

# **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 statement 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 and comprehensive loss, condensed interim statement of equity, condensed interim statement of cash flows for the six-month period ended June 30, 2015. No auditor firm has reviewed or audited these interim financial statements.

# RADISSON MINING RESOURCES INC.

Condensed interim statements of financial position

(unaudited)	June 30, 2015	December 31, 2014
	\$	\$
<b>Assets</b>		
Current assets:		
Cash reserved for exploration and evaluation	40,364	220,803
Investments (note 3)	193,200	299,600
Government taxes receivable	21,747	22,553
Accounts receivable	1,190	1,190
Prepaid expenses	61,620	50,557
	318,121	594,703
Non current:		
Property, plant and equipment (note 4)	6,081	7,109
Exploration and evaluation assets (note 5)	8,192,953	8,015,777
	8,517,155	8,617,589
<b>Liabilities</b>		
Current liabilities:		
Accounts payable and accrued liabilities	187,761	136,074
Short-term loan (note 8)	75,000	-
Non current:		
Income taxes and deferred taxes	2,527,159	2,527,159
Other liability related to flow-through shares issuance (note 6)	167,570	264,882
	2,957,490	2,928,115
<b>Equity:</b>		
Capital stock (note 7)	32,229,596	32,093,621
Equity settled reserve	3,729,847	3,688,197
Warrants	25,000	50,000
Deficit	(30,351,927)	(30,175,893)
Accumulated other comprehensive income	(72,851)	33,549
	5,559,665	5,689,474
	8,517,155	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

Chief Financial Officer

# RADISSON MINING RESOURCES INC.

Condensed interim statement of net loss

For the three-month periods ended June 30 / For the six-month periods ended June 30

(unaudited)	2015	2014	2015	2014
	\$	\$	\$	\$
Revenues :				
Interest	-	-	-	-
Other	-	-	-	-
	-	-	-	-
Administration costs:				
Salaries and employee benefits	24,364	14,219	40,579	28,822
Stock-based compensation and payments	28,350	44,520	41,650	44,520
Experts and subcontractors	18,750	17,457	41,250	28,536
Professional fees	14,770	18,592	15,827	46,407
Travelling and promotion	11,338	12,652	30,823	19,236
Information to shareholders	28,329	11,110	45,218	12,683
Listing and registration fees	12,715	18,138	24,188	33,483
Rent and occupancy costs	-	1,350	-	3,150
Stationery and office supplies	3,107	3,053	5,081	6,440
Insurance, taxes and licenses	4,016	7,787	8,033	12,259
Interest and bank charges	400	423	582	941
Part XII.6 tax	1,867	-	3,699	-
Telecommunication	1,409	1,678	2,879	3,300
Depreciation of property, plant and equipment	494	513	1,028	1,067
Maintenance of a mining site	5,337	9,719	12,509	13,040
	155,246	161,211	273,346	253,884
Loss before income taxes and deferred taxes	(155,246)	(161,211)	(273,346)	(253,884)
Income taxes and deferred taxes	48,975	61,171	97,312	102,808
<b>Net loss</b>	<b>(106,271)</b>	<b>(100,040)</b>	<b>(176,034)</b>	<b>(151,076)</b>
Basic and diluted net loss per share	(0.00)	(0.00)	(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 periods ended June 30 / For the six-month periods ended June 30

(unaudited)	2015	2014	2015	2014
	\$	\$	\$	\$
Net loss for the period	(106,271)	(100,040)	(176,034)	(151,076)
<b>Other comprehensive income</b>				
Changes in available-for-sale investments				
Unrealized gain (loss) arising during the period	(109,200)	300,000	(106,400)	375,000
<b>Comprehensive income</b>	<b>(215,471)</b>	<b>199,960</b>	<b>(282,434)</b>	<b>223,924</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the six-month period ended June 30, 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	-	-	(176,034)	-	-	(176,034)
Share issue	-	-	-	-	-	-
Share issuance cost	(1,525)	-	-	-	-	(1,525)
Stock-based compensation and payments	-	41,650	-	-	-	41,650
Warrants granted	-	-	-	-	-	-
Warrants exercised	137,500	-	-	(25,000)	-	112,500
Other comprehensive loss:						
Current unrealized gain (loss)	-	-	-	-	(106,400)	(106,400)
<b>Balance as at June 30, 2015</b>	<b>32,229,596</b>	<b>3,729,847</b>	<b>(30,351,927)</b>	<b>25,000</b>	<b>(72,851)</b>	<b>5,559,665</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the six-month period ended June 30, 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 of the period	-	-	(151,076)	-	-	(151,076)
Share issuance	250,000	-	-	-	-	250,000
Share issuance cost	(9,551)	-	-	-	-	(9,551)
Stock-based compensation	-	44,520	-	-	-	44,520
Warrants granted	-	-	-	50,000	-	50,000
Other comprehensive Income :						
Current unrealized gain (loss)	-	-	-	-	375,000	375,000
<b>Balance as at June 30, 2014</b>	<b>31,602,904</b>	<b>3,631,444</b>	<b>(30,087,282)</b>	<b>102,941</b>	<b>206,945</b>	<b>5,456,952</b>

# RADISSON MINING RESOURCES INC.

Condensed interim statements of cash flows

For the six-month period ended June 30

(unaudited)	2015	2014
	\$	\$
Cash flows related to:		
Operating activities:		
Net loss	(176,034)	(151,076)
Items not involving cash:		
Depreciation of property, plant and equipment	1,028	1,067
Stock-based compensation and payments	41,650	44,520
Income taxes and deferred taxes	(97,312)	(102,808)
Net change in non-cash working capital items (Note 10)	41,430	102,615
	(189,238)	(105,682)
Investing activities:		
Acquisition of property, plant and equipment	-	-
Exploration and evaluation assets (Note 5)	(177,176)	(164,293)
	(177,176)	(164,293)
Financing activities:		
Capital stock issuance	112,500	300,000
Share issuance cost	(1,525)	(9,551)
Short-term loan (Note 8)	75,000	-
	185,975	290,449
Increase (decrease) in cash	(180,439)	20,474
Cash, at beginning	220,803	30,961
Cash, at end	40,364	51,435

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

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 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 June 30, 2015 were approved by the board of directors on August 24, 2015.

### 2. Basis of preparation and changes to accounting policies

These 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 June 30, 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

	June 30, 2015	December 31, 2014
	\$	\$
280,000 shares of Balmoral Resources Ltd., public company	193,200	299,600
	193,200	299,600

### 4. Property, plant and equipment

	June 30, 2015		December 31, 2014	
	Cost	Accumulated depreciation	Net book value	Net book value
Computer equipment	21,390	16,696	4,694	5,487
Equipment	8,158	6,771	1,387	1,622
	\$ 29,548	\$ 23,467	\$ 6,081	\$ 7,109



# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 2015

### 5. Exploration and evaluation assets

Mining properties:	Balance as at	Increase	Tax credits	Balance as at
	December 31,			June 30,
	2014			2015
	\$	\$	\$	\$
O'Brien	152,789	-	-	152,789
Kewagama	9,950	-	-	9,950
Lac Gouin	10,800	-	-	10,800
	173,539	-	-	173,539
Exploration and evaluation costs :				
O'Brien	5,531,420	85,951	-	5,617,371
Kewagama	2,231,606	91,225	-	2,322,831
Lac Gouin	79,212	-	-	79,212
	7,842,238	177,176	-	8,019,414
	8,015,777	177,176	-	8,192,953

#### Statements of exploration and evaluation costs

For the three-month periods ended June 30 / For the six-month periods ended June 30

	2015	2014	2015	2014
	\$	\$	\$	\$
Consultants and subcontractors	88,915	87,853	168,915	149,237
Analysis	-	9,770	-	9,940
General exploration expenditures	4,040	2,475	8,261	5,116
Increase in exploration and evaluation expenses	92,955	100,098	177,176	164,293
Balance, at beginning	7,842,238	7,451,743	7,842,238	7,387,548
Balance, ending	7,935,193	7,551,841	8,019,414	7,551,841

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

	\$
Balance as at December 31, 2014	264,882
Decrease for expenses incurred	(97,312)
Balance as at June 30, 2015	167,570

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 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	-	\$ (1,525)
Balance as at June 30, 2015	82,752,503	\$ 32,229,596

(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 resulted 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 June 30, 2015 is presented below:

Options	Number	Weighted average exercise price
Outstanding as at December 31, 2014	3,785,000	\$ 0.11
Granted	725,000	\$ 0.12
Expired	(625,000)	\$ 0.10
Outstanding as at June 30, 2015	3,885,000	\$ 0.11
Options exercisable as at June 30, 2015	3,885,000	\$ 0.11

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 2015

### 7. Capital stock (continued)

The following table summarizes the information relating to the stock options as at June 30, 2015:

Number of options outstanding	Exercise price \$	Weighted average remaining life (years)	Number of options exercisable
300,000	0.15	0.1	300,000
500,000	0.12	1.0	500,000
625,000	0.11	0.3	625,000
200,000	0.10	2.5	200,000
1,535,000	0.10	2.8	1,535,000
200,000	0.10	4.7	200,000
525,000	0.13	4.9	525,000
3,885,000	0.11		3,885,000

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

	Six-month period ended June 30, 2015	Six-month period ended June 30, 2014
Expected volatility	47 %	94 %
Share price at date of grant	\$ 0.12	\$ 0.11
Risk-free interest rate	1.01 %	1.39 %
Expected dividend rate	0 %	0 %
Estimated duration	5 years	4 years
Weighted average fair value at grant date	\$ 0.06	\$ 0.06

Warrants:

A summary of the situation as at June 30, 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 June 30, 2015	937,500	\$ 0.12
Warrants exercisable as at June 30, 2015	937,500	\$ 0.12

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 2015

### 7. Capital stock (continued)

The following table summarizes the information relating to the warrants as at June 30, 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 June 30, 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:

	Six-month period ended	
	June 30, 2015	June 30, 2014
	\$	\$
Salaries and fringe benefits	12,500	26,769
Costs of social security	467	2,053
Rent and occupancy costs	-	3,150
Experts and subcontractors	41,250	21,250
Stock-based compensation	38,950	41,820
	93,167	95,042

On June 15, 2015 the corporation contracted a short-term loan with three directors for a total amount of \$75,000. The loan consists of a term note carrying annual interest of 6%. No interest charge was accounted for the period ended June 30, 2015. The loan was reimbursed on August 24, 2015, following brokered private placement announced by press release on August 13, 2015. On reimbursement date, total interests in the amount of \$855.15 were paid to directors in connection with the short-term loan.

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

### 9. Basic and diluted net loss per share

	Six-month period ended June 30, 2015
Net loss for the period	\$ 176,034
Weighted average number of shares	82,752,503
Loss per share	\$ 0.00

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

June 30, 2015

### 10. Complementary informations related to cash flows

	June 30, 2015	June 30, 2014
	\$	\$
Net change in non-cash working capital items :		
Accounts receivable	-	12,297
Government taxes receivable	806	6,580
Prepaid expenses	(11,063)	(60,453)
Accounts payable and accrued liabilities	51,687	54,391
Prepaid subscriptions	-	89,800
	41,430	102,615

### 11. Subsequent event

On August 13, 2015 the Company closed a brokered private placement of 3,418,461 units at a price of \$0.13 for total gross proceeds of \$444,400. Each unit is composed of one class A share of Radisson share capital at \$0.13 per share and one half warrant. Each full warrant entitles its holder thereof to purchase one class A share of Radisson at a price of \$0.18 per share until February 13, 2017. In connection with the private placement, Radisson paid a cash commission in the amount of \$22,792 and 273,477 agent warrants entitling the agents to acquire one class A share of the share capital of Radisson at a price of \$0.13 until February 17, 2015.