minimum drilling commitment of 6,000 m to be completed within the first 2 years.

NCM can earn in stages up to a 65% interest in the property by delivering a PEA and a BFS (total expenditure capped at US$100 million after the completion of the PEA stage) and by making a cash payment to the Company within the four years after earning the 51% interest.

The Company can retain a participating 25% interest in the project or right to convert up to 10% interest into 2.0% NSR royalty after completion of BFS stage.

c) <u>Share Purchase Option Grant</u>

On February 1, 2019, the Company issued 750,000 incentive share purchase options to certain directors and officers of the Company with certain vesting conditions. The options are exercisable at $1.27 for a period of three years from the date of grant.

d) <u>Restricted Share Units Issued</u>

On January 3, 2019, the Company awarded 50,000 restricted share units to management fully vested immediately at $1.07 with ascribed value of $57,500.

e) <u>Newcrest Zeus Joint Venture Termination</u>

On February 1, 2019, the Company received US$200,00 payment from Newcrest for termination of the Zeus project joint venture.

f) <u>New Office Lease Commitment</u>

On February 6, 2019, the Company signed a lease for its head office located at 1150 - 355 Burrard Street, Vancouver, British Columbia, effective May 1, 2019 to April 30, 2025. This lease is classified as an operating lease. The Company has made a security deposit of $20,000. The first-year base rent minimum commitment is $75,480 and the commitment for remaining five years is $417,360.