Condensed Consolidated Interim Financial Statements of
Cornerstone Capital Resources Inc.

For the three months and nine months ended
September 30, 2015 and 2014

(Unaudited)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed consolidated interim financial statements of Cornerstone Capital Resources Inc. for the three months and nine months ended September 30, 2015 and 2014 have been prepared by and are the responsibility of the Company's management.

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

CORNERSTONE CAPITAL RESOURCES INC.

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CORNERSTONE CAPITAL RESOURCES INC.

Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian Dollars - Unaudited)

	As at September 30, 2015	As at December 31, 2014
	$	$
ASSETS		
CURRENT		
Cash and cash equivalents	**544,079**	2,393,197
Marketable securities	**59,375**	394,091
Receivables	**151,604**	325,150
Prepaid expenses	**45,646**	41,843
	800,704	3,154,281
EXPLORATION AND EVALUATION ASSETS (Note 8)	**591,080**	2,019,801
LONG TERM INVESTMENTS (Note 7)	**42,857**	42,857
PROPERTY AND EQUIPMENT (Note 9)	**135,410**	172,588
	1,570,051	5,389,527
LIABILITIES		
CURRENT		
Trade payables and accrued liabilities	**485,571**	306,224
EQUITY (Note 10)		
Shareholders's equity	**1,084,480**	5,083,303
	1,570,051	5,389,527

BASIS OF PRESENTATION (Note 2)
CONTINGENCIES (Note 13)

APPROVED BY THE BOARD OF DIRECTORS ON November 23, 2015:

"Brooke Macdonald" Director "John Fleming" Director

See accompanying notes to the condensed consolidated interim financial statements

CORNERSTONE CAPITAL RESOURCES INC.

Condensed Consolidated Interim Statements of Operations and Comprehensive Loss

(Expressed in Canadian Dollars - Unaudited)

	For the three months ended September 30, 2015	For the three months ended September 30, 2014	**For the nine months ended September 30, 2015**	For the nine months ended September 30, 2014
	$	$	**$**	$
REVENUE				
Project revenue	**-**	128,884	**8,720**	428,389
Investment income	**5,257**	9,749	**16,887**	20,953
Gain on deconsolidation of subsidiary (Note 7)	**-**	-	**-**	151,828
Foreign exchange gain	**15,472**	48,559	**49,440**	35,875
	20,729	187,192	**75,047**	637,045
EXPENSES				
General and administrative	**449,866**	234,105	**1,145,255**	705,802
Share-based payments	**54,977**	58,732	**253,948**	308,823
Consulting fees	**79,398**	97,160	**248,997**	310,235
Accounting, audit and legal	**142,947**	43,075	**345,362**	125,590
Loss (gain) on sale of property and equipment	**(50,339)**	-	**(50,339)**	-
Loss (gain) on sale of marketable securities	**48,604**	(240)	**115,039**	(240)
Depreciation	**8,980**	9,618	**27,888**	28,422
Public relations	**2,544**	2,448	**7,752**	8,564
Interest and bank charges	**927**	1,795	**3,985**	6,402
Write-down of exploration and evaluation assets	**2,130,257**	39,843	**2,176,723**	55,034
Unrealized loss (gain) on value of marketable securities	**(31,866)**	58,310	**65,917**	72,560
	2,836,295	544,846	**4,340,527**	1,621,192
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD	**(2,815,566)**	(357,654)	**(4,265,480)**	(984,147)
LOSS PER SHARE - BASIC AND DILUTED	**(0.015)**	(0.002)	**(0.02)**	(0.005)
WEIGHTED-AVERAGE NUMBER OF SHARES OUTSTANDING - BASIC AND DILUTED	**190,415,330**	189,815,330	**190,109,835**	179,491,826

See accompanying notes to the condensed consolidated interim financial statements

CORNERSTONE CAPITAL RESOURCES INC.
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity
(Expressed in Canadian Dollars - Unaudited)

	Number of shares	Share capital $	Warrants $	Share-based Payment Reserve $	Expired Share-based Payments and Warrants $	Deficit $	Total Shareholders' Equity $	Non-controlling Interest $	Total equity $
Balance, December 31, 2013	159,623,663	34,443,985	566,900	4,050,615	4,054,197	(40,285,779)	2,829,918	179,649	3,009,567
Total comprehensive loss to September 30, 2014						(998,155)	(998,155)	14,008	(984,147)
Deconsolidation of subsidiary	-	-	-	-	-	-	-	(193,657)	(193,657)
Shares issued for private placement	29,166,667	3,025,534	1,224,466	-	-	-	4,250,000	-	4,250,000
Shares issued for property agreements	166,667	20,000	-	-	-	-	20,000	-	20,000
Stock options exercised	858,333	85,833	-	-	-	-	85,833	-	85,833
Value of options exercised	-	28,989	-	(28,989)	-	-	-	-	-
Share-based payments	-	-	-	308,823	-	-	308,823	-	308,823
Share-based payments expired	-	-	-	(17,354)	17,354	-	-	-	-
Share issuance costs	-	(498,804)	119,956	-	-	-	(378,848)	-	(378,848)
Balance, September 30, 2014	189,815,330	37,105,537	1,911,322	4,313,095	4,071,551	(41,283,934)	6,117,571	-	6,117,571
Balance, December 31, 2014	189,815,330	37,098,324	1,911,322	4,370,489	4,071,731	(42,368,563)	5,083,303	-	5,083,303
Total comprehensive loss to September 30, 2015						(4,265,481)	(4,265,481)	-	(4,265,481)
Shares issued for property agreements	600,000	30,000	-	-	-	-	30,000	-	30,000
Share-based payments	-	-	-	253,948	-	-	253,948	-	253,948
Share-based payments expired	-	-	-	(209,294)	209,294	-	-	-	-
Share issuance costs	-	(17,290)	-	-	-	-	(17,290)	-	(17,290)
Balance, September 30, 2015	190,415,330	37,111,034	1,911,322	4,415,143	4,281,025	(46,634,044)	1,084,480	-	1,084,480

See accompanying notes to the condensed consolidated interim financial statements

CORNERSTONE CAPITAL RESOURCES INC.

Condensed Consolidated Interim Statements of Cash Flows

(Expressed in Canadian Dollars - Unaudited)

	For the nine months ended September 30, 2015	For the nine months ended September 30, 2014
	$	$
OPERATING ACTIVITIES		
Net loss	**(4,265,480)**	(984,147)
Items not affecting cash:		
Depreciation	**27,888**	28,422
Interest and bank charges recognized in net loss	**3,985**	6,402
Interest income recognized in net loss	**(16,887)**	(20,953)
Write-down of exploration and evaluation assets	**2,176,723**	55,034
Unrealized loss on value of marketable securities	**65,917**	72,560
Loss (gain) on sale of marketable securities	**115,039**	(240)
Gain on disposal of property and equipment	**(50,339)**	-
Gain on deconsolidation of subsidiary	**-**	(151,828)
Share-based payments	**253,948**	308,823
Changes in non-cash operating working capital	**348,905**	(154,869)
	(1,340,301)	(840,796)
INVESTING ACTIVITIES		
Purchase of guaranteed investment certificate	**-**	(500,000)
Exploration and evaluation expenditures - net (Note 8)	**(718,001)**	(453,127)
Interest and bank charges paid	**(3,794)**	(5,871)
Interest income received	**16,880**	8,321
Proceeds on sale of investments	**153,761**	2,490
Proceeds from disposal (purchase of) of property and equipment - net	**59,627**	(6,077)
	(491,527)	(954,264)
FINANCING ACTIVITIES		
Proceeds from issuance of share capital and warrants - net	**(17,290)**	3,956,985
INCREASE (DECREASE) IN CASH	**(1,849,118)**	2,161,925
CASH, BEGINNING OF PERIOD	**2,393,197**	516,785
CASH, END OF PERIOD	**544,079**	2,678,710

See accompanying notes to the condensed consolidated interim financial statements

1. DESCRIPTION OF BUSINESS

Cornerstone Capital Resources Inc. ("Cornerstone" or the "Company"), is incorporated under the laws of Alberta, Canada and has its principal office in Mount Pearl, Newfoundland and Labrador, Canada. The Company, through its wholly-owned subsidiaries, Cornerstone Resources Inc., Cornerstone Ecuador S.A., La Plata Minerales S.A., and Minera Cornerstone Chile Limitada, and its 15% holdings in Exploraciones Novomining S.A. ("ENSA"), is engaged in the evaluation, acquisition and exploration of mineral properties in Canada and South America. The Company plans to ultimately develop the properties, bring them into production, option or lease properties to third parties, or sell the properties outright. The Company has not determined whether these properties contain ore reserves that are economically recoverable and the Company is considered to be in the exploration stage.

These consolidated financial statements for the period ended September 30, 2015, were authorized for issuance by the Board of Directors of the Company on November 23, 2015.

2. BASIS OF CONSOLIDATION AND PRESENTATION

Statement of Compliance

These condensed consolidated interim financial statements, (the "financial statements"), are unaudited and have been prepared in accordance with IAS 34, Interim Financial Reporting, ("IAS 34"), using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC").

Basis of Consolidation and Presentation

The financial statements reflect the financial position, results of operations and cash flows of the Company and its 100% owned subsidiaries, Cornerstone Resources Inc., Cornerstone Ecuador S.A., La Plata Minerales S.A., Minera Cornerstone Chile Limitada. All inter-company transactions and balances have been eliminated upon consolidation. The Company's 15% interest in ENSA is being accounted for as an available-for- sale asset.

The financial statements of the Company have been prepared in accordance with IFRS on a going concern basis, which contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business. Several significant adverse conditions, however, cast substantial doubt on the validity of this assumption. The Company does not have any proven economically recoverable reserves, has continuous losses, and at September 30, 2015, the Company had an accumulated deficit of $46,634,044 (December 31, 2014 - $42,368,563). The success of the Company and the recoverability of exploration costs are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain financing to find and complete the development of such reserves, the ability of the Company to satisfy obligations as they come due and upon future profitable production from the properties or proceeds from disposition. The Company, however, believes it has properties which will continue to attract equity investors and exploration partners. The amounts shown as exploration and evaluation assets represent net costs to date less write offs and do not necessarily represent present or future values.

2. BASIS OF CONSOLIDATION AND PRESENTATION (Continued)

Although the Company has taken steps to verify title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and may be affected by undetected defects. If the going concern assumption was not appropriate for these financial statements, adjustments would be necessary to the carrying value of assets and liabilities, the reported net loss and the balance sheet classifications used.

Basis of measurement

These consolidated financial statements have been prepared on a historical cost basis, except for other financial assets classified as at fair value through profit or loss, or available-for-sale which are measured at fair value. Additionally, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

Currency of presentation

All amounts are expressed in Canadian dollars, unless otherwise stated.

3. SIGNIFICANT ACCOUNTING POLICIES

These interim condensed consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements and accompanying notes for the year ended December 31, 2014. These interim condensed consolidated financial statements have been prepared using the same accounting policies and judgments and estimates as described in the Company's December 31, 2014 annual consolidated financial statements.

4. FUTURE ACCOUNTING CHANGES

The following standards are effective for annual periods beginning on or after January 1, 2015, with earlier adoption permitted. The Company has not early adopted these standards and is currently assessing the impact they will have on the financial statements.

IFRS 9 - Financial Instruments - A finalized version of IFRS 9 which contains accounting requirements for financial instruments, replacing IAS 39 Financial Instruments: Recognition and Measurement has been issued and is effective for annual periods beginning on or after January 1, 2018. The standard contains requirements in the following areas: classification and measurement, impairment, hedge accounting and de-recognition. IFRS 9 (2014) supersedes IFRS 9 (2009), IFRS 9 (2010) and IFRS 9 (2013), but these standards remain available for application if the relevant date of initial application is before February 1, 2015.

Amendments to IFRS 11 *Accounting for Acquisitions of Interests in Joint Operations*

The amendments to IFRS 11 provide guidance on how to account for the acquisition of a joint operation that constitutes a business as defined in IFRS 3 *Business Combinations*. Specifically, the amendments state that the relevant principles on accounting for business combinations in IFRS 3

4. FUTURE ACCOUNTING CHANGES (Continued)

and other standards (e.g. IAS 36 *Impairment of Assets* regarding impairment testing of a cash generating unit to which goodwill on acquisition of a joint operation has been allocated) should be applied. The same requirements should be applied to the formation of a joint operation if and only if an existing business is contributed to the joint operation by one of the parties that participate in the joint operation. A joint operator is also required to disclose the relevant information required by IFRS 3 and other standards for business combinations. The amendments to IFRS 11 apply prospectively for annual periods beginning on or after 1 January 2016.

Amendments to IAS 16 and IAS 38 *Clarification of Acceptable Methods of Depreciation and Amortization*

The amendments to IAS 16 prohibit entities from using a revenue-based depreciation method for items of property, plant and equipment. The amendments to IAS 38 introduce a rebuttable presumption that revenue is not an appropriate basis for amortization of an intangible asset. This presumption can only be rebutted in the following two limited circumstances:

a) When the intangible asset is expressed as a measure of revenue; or
b) When it can be demonstrated that revenue and consumption of the economic benefits of the intangible asset are highly correlated.

The amendments apply prospectively for annual periods beginning on or after January 1, 2016.

5. CAPITAL MANAGEMENT

The capital structure of the Company consists of capital and equity comprised of share capital, warrants, reserves and deficit. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company has or is earning an interest are in the exploration stage; as such the Company has historically relied on the equity markets to fund its activities. Subject to availability of funding, the Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis. The Company is not subject to externally imposed capital requirements.

6. FINANCIAL INSTRUMENTS

Financial instruments recorded at fair value on the balance sheet are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

(Expressed in Canadian Dollars - Unaudited)

6. FINANCIAL INSTRUMENTS (Continued)

Level 1 – valuation based on quoted prices (unadjusted) observed in active markets for identical assets or liabilities

Level 2 – valuation techniques based on inputs that are quoted prices or similar instruments in active markets; inputs other than quoted prices used in a valuation model that are observable for that instrument; and inputs that are derived principally from or corroborated by observable market data by correlation or other means

Level 3 – valuation techniques with significant unobservable market inputs

The Company does not have any level 2 or 3 fair value measurements, and there have been no transfers between levels.

As at September 30, 2015	**Level 1**	**Level 2**	**Level 3**	**Total financial assets/financial liabilities at fair value**
Financial assets	**$**	**$**	**$**	**$**
Marketable securities	**59,375**	**-**	**-**	**59,375**
Long-term investment	**-**	**-**	**42,857**	**42,857**
	59,375	**-**	**42,857**	**102,232**
Financial liabilities	**-**	**-**	**-**	**-**

As at December 31, 2014	Level 1	Level 2	Level 3	Total financial assets/financial liabilities at fair value
Financial assets	$	$	$	$
Marketable securities	394,091	-	-	394,091
Long-term investment	-	-	42,857	42,857
	394,091	-	42,857	436,948
Financial liabilities	-	-	-	-

Investment in ENSA

Upon the deconsolidation of ENSA, the value of the Company's 15% interest in ENSA is classified as an available-for-sale asset.

6. FINANCIAL INSTRUMENTS (Continued)

Financial Risk Factors

The Company has exposure to credit risk, liquidity risk and market risk. The Company's Board of Directors has the overall responsibility for the oversight of these risks and reviews the Company's policies on an ongoing basis to ensure that these risks, which are summarized below, are appropriately managed:

Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to accounts receivable and marketable securities. Accounts receivable are either from the government for tax refunds or from exploration partners. The marketable securities are held in an account at the Company's financial institution. Management believes that the credit risk concentration with respect to financial instruments included in the receivables and marketable securities is manageable.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. As at September 30, 2015, the Company had a cash balance of $544,079 (December 31, 2014 - $2,393,197) to settle current liabilities of $485,571 (December 31, 2014 - $306,224). To the extent that the Company does not believe it has sufficient liquidity to meet its current obligations, the Board of Directors considers securing additional funds through equity or partnering transactions. All of the Company's financial liabilities are normally paid within 30 days and are subject to normal trade terms. The Company has no source of operating cash flow to fund its exploration and development projects. Funding for projects requires equity or debt financing. The Company has limited financial resources and there is no assurance that funding will always be available to allow the Company to fulfill its obligations on existing or future exploration projects.

Market risk

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates, and equity prices will affect the Company's income or the value of its financial instruments.

(a) Interest rate risk – The Company has cash balances subject to interest rate risk. The Company's current policy is to invest excess cash in interest bearing deposit accounts or guaranteed investment securities with its financial institutions. A 1/2% change in interest rates would have an impact on the Company's net loss of approximately $2,720.

(b) Price risk – The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company monitors commodity prices of gold, copper and other metals, individual equity movements, and the stock market to determine the

6. FINANCIAL INSTRUMENTS (Continued)

appropriate course of action to be taken by the Company. The Company believes that both commodity and equity price movements can have a substantial effect on the market value of the Company's investments. Such price movements are monitored by the Company.

(c) Foreign exchange risk - The Company transacts a significant portion of its business in U.S. dollars, the currency of Ecuador, and therefore is subject to foreign exchange risk on U.S. dollar receivables, trade payables and cash balances. The Company attempts to mitigate these risks by managing its U.S. dollar inflows and outflows. No hedging instruments have been used by the Company, however, depending upon the nature and level of future foreign exchange transactions, consideration may be given to the use of hedging instruments. The Company believes that it adequately manages its foreign exchange risk, and the risk is minimal. The following table shows the net exposures in US dollars.

	September 30, 2015 $US	December 31, 2014 $US
Cash	**305,526**	108,920
Receivables	**97,420**	229,964
Trade payables and accrued liabilities	**(270,138)**	(110,970)
Net US dollar exposure	**132,808**	227,914

Based upon the above net exposures to the US dollar, as at September 30, 2015, a 10% change in the value of the US dollar to the Canadian dollar exchange rate would impact the Company's net loss by approximately $13,281.

Sensitivity analysis

The Company has share investments in Thundermin Resources Inc., Benton Resources Inc., Mountain Lake Minerals Inc., Rambler Metals and Mining and SolGold plc. These companies are listed on either the Canadian Securities Exchange or the Toronto Venture Stock Exchange, with the exception of SolGold plc which is listed on the Alternate Investment Market (AIM), a sub-market of the London Stock Exchange. Share investments are classified by the Company as "F.V.T.P.L." and are measured at fair value.

Based on management's knowledge and experience of the financial markets, the Company believes the following movements are "reasonably possible" during the fourth quarter of 2015: the Company's investments in publicly traded companies are denominated in Canadian dollars. During the last two years there have been significant changes in the values of these investments. A 20% change in the September 30, 2015 value of these investments would result in an increase or decrease in net loss and the carrying value of the investments of $11,875.

The carrying amount of cash, receivables, trade payables and accrued liabilities approximate fair value due to their short-term nature.

(Expressed in Canadian Dollars - Unaudited)

7. LONG TERM INVESTMENTS

Deconsolidation of Subsidiary

In February 2014, the Company was notified by SolGold of its election to increase its ownership in ENSA to 85%. The Company received $250,000 as a private placement and issued 2,500,000 common shares to SolGold. The Company also received 488,560 common shares of SolGold, valued at $100,000 as per the terms of the agreement. The President and Legal Representative of ENSA was changed to a SolGold nominee who is now responsible for the day to day activities of ENSA. Changes were also made to the ENSA Board of Directors, resulting in Cornerstone no longer holding the majority of board seats. In the Company's opinion, these changes have resulted in a loss of control by the Company, and consequently, ENSA had to be deconsolidated from the Company's consolidated financial statements. The resulting investment in ENSA of $42,857 is classified as an available-for-sale asset. The deconsolidation resulted in reversal of the non-controlling interest of $193,657 and a gain of $151,828 being recorded in 2014.

8. EXPLORATION AND EVALUATION ASSETS

As at September 30, 2015, the Company has been issued 2 (2014 - 4) licenses by the Government of Newfoundland and Labrador which consist of 64 (2014 – 170) mineral exploration claims covering various areas of Newfoundland and Labrador. The Company also holds 3 (2014 – 4) mineral concessions in Ecuador (excluding the 4 concessions held by ENSA) and 44 (2014 – 55) in Chile. A summary of exploration and evaluation assets is as follows:

As at September 30, 2015

Geographical Area	Number of Claims	Balance, Beginning of Period	Additions	Payments From Partners	Properties Abondoned	Balance, End of Period
		$	$	$	$	$
Canada	64	-	-	-	-	-
Chile	44	896,841	203,976	-	(1,100,817)	-
Ecuador	3	1,122,961	584,942	(40,917)	(1,075,906)	591,080
	111	2,019,802	788,918	(40,917)	(2,176,723)	591,080

(Expressed in Canadian Dollars - Unaudited)

8. EXPLORATION AND EVALUATION ASSETS (Continued)

As at December 31, 2014

Geographical Area	Number of Claims	Balance, Beginning of Year	Additions	Payments From Partners	Properties Abondoned or Deconsolidated (1)	Balance, End of Year
		$	$	$	$	$
Canada	170	-	-	-	-	-
Chile	55	645,403	393,240	-	(141,802)	896,841
Ecuador	4	1,225,719	936,110	(430,840)	(608,029)	1,122,960
	229	1,871,122	1,329,350	(430,840)	(749,831)	2,019,801

(1) Mineral exploration and evaluation assets was reduced in 2014 by $179,081 due to the deconsolidation of ENSA. (See Note 7)

While the Company believes its properties in Ecuador and Chile still hold significant potential, given the continued poor markets for fundraising, it has decided to write off the value of the Chile properties and significantly reduce the value of its properties in Ecuador. If funds can be raised, exploration will continue on these properties. Keeping its mineral concessions in Ecuador and Chile beyond March 2016 when annual concession fees are due in advance is dependent on further financing being obtained (except for the Company’s 15% interest in the Cascabel joint venture in Ecuador, 100% of the costs of which are being financed by partner SolGold Plc). While the Company has been successful in raising financing in the past, there can be no assurance that it will be able to do so in the future.

(Expressed in Canadian Dollars - Unaudited)

9. PROPERTY AND EQUIPMENT

	Equipment	Computers	Vehicles	Total
	$	$	$	$
Cost:				
At December 31, 2014	260,916	312,025	309,826	882,767
Additions	-	6,158	-	6,158
Disposals	-	-	89,675	89,675
At September 30, 2015	260,916	318,183	220,151	799,250
Depreciation:				
At December 31, 2014	184,517	299,481	226,181	710,179
Additions	11,460	4,397	12,032	27,889
Disposals	-	-	74,228	74,228
At September 30, 2015	195,977	303,878	163,985	663,840
Net book value				
At September 30, 2015	**64,939**	**14,305**	**56,166**	**135,410**

	Equipment	Computers	Vehicles	Total
	$	$	$	$
Cost:				
At December 31, 2013	233,161	304,681	308,712	846,554
Additions	30,914	10,139	1,114	42,167
Deconsolidation of subsidiary	(3,159)	(2,795)	-	(5,954)
At December 31, 2014	260,916	312,025	309,826	882,767
Depreciation:				
At December 31, 2013	173,514	293,451	205,548	672,513
Additions	11,569	6,030	20,633	38,232
Deconsolidation of subsidiary	(566)	-	-	(566)
At December 31, 2014	184,517	299,481	226,181	710,179
Net book value				
At December 31, 2014	76,399	12,544	83,645	172,588

10. SHAREHOLDERS' EQUITY

Share Capital

Authorized

An unlimited number of common shares with no par value.
An unlimited number of first preferred and second preferred shares with no par value.

Issued and outstanding

	September 30, 2015		December 31, 2014	
	Number of Shares	**$**	Number of Shares	$
Common shares	**190,415,330**	**37,111,034**	189,815,330	37,098,324

Preferred shares

The first and second preferred shares which have been authorized may be issued in one or more series and the directors are authorized to fix the number of shares in each series and to determine the designation, rights, privileges, restrictions and conditions attached to the shares of each series. No first or second preferred shares have been issued.

Stock options

The Company has a stock option plan under which options to purchase common shares in the Company may be granted to directors, officers, key employees and consultants of the Company. Details of the activity of the stock option plan are as follows:

(Expressed in Canadian Dollars - Unaudited)

10. SHAREHOLDERS' EQUITY (Continued)

	September 30, 2015		December 31, 2014	
	Number	**Weighted-Average Exercise Price**	Number	Weighted-Average Exercise Price
Balance, beginning of period	**12,431,998**	**0.29**	9,909,081	0.33
Granted during the period				
To employees, officers, directors and consultants	**2,460,000**	**0.10**	3,875,000	0.19
Exercised during the period	**-**	**-**	(858,333)	0.10
Forfeited or cancelled during the period	**(3,078,668)**	**0.41**	(493,750)	0.12
Balance, end of period	**11,813,330**	**0.22**	12,431,998	0.29
Exercisable, end of period	**10,173,337**	**0.24**	11,140,325	0.31

The following table summarizes information about stock options outstanding and exercisable at September 30, 2015.

	Total Options Outstanding			**Total Exercisable Options**		
Exercise Price Range $	**Number of Outstanding Options**	**Average Remaining Contractual Life**	**Weighted-Average Strike Price $**	**Number of Exercisable Options**	**Average Remaining Contractual Life**	**Weighted-Average Strike Price $**
0.00 - 0.19	8,851,664	3.24	0.15	7,211,671	2.98	0.16
0.20 - 0.39	1,311,666	0.30	0.33	1,311,666	0.30	0.33
0.40 - 0.59	1,650,000	0.38	0.54	1,650,000	0.38	0.54
	11,813,330	2.51	0.22	10,173,337	2.21	0.24

(Expressed in Canadian Dollars - Unaudited)

10. SHAREHOLDERS' EQUITY (Continued)

Warrants

Warrants have been issued by the Company in the course of issuing shares.

	For the nine months ended September 30, 2015		
	Number	**$**	**Weighted-Average Price $**
Balance, beginning and end of period	**42,647,617**	**1,911,322**	**0.33**

	For the year ended December 31, 2014		
	Number	$	Weighted-Average Price $
Balance, beginning of period	14,172,500	566,900	0.30
Issued in connection with private placements	26,666,667	1,224,466	0.35
Finders' warrants issued in connection with private placements	1,808,450	119,956	0.20
Balance, end of period	42,647,617	1,911,322	0.33

Reserves

Share-based payment reserve

The share-based payment reserve records items recognized as stock-based compensation expense until such time that the stock options are exercised, at which time the corresponding amount will be transferred to share capital.

Expired share-based payments and warrants

The expired share-based payments and warrants records the value of any share-based payments or warrants that expire during the period.

(Expressed in Canadian Dollars - Unaudited)

11. RELATED PARTY TRANSACTIONS

The following represents a summary of transactions with parties under common control and shareholders for the three months and nine months ended September 30, 2015. The amounts, which are all expensed as consulting and administrative charges, are recorded at the exchange amounts:

Director Brooke Macdonald, who serves as the Company's President and CEO, provided the Company with management consulting services of $46,398 (2014 – $55,160) for the three months ended September 30, 2015 and $149,997 (2014 - $176,835) for the nine months ended September 30, 2015. D.R. Loveys & Associates Inc., controlled by Director David Loveys, the Company's Vice President Finance, CFO and Corporate Secretary, billed a total of $33,000 (2014 - $39,000) for the three months ended September 30, 2015, and $99,000 (2014 - $125,500) for the nine months ended September 30, 2015, for accounting and management consulting services. These transactions are considered to be in the normal course of business.

Compensation for the three months ended September 30, 2015 for key management personnel, not included above, is $120,004 (2014 - $126,054), which includes salary and other short-term benefits of $73,409 (2014 - $76,895), and share-based payments of $46,595 (2014 – $49,159).

Compensation for the nine months ended September 30, 2015 for key management personnel, not included above, is $447,038 (2014 - $472,357), which includes salary and other short-term benefits of $231,027 (2014 - $213,645), and share-based payments of $216,011 (2014 – $258,712). Other compensation amounts include salary and benefits for the Company's Vice President, Exploration, stipends for non-management directors, group insurances for all management and share based payments for all management and directors.

12. SUPPLEMENTAL CASH FLOW INFORMATION

	For the nine months ended September 30, 2015	For the nine months ended September 30, 2014
	$	$
Non-cash investing activities		
Receipt of marketable securities on loss of control of subsidiary	-	100,000
Shares issued for property agreements	**(30,000)**	(20,000)
	(30,000)	80,000
Non-cash financing activities		
Value of share-based payments exercised	-	(28,989)

13. CONTINGENCIES

The Company has received two claims instituted by individuals, the first with respect to an exploration contract with a prospector (currently in arbitration in Canada), and the second an employment matter (a claim in Cuenca, Ecuador for severance by a consultant claiming he was an employee). The plaintiff in the employment claim in Ecuador won a US$36,000 trial judgment that the Company appealed. The Company received notice November 19, 2015 that our appeal was granted and we have no liability. The plaintiff has a right for a limited time to appeal to the Supreme Court in Quito. Although the final outcome of both matters cannot be predicted with certainty, management currently considers the Company's exposure to such claims and litigation to be minimal, except for increased legal fees to defend the matters. As such, no provision has been recorded in these financial statements.