

# **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 nine-month period ended September 30, 2015. No auditor firm has reviewed or audited these interim financial statements.

# RADISSON MINING RESOURCES INC.

Condensed interim statements of financial position

(unaudited)	September 30, 2015	December 31, 2014
	\$	\$
<b>Assets</b>		
Current assets:		
Cash	10,181	-
Funds reserved for exploration and evaluation	172,606	220,803
Investments (Note 4)	140,000	299,600
Government taxes receivable	19,546	22,553
Accounts receivable	1,190	1,190
Prepaid expenses	43,376	50,557
	386,899	594,703
Non current :		
Property, plant and equipment (Note 4)	5,625	7,109
Exploration and evaluation assets (Note 5)	8,219,910	8,015,777
	8,612,434	8,617,589
<b>Liabilities</b>		
Current liabilities:		
Accounts payable and accrued liabilities	110,452	136,074
	110,452	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)	92,787	264,882
	2,730,397	2,928,115
<b>Equity:</b>		
Capital stock (Note 7)	32,683,237	32,093,621
Equity settled reserve	3,751,514	3,688,197
Warrants	36,202	50,000
Deficit	(30,462,866)	(30,175,893)
Accumulated other comprehensive loss	(126,051)	33,549
	5,882,036	5,689,474
	8,612,434	8,617,589

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

On behalf of the Board:

Mario Bouchard

President & Director

Donald Lacasse

CFO

# RADISSON MINING RESOURCES INC.

Condensed interim statement of net loss

For the three-month periods ended September 30 / For the nine-month periods ended September 30

	2015	2014	2015	2014
(unaudited)	\$	\$	\$	\$
Revenue:				
Interest	-	-	-	-
Gain on disposal of investments	-	12,082	-	12,082
Other	-	-	-	-
	-	12,082	-	12,082
Administration costs:				
Salaries and employee benefits	27,022	13,434	67,601	42,257
Stock-based compensation	-	2,700	41,650	47,220
Experts and subcontractors	16,500	32,130	57,750	60,665
Professional fees	16,183	7,747	32,010	54,154
Travelling and promotion	4,452	10,294	35,275	29,530
Information to shareholders	8,716	20,063	53,934	32,746
Listing and registration fees	8,171	7,112	32,359	40,595
Rent and occupancy costs	-	850	-	4,000
Stationery and office supplies	918	2,777	5,999	9,217
Insurance, taxes and licenses	4,015	7,284	12,048	19,543
Interest and bank charges	1,082	633	1,664	1,574
Part X.II Tax	-	-	1,832	-
Telecommunication	1,604	2,038	4,482	5,339
Depreciation of property, plant and equipment	456	563	1,484	1,630
Maintenance of a mining site	6,592	2,509	19,101	15,548
Write-off of deferred exploration expenses	79,212	-	79,212	-
Write-off of a mining property	10,800	-	10,800	-
Others	-	-	1,867	-
	185,723	110,134	459,068	364,018
Loss before income taxes and deferred taxes	(185,723)	(98,052)	(459,068)	(351,936)
Income taxes and deferred taxes	74,783	59,676	172,095	162,484
<b>Net loss</b>	<b>(110,940)</b>	<b>(38,376)</b>	<b>(286,973)</b>	<b>(189,452)</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 September 30 / For the nine-month periods ended September 30

(unaudited)	2015	2014	2015	2014
	\$	\$	\$	\$
Net loss for the period	(110,940)	(38,376)	(286,973)	(189,452)
<b>Other comprehensive income</b>				
Changes in available-for-sale investments				
Unrealized gain (loss) arising during the period	(53,200)	(28,000)	(159,600)	347,000
Realized gain (loss) arising during the period	-	(13,796)	-	(13,796)
Reclassification in earnings during the period	-	-	-	-
<b>Comprehensive income</b>	<b>(164,140)</b>	<b>(80,172)</b>	<b>(446,573)</b>	<b>143,752</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the nine-month period ended September 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 of the period	-	-	(286,973)	-	-	(286,973)
Share issuance	544,400	-	-	-	-	544,400
Share issuance cost	(82,072)	-	-	7,657	-	(74,415)
Stock-based compensation	-	41,650	-	-	-	41,650
Warrants granted	(28,545)	-	-	28,545	-	-
Warrants exercised	155,833	-	-	(28,333)	-	127,500
Warrants expired	-	21,667	-	(21,667)	-	-
Other comprehensive Income :						
Current unrealized gain (loss)	-	-	-	-	(159,600)	(159,600)
<b>Balance as at September 30, 2015</b>	<b>32,683,237</b>	<b>3,751,514</b>	<b>(30,462,866)</b>	<b>36,202</b>	<b>(126,051)</b>	<b>5,882,036</b>

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

# RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the nine-month period ended September 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	(29,936,207)	52,941	(168,055)	4,898,058
Net loss of the period	-	-	(189,452)	-	-	(189,452)
Share issuance	655,000	-	-	-	-	655,000
Flow-through share premium	(104,291)	-	-	-	-	(104,291)
Share issuance cost	(16,492)	-	-	-	-	(16,492)
Stock-based compensation	-	47,220	-	-	-	47,220
Warrants granted	(50,000)	-	-	50,000	-	-
Warrants expired	-	51,353	-	(51,353)	-	-
Warrants exercised	11,588	-	-	(1,588)	-	10,000
Other comprehensive Income :						
Current realized gain (loss)	-	-	-	-	(13,796)	(13,796)
Current unrealized gain (loss)	-	-	-	-	347,000	347,000
<b>Balance as at September 30, 2014</b>	<b>31,858,260</b>	<b>3,685,497</b>	<b>(30,125,659)</b>	<b>50,000</b>	<b>165,149</b>	<b>5,633,247</b>

# RADISSON MINING RESOURCES INC.

Condensed interim statements of cash flows

For the nine-month period ended September 30

(unaudited)	2015	2014
	\$	\$
Cash flows related to:		
Operating activities:		
Net loss	(286,973)	(189,452)
Items not involving cash:		
Depreciation of property, plant and equipment	1,484	1,630
Stock-based compensation	41,650	47,220
Income taxes and deferred taxes	(172,095)	(162,484)
Loss (gain) on disposal of investments	-	(12,082)
Write-off of deferred exploration expenses	79,212	-
Write-off of a mining property	10,800	-
Net change in non-cash working capital items (Note 10)	(15,434)	(77,895)
	(341,356)	(393,063)
Investing activities:		
Disposal of investments	-	31,086
Acquisition of property, plant and equipment	-	(1,780)
Credit related to resources received	-	11,197
Exploration and evaluation assets (Note 5)	(294,145)	(258,727)
	(294,145)	(218,224)
Financing activities:		
Capital stock issuance	671,900	665,000
Share issuance cost	(74,415)	(16,492)
	597,485	648,508
Increase (decrease) in cash	(38,016)	37,221
Cash, at beginning	220,803	30,961
Cash, at end	182,787	68,182

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

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 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 September 30, 2015 were approved by the board of directors on November 18, 2015.

### 2. Compliance of IFRS and basis of preparation

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 September 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

	September 30, 2015	December 31, 2014
	\$	\$
280,000 shares of Balmoral Resources Ltd., public company	140,000	299,600
	140,000	299,600

### 4. Property, plant and equipment

	September 30, 2015		December 31, 2014	
	Cost	Accumulated depreciation	Net book value	Net book value
Computer equipment	21,390	17,048	4,342	5,487
Equipment	8,158	6,875	1,283	1,622
	\$ 29,548	\$ 23,923	\$ 5,625	\$ 7,109



# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 30, 2015

### 5. Exploration and evaluation assets

Mining properties:	Balance as at December 31, 2014	Increase/ (Write-off)	Tax credits	Balance as at September 30, 2015
	\$	\$	\$	\$
O'Brien	152,789	-	-	152,789
Kewagama	9,950	-	-	9,950
Lac Gouin	10,800	(10,800)	-	-
	173,539	(10,800)	-	162,739
<b>Exploration and evaluation costs:</b>				
O'Brien	5,531,420	151,874	-	5,683,294
Kewagama	2,231,606	142,271	-	2,373,877
Lac Gouin	79,212	(79,212)	-	-
	7,842,238	214,933	-	8,057,171
	8,015,777	204,133	-	8,219,910

#### Statements of exploration and evaluation costs

For the three-month periods ended September 30 / For the nine-month periods ended September 30

	2015	2014	2015	2014
	\$	\$	\$	\$
Consultants and subcontractors	114,955	87,936	283,870	237,173
Analysis	-	-	-	9,940
General exploration expenditures	2,014	6,498	10,275	11,614
Other:				
Tax credit related to resources	-	(11,197)	-	(11,197)
Write-off of deferred exploration expenses	(79,212)	-	(79,212)	-
Increase in exploration and evaluation expenses	37,757	83,237	214,933	247,530
Balance, at beginning	8,019,414	7,551,841	7,842,238	7,387,548
Balance, ending	8,057,171	7,635,078	8,057,171	7,635,078

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

	\$
Balance as at December 31, 2014	264,882
Decrease for expenses incurred	(172,095)
Balance as at September 30, 2015	92,787

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 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
Paid in cash (1)	4,187,693	\$ 508,198
Warrants exercised during period	1,062,500	\$155,833
Share issuance costs (2)	-	\$ (74,415)
Balance as at September 30, 2015	87,065,196	\$32,683,327

(1) Value of shares paid in cash is presented net of fair value of warrants amounting to \$ 36,202.

(2) Value of share issuance costs is presented net of fair value of broker's warrants amounting to \$7,657

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 September 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	(925,000)	\$ 0.11
Outstanding as at September 30, 2015	3,585,000	\$ 0.11
Options exercisable as at September 30, 2015	3,585,000	\$ 0.11

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 30, 2015

### 7. Capital stock (continued)

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

Number of options outstanding	Exercise price \$	Weighted average remaining life (years)	Number of options exercisable
625,000	0.11	0.1	625,000
500,000	0.12	0.7	500,000
400,000	0.10	1.6	400,000
300,000	0.10	1.8	300,000
200,000	0.10	2.3	200,000
375,000	0.10	2.7	375,000
460,000	0.10	3.7	460,000
200,000	0.10	4.4	200,000
525,000	0.13	4.7	525,000
3,585,000	0.11		3,585,000

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:

	Nine-month period ended September 30, 2015	Nine-month period ended September 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 September 30, 2015 is presented below:

	Number	Weighted average exercise price
Outstanding as at December 31, 2014	1,875,000	\$ 0.12
Granted	2,367,323	0.18
Exercised as at September 30, 2015	(1,062,500)	0.12
Expired as at September 30, 2015	(812,500)	0.12
Outstanding as at September 30, 2015	2,367,323	0.18
Warrants exercisable as at September 30, 2015	2,367,323	\$ 0.18

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 30, 2015

### 7. Capital stock (continued)

The following table summarizes the information relating to the warrants as at September 30, 2015:

Exercise price	Outstanding	Expiry date
\$		
0.18	1,709,230	February 2017
0.13	273,477	February 2017
0.18	384,616	March 2017

The following table presents the weighted average assumptions used to determine the fair value of warrants granted using the Black-Scholes option pricing model:

	Nine-month period ended September 30, 2015
Warrants value	\$ 36,202
Expected volatility	42%
Share price at date of grant	\$ 0.13
Risk-free interest rate	0.42%
Expected dividend rate	0%
Estimated duration	One year and half
Weighted average fair value at grant date	\$ 0.01

### 8. Related party transactions

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

	For the Nine-month period ended	
	September 30, 2015	September 30, 2014
	\$	\$
Salaries and fringe benefits	22,500	40,423
Costs of social security	1,758	1,834
Rent and occupancy costs	-	4,000
Experts and subcontractors	63,750	50,312
Stock-based compensation	41,650	41,820
Interest charges	855	-
	130,513	138,389

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

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

	Nine-month period ended September 30, 2015
Net loss of the period	\$ 286,973
Weight average number of shares	83,219,204
Basic and diluted loss per share	\$ 0.00

# RADISSON MINING RESOURCES INC.

## Notes to financial statements

September 30, 2015

### 10. Complementary informations related to cash flows

	September 30, 2015	September 30, 2014
	\$	\$
Net change in non-cash working capital items :		
Accounts receivable	-	12,297
Government taxes receivable	3,007	23,684
Prepaid expenses	7,181	(47,493)
Prepaid expenses for PEA	-	(43,700)
Accounts payable and accrued liabilities	(25,622)	(22,683)
	(15,434)	(77,895)

### 11. Subsequent event