

# **RADISSON MINING RESOURCES INC.**

## **CONDENSED INTERIM FINANCIAL STATEMENTS**

Condensed interim statements of financial position

Condensed interim statement of net loss

Condensed interim statement of comprehensive loss

Condensed interim statements of equity

Condensed interim statements of cash flows

Notes to financial statements

## **NOTICE TO READER**

Management has compiled the unaudited condensed interim financial statements of Radisson Mining Resources Inc., consisting of the condensed interim statements of financial position, condensed interim statement of net loss, comprehensive loss, condensed interim statement of equity, condensed interim statements of cash flows for the three-month period ended March 31, 2015. No auditor firm has reviewed or audited these interim financial statements.

# RADISSON MINING RESOURCES INC.

Condensed interim statements of financial position

(unaudited)	March 31, 2015	December 31, 2014
	\$	\$
<b>Assets</b>		
Current assets:		
Cash reserved for exploration and evaluation	122,643	220,803
Investments (note 3)	302,400	299,600
Government taxes receivable	2,995	22,553
Accounts receivable	1,190	1,190
Prepaid expenses	48,896	50,557
	478,124	594,703
Non current:		
Property, plant and equipment (note 4)	6,575	7,109
Exploration and evaluation assets (note 5)	8,108,732	8,015,777
	8,593,431	8,617,589
<b>Liabilities</b>		
Current liabilities:		
Accounts payable and accrued liabilities	101,416	136,074
Non current:		
Income taxes and deferred taxes	2,527,159	2,527,159
Other liability related to flow-through shares issuance (note 6)	216,545	264,882
	2,845,120	2,928,115
<b>Equity:</b>		
Capital stock (note 7)	32,231,121	32,093,621
Equity settled reserve	3,701,497	3,688,197
Warrants	25,000	50,000
Deficit	(30,245,656)	(30,175,893)
Accumulated other comprehensive income	36,349	33,549
	5,748,311	5,689,474
	8,593,431	8,617,589

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

On behalf of the Board:

Mario Bouchard

Director

Donald Lacasse B.Sc.A

Director

# RADISSON MINING RESOURCES INC.

Condensed interim statement of net loss

For the three-month period ended March 31

	2015	2014
(unaudited)	\$	\$
Revenue:		
	-	-
Administration costs:		
Salaries and employee benefits	16,215	14,603
Stock-based compensation and payments	13,300	-
Experts and subcontractors	22,500	11,079
Professional fees	1,057	27,815
Travelling and promotion	19,485	6,584
Information to shareholders	16,889	1,573
Listing and registration fees	11,473	15,345
Rent and occupancy costs	-	1,800
Stationery and office supplies	1,974	3,387
Insurance, taxes and licenses	4,017	4,472
Interest and bank charges	182	518
Part XII.6 tax	1,832	-
Telecommunication	1,470	1,622
Depreciation of property, plant and equipment	534	554
Maintenance of a mining site	7,172	3,321
	118,100	92,673
Loss before income taxes and deferred taxes	(118,100)	(92,673)
Income taxes and deferred taxes	48,337	41,637
<b>Net loss</b>	<b>(69,763)</b>	<b>(51,036)</b>
Basic and diluted net loss per share	(0,00)	(0,00)

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of comprehensive loss

For the three-month period ended March 31

	2015	2014
(unaudited)	\$	\$
Net loss for the period	(69,763)	(51,036)
<b>Other comprehensive loss</b>		
Changes in available-for-sale investments		
Unrealized gain (loss) arising during the period	2,800	75,000
<b>Comprehensive loss</b>	<b>(66,963)</b>	<b>(23,964)</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the three-month period ended March 31, 2015

(unaudited)

	Capital stock	Equity settled reserve	Deficit	Warrants	Accumulated other comprehensive loss	Total equity
	\$	\$	\$	\$	\$	\$
<b>Balance as at December 31, 2014</b>	32,093,621	3,688,197	(30,175,893)	50,000	33,549	5,689,474
Net loss for the period	-	-	(69,763)	-	-	(69,763)
Share issue	-	-	-	-	-	-
Share issuance cost	-	-	-	-	-	-
Stock-based compensation and payments	-	13,300	-	-	-	13,300
Warrants granted	-	-	-	-	-	-
Warrants exercised	137,500	-	-	(25,000)	-	112,500
Other comprehensive loss:						
Current unrealized gain (loss)	-	-	-	-	2,800	2,800
<b>Balance as at March 31, 2015</b>	<b>32,231,121</b>	<b>3,701,497</b>	<b>(30,245,656)</b>	<b>25,000</b>	<b>36,349</b>	<b>5,748,311</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the three-month period ended March 31, 2014

(unaudited)

	Capital stock	Equity settled reserve	Deficit	Warrants	Accumulated other comprehensive loss	Total Equity
	\$	\$	\$	\$	\$	\$
<b>Balance as at December 31, 2013</b>	31,362,455	3,586,924	(29,936,206)	52,941	(168,055)	4,898,059
Net loss for the period	-	-	(51,036)	-	-	(51,036)
Share issue	250,000	-	-	-	-	250,000
Share issuance cost	(7,616)	-	-	-	-	(7,616)
Warrants granted	-	-	-	50,000	-	50,000
Other comprehensive loss:						
Current unrealized gain (loss)	-	-	-	-	75,000	75,000
<b>Balance as at March 31, 2014</b>	<b>31,604,839</b>	<b>3,586,924</b>	<b>(29,987,242)</b>	<b>102,941</b>	<b>(93,055)</b>	<b>5,214,407</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statements of cash flows

For the three-month period ended March 31

	2015	2014
(unaudited)	\$	\$
Cash flows related to:		
Operating activities:		
Net loss	(69,763)	(51,036)
Items not involving cash:		
Depreciation of property, plant and equipment	534	554
Stock-based compensation	13,300	-
Income taxes and deferred taxes	(48,337)	(41,637)
Net change in non-cash working capital items (Note 10 )	(13,439)	26 561
	(117,705)	(65,558)
Investing activities:		
Exploration and evaluation assets	(92,955)	(64,195)
	(92,955)	(64,195)
Financing activities:		
Capital stock issuance	112,500	144,065
Share issuance cost	-	(7,616)
	112,500	136,449
Increase (decrease) in cash	(98,160)	6,696
Cash, at beginning	220,803	30,961
Cash, at end	122,643	37,657

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

# RADISSON MINING RESOURCES INC.

Notes to financial statements  
March 31, 2015

## 1. Description of the business and going concern

The Company, incorporated under the Canada Business Corporations Act, is in the process of exploring mining properties and has not yet determined whether these properties contain ore reserves that are economically recoverable.

Radisson Mining Resources Inc.'s head office is located on 1,750 chemin de la baie verte in Rouyn-Noranda, JOZ 2X0, in the province of Quebec in Canada. Its stock is listed on TSX Exchange Venture on symbol RDS.

Since its constitution, the Company has recorded an important accumulated deficit. Management periodically seeks additional forms of financing through the issuance of shares and the exercise of share purchase options and warrants to continue its operations, and in spite of the obtention in the past, there is no guarantee of success for the future. If the management is unable to obtain new funding, the Company may be unable to continue its operations, and amounts realized for assets may be less than amounts reflected in these financial statements.

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and liquidation of liabilities during the normal course of operations and do not reflect the adjustments to the carrying values of assets and liabilities, the reported revenues and expenses and statement of financial position classifications that would be necessary if the going concern assumption would not be appropriate. These adjustments could be material.

The interim financial statements for the period ending March 31, 2015 were approved by the board of directors on May 26, 2015.

## 2. Compliance of IFRS and basis of preparation

The condensed interim financial statements have been prepared by management in accordance with international financial reporting standards (« IFRS ») and with IAS 34, Interim Financial Reporting. They do not include all information required by IFRS in the production of annual financial statements.

These condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended December 31, 2014 and the interim financial statements for the trimester ended March 31, 2014. The accounting policies are presented in the audited financial statements for the year ended December 31, 2014 and have not been modified since.

The preparation of interim financial statements in accordance with IAS 34 uses critical accounting estimates. It also requires management to exercise judgment in applying accounting policies used by the Company.

## 3. Investments

	March 31, 2015	December 31, 2014
	\$	\$
280,000 shares of Balmoral Resources Ltd., public company	302,400	299,600
	302,400	299,600

## 4. Property, plant and equipment

	March 31, 2015		December 31, 2014	
	Cost	Accumulated depreciation	Net book value	Net book value
Equipment	8,158	6,658	1,500	1,622
Computer equipment	21,390	16,315	5,075	5,487
	\$ 29,548	\$ 22,973	\$ 6,575	\$ 7,109



# RADISSON MINING RESOURCES INC.

Notes to financial statements  
March 31, 2015

## 5. Exploration and evaluation assets

Mining properties:	Balance as at December 31, 2014	Increase	Tax credit	Balance as at March 31, 2015
	\$	\$	\$	\$
O'Brien	152,789	-	-	152,789
Kewagama	9,950	-	-	9,950
Lac Gouin	10,800	-	-	10,800
	173,539	-	-	173,539
<b>Exploration and evaluation costs:</b>				
O'Brien	5,531,420	43,593	-	5,575,043
Kewagama	2,231,606	49,362	-	2,280,968
Lac Gouin	79,212	-	-	79,212
	7,842,238	92,955	-	7,935,193
	8,015,777	92,955	-	8,108,732

	Three-month period ended	
	March 31, 2015	March 31, 2014
	\$	\$
Exploration and evaluation costs:		
Analysis	-	170
Consultants and subcontractors	78,654	61,384
General exploration expenditures	14,301	2,641
Increase in exploration and evaluation expenses	92,955	64,195
Balance, at beginning	7,842,238	7,387,548
Balance, ending	7,935,193	7,451,743

## 6. Other liability related to flow-through shares issuance

	\$
Balance as at December 31, 2014	264,882
Decrease for expenses incurred	(48,337)
Balance as at March 31, 2015	216,545

# RADISSON MINING RESOURCES INC.

Notes to financial statements  
March 31, 2015

## 7. Capital stock

Authorized:

Unlimited number of class A shares, voting and participating, no par value

Unlimited number of class B shares which may be issued in series, cumulative or non-cumulative dividend at the prime rate of the Bank of Canada at the beginning of the year plus a percentage between 1 and 5%, non-participating, non-voting, redeemable at the option of the company for an amount equal to the price paid plus any dividend declared and unpaid, no par value

Changes in Company class A shares were as follows:

	Class A shares	Amount
Issued and paid:		
Balance as at December 31, 2014	81,815,003	\$ 32,093,621
Warrants exercised <sup>(1)</sup>	937,500	\$ 137,500
Share issuance cost	-	-
<b>Balance as at March 31, 2015</b>	<b>82,752,503</b>	<b>\$ 32,231,121</b>

(1) In March 2014, the Company issued 3,750,000 units at \$0.08 per units for a total amount of \$300,000. Each unit is composed of 1 class A share and ½ warrant. This result in the emission of 1,875,000 warrants at a fair value of \$50,000. Each warrant entitles the holder to acquire one class A share at an exercise price of \$0.12 per class A share for a period of 18 months. On March 30, 2015 a financial institution exercised 937,500 warrants at an exercise price of \$0.12 per class A share for gross proceeds of \$112,500.

Class A stock options:

An aggregate number of 6 million class A shares has been reserved under the stock option plan for potential issuance. The exercise price of each option is the market price of the Company's stock at the date of grant of options and the maximum term of a new option is 5 years. Unless otherwise determined by the Board of Directors, options granted under the modified plan vest immediately.

A summary of the situation as at March 31, 2015 is presented below:

Options	Number	Weighted average exercise price
Outstanding as at December 31, 2014	3,785,000	\$ 0.11
Expired	(625,000)	\$ 0.10
Issued	200,000	\$ 0.10
<b>Outstanding as at March 31, 2015</b>	<b>3,360,000</b>	<b>\$ 0.11</b>
Options exercisable as at March 31, 2015	3,360,000	\$ 0.11

The following table summarizes the information relating to the stock options as at March 31, 2015:

Number of options outstanding	Exercise price	Weighted average remaining life (years)	Number of options exercisable
300,000	\$ 0.15	1.2	300,000
500,000	\$ 0.12	1.2	500,000
625,000	\$ 0.11	0.6	625,000

# RADISSON MINING RESOURCES INC.

Notes to financial statements  
March 31, 2015

200,000	\$ 0.10	2.8	200,000
1,535,000	\$ 0.10	3.0	1,535,000
200,000	\$ 0.10	4.9	200,000
3,360,000	\$ 0.11		3,360,000

## 7. Capital stock (continued)

Warrants:

A summary of the situation as at March 31, 2015 is presented below:

	Number	Weighted average exercise price
Outstanding as at December 31, 2014	1,875,000	\$ 0.12
Exercised	937,500	\$ 0.12
Outstanding as at March 31, 2015	937,500	\$ 0.12
Warrants exercisable as at March 31, 2015	937,500	\$ 0.12

The following table summarizes the information relating to the warrants as at March 31, 2015:

Exercise price	Outstanding	Expiry date
\$ 0.12	937,500	September 2015
	937,500	

The following table presents the weighted average fair value at grant date and the weighted average assumptions used to determine the share-based compensation expense using the Black & Scholes option pricing model:

	Three-month period ended March 31, 2015
Warrants value	\$ 25,000
Expected volatility	97%
Risk-free interest rate	1.01%
Expected dividend rate	0%
Estimated duration	One and half year
Weighted average fair value at grant date	\$ 0.04

## 8. Related party transactions

The remuneration paid or payable to managers (president, vice-president and chief financial officer and also directors) is as follows:

	March 31, 2015	Three-month period ended March 31, 2014
	\$	\$
Salaries and fringe benefits	5,000	14,077
Costs of social security	187	526
Rent and occupancy costs	-	1,800
Experts and subcontractors	22,500	9,000
Stock-based compensation	10,600	-
	38,287	25,403

# RADISSON MINING RESOURCES INC.

Notes to financial statements  
March 31, 2015

The above transactions are measured at the consideration established and agreed by the related parties.

## 9. Basic and diluted net loss per share

	Three-month period ended	
	March 31, 2015	March 31, 2014
Net loss for the period	\$ 69,763	\$ 51,036
Weight average number of shares	81,817,571	76,652,200
Loss per share	\$ 0,00	\$ 0,00

## 10. Complementary informations related to cash flows

	March 31, 2015	March 31, 2014
Net change in non-cash working capital items :	\$	\$
Accounts receivable	-	12,297
Government taxes receivable	19,558	21,611
Prepaid expenses	1,661	(1,706)
Payable and accrued liabilities	(34,658)	(5,641)
	(13,439)	26,561