

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, 2016. No auditor firm has reviewed or audited these interim financial statements.

RADISSON MINING RESOURCES INC.

Condensed interim statements of financial position

(unaudited)	June 30, 2016	December 31, 2015
	\$	\$
Assets		
Current assets:		
Cash and cash equivalent	310,630	341,672
Short term investments (note 3)	100,000	-
Investments (note 3)	246,400	120,400
Government taxes receivable	19,954	21,848
Accounts receivable	1,190	1,190
Prepaid expenses	21,620	37,628
	699,794	522,738
Non current:		
Property, plant and equipment (note 4)	4,452	5,203
Exploration and evaluation assets (note 5)	8,741,495	8,380,460
	9,445,741	8,908,401
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	185,338	182,664
Non current:		
Income taxes and deferred taxes	2,665,604	2,665,604
Other liability related to flow-through shares issuance (note 6)	-	181,440
	2,850,942	3,029,708
Equity:		
Capital stock (note 7)	33,376,207	32,794,822
Equity settled reserve	3,793,884	3,751,514
Warrants	82,849	36,202
Deficit	(30,784,141)	(30,703,845)
Accumulated other comprehensive income	126,000	-
	6,594,799	5,878,693
	9,445,741	8,908,401

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

On behalf of the Board:

Mario Bouchard

President and 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)	2016	2015	2016	2015
	\$	\$	\$	\$
Revenues :				
Interest	-	-	-	-
Other	-	-	-	-
	-	-	-	-
Administration costs:				
Salaries and employee benefits	14,500	24,364	31,865	40,579
Stock-based compensation and payments	34,770	28,350	42,370	41,650
Experts and subcontractors	31,500	18,750	54,000	41,250
Professional fees	21,100	14,770	30,100	15,827
Travelling and promotion	11,041	11,338	23,412	30,823
Information to shareholders	8,540	28,329	15,021	45,218
Listing and registration fees	22,311	12,715	32,272	24,188
Stationery and office supplies	1,824	3,107	4,186	5,081
Insurance, taxes and licenses	3,950	4,016	8,167	8,033
Interest and bank charges	607	400	873	582
Part XII.6 tax	-	1,867	270	3,699
Telecommunication	1,116	1,409	5,842	2,879
Depreciation of property, and equipment	361	494	751	1,028
Maintenance of a mining site	7,504	5,337	12,607	12,509
	159,124	155,246	261,736	273,346
Loss before income taxes and deferred taxes	(159,124)	(155,246)	(261,736)	(273,346)
Income taxes and deferred taxes	36,495	48,975	181,440	97,312
Net loss	(122,629)	(106,271)	(80,296)	(176,034)
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)	2016	2015	2016	2015
	\$	\$	\$	\$
Net loss for the period	(122,629)	(106,271)	(80,296)	(176,034)
Other comprehensive income				
Items that may be subsequently reclassified to net loss				
Changes in gain or losse on available-for-sale investments, net of income taxes				
Unrealized gain (loss) arising during the period	107,800	(109,200)	126,000	(106,400)
Comprehensive income	(14,829)	(215,471)	45,704	(282,434)

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, 2016

(unaudited)

	Capital stock	Equity settled reserve	Deficit	Warrants	Accumulated other comprehensive loss	Total equity
	\$	\$	\$	\$	\$	\$
Balance as at December 31, 2015	32,794,822	3,751,514	(30,703,845)	36,202	-	5,878,693
Net loss for the period	-	-	(80,296)	-	-	(80,296)
Share issuance	675,010	-	-	-	-	675,010
Share issuance cost	(56,283)	-	-	9,305	-	(46,978)
Stock-based compensation and payments	-	42,370	-	-	-	42,370
Warrants granted	(37,342)	-	-	37,342	-	-
Other comprehensive loss:						
Current unrealized gain (loss)	-	-	-	-	126,000	126,000
Balance as at June 30, 2016	33,376,207	3,793,884	(30,784,141)	82,849	126,000	6,594,799

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
	\$	\$	\$	\$	\$	\$
Balance as at December 31, 2014	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)
Balance as at June 30, 2015	32,229,596	3,729,847	(30,351,927)	25,000	(72,851)	5,559,665

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

RADISSON MINING RESOURCES INC.

Condensed interim statements of cash flows

For the six-month period ended June 30

(unaudited)	2016	2015
	\$	\$
Cash flows related to:		
Operating activities:		
Net loss	(80,296)	(176,034)
Items not involving cash:		
Depreciation of property, plant and equipment	751	1,028
Stock-based compensation and payments	42,370	41,650
Income taxes and deferred taxes	(181,440)	(97,312)
Net change in non-cash working capital items (Note 10)	20,576	41,430
	(198,039)	(189,238)
Investing activities:		
Acquisition of property, plant and equipment	-	-
Exploration and evaluation assets (Note 5)	(361,035)	(177,176)
Short-term Investment (Note 3)	(100,000)	-
	(461,035)	(177,176)
Financing activities:		
Capital stock issuance	675,010	112,500
Share issuance cost	(46,978)	(1,525)
Short-term loan (Note 8)	-	75,000
	628,032	185,975
Increase (decrease) in cash	(31,042)	(180,439)
Cash, at beginning	341,672	220,803
Cash, at end	310,630	40,364

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

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

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, 2016 were approved by the board of directors on August 24, 2016.

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, 2015 and the interim financial statements for the trimester ended June 30, 2015. The accounting policies are presented in the audited financial statements for the year ended December 31, 2015 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, 2016	December 31, 2015
	\$	\$
280,000 shares of Balmoral Resources Ltd., public company	246,400	120,400
1% Flexible redeemable GIC ¹	100,000	-
	346,400	120,400

¹ On June 1st 2016, the Company contracted a one year Flexible GIC. The GIC bears a 1% annual interest rate at maturity and is redeemable at any time.

4. Property, plant and equipment

	June 30, 2016		December 31, 2015	
	Cost	Accumulated depreciation	Net book value	Net book value
Computer equipment	21,390	17,954	3,436	4,016
Equipment	8,158	7,143	1,016	1,187
	\$ 29,548	\$ 23,467	\$ 4,452	\$ 5,203

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

5. Exploration and evaluation assets

Mining properties:	Balance as at	Increase	Tax credits	Balance as at
	December 31, 2015			June 30, 2016
	\$	\$	\$	\$
O'Brien	162,739	-	-	162,739
	162,739	-	-	162,739
Exploration and evaluation costs :				
O'Brien	8,217,721	361,035	-	8,578,756
	8,217,721	361,035	-	8,578,756
	8,380,460	361,035	-	8,741,495

Statements of exploration and evaluation costs

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

	2016	2015	2016	2015
	\$	\$	\$	\$
Drilling	57,368	-	220,638	-
Consultants and subcontractors	35,298	88,915	116,483	168,915
Assays	7,027	-	12,818	-
General exploration expenditures	2,511	4,040	11,096	8,261
Increase in exploration and evaluation expenses	102,204	92,955	361,035	177,176
Balance, at beginning	8,476,552	7,842,238	8,217,721	7,842,238
Balance, ending	8,578,756	7,935,193	8,578,756	8,019,414

6. Other liability related to flow-through shares issuance

	\$
Balance as at December 31, 2015	264,882
Decrease for expenses incurred	(264,882)
Balance as at June 30, 2016	-

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

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, 2015	88,361,196	\$ 32,794,822
Share issued paid in cash ⁽¹⁾	4,500,068	\$ 637,668
Share issuance cost	-	\$ (56,283)
Balance as at June 30, 2016	92,861,264	\$ 33,376,207

⁽¹⁾ Value of shares paid in cash is presented net of fair value of warrants amounting to \$37,342.

⁽²⁾ Value of share issuance costs is presented net of fair value of broker's warrants amounting to \$9,305

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, 2016 is presented below:

Options	Number	Weighted average exercise price
Outstanding as at December 31, 2015	2,960,000	\$ 0.11
Granted	670,000	\$ 0.14
Expired	(500,000)	\$ 0.10
Outstanding as at June 30, 2016	3,130,000	\$ 0.11
Options exercisable as at June 30, 2016	3,130,000	\$ 0.11

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

7. Capital stock (continued)

The following table summarizes the information relating to the stock options as at June 30, 2016:

Number of options outstanding	Exercise price \$	Weighted average remaining life (years)	Number of options exercisable
525,000	0.13	3.8	525,000
1,935,000	0.10	1.9	1,935,000
670,000	0.14	4.7	670,000
3,130,000	0.11		3,130,000

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, 2016	Six-month period ended June 30, 2015
Expected volatility	50 %	47 %
Share price at date of grant	\$ 0.14	\$ 0.12
Risk-free interest rate	0.72 %	1.01 %
Expected dividend rate	0 %	0 %
Estimated duration	5 years	5 years
Weighted average fair value at grant date	\$ 0.06	\$ 0.06

Warrants:

A summary of the situation as at June 30, 2016 is presented below:

	Number	Weighted average exercise price
Outstanding as at December 31, 2015	2,367,323	\$ 0.18
Exercised	-	-
Granted	2,565,039	\$0.20
Broker's warrants	315,005	\$0.15
Outstanding as at June 30, 2016	4,932,362	\$ 0.19
Warrants exercisable as at June 30, 2016	4,932,362	\$ 0.19

The following table summarizes the information relating to the warrants as at June 30, 2016:

Exercise price \$	Outstanding	Expiry date
0.18	1,709,230	February 2017
0.13	273,477	February 2017
0.18	384,616	March 2107
0.20	1,341,701	November 2017
0.15	170,338	November 2017
0.20	908,333	December 2017
0.15	144,667	December 2017
	4,932,362	

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

7. Capital stock (continued)

	Three-month period ended June 30, 2016
Warrants value	\$ 82,849
Expected volatility	48%
Risk-free interest rate	0.60%
Expected dividend rate	0%
Estimated duration	One and half year
Weighted average fair value at grant date	\$ 0.02

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, 2016	June 30, 2015
	\$	\$
Salaries and fringe benefits	-	12,500
Costs of social security	-	467
Experts and subcontractors	54,000	41,250
Stock-based compensation	42,370	38,950
	96,370	93,167

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, 2016
Net loss for the period	\$ 80,296
Weighted average number of shares	88,884,996
Loss per share	\$ 0,00

10. Complementary information related to cash flows

	June 30, 2016	June 30, 2015
	\$	\$
Net change in non-cash working capital items :		
Accounts receivable	-	-
Government taxes receivable	1,894	806
Prepaid expenses	16,008	(11,063)
Accounts payable and accrued liabilities	2,674	51,687
	20,576	41,430

RADISSON MINING RESOURCES INC.

Notes to financial statements

June 30, 2016

11. Subsequent events

On August 11th 2016, the Corporation announced the closing of a first tranche of private placement in the amount of \$ 1,000,000. Under the terms of the offering, the corporation issued 2,975,000 flow-through shares at a price of \$0.20 and 2,700,000 hard units at a price of \$0.15 per unit. Each Unit consists of one class A share of the share capital of Radisson and one half- share purchase warrant ("^{1/2} Warrant"). Each full Warrant entitles its holder thereof to purchase one class A share at a price of \$0.20 until February 11, 2018. In accordance with Canadian securities laws, the securities issued and issuable in the first tranche of this private placement are subject to a four-month hold period expiring on December 12, 2016. In connection with this first tranche of the private placement, Radisson paid a finder's fee in the amount of \$47,250 and 350,000 finder's warrants entitling the finder to acquire one class A share of the share capital of Radisson at \$0.20 until February 11, 2018.