

WHITE METAL RESOURCES CORP.

Consolidated Financial Statements

April 30, 2017

and

April 30, 2016

(Expressed in Canadian Dollars)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of White Metal Resources Corp.,

We have audited the accompanying financial statements of White Metal Resources Corp. and its subsidiary, which are comprised of the consolidated statements of financial position as at April 30, 2017 and 2016, and the consolidated statements of comprehensive loss, changes in equity and cash flows for the years ended April 30, 2017 and 2016, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of White Metal Resources Corp. as at April 30, 2017 and 2016, and its financial performance and cash flows for the years ended April 30, 2017 and 2016 in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 1 of the financial statements, which indicates the Company has limited working capital, limited sources of revenue, and is dependent upon its ability to secure new sources of financing. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.



CHARTERED PROFESSIONAL ACCOUNTANTS
Vancouver, British Columbia
August 28, 2017

WHITE METAL RESOURCES CORP.

Consolidated Statements of Financial Position

As at April 30, 2017 and 2016

(Expressed in Canadian Dollars)

	2017	2016
	\$	\$
Assets		
Current assets		
Cash	205,829	70,811
Cash – restricted (Note 3)	215,727	-
Amounts receivable	100,061	4,774
Prepaid expenses	2,693	1,793
Marketable securities (Note 4)	7,500	25,375
	531,810	102,753
Exploration and evaluation assets (Note 5)	341,814	687,083
	873,624	789,836
Liabilities and Equity		
Current liabilities		
Accounts payable and accrued liabilities	88,991	73,961
Deferred premium on flow-through shares (Note 6)	18,500	-
	107,491	73,961
Equity		
Share capital (Note 6)	1,233,812	436,300
Reserves	631,484	609,834
Accumulated other comprehensive income	(1,052)	10,250
Deficit	(1,098,111)	(340,509)
	766,133	715,875
	873,624	789,836

See accompanying notes to the consolidated financial statements

Nature and continuance of operations (Note 1)

Approved by the Board of Directors and authorized for issue on August 28, 2017.

"Michael Stares"

Michael Stares, Director

"Elliot Strashin"

Elliot Strashin, Director

WHITE METAL RESOURCES CORP.

Consolidated Statements of Comprehensive Income (Loss)

For the years ended April 30, 2017 and 2016

(Expressed in Canadian Dollars)

	2017	2016
	\$	\$
Operating costs and expenses		
Advertising and promotion	15,955	1,476
Bank charges and interest	730	191
Consulting	4,810	996
General exploration	357	38,790
Insurance	9,251	5,784
Legal and accounting (Note 7)	32,042	22,648
Office and miscellaneous	2,473	11,573
Share-based payments (Note 7)	-	13,393
Trust and filing fees	18,162	13,795
Loss before other items	(83,780)	(108,646)
Interest income	34	-
Write-off exploration and evaluation assets	(681,833)	(5,271)
Gain (loss) on disposal of marketable securities (Note 4)	7,977	(30,000)
Gain on disposition of exploration and evaluation assets, net (Note 5d)	-	223,197
Net income (loss) for the year	(757,602)	79,280
Other comprehensive loss		
Unrealized gain (loss) on marketable securities	(11,302)	14,625
Comprehensive income (loss) for the year	(768,904)	93,905
Weighted average number of common shares outstanding	27,779,293	19,316,076
Basic and diluted loss per share	\$ (0.03)	\$ -

See accompanying notes to the consolidated financial statements

WHITE METAL RESOURCES CORP.

Consolidated Statements of Cash Flows

For the years ended April 30, 2017 and 2016

(Expressed in Canadian Dollars)

	2017	2016
	\$	\$
Cash provided by (used for):		
Operating activities		
Net income (loss) for the year	(757,602)	79,280
Items not involving the use of cash:		
Share-based payments	-	13,393
Write-off of exploration and evaluation assets	681,833	5,271
Loss (gain) on disposal of marketable securities	(7,977)	30,000
Gain on disposition of exploration and evaluation assets	-	(223,197)
Changes in non-cash operating capital:		
Amounts receivable	(4,966)	994
Prepaid expenses	(900)	-
Accounts payable and accrued liabilities	31,712	(23,918)
	(57,900)	(118,177)
Investing activities		
Exploration and evaluation expenditures	(414,567)	-
Proceeds on disposition of exploration and evaluation assets	-	120,000
Proceeds from disposal of marketable securities	19,800	50,000
	(394,767)	170,000
Financing activities		
Cash from shares issued	852,500	-
Share issue costs	(49,088)	-
	803,412	-
Increase in cash	350,745	51,823
Cash, beginning of the year	70,811	18,988
Cash, end of the year	421,556	70,811
Cash consists of the following:		
Cash	205,829	70,811
Cash - restricted	215,727	-
	421,556	70,811
Supplemental information		
Shares issued for exploration and evaluation assets	34,250	-
Shares received for exploration and evaluation assets	5,250	80,000

See accompanying notes to the consolidated financial statements

WHITE METAL RESOURCES CORP.

Consolidated Statements of Changes in Equity

For the years ended April 30, 2017 and 2016

(Expressed in Canadian Dollars)

	Number of shares	Share capital \$	Reserves \$	Accumulated other comprehensive income \$	Deficit \$	Total Equity \$
April 30, 2015	19,316,076	436,300	596,441	(4,375)	(419,789)	608,577
Unrealized gain on available-for-sale investment	-	-	-	14,625	-	14,625
Share-based payments	-	-	13,393	-	-	13,393
Net income for the year	-	-	-	-	79,280	79,280
April 30, 2016	19,316,076	436,300	609,834	10,250	(340,509)	715,875
Issued for cash:						
Private placement	14,824,997	852,500	-	-	-	852,500
Share issue costs - cash	-	(49,088)	-	-	-	(49,088)
Share issue costs – finder’s warrants	-	(21,650)	21,650	-	-	-
Deferred premium on flow-through shares (note 6 a)(v))	-	(18,500)	-	-	-	(18,500)
Issued in connection with property option agreements	650,000	34,250	-	-	-	34,250
Unrealized loss on available-for-sale investment	-	-	-	(11,302)	-	(11,302)
Net loss for the year	-	-	-	-	(757,602)	(757,602)
April 30, 2017	34,791,073	1,233,812	631,484	(1,052)	(1,098,111)	766,133

See accompanying notes to the consolidated financial statements

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

The Company is incorporated in British Columbia, Canada and has been primarily involved in the acquisition and exploration of mineral properties in the Province of Ontario, Canada. The address of its corporate office and principal place of business is 684 Squier Street, Thunder Bay, Ontario, Canada, P7B 4A8.

At the date of these financial statements, the Company has not been able to identify a known body of commercial grade ore on any of its properties. The ability of the Company to recover the costs it has incurred to date on these properties is dependent upon the Company being able to identify a commercial ore body, to finance its exploration and development costs and to resolve any environmental, regulatory, or other constraints which may hinder the successful development of the property. Although the Company is unaware of any defects in its title to its mineral properties, no guarantee can be made that none exist.

These financial statements have been prepared on the basis of a going concern, which presumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as going concern as described in the following paragraph. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying financial statements.

The Company has a need for financing for working capital, and the exploration and development of its properties. The ability of the Company to continue operations is dependent upon the continued financial support of its shareholders, other investors and lenders, and the successful development of the Company's interests in the mineral properties in which it holds interests. The Company has not determined whether any of the properties contain mineral reserves that are economically recoverable. It is not possible to predict whether financing efforts will be successful or if the Company will attain profitable levels of operations. Since inception, the Company has incurred cumulative operating losses of \$1,098,111 and expects to incur further losses in the development of its business, and at April 30, 2017 has no source of operating revenue. These financial statements include no adjustments which might become necessary if the Company cannot meet its obligations and continue on a going-concern basis.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

b) Basis of preparation

These financial statements have been prepared on the historical cost basis. The presentation and functional currency of the Company is the Canadian dollar. These financial statements include the accounts of the Company and its wholly-owned subsidiary 1191557 Ontario Corp.

All transactions and balances between the Company and its subsidiary are eliminated on consolidation. Amounts reported in the financial statements of the subsidiary have been adjusted where necessary to ensure consistency with the accounting principles adopted by the Company.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

c) Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies:

The following are critical judgments that management has made in the process of applying accounting policies and that have the most significant effect on the amounts recognized in these financial statements:

- The determination that the Company will continue as a going concern for the next year; and
- The determination that there have been no events or changes in circumstances that indicate that the carrying amounts of exploration and evaluation assets may not be recoverable.

d) Exploration and evaluation assets

Once a permit to explore an area has been secured, exploration and evaluation expenditures are capitalized to exploration and evaluation assets and classified as a non-current asset.

Exploration expenditures relate to the initial search for mineral deposits with economic potential and to detailed assessments of deposits or other projects that have been identified as having economic potential.

Exploration expenditure costs incurred are included in exploration and evaluation assets and these include any cash consideration and advance earn-in payments and the fair market value of shares issued, if any, related to the mineral property interests. Properties acquired under option agreements, whereby payments are made at the sole discretion of the Company, are recorded in the accounts when the payments are made.

All capitalized exploration and evaluation expenditures are monitored for indications of impairment. Where a potential impairment is indicated, assessments are performed for each area of interest, as described in note 2(g). To the extent that an expenditure is not expected to be recovered, it is charged to comprehensive income.

Once an economically viable reserve has been determined for an area and the decision to proceed with development has been approved, exploration and evaluation assets attributable to that area are first tested for impairment and then reclassified to construction in progress within property, plant and equipment.

Subsequent recovery of the resulting carrying value depends on successful development or sale of the undeveloped project. If a project does not prove viable, all irrecoverable costs associated with the project net of any impairment provisions are written off.

e) Investment income

The Company recognizes in operating income interest income as earned, dividends when declared, and marketable security gains and losses when realized. Interest income includes amortization of any premium or discount recognized at date of purchase. Realized gains and losses represent the difference between the amounts received through the sale of

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

marketable securities and their respective cost base. Unrealized gains and losses on available-for-sale marketable securities are recorded in other comprehensive income and recognized in operations when realized.

Transaction costs are included in the acquisition cost of individual marketable securities and recognized as part of the realized gains or losses when they are sold or written down. Direct investment expenses such as external custodial and management fees, as well as internal investment management expenses, are netted against investment income.

f) Marketable securities

Marketable securities are classified as available-for-sale securities and are measured at fair market value with unrealized gains or losses recorded in other comprehensive income or loss. At the time securities are sold or otherwise disposed of, gains or losses are included in profit or loss.

g) Impairment

At each reporting period, management reviews all assets for indicators of impairment. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment, if any. The recoverable amount is the higher of fair value less costs to sell and value in use. Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction. In assessing value in use, the estimated future cash flows are discounted to their present value. If the recoverable amount of the asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the impairment loss is recognized in the profit or loss for that period. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which that asset belongs.

Past impairments are also considered at each reporting period and where there is an indication that an impairment loss may have decreased, the recoverable amount is calculated as outlined above to determine the extent of the recovery. If the recoverable amount of the asset is more than its carrying amount, the carrying amount of the asset is increased to its recoverable amount and the impairment loss is reversed in the profit or loss for that period. The increased carrying amount due to reversal will not be more than what the depreciated historical cost would have been if the impairment had not been recognized.

h) Share capital

The Company records in share capital proceeds from share issuances, net of issue costs and any tax effects. The fair value of common shares issued as consideration for mineral properties is based on the trading price of those shares on the TSX.V on the date of the agreement to issue shares as determined by the Board of Directors. Stock options and other equity instruments issued as purchase consideration in non-monetary transactions are recorded at fair value determined by management using the Black-Scholes option pricing model.

i) Share-based payments

The Company's Stock Option Plan allows employees and consultants to acquire shares of the Company. Share-based payments to employees are measured at the fair value of the instruments issued and amortized over the vesting periods. Share-based payments to non-employees are measured at the fair value of the goods or services received or the fair value of the equity instruments issued, if it is determined the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. The fair value of the share-based payment is measured using the Black-Scholes option pricing model. The fair value of the share-based payment is recognized as an expense or capitalized to exploration and evaluation assets with a corresponding increase in contributed surplus. Consideration received on the exercise of stock options is recorded as share capital and the related contributed surplus amount is transferred to share capital.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

j) Income taxes

The Company uses the balance sheet method of accounting for income taxes. Under the balance sheet method, deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. Deferred income tax assets also result from unused loss carry forwards, resource-related pools and other deductions. A deferred tax asset is recognized for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

k) Flow-through shares

Under Canadian income tax legislation, a company is permitted to issue flow-through shares whereby the Company agrees to incur qualifying expenditures and renounce the related income tax deductions to the investors. For accounting purposes, the proceeds from the issuance of these shares are allocated between the offering of shares and the sale of tax benefits. The allocation is made based on the difference between the quoted market price of the shares and the amount the investor pays for the shares. A liability is recognized for this difference. The liability is reduced and this reduction is recorded in revenue as the eligible expenditures are incurred.

l) Loss per share

Basic loss per share is calculated by dividing the loss available to common shareholders by the weighted average number of common shares outstanding in the period. Diluted loss per share is calculated by the treasury stock method. Under the treasury stock method, the weighted average number of common shares outstanding for the calculation of diluted loss per share assumes that the proceeds to be received on the exercise of dilutive share options and warrants are used to repurchase common shares at the average market price during the period. Where the effects of including all outstanding options and warrants would be anti-dilutive, no dilution is calculated and the diluted loss per share is presented as the same as basic loss per share.

m) Financial instruments

(i) Financial assets

The Company classifies its financial assets in the following categories: fair value through profit or loss, loans and receivables and available-for-sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of financial assets at recognition.

Financial Assets at Fair Value through Profit or Loss

Financial assets at fair value through profit or loss are initially recognized at fair value with changes in fair value recorded through income. Cash and cash equivalents are included in this category of financial assets.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are classified as current assets or non-current assets based on their maturity date. Loans and receivables are carried at amortized cost less any impairment. Other receivables, excluding GST/HST, and reclamation deposits are included in this category of financial assets.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Available-For-Sale

Available-for-sale (“AFS”) financial assets are non-derivatives that are either designated as available-for-sale or not classified in any of the other financial asset categories. Changes in the fair value of AFS financial assets are recognized as other comprehensive income or loss and classified as a component of equity. When the assets are sold or an impairment write-down is required, the accumulated fair value adjustments recognized in equity are included in the statement of comprehensive loss. AFS assets include marketable securities which consist of investments in equities of other entities.

(ii) Financial liabilities

The Company classifies its financial liabilities in the following categories: borrowings and other financial liabilities and derivative financial liabilities.

Borrowings and Other Financial Liabilities

Borrowings and other financial liabilities are non-derivatives and are recognized initially at fair value, net of transactions costs incurred and are subsequently stated at amortized cost. Any difference between the amounts originally received, net of transaction costs, and the redemption value is recognized in the statement of comprehensive loss over the period to maturity using the effective interest method. Borrowings and other financial liabilities are classified as current or non-current based on their maturity date. Accounts payable and accrued liabilities have been classified under this category of financial liabilities.

Derivative Financial Liabilities

Derivative financial liabilities are initially recognized at their fair value on the date the derivative contract is entered into and are subsequently re-measured at their fair value at each reporting period with changes in the fair value recognized in profit or loss. There are no financial liabilities classified under this category.

n) Accounting standards and amendments issued but not yet adopted

New standards, amendments and interpretations to existing standards not adopted by the Company

The following revised standards are effective for annual periods beginning on or after January 1, 2018 with earlier application permitted. The Company has assessed the impact of these standards and has determined that they would not have a material impact on the Company.

- IFRS 9, Financial Instruments (January 1, 2018)
- IFRS 16, Leases (January 1, 2019)

There are no other IFRS’s or IFRIC interpretations that are not yet effective that are expected to have a material impact on the Company.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

3. RESTRICTION ON THE USE OF CASH

During the year ended April 30, 2017, the Company issued common shares that were designated as being flow-through shares. One of the conditions of issuing flow-through shares is that the Company is required to retain the gross proceeds for the exclusive purpose of paying for qualified Canadian exploration expenditures associated with its exploration and evaluation assets.

	April 30, 2017	April 30, 2016
Restricted cash, beginning of period	\$ -	\$ -
Gross proceeds received upon issuance of flow-through shares	547,500	-
Qualified exploration expenditures paid from these funds	(331,773)	-
Restricted cash, end of period	<u>\$ 215,727</u>	<u>\$ -</u>

4. MARKETABLE SECURITIES

	April 30, 2017		April 30, 2016	
	Number of Shares	Market Value \$	Number of Shares	Market Value \$
Alset Energy Corp.	-	-	25,000	1,500
Benton Resources Inc.	25,000	2,500	25,000	1,375
Minfocus Exploration Corp.	250,000	5,000	450,000	22,500
Balance, end of period		<u>7,500</u>		<u>25,375</u>

All marketable securities are classified as available for sale.

During the year ended April 30, 2017, the Company disposed of 350,000 shares of Minfocus Exploration Corp. ("Minfocus") for net proceeds of \$15,475. The shares sold had an adjusted cost base of \$8,823 and the resulting realized gain of \$6,652 was recorded as income in the current year. The Company received an additional 150,000 shares of Minfocus International during the current year related to the Seagull property option agreement. The shares were valued at \$5,250 and were recorded as a reduction in the deferred exploration and evaluation assets during the current period.

In addition during the current year, the Company disposed of 25,000 shares of Alset Energy Corp. for net proceeds of \$4,325. The shares had an adjusted cost base of \$3,000 and the resulting realized gain of \$1,325 was recorded in income in the current year.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

For the year ended April 30, 2017

	Shebandowan (a)	Pickle Lake (b)	Seagull/Disraeli (c)	Other (d)	Total
April 30, 2016 - Acquisition Costs	\$ -	-	-	-	-
Additions	24,775	76,250	-	-	101,025
Writedowns/Recoveries	-	-	-	-	-
<i>Subtotal</i>	\$ 24,775	76,250	-	-	101,025
April 30, 2017- Acquisition Costs	\$ 24,775	76,250	-	-	101,025
April 30, 2016 - Exploration and Evaluation Expenditures	\$ -	-	687,083	-	687,083
Assaying	949	-	-	-	949
Prospecting	23,417	-	-	-	23,417
Geology	15,173	9,908	-	-	25,081
Drilling	-	281,343	-	-	281,343
Miscellaneous	-	320	-	-	320
Writedowns/Recoveries	-	(90,321)	(687,083)	-	(777,404)
<i>Subtotal</i>	\$ 39,539	201,250	(687,083)	-	(446,294)
April 30, 2017 - Exploration and Evaluation Expenditures	\$ 39,539	201,250	-	-	240,789
April 30, 2017 - Total	\$ 64,314	277,500	-	-	341,814

For the year ended April 30, 2016

	Shebandowan (a)	Pickle Lake (b)	Seagull/Disraeli (c)	Other (d)	Total
April 30, 2015- Acquisition Costs	\$ -	-	-	-	-
Additions	-	-	-	-	-
Writedowns/Recoveries	-	-	-	-	-
<i>Subtotal</i>	\$ -	-	-	-	-
April 30, 2016- Acquisition Costs	\$ -	-	-	-	-
April 30, 2015 - Exploration and Evaluation Expenditures	\$ -	-	687,083	(17,926)	669,157
Writedowns/Recoveries/Adjustments	-	-	-	17,926	17,926
<i>Subtotal</i>	\$ -	-	-	17,926	17,926
April 30, 2016 - Exploration and Evaluation Expenditures	\$ -	-	687,083	-	687,083
April 30, 2016 - Total	\$ -	-	687,083	-	687,083

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

a) Shebandowan, Ontario

The Shebandowan project consists of the Company's 100% owned Vanguard property, as well as the recently acquired and contiguous claim group known as the Shebandowan gold project ("Shebandowan").

The Vanguard claims consist of 16 claims totaling 1,942 hectares located in the in the Burchell Lake, Greenwater Lake and Kashabowie Lake areas in the Thunder Bay mining district, Northwestern Ontario, approximately 100km west of the City of Thunder Bay, Ontario.

In December 2016, the Company executed an option agreement with Benton Resources Inc. ("Benton", a company related by common director Michael Stares) to acquire the Shebandowan project, which consists of 135 units in 12 claims totaling 2,185 hectares and which adjoins the Vanguard claims to the south and east in the Burchell Lake, Greenwater Lake and Kashabowie Lake areas in the Thunder Bay mining district. The Company will have the option to earn a 100% interest in the Shebandowan property under the following terms:

- Paying Benton \$15,000 cash and issuing 200,000 shares of White Metal on signing, acceptance and approval by the TSX Venture Exchange (paid and issued);
- Benton will retain a 2% NSR on the Shebandowan property with White Metal having the option to buy-back 1% for \$1 million;
- White Metal agrees to keep all claims in good standing and should White Metal elect to drop any claims contained within the option agreement, it will ensure that all claims have at least 6 months of assessment credits recorded; and
- Paying Benton \$500,000 in cash, shares or a combination of cash and shares at White Metal's election upon completion of a NI 43-101 compliant resource on any claims subject to the option agreement.

See note 11 a).

b) Pickle Lake, Ontario

The Pickle lake properties consist of four claims packages in the Pickle lake area, Ontario:

- Dorothy-Dobie Lake Property
- Kasagiminnis Lake Property
- South Limb Property
- Pickle Lake West Property

Dorothy-Dobie Lake Property

The Dorothy-Dobie Lake property consists of two separate option agreements and claim groups and is more fully described below.

On July 4, 2016, the Company secured an Option Agreement (the "Murchison Option") with its Joint Venture Partner, Murchison Minerals Ltd. (CSE:MUR) ("Murchison"), formerly Manicouagan Minerals Inc., to acquire Murchison's joint venture interest in certain mining claims located in the Pickle Lake area of northwestern Ontario. The Murchison Option requires the Company to pay Murchison \$45,000 (\$10,000 paid) over the first two years of the three year option period and to expend \$1,200,000 in exploration work over three years to acquire Murchison's 51% ownership of the Pickle Lake Claims (the "claims"). Once the option is completed, Murchison would retain a 1% NSR royalty, of which one-half could be bought by the Company for \$1,000,000, with the second 50% purchasable for \$1,500,000. Included in the Murchison Option are certain claims held 100% by Murchison and also all claims that were included in its Joint Venture Agreement with the Company.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

The Company secured a second Option Agreement (the “Kukkee Option”) for certain mining claims located in the Pickle Lake area of northwestern, Ontario. The Kukkee Option requires the Company to issue to the vendor 1,500,000 common shares over the four-year option period (200,000 common shares were issued on July 11, 2016 and 250,000 common shares were issued on April 25, 2017) and also to make cash payments to the vendor that total \$110,000 (\$15,000 paid) over the first three years of the four-year option period. The property is subject to a 2% NSR of which 1% can be bought out at any time by the Company for \$1,000,000. Annual advance royalty payments of \$50,000 cash are due and payable to the Optionor commencing April 15, 2026, and will continue until commencement of commercial-scale production.

During the current year ended April 30, 2017, the Company applied for an exploration grant related to the Dorothy-Dobie Lake property under the Junior Exploration Assistance Program (“JEAP”) sponsored by the government of Ontario. Subsequent to April 30, 2017, the Company received \$90,321 from the program related to exploration work carried out at the project in the fall of 2016. The grant was accrued at April 30, 2017 and recorded as a reduction in exploration and evaluation assets.

Kasagiminnis Lake Property

The Kasagiminnis Lake property is located in northwestern Ontario approximately 25 kilometres southwest of the Town of Pickle Lake, and approximately 15 kilometres west of Mishkeegogamang First Nation Community of New Osnaburgh. The claim group consists of a contiguous block of 3 staked claims totaling 7.6 square kilometres that is situated in the Little Ochig Lake Area.

South Limb Property

The South Limb property consists of 66 units in 7 claims and is located in the Dona Lake area near Pickle Lake, Ontario.

Pickle Lake West Property

The Pickle Lake West property consists of 68 units in 5 claims and is located in the Kapkichi Lake area near Pickle Lake, Ontario.

Refer to note 11 c).

c) **Seagull/Disraeli Property, Ontario**

The Seagull/Disraeli property is owned 40% by Canadian International Pharma Corp. (formerly Black Panther Mining Corp.), with the Company and Rainy Mountain Royalty Corp. (“Rainy Mountain”) each owning 30% interests (the three owners consolidated to be, collectively, the “Companies”). The Seagull/Disraeli Property consists of 159 mineral claim units in the Anders Lake and Leckie Lake areas and is subject to an aggregate 2.4% NSR royalty, of which 1.4% can be purchased by the Company or Rainy Mountain at any time for \$2,000,000.

On February 17, 2011, the Companies granted an option to Minfocus International Inc. (subsequently renamed Minfocus Exploration Corp.) (“Minfocus” or the “Optionee”) of Toronto, Ontario, entitling the Optionee to earn an interest in the Seagull/Disraeli property. Under this agreement, the Optionee has the initial option to earn a 55% interest in the Seagull/Disraeli property from the Companies upon paying each its pro-rata share of \$55,000 cash and 50,000 common shares of Minfocus (of which the Company received \$15,000 in cash and 63,559 common shares valued at \$12,000, based on the reorganized share capital of Minfocus). Additionally, the Optionee is required to pay the Companies an aggregate of \$25,000 (in cash and/or common shares of the Optionee) on each of the 12, 24 and 36 month anniversaries of the agreement (an aggregate of \$3,750 in cash and 211,441 shares of Minfocus received by the Company). The Optionee is also required to incur minimum exploration expenditures on the Seagull/Disraeli property of \$250,000 in each year of the four-year initial option term (the first three years of expenditures have been completed). The Optionee could acquire a further 15% interest in the property (to 70%) by incurring an additional \$2,000,000 in expenditures during the initial four-

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

year option term. Finally, the Optionee has the right to increase its interest to 85% by completing a feasibility study on the property. By an amending agreement, dated February 11, 2015, the Companies agreed to allow the Optionee to extend the four-year exploration period to September 30, 2015 and to extend the additional 70% earn in option period to September 30, 2016 in return for the Optionee issuing 1,000,000 Minfocus shares to the Companies (300,000 shares received by the Company on February 27, 2015, valued at \$6,000, representing the Company's 30% pro rata share of the issuance).

During the year ended April 30, 2017, the Companies granted another extension of the option period to September 30, 2017, with Minfocus able to extend the option period to September 30, 2018 by paying the Companies \$30,000. With this extension, Minfocus is required to incur \$250,000 in exploration expenditures (originally required to be incurred during the fourth year of the option) by September 30, 2017, or by September 30, 2018 if the option period is extended, to earn the initial 55% interest in the Seagull/Disraeli property and can earn a 70% interest by incurring cumulative expenditures of \$3,000,000 and issuing 1,000,000 Minfocus shares to the Companies prior to September 30, 2019. Minfocus issued 500,000 Minfocus common shares to the Companies as consideration for this extension (150,000 shares received by the Company on September 8, 2016, valued at \$5,250, representing the Company's 30% pro rata share of the issuance).

At April 30, 2017 the Company has recognized a probable impairment of the property, based on a lack of recent exploration work, by writing off all related deferred costs.

d) Other Properties

The Company also retains certain other early stage mineral property interests that were originally owned by Trillium North Minerals ("Trillium") and were booked at nominal amounts on the acquisition of Trillium by the Company. Property interests and noteworthy transactions in "Other" properties include the following below:

West Timmins Property

In the 2016 fiscal year, the Company sold its West Timmins Property (also known as the West Porcupine Property) to Probe Metals Inc. for the sum of \$120,000. White Metal Resources will retain a 1% NSR on the property which can be purchased at any time for \$1,000,000. The \$120,000 received was recorded as a gain on the disposition of exploration and evaluation assets.

Norton Lake Project

In the 2016 fiscal year, the Company entered into an agreement with Copper Lake Resources Ltd. ("Copper Lake") pursuant to which Copper Lake issued 2,000,000 shares to White Metal Resources to obtain the Company's 9.09% stake in the Norton Lake Project. The shares were valued at \$80,000, with the value of this consideration received recorded in the comparative year as a gain on the disposition of exploration and evaluation assets.

In fiscal 2016, the Company entered into an agreement to sell 2,000,000 common shares of Copper Lake, received pursuant to the Norton Lake Project sale, to a director for \$50,000. As a result, a loss of \$30,000 on the disposition of the shares was recorded in the comparative fiscal year.

Senecal Lake Property

The 100% owned Senecal Lake Property was acquired by the Company through staking and is located in the Natashquan River and Senecal Lake area of southwest Labrador. The property originally consisted of 416 claims, plus an additional 210 claims subject to an option agreement as described below.

In the fiscal 2014 year, the Company entered into an option agreement with Metals Creek Resources Corp. ("Metals Creek"), a public company related by a director in common, to acquire a 100% interest in 210 claims located in the Senecal

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS *(continued)*

Lake area by issuing 500,000 post-consolidation common shares (1,250,000 pre-consolidation shares issued) to Metals Creek and reimbursing Metals Creek's staking costs. Metals Creek retains a 1% NSR on the claims and the Company also granted Metals Creek a 1% NSR on certain of the Senecal Lake claims originally staked by the Company.

After entering into the Metals Creek option agreement, the Company agreed in January 2014 to option 367 of the original staked claims and sub-option the 210 Metals Creek claims to Platinum Metals Group Ltd. ("Platinum"). Platinum could have acquired a 71% interest in these claims by paying \$40,000 to the Company and incurring \$1,300,000 in exploration expenditures on the property over four years as follows:

- (i) \$40,000 cash payment (received) on January 23, 2014;
- (ii) Incurring \$150,000 in exploration expenditures by January 23, 2015;
- (iii) Incurring a further \$150,000 in exploration expenditures by January 23, 2016;
- (iv) Incurring a further \$250,000 in exploration expenditures by January 23, 2017; and
- (v) Incurring a further \$750,000 in exploration expenditures by January 23, 2018.

After completion of the option, Platinum and the Company were to form a joint venture through terms to be negotiated. The property was to be subject to a 2% NSR, as to 1% to each of the Company and Metals Creek. Platinum could have purchased up to 1% of the NSR by making payments of \$500,000 to each of the Company and Metals Creek.

In the 2016 fiscal year, Platinum served notice of termination of the option to the Company. The Company retained a 100% interest in the property.

The Company has since let the property lapse and currently holds no mining claims in the area. Historical recoveries received in excess of capitalized expenditures related to this property of \$23,197 were recognized as a gain on the disposition of exploration and evaluation assets in the comparative fiscal year.

6. SHARE CAPITAL

- a) The authorized share capital of the Company consists of an unlimited number of common shares.

Details of the Company's share capital transactions during the year ended April 30, 2017 are as follows:

- (i) On July 11, 2016 the Company issued 200,000 common shares valued at \$0.075 per share related to the on-signing share payment on the Kukkee option described in note 5.
- (ii) In July and August 2016, the Company closed a non-brokered private placement in two tranches by issuing 6,041,666 flow-through units ("FT") at a price of \$0.06 per FT unit and 5,083,331 non flow-through units ("NFT") at a price of \$0.06 per NFT unit for gross proceeds of \$667,500. Each FT unit consists of one flow-through common share and one-half of one share purchase warrant, each whole warrant entitling the holder to acquire one additional common share at a price of \$0.15 per share expiring between July and August 2018. Each NFT unit consists of one common share and one common share purchase warrant, each warrant entitling the holder to acquire an additional common share of the Company at a price of \$0.15 expiring between July and August 2018. The warrants are subject to an acceleration clause if the Company trades at or above \$0.25 for a period of 10 consecutive days. In addition, the shares issued in the private placement are subject to a four-month hold period.

The Company also paid cash finders' fees, commissions and expenses totaling \$36,242 related to the private placement and issued a total of 397,333 broker warrants valued at \$21,650 with each warrant entitling the holder to acquire a common share of the Company at a price of \$0.15 per share for a period of 24 months following closing.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

6. SHARE CAPITAL

- (iii) On January 18, 2017, the Company issued 200,000 shares valued at \$0.04 per share to Benton Resources Inc. related to the Shebandowan property option described in Note 5 above.
- (iv) On April 25, 2017, the Company issued 250,000 common shares valued at \$0.045 per share related to the first anniversary share payment on the Kukkee option described in Note 5.
- (v) On April 25, 2017, the Company closed the first tranche of a non-brokered private placement by issuing 3,700,000 flow-through units at a price of \$0.05 per unit for gross proceeds of \$185,000. Each FT unit consists of one flow-through common share and one-half of one share purchase warrant, each whole warrant entitling the holder to acquire an additional common share of the company at a price of \$0.15 until April 25, 2019. The warrants are subject to an acceleration clause if the Company trades at or above \$0.25 for a period of 10 consecutive days. In addition, the shares issued in the private placement are subject to a four-month hold period.

The Company also paid cash finders' fees, commissions and expenses totaling \$12,845 related to the private placement.

The deferred premium on the issuance of the 3,700,000 flow-through shares was \$18,500. The cash proceeds of the placement in excess of the fair value of the Company's shares issued is treated as a liability in accordance with IFRS. This liability is reversed into earnings as the Company incurs flow-through eligible exploration and evaluation expenditures. As none of these expenditures had been incurred at April 30, 2017, the year end deferred premium balance remains at \$18,500. The Company did not recognize a flow-through premium in connection with the July 2016 financing described further at (ii) above.

b) Share-based payments and share purchase options

The Company applies the fair value method of accounting for share-based payments using the Black Scholes valuation model.

For options granted on April 12, 2016, the fair value of each vested option is \$0.0487 and was estimated on the grant date with the following assumptions: dividend yield of 0%, expected volatility of 210%, a risk-free interest rate of 0.88% and an expected life of approximately 5 years.

For options granted on August 27, 2014, the fair value of each vested option is \$0.0621 and was estimated on the grant date with the following assumptions: dividend yield of 0%, expected volatility of 147.8%, a risk-free interest rate of 1.52% and an expected life of approximately 5 years.

The continuity of share purchase options is as follows:

	Number of Options	Weighted Average Exercise Price
		\$
Outstanding, April 30, 2015	1,610,000	0.10
Granted	275,000	0.10
Expired/Cancelled	(500,000)	0.10
Outstanding, April 30, 2016/April 30, 2017	1,385,000	0.10

(1) At April 30, 2017, the weighted-average remaining contractual life of stock options outstanding is 2.65 years (April 30, 2016 – 3.65 years)

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

6. SHARE CAPITAL (continued)

As at April 30, 2017, the following options are outstanding:

Number of Options	Exercise Price	Expiry Date
	\$	
1,110,000	0.10	August 27, 2019
275,000	0.10	April 12, 2021
1,385,000		

c) Share purchase warrants

The continuity of share purchase warrants is as follows:

	Number of Warrants	Weighted Average Exercise Price
		\$
Outstanding, April 30, 2015	1,760,000	0.20
Expired/Cancelled	(660,000)	0.28
Outstanding, April 30, 2016	1,100,000	0.15
Expired	(1,100,000)	0.15
Issued to investors in private placement	9,954,164	0.15
Issued to finders' in private placement	397,333	0.15
Outstanding, April 30, 2017	10,351,497	0.15

As at April 30, 2017, the following warrants are outstanding:

Number of Warrants	Exercise Price	Expiry Date
	\$	
2,160,000	0.15	July 18, 2018
6,341,497	0.15	August 18, 2018
1,850,000	0.15	April 25, 2019

160,000 finder's warrants issued on July 18, 2016 pursuant to closing of the first tranche of a non-flow-through private placement. The recorded fair value of each warrant is \$0.0521 and was estimated on the issuance date with the following assumptions: dividend yield of 0%, expected volatility of 189.7%, a risk-free interest rate of 0.58% and an expected life of approximately 2 years using the Black Scholes valuation model. \$8,336 was recorded as share issue costs pursuant to this issuance.

237,333 finder's warrants were issued on August 18, 2016 pursuant to closing of the second tranche of a non-flow-through private placement. The recorded fair value of each warrant is \$0.0561 and was estimated on the issuance date with the following assumptions: dividend yield of 0%, expected volatility of 188.4%, a risk-free interest rate of 0.57% and an expected life of approximately 2 years using the Black Scholes valuation model. \$13,314 was recorded as share issue costs pursuant to this issuance.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

7. RELATED PARTY TRANSACTIONS

Key management personnel compensation:

	2017	2016
	\$	\$
Share-based payments	-	8,523
Accounting, prospecting and drilling services, and office rent	74,279	8,540
Total key management personnel compensation	74,279	17,063

All transactions with related parties have occurred in the normal course of operations and management represents that they have occurred on a basis consistent with those involving unrelated parties, and accordingly that they are measured at fair value.

During the year ended April 30, 2017, Michael Stares, President of the Company, billed \$1,350 (2016 - \$nil) for property contracting services. At April 30, 2017 the Company owed Michael Stares \$361 (April 30, 2016 - \$2,324).

During the year ended April 30, 2017, Benton Resources Inc. ("Benton"), a company Michael Stares is a director and employee of, billed \$55,679 (2016 - \$nil) to the Company for property contracting and administrative services. At April 30, 2017, the Company owed Benton \$20,145 (April 30, 2016 - \$9,292).

During the year ended April 30, 2017, Stares Prospecting Ltd., a company controlled by Company director Alex Stares, billed \$17,250 (2016 - \$nil) to the Company for property contracting services. At April 30, 2017, the Company owed Stares Prospecting Ltd. \$2,008 (April 30, 2016 - \$nil).

During the year ended April 30, 2017, Stares Contracting Corp., a company controlled by Michael Stares, billed \$nil (2016 - \$5,540) to the Company for office rent. At April 30, 2017 the Company owed Stares Contracting Corp. \$nil (April 30, 2016 - \$nil).

During the year ended April 30, 2017, MW Consulting, a company controlled by Company CFO Matt Wituluk, billed \$nil (2016 - \$3,000) to the Company for accounting services. At April 30, 2017, the Company owed MW Consulting \$nil (April 30, 2016 - \$nil).

8. CAPITAL MANAGEMENT

The Company's objectives for the management of capital are to safeguard the Company's ability to continue as a going concern, including the preservation of capital, and to achieve reasonable returns on invested cash after satisfying the objective of preserving capital.

The Company considers its cash and cash equivalents to be its manageable capital. The Company's policy is to maintain sufficient cash and deposit balances to cover operating and exploration costs over a reasonable future period. The Company accesses capital markets as necessary and may also acquire additional funds where advantageous circumstances arise.

The Company currently has no externally-imposed capital requirements except to maintain sufficient cash and deposit balances to meet exploration commitments entered into pursuant to flow-through share purchase agreements.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

9. FINANCIAL INSTRUMENT RISKS

The Company's financial instruments are exposed to the following risks:

Credit Risk

The Company's primary exposure to credit risk is the risk of illiquidity of cash amounting to \$421,556 at April 30, 2017 (2016 - \$70,811). As the Company's policy is to limit cash holdings to instruments issued by major Canadian banks, or investments of equivalent or better quality, the credit risk is considered by management to be negligible.

Interest Rate Risk

The Company currently has cash balances only. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institution.

Fair Value of Financial Instruments

The fair value of the Company's financial assets and liabilities approximates the carrying amount. Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The fair value classification of the Company's financial instruments as at April 30, 2017 and 2016 are as follows:

	Fair value level	2017		2016	
		Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost	Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost
		\$	\$	\$	\$
<i>Financial assets:</i>					
Cash and restricted cash	1	421,556	-	70,811	-
Reclamation deposits		-	-	-	-
		421,556	-	70,811	-
<i>Financial liabilities:</i>					
Accounts payable and accrued liabilities		-	88,991	-	73,961
		-	88,991	-	73,961

During the years ended April 30, 2017 and 2016, there were no transfers between level 1, level 2 and level 3 classified assets and liabilities.

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

10. INCOME TAXES

A reconciliation of income taxes at statutory rates is as follows:

	2017	2016
	\$	\$
Net income (loss) for the year before tax	(757,602)	79,280
Expected income tax expense (recovery)	(196,977)	20,613
Net adjustment for deductible and non-deductible amounts	172,480	(47,450)
Unrecognized benefit of tax pool assets	24,497	26,837
	-	-

The significant components of the Company's deferred income tax assets (liabilities) are as follows:

	2017	2016
	\$	\$
Deferred income tax assets (liabilities):		
Non-capital loss carry-forwards	722,041	704,900
Exploration and evaluation assets	1,338,519	1,244,783
Other items	16,259	7,257
	2,076,819	1,956,940
Valuation allowance	(2,076,819)	(1,956,940)
Net deferred income tax assets (liabilities)	-	-

Deductible temporary differences, unused tax losses and unused tax credits for which no deferred tax assets have been recognized are attributable to the following:

	2017	2016
	\$	\$
Deferred income tax assets:		
Non-capital loss carry-forwards	2,777,079	2,711,000
Exploration and evaluation assets	5,148,151	4,787,626
Other items	62,536	27,911
	7,987,766	7,526,537

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

10. INCOME TAXES (continued)

The Company has non-capital losses available for possible deduction against future years' taxable income of approximately \$2,777,000 (2016 - \$2,711,000). The Company has not recognized any future benefit for these tax losses, credits and resource deductions, as the likelihood of their utilization is unknown. If unused, these non-capital losses will expire as follows:

	\$
2026	221,000
2027	373,000
2028	802,000
2029	199,000
2030	202,000
2031	140,000
2032	223,000
2033	238,000
2034	109,000
2035	101,000
2036	75,000
2037	94,000
	<u>2,777,000</u>

11. SUBSEQUENT EVENTS

In addition to items mentioned elsewhere in these notes, the following occurred during the period subsequent to April 30, 2017:

- a) The Company entered into an option agreement to purchase a 100% ownership of a 5 unit claim adjacent to the West Vanguard claim group. The agreement with a local Thunder Bay prospector (the "Vendor") is structured such that White Metal can purchase 100% ownership of the property by making a one-time cash payment of \$15,000 and issuing 100,000 shares of the Company to the Vendor. The Vendor will retain a 2% NSR of which 1% can be bought for \$1million. White Metal also retains the right of first refusal ("ROFR") on the remaining 1%. The agreement is currently awaiting regulatory approval.
- b) On May 9, 2017, the Company closed the second tranche of a non-brokered private placement, issuing 800,000 flow-through units at a price of \$0.05 per flow-through unit. Each flow-through unit consists of one flow-through common share of the Company and one half of one common share purchase warrant, with each warrant exercisable at \$0.15 per warrant share for 24 months from closing, with the Company able to accelerate the exercise period of the warrants if the Company's shares trade at or above \$0.25 for 10 consecutive trading days. In conjunction with the closing of this second tranche, the Company paid cash commissions totaling \$2,800 and issued 56,000 finders' warrants exercisable at \$0.15 per warrant share for a period of 24 months from closing.
- c) On August 2, 2017 the Company announced that it signed a Letter of Intent ("LOI") with Ardiden Limited. ("Ardiden"), a public company the shares of which trade on the Australian Securities Exchange. The LOI will allow Ardiden to acquire a 100% interest in all of White Metal's Pickle Lake projects and will assume the obligations of all existing underlying option agreements on these properties (collectively the "Project"). Ardiden can acquire a 100% interest in the Project claims by making aggregate cash payments of \$140,000 and by issuing 5,592,949 Ardiden shares (ASX: ADV) as follows (all funds are in Canadian dollars):
 - Ardiden shall pay White Metal a non-refundable deposit of \$70,000 and 1,592,949 Ardiden shares within 5 business days of executing the LOI;

WHITE METAL RESOURCES CORP.

Notes to the Consolidated Financial Statements
For the years ended April 30, 2017 and 2016
(Expressed in Canadian Dollars)

11. SUBSEQUENT EVENTS *(continued)*

- Ardiden will have the exclusive right to complete due diligence on the project for 12 months (to allow access to the site in the 2017 field season). After 6 months Ardiden is required to make an additional payment of \$20,000 and to issue an additional 1,000,000 Ardiden shares to retain the exclusive due diligence right for the remaining six months;
- Upon completion of due diligence, Ardiden may elect to exercise the option to acquire the Project; and
- Should Ardiden elect to acquire the Project, Ardiden shall pay the Company a further \$50,000 and issue a further 3,000,000 Ardiden shares.

White Metal will maintain the right to purchase the existing 1% NSR held by Murchison Minerals Ltd. (“Murchison”) on the Murchison joint venture claims on the Dorothy-Dobie and Kasagiminnis properties, pursuant to which 0.5% can be purchased for \$1,000,000 and the second 0.5% can be purchased for \$1,500,000. The original vendor of the Kasagiminnis property will retain a 2% NSR of which 1% can be purchased by Ardiden Ltd for \$1,000,000 along with a ROFR on the remaining 1%. With respect to the newly acquired claims located within the Dorothy-Dobie claim group, the “Kukkee Option” (see press release dated July 4, 2016), the vendor retains a 2% NSR of which 1% can be purchased by Ardiden for \$1,000,000 with Ardiden retaining a ROFR on the remaining 1% NSR from the original vendor. In addition, White Metal will hold a 1% NSR on this same Kukkee Option claim group. White Metal will retain a 2% NSR on the 100%-owned West Pickle and South Limb Properties of which 1% can be purchased by Ardiden for \$1,000,000. Ardiden will have a ROFR on the remaining 1% NSR.