NICKEL ONE RESOURCES INC.

(An Exploration Stage Company)

(Unaudited - Expressed in Canadian Dollars)

Condensed Interim Consolidated Financial Statements

For the Three Months Ended March 31, 2018 and 2017

Index

Notice of non-review of condensed interim consolidated financial statements

The attached condensed interim consolidated financial statements for the three month period ended March 31, 2018 have not been reviewed by the Company's auditors.

NICKEL ONE RESOURCES INC.
(An Exploration Stage Company)
Condensed Interim Consolidated Statements of Financial Position as at
(Unaudited - Expressed in Canadian Dollars)

	Note		March 31, 2018		December 31, 2017
Assets					
Current assets:					
Cash		$	27,796	$	37,048
Sales tax receivable			11,208		3,235
Loans receivable	5		17,020		96,611
Prepaid expense and deposits			22,523		9,635
Mineral property	7		747,225		-
		$	825,772	$	146,529
Liabilities and Shareholders' Deficit					
Current liabilities:					
Accounts payable and accrued liabilities		$	364,248	$	371,893
Current loans payable	8		-		27,000
Loans payable to related parties	12		3,500		3,500
			367,748		402,393
Shareholders' deficit:					
Capital stock	9		6,037,781		5,087,594
Share subscription received	9		-		35,000
Reserves	9		636,785		644,285
Deficit			(6,215,815)		(6,022,743)
Accumulated other comprehensive loss			(727)		-
			458,024		(255,864)
		$	825,772	$	146,529

Nature and continuance of operations (Note 1)
Subsequent events (Note 14)

On behalf of the Board:

"Raymond Strafehl" Director   *"Scott Jobin-Bevans"* Director

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

NICKEL ONE RESOURCES INC.
(An Exploration Stage Company)
Condensed Interim Consolidated Statements of Operations and Comprehensive Loss for the Three Months ended March 31,
(Unaudited - Expressed in Canadian Dollars)

	Note	2018	2017
Expenses			
Consulting		$ 124,000	$ 50,172
Professional fees		30,154	-
Transfer agent and filing fees		11,749	10,672
Investor relations		6,678	59,842
Exploration and evaluation	7	-	50,772
General and administrative		7,895	6,254
Rent		5,209	3,000
Share-based compensation	9	-	14,820
Travel and promotion		17,800	14,085
Results from operations		(203,485)	(209,617)
Other items			
Interest income	5	413	371
Gain on debt settlement	8	10,000	-
Loss on investments	6	-	(44,236)
		10,413	(43,865)
Net loss for the period		(193,072)	(253,482)
Foreign exchange gain (loss)		(727)	-
Comprehensive loss for the period		(193,799)	(253,482)
Loss per share – basic and diluted		$ (0.00)	$ (0.01)
Weighted average number of common shares outstanding – basic and diluted		42,407,886	31,941,226

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

NICKEL ONE RESOURCES INC.

(An Exploration Stage Company)
Condensed Interim Consolidated Statements of Cash Flows for the Three Months ended March 31,
(Unaudited - Expressed in Canadian Dollars)

	Note		2018		2017
OPERATING ACTIVITIES					
Net loss for the period		$	(193,072)	$	(253,482)
Items not involving cash					
Share-based compensation	9		-		14,820
Interest income	5		(413)		(371)
Gain on debt settlement	8		(10,000)		-
Loss on investments			-		44,236
Change in non-cash working capital items:					
Sales tax receivable			(7,973)		(10,925)
Prepaid expense and deposits			(12,888)		21,559
Accounts payable and accrued liabilities			(7,645)		163,036
			(231,991)		(21,127)
INVESTING ACTIVITIES					
Acquisition of mineral property	7		(69,991)		-
Loan receivable	5		2,770		-
Investments	6		-		21,673
			(67,221)		21,673
FINANCING ACTIVITIES					
Proceeds from private placement	9		336,000		-
Private placement shares issuance costs	9		(1,313)		-
Proceeds from warrants exercised	9		8,000		-
Subscriptions received in advance	9		(35,000)		55,000
Loan repayment	8		(17,000)		-
Transaction costs included in equity	4		-		(2.250)
Loan from related party	12		-		1,500
			290,687		54,250
Effect of foreign exchange on cash and cash equivalents			(727)		-
Increase (decrease) in cash			(8,525)		54,796
Cash, beginning of the period			37,048		746
Cash, end of the period		$	27,796	$	55,542
Non-cash item:					
Residual value of units	9	$	(7,500)	$	-
Shares issued for mineral property acquisition	9	$	600,000	$	-

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

NICKEL ONE RESOURCES INC.
(An Exploration Stage Company)
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Unaudited - Expressed in Canadian Dollars)

		Capital Stock						
	Note	Shares	Amount	Subscriptions Received	Reserves	Deficit	Accumulated other comprehensive income	Total shareholders' deficit
Balance at December 31, 2016		31,941,226	$ 4,783,288	$ -	$ 558,188	$ (5,397,498)	$ -	$ (56,022)
Share-based compensation	9	-	-	-	14,820	-	-	14,820
Subscription received in advance	9	-	-	55,000	-	-	-	55,000
Loss for the period		-	-	-	-	(253,482)	-	(253,482)
Balance at March 31, 2017		31,941,226	$ 4,783,288	$ 55,000	$ 558,188	$ (5,650,980)	$ -	$ (239,684)
Balance at December 31, 2017		39,560,553	5,087,594	35,000	644,285	(6,022,743)	-	(255,864)
Private placements	9	6,720,000	336,000	(35,000)	-	-	-	301,000
Private placement issuance costs	9	-	(1,313)	-	-	-	-	(1,313)
Shares issued for mineral property acquisition	9	5,000,000	600,000	-	-	-	-	600,000
Warrants exercised	9	100,000	15,500	-	(7,500)	-	-	8,000
Loss for the period		-	-	-	-	(193,072)	-	(193,072)
Foreign exchange movements							(727)	(727)
Balance at March 31, 2018		51,380,553	$ 6,037,781	$ -	$ 636,785	$ (6,215,815)	$ (727)	$ 458,024

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

1. Nature and continuance of operations

Nickel One Resources Inc. ("Nickel One" or the "Company") is a mineral exploration and development company listed on the TSX Venture Exchange ("TSX-V") under the symbol "NNN" and is engaged in the exploration of mineral properties. The address of the Company's corporate head office and principal place of business is 550 - 800 West Pender Street, Vancouver, BC, V6C 2V6.

On February 23, 2016, Redline Resources Inc. ("Redline") completed its share exchange transaction (the "Transaction") between Tyko Resources Inc. ("Tyko") and Redline, pursuant to which Redline acquired all of the issued and outstanding common shares of Tyko (being 13,036,966 common shares, the "Tyko Shares") in exchange for the issuance of common shares of Redline on the basis of one common share of Redline for each of Tyko's common shares outstanding. Upon completion of the Transaction, Redline changed its name to Nickel One Resources Inc. and Tyko became a wholly-owned subsidiary of the Company.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence are dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. These material uncertainties may cost significant doubt as to the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its ability to fund its exploration and evaluation programs. These financial statements do not reflect the adjustments to the carrying value of assets and liabilities and the reported expenses and statement of financial position classification that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of business operations. Such adjustments could be material.

The condensed interim consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for interim information, specifically International Accounting Standards ("IAS") 34 – *Interim Financial Reporting*. In addition, the condensed interim consolidated financial statements have been prepared using interpretations issued by the International Financial Reporting Interpretation Committee ("IFRIC") and the same accounting policies and methods of their application as the most recent annual financial statements of the Company. These condensed interim consolidated financial statements do not include all disclosures normally provided in the annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2017. In management's opinion, all adjustments necessary for fair presentation have been included in these condensed interim consolidated financial statements. Interim results are not necessarily indicative of the results expected of the year ended December 31, 2018.

The condensed interim consolidated financial statements were approved by the Board of Directors on May 28, 2018.

2. Basis of presentation

The condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss or available for sale, which are stated at fair value. All dollar amounts presented are in Canadian dollars unless otherwise specified. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

3. Summary of significant accounting policies

Principles of consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries. Tyko Resources Inc and Nortec Mineral Oy ("Nortec") All inter-company transactions and balances have been eliminated upon consolidation.

New and revised standards and interpretations

The accounting policies applied in the preparation of these condensed interim financial statements are consistent with those applied and disclosed in the Company's audited financial statements for the year ended December 31, 2017, except for the adoption, on January 1, 2018, of IFRS 9, *Financial Instruments: Classification and Measurement* ("IFRS 9"), which has an initial application as at this date.

IFRS 9*, Financial Instruments* (new; to replace IAS 39)

IFRS 9 uses a single approach to determine whether a financial asset is classified and measured at amortized cost or fair value, replacing the multiple rules in IAS 39, *Financial Instruments: Recognition and Measurement* ("IAS 39"). The approach in IFRS 9 is based on how an entity manages its financial instruments and the contractual cash flow characteristics of the financial asset. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9 and, therefore, the accounting policy with respect to financial liabilities is unchanged.

New standards and interpretations not yet adopted

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for future accounting periods. The following have not yet been adopted by the Company and are being evaluated to determine their impact:

- IFRS 16 – Leases: New standard to establish principles for recognition, measurement, presentation and disclosure of leases with an impact on lessee accounting, effective for annual periods beginning on or after January 1, 2019.

4. Non-cash listing expense on completion of transaction

As consideration for 100% of the outstanding common shares of Tyko, Redline issued 13,036,966 common shares in the capital of Redline to Tyko's shareholders. At the time of closing, Redline paid transaction costs of $66,592 in addition to the $1,740 deferred acquisition costs, and a finder's fee of 976,848 common shares (the "Finder's Fee Shares") valued at $0.10 per share.

The acquisition has been accounted for as a reverse take-over and is not considered to be a business combination as defined in IFRS 3 *Business Combinations* since Redline was inactive prior to the acquisition and its activities were limited to the management of cash resources and the maintenance of its listing. Accordingly, the acquisition has been accounted for as a share-based payment transaction in accordance with IFRS 2 *Share-based Payment*.

As the share and share-based consideration allocated to the former shareholders of Tyko on closing of the acquisition is considered within the scope of IFRS 2, and the Company cannot identify specifically some or all of the goods or services received in return for the allocation of the common shares, the value in excess of the net identifiable assets acquired on closing was expensed in the statement of comprehensive loss as non-cash listing expense as Tyko shareholders acquired Redline's public listing as a result of the transaction. Upon completion of the Transaction, Redline's equity accounts were eliminated. The fair value of the consideration was determined based on the fair value of the common shares which was determined in relation to the common shares issued in the private placement (see Note 9).

(Unaudited - Expressed in Canadian Dollars)

4. Non-cash listing expense on completion of transaction (continued)

The fair value of all the consideration given and charged to non-cash listing expense was comprised of:

Share consideration to Tyko	$	1,303,696
Finder's fee shares		97,685
Deferred acquisition costs		1,740
	$	1,403,121
Identifiable net assets assumed:		
Cash	$	515
Prepaid, expense, deposits, and deferred costs		676,638
Receivables		21,654
Accounts payable and accrued liabilities		(234,825)
Loans payable		(140,924)
		323,058
Adjustment for subscription received		(615,000)
Net deficiency		(291,942)
Unidentified asset acquired		
Non-cash listing expense		1,695,063
Total identifiable assets acquired and non-cash listing expense	$	1,403,121

Transaction costs of $66,592 comprised of $13,753 TSX filing fees and $52,839 legal and advisory fees were incurred and have been recorded in capital stock as share issuance costs.

5. Loan receivable

Upon completion of the Transaction, the Company acquired a $13,629 loan receivable from Redline Minerals Inc. ("RMI") comprised of a principal balance of $4,175 and accrued interest of $9,454. The Chief Executive Officer of RMI was also the Chief Executive Officer of Redline prior to the completion of the Transaction and is a director of Nickel One. Interest is payable on the loan at the rate of 10% per annum and the principal plus interest is due at the earliest of twelve months following the first advance on May 4, 2012 under the loan agreement or the date RMI obtains financing sufficient to repay the loan amount outstanding. The loan is secured against RMI's current and hereafter-acquired assets.

At March 31, 2018, the total outstanding amount of the loan plus accrued interest was $17,020 (December 31, 2017, $16,611)

6. Investments

The Company had an investment in common shares of Canadian International Minerals Inc. ("CIN") and Micron Waste Technologies Inc. ("MWM", formerly Finore Mining Inc). The fair value of the listed investment has been determined directly by reference to published price quotations in an active market. Realized and unrealized gains and losses are reflected in profit or loss.

In January 2017, the Company sold all CIN shares for net proceeds of $21,673.

In November 2017, the Company sold all MWM shares for net proceeds of $32,157.

(Unaudited - Expressed in Canadian Dollars)

7. Exploration and evaluation expenditures

The Company performed the following work on their properties during the period:

	March 31, 2018	December 31, 2017
Manitouwadge:		
Assays and surveying	$ -	$ 820
Claims	-	26,833
Field costs	-	15,194
Report	-	7,000
Mobilization/ demobilization	-	19,095
	-	68,942
LK Project:		
Report	-	62,286
Travel and support	-	4,964
	-	67,250
	$ -	$ 136,192

Manitouwadge
The Company conducts exploration and evaluation expenditures on a property consisting of 71 mining claims in Northwestern Ontario that are held 100% by the Company.

LK Project
On January 31, 2017, the Company signed a Definitive Agreement with Micron for the purchase of 100% of Nortec Mineral Oy, a wholly owned subsidiary of Micron which holds the Lantinen Koillismaa Platinum Group Element-Copper-Nickel (PGE-Cu-Ni) project (“LK Project”) located in North-central Finland.

On February 28, 2018, the Company completed the acquisition pursuant to the Definitive Agreement. The Company paid Micron 5,000,000 common shares of Nickel One and 2,500,000 common share purchase warrants exercisable at $0.12 for 24 months and on May 8, 2018, the Company issued 250,000 finder’s fee shares in connection with the acquisition. Nickel One abided by all the underlying agreements with respect to ownership of the LK Project.

8. Loans payable

	March 31, 2018	December 31, 2017
Loans payable and accrued interest	$ -	$ 27,000
	$ -	$ 27,000

During the three months ended March 31, 2018, the Company paid off $17,000 short-term loan in cash. Also, the Company negotiated a settlement of another outstanding loan of $10,000 from prior periods and recognized a gain on forgiveness of debt.

9. Capital stock

Tyko was authorized to issue an unlimited number of common shares with no par value. Pursuant to the closing of the Transaction on February 23, 2016, Redline acquired all the issued and outstanding shares of Tyko as described in Notes 1 and 4 in exchange for the 13,036,966 common shares of Redline, which subsequently changed its name to Nickel One Resources Inc. A finder's fee of 976,848 common shares was issued in connection with the Transaction.

The authorized capital stock of Nickel One consists of an unlimited number of common shares with no par value.

Transactions for the three months ended March 31, 2018 were as follows:

Private placement

On April 27, 2018, the Company completed a non-brokered private placement of up to 6,820,000 units at a price of $0.05 per unit for gross proceeds $341,000. Each unit consists of one common share and one half common share purchase warrant. Each whole common share purchase warrant is exercisable into one common share for a period of two years from closing at a price of $0.10 per share.

Shares for mineral property

On February 28, 2018, the Company issued 5,000,000 common shares and 2,500,000 common share purchase warrants at a price of $0.12 for the acquisition of 100% interest in LK Project in Finland.

Transactions for the year ended December 31, 2017 were as follows:

Private placement

On April 12, 2017, the Company completed the first tranche of a non-brokered private placement and issued 2,250,000 units at a price of $0.05 per unit for gross proceeds of $112,500. On June 21, 2017, the Company closed the second tranche of the private placement and issued 4,686,630 units at a price of $0.05 per unit for gross proceeds of $234,332. Each unit consists of one common share and one half common share purchase warrant. Each whole common share purchase warrant is exercisable into one common share for a period of two years from closing at a price of $0.08 per share. In connection with the financings, $1,400 in cash and 32,000 warrants valued at $977 were paid as finders' fees and $3,984 were incurred as share issuance costs.

Shares for debt

On April 5, 2017, the Company issued 682,697 common valued at $34,135 to settle $54,616 in accounts payable, resulting in a gain on debt settlement of $20,481.

(Unaudited - Expressed in Canadian Dollars)

9. Capital stock (continued)

Warrants

The Company uses the residual approach when allocating the fair value of the share purchase warrants issued in conjunction with the offering of units through a private placement. The Company determines the fair value of the common share and the residual value is allocated to the share purchase warrant for unit offerings that contain a common share and a share purchase warrant.

The number and weighted average exercise prices of warrants are as follows:

	Number of warrants	Weighted average exercise price
Outstanding warrants, December 31, 2016	6,801,982	$0.14
Granted	3,500,315	$0.08
Outstanding warrants, December 31, 2017	10,302,297	$0.12
Granted	5,860,000	$0.11
Exercised	(100,000)	$0.08
Forfeited	(4,524,667)	$0.15
Outstanding warrants, March 31, 2018	11,537,630	$0.10

As at March 31, 2018, warrants enabling the holders to acquire common shares are as follows:

Expiry date (mm/dd/yyyy)	Number of warrants	Weighted average remaining life in years	Weighted average exercise price
10/12/2018	413,750	0.78	$0.12
12/05/2018	1,863,565	0.93	$0.12
04/12/2019	1,157,000	1.28	$0.08
06/21/2019	2,243,315	1.47	$0.08
02/28/2020	2,500,000	1.92	$0.12
03/19/2020	3,360,000	1.97	$0.10
	11,537,630	1.37	$0.10

The fair value of finders warrants issued during the year was calculated using a Black Scholes option pricing model with the following assumptions:

	2017	2016
Forfeiture rate	0.00%	0.00%
Estimated risk-free rate	0.73%	0.47-0.74%
Expected volatility	125%	123%-157%
Estimated annual dividend yield	0.00%	0.00%
Expected life of options	2 years	2 years

On January 2, 2018, 100,000 warrants were exercised at a price of $0.08 per share for gross proceeds of $8,000. Accordingly, the related warrants reserves of $7,500 was reallocated to capital stock by using a residual value approach.

(Unaudited - Expressed in Canadian Dollars)

9. Capital stock (continued)

Stock options

The Company has established a rolling stock option plan ("Option Plan") enabling the directors to grant options to employees, officers, directors, and consultants of the Company. From time to time, shares may be reserved by the Board, in its discretion, for options under the Option Plan, provided that the total number of shares reserved for issuance by the Board shall not exceed 5% of the issued and outstanding listed shares (on a non-diluted basis) as at the date of grant. Options are non-assignable and may be granted for a term not exceeding that permitted by the Exchange, currently ten years. All stock options issued are subject to vesting terms. Options issued to directors, vest in the amount of 25% every three months from the date of grant; and options issued to officers and/or consultants vest in 12 months depending on date of grant and nature of service. The exercise price of each option equals the market price, minimum price, or discounted market price of the Company's shares as calculated on the date of grant.

Share-based payments relating to options vested during the period ended March 31, 2018 using the Black-Scholes option pricing model was $nil (December 31, 2017 - $14,820), which was recorded as reserves on the statements of financial position and as share-based compensation expense on the statement of operations and comprehensive loss. The associated share-based compensation expense for the options granted during the period was calculated based on the following assumptions:

	2017	2016
Forfeiture rate	0.00%	0.00%
Estimated risk-free rate	0.00%	0.51%-0.71%
Expected volatility	0.00%	100%-140%
Estimated annual dividend yield	0.00%	0.00%
Expected life of options	N/A	1-5 years

The number and weighted average exercise prices of the stock options are as follows:

	Number of options	**Weighted average exercise price**
Outstanding options, December 31, 2016	2,075,000	$0.15
Cancelled	(500,000)	($0.15)
Outstanding options, December 31, 2017 and March 31, 2018	1,575,000	$0.15

As at March 31, 2018, the Company has outstanding stock options exercisable as follows:

Expiry date (mm/dd/yyyy)	**Number of options outstanding**	**Weighted average remaining life in years**	**Exercise price**	**Number of options exercisable**
03/29/2021	1,575,000	3.00	$0.15	1,575,000
	1,575,000	3.00	$0.15	1,575,000

10. Nature and extent of risks arising from financial instruments

The Company's financial instruments are exposed to certain risks, including credit risk, liquidity risk, market risk and interest rate risk. Management believes the Company's not exposed to significant market or interest rate risk.

The Company's financial instruments consist of cash, sales tax receivable, loan receivable, loans payable, loans payable to related parties, and accounts payable and accrued liabilities. The fair values of financial assets and financial liabilities approximate their carrying amounts due to the short-term maturity of the instruments.

Credit Risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Financial instruments that potentially subject the Company to credit risk consist of cash and receivables. The Company's cash is held through a large Canadian financial institution. The Company's receivables consist of sales tax receivable due from the Government of Canada and Finland of $11,208 (December 31, 2017 - $3,235), and loans receivable of $17,020 (December 31, 2017 - $96,611).

Liquidity Risk
Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company manages liquidity risk through the management of its capital structure, as outlined in Note 11 of these financial statements. As at March 31, 2018, the Company had a cash balance of $27,796 (December 31, 2017 - $37,048) to settle current liabilities of $367,748 (December 31, 2017 - $402,393). The Company will need to raise sufficient funds to meet its obligations.

Other Market 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 profit or loss and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of gold, silver and copper, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

11. Capital management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the exploration and development of mineral properties. 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 Company defines capital to include all components of equity. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. There were no changes in the Company's approach to capital management during the quarter ended March 31, 2018. The Company is not subject to externally imposed capital requirements.

The Company sets the amount of capital in proportion to risk. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue common shares through private placements.

(Unaudited - Expressed in Canadian Dollars)

12. Related party transactions

a) Key management compensation

Key management consists of the Company's directors and officers. In addition to management and consulting fees paid to these individuals, or companies controlled by these individuals, the Company provides non-cash benefits. Remuneration of key management includes the following:

		Three months ended March 31, 2018		Year ended December 31, 2017
Salaries and consulting fees	$	106,000	$	84,000
Share-based compensation		Nil		11,606
Total remuneration	$	106,000	$	95,606

Related party transactions and balances not disclosed elsewhere in these financial statements are as follows:

The balance payable to related parties as at March 31, 2018 was $122,973 (December 31, 2017 - $134,481) and is included in accounts payable and accrued liabilities. These payables are unsecured, non-interest bearing and are expected to be repaid under normal trade terms.

Loans payable to related parties as at March 31, 2018 consists of a $3,500 (December 31, 2017 - $3,500) loan from a former director and a director. The loan is non-interest bearing, unsecured and has no fixed terms of repayment.

b) Definitive acquisition

On December 31, 2010, the Company entered into a Definitive Acquisition Agreement with certain shareholders (the Vendor). Under the terms of the agreement, the Company has the option to acquire certain surface and mineral rights subject to the following conditions:

i. The Company issue common shares to the Vendor as follows:

Upon signing of the agreement December 30, 2010	3,000,000 common shares (issued)
On December 30, 2011	3,000,000 common shares (issued)
On December 30, 2012	3,000,000 common shares (issued)

ii. During the 109-day period ended December 31, 2010, the company issued 1,500,000 warrants to the Vendor to purchase one common share per warrant at the exercise price of $0.10 per share. During the year ended December 31, 2013, the 1,500,000 warrants expired unexercised.

iii. The Company incur exploration expenditures on the property within the following times:

Prior to December 30, 2011	$200,000
Prior to December 30, 2012	$600,000 additional
Prior to December 30, 2013	$1,000,000 additional

As additional consideration for the sale of the property the Vendor shall receive a 3% net smelter return royalty, one-half of which may be purchased by the Company at any time for $1,500,000.

12. Related party transactions (continued)

b) Definitive acquisition (continued)

Upon completion of the above conditions the title to the properties will be transferred to the Company. The Company may at any time let the option lapse by not meeting the above conditions. The Company may also accelerate any or all of the share consideration or exploration expenditures.

During the option period, the Company will have the sole and exclusive right to enter on and conduct mining on the properties provided the option is in good standing.

During 2011, 2012, and 2013, the Company did not meet the exploration expenditure requirement of $200,000, $600,000, and $1,000,000 respectively; the Vendors waived the condition.

On January 21, 2015, the Company and Vendors agreed to the following acknowledgments pursuant to the Definitive Acquisition Agreement:

- The Company has not incurred the required exploration expenditures by December 31, 2013.
- The Vendors do not release the Company of its obligation to incur such exploration expenditures but do hereby waive the requirement for the Company to incur such exploration expenditures within the time frame set out.
- The Company shall be required to proceed diligently and to exercise its best efforts with respect to incurring the exploration expenditures required.

As at March 31, 2018, the Company has spent $1,210,140 since the acquisition of the property by Tyko in 2010.

c) Other transactions

During the year ended December 31, 2016, the Company incurred $10,000 in Transaction fees to the President. During the three months ended March 31, 2018, the Company negotiated a settlement of another outstanding loan of $10,000 from prior periods and recognized a gain on forgiveness of debt.

On April 1, 2016, the Company entered into an office lease agreement with a company controlled by the Chief Financial Officer for a 12-month term at $1,000 per month.

13. Segmented Information

The Company has one reportable operating segment being the acquisition, exploration and evaluation of mineral properties. For the years presented, all of the Company's assets are located in Canada and Finland.

14. Subsequent events

On April 27, 2018, the Company completed a non-brokered private placement of up to 6,820,000 units at a price of $0.05 per unit for gross proceeds $341,000. Each unit consists of one common share and one half common share purchase warrant. Each whole common share purchase warrant is exercisable into one common share for a period of two years from closing at a price of $0.10 per share.

May 8, 2018, the Company issued 250,000 finder's fee shares at a deemed price $0.045 with a fair market value $11,250 in connection with the acquisition of Nortec Mineral Oy and the LK project.