

**Currie Rose Resources Inc.  
(An Exploration Stage Enterprise)**

**Consolidated Financial Statements**

**For the years ended December 31, 2014 and 2013**

(Stated in Canadian dollars)

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**Currie Rose Resources Inc.  
(An Exploration Stage Enterprise)**

**Consolidated Financial Statements**

**For the years ended December 31, 2014 and 2013**

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## Independent Auditor's Report

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### To the Shareholders of Currie Rose Resources Inc.

We have audited the accompanying consolidated financial statements of **Currie Rose Resources Inc.** which comprise the consolidated balance sheets as at December 31, 2014 and December 31, 2013 and the consolidated statements of shareholders' equity, operations and comprehensive income (loss), and cash flows for the years then ended and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of 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 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 audits to obtain reasonable assurance about whether the financial statements are free from 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 our 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, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purposes 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 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 opinions.

### Opinion

In our opinion, the financial statements present fairly in all material respects, the financial position of Currie Rose Resources Inc. as at December 31, 2014 and December 31, 2013 and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards.

### Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 3 to the consolidated financial statements which indicates that Currie Rose Resources Inc. has incurred losses for the years ended December 31, 2014 and December 31, 2013. This fact, along with other matters set forth in Note 3, indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern.

*Jones & O'Connell LLP*

Jones & O'Connell LLP  
Chartered Professional Accountants  
Licensed Public Accountants

April 27, 2015  
St. Catharines, Ontario

**Currie Rose Resources Inc.  
(An Exploration Stage Enterprise)**

**Consolidated Balance Sheet**

| As at December 31                           | 2014              | 2013                |
|---------------------------------------------|-------------------|---------------------|
| <b>Assets</b>                               |                   |                     |
| Cash                                        | \$ 105,545        | \$ 263,251          |
| Miscellaneous receivables                   | 56,907            | 100,836             |
| Prepaid expense                             | 3,696             | 2,885               |
|                                             | <u>166,148</u>    | <u>366,972</u>      |
| <b>Long-Term Investments</b> (Note 5)       | 70,499            | 18,000              |
| <b>Resource Properties</b> (Note 6)         | 717,563           | 830,016             |
|                                             | <u>\$ 954,210</u> | <u>\$ 1,214,988</u> |
| <b>Liabilities and Shareholders' Equity</b> |                   |                     |
| <b>Current</b>                              |                   |                     |
| Deposit on sale of resource property        | \$ 93,184         | \$ 82,640           |
| Accounts payable and accrued expenses       | 389,991           | 176,172             |
|                                             | <u>483,175</u>    | <u>258,812</u>      |
| <b>Shareholders' Equity</b> (Note 7)        |                   |                     |
| Common shares                               | 14,981,851        | 14,981,851          |
| Contributed Surplus                         | 966,793           | 966,793             |
| Common share purchase warrants              | -                 | -                   |
| Options                                     | 494,030           | 494,030             |
| Deficit                                     | (16,016,303)      | (15,486,498)        |
| Accumulated other comprehensive loss        | 44,664            | -                   |
|                                             | <u>471,035</u>    | <u>956,176</u>      |
|                                             | <u>\$ 954,210</u> | <u>\$ 1,214,988</u> |

Going Concern (Note 3) On behalf of the Board:

Harold Smith \_\_\_\_\_ Director  
"Signed"

Michael Griffiths \_\_\_\_\_ Director  
"Signed"

**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
Consolidated Statements of Shareholders' Equity

|                                             | <u>Common Shares</u> |                   |                     |                                |                |                     |                                               |                  |
|---------------------------------------------|----------------------|-------------------|---------------------|--------------------------------|----------------|---------------------|-----------------------------------------------|------------------|
|                                             | Number               | Amount            | Contributed Surplus | Common Share Purchase Warrants | Stock Options  | Deficit             | Accumulated Other Comprehensive Income (Loss) | Total            |
| <b>Balance, December 31 2011</b>            | 89,253,282 \$        | 14,981,851 \$     | 472,970 \$          | 57,196 \$                      | 544,807 \$     | (8,402,619) \$      | (1,084,717) \$                                | <b>6,569,488</b> |
| Common share consolidation on a 1:2.5 basis | (53,551,973)         | -                 | -                   | -                              | -              | -                   | -                                             | -                |
| Stock options issued and Vested (note 7)    | -                    | -                 | -                   | -                              | 50,787         | -                   | -                                             | 50,787           |
| Common share purchase warrants expired      | -                    | -                 | 57,196              | (57,196)                       | -              | -                   | -                                             | -                |
| Stock options cancelled or expired          | -                    | -                 | 145,671             | -                              | (145,671)      | -                   | -                                             | -                |
| Stock options issued (note 7)               | -                    | -                 | -                   | -                              | 280,084        | -                   | -                                             | 280,084          |
| Stock options expired                       | -                    | -                 | 182,699             | -                              | (182,699)      | -                   | -                                             | -                |
| Net comprehensive loss                      | -                    | -                 | -                   | -                              | -              | (864,367)           | 65,563                                        | (798,804)        |
| <b>Balance, December 31, 2012</b>           | <b>35,701,309</b>    | <b>14,981,851</b> | <b>858,536</b>      | <b>-</b>                       | <b>547,308</b> | <b>(9,266,986)</b>  | <b>(1,019,154)</b>                            | <b>6,101,555</b> |
| Stock options expired                       |                      |                   | 108,257             |                                | (108,257)      |                     |                                               |                  |
| Stock options vested (note 7)               |                      |                   |                     |                                | 54,979         |                     |                                               | 54,979           |
| Net comprehensive loss                      |                      |                   |                     |                                |                | (6,219,512)         | 1,019,154                                     | (5,200,358)      |
| <b>Balance December 31, 2013</b>            | <b>35,701,309</b>    | <b>14,981,851</b> | <b>966,793</b>      | <b>-</b>                       | <b>494,030</b> | <b>(15,486,498)</b> | <b>-</b>                                      | <b>956,176</b>   |
| Net comprehensive loss                      | -                    | -                 | -                   | -                              | -              | (529,805)           | 44,664                                        | (485,141)        |
| <b>Balance December 31, 2014</b>            | <b>35,701,309</b>    | <b>14,981,851</b> | <b>966,793</b>      | <b>-</b>                       | <b>494,030</b> | <b>(16,016,303)</b> | <b>44,664</b>                                 | <b>471,035</b>   |

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

**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**

**Consolidated Statement of Operations and Comprehensive Income (Loss)**  
For the years ended December 31, 2014 and 2013

| <u>(in Canadian dollars)</u>                                      | <u>2014</u>      | <u>2013</u>        |
|-------------------------------------------------------------------|------------------|--------------------|
|                                                                   | <u>\$</u>        | <u>\$</u>          |
| <b>Expenses</b>                                                   |                  |                    |
| Advertising                                                       | -                | 6,300              |
| Director and officer compensation (Notes 7 and 8)                 | -                | 39,747             |
| Bad debt expense                                                  | 36,585           | -                  |
| Listing and filing fees                                           | 11,524           | 21,073             |
| Management compensation (Note 8)                                  | 138,000          | 138,000            |
| Office and admin expense (Note 8)                                 | 99,564           | 65,763             |
| Office rent (Note 8)                                              | 12,000           | 12,000             |
| Professional services                                             | 99,248           | 184,631            |
| Share transfer agent fees                                         | 6,697            | 12,370             |
| Travel and entertainment                                          | 5,057            | 21,412             |
|                                                                   | <u>408,675</u>   | <u>501,296</u>     |
| <b>Loss before other income (expenses)</b>                        | <b>(408,675)</b> | <b>(501,296)</b>   |
| <b>Other income (expenses)</b>                                    |                  |                    |
| Change in market value of long-term investments                   | (15,750)         | (20,250)           |
| Foreign exchange (loss)                                           | (851)            | (515,940)          |
| Resource property maintenance costs pending sale closing (note 6) | (36,252)         | -                  |
| Write-down of resource property (Note 6)                          | <u>(68,277)</u>  | <u>(5,182,026)</u> |
| <b>Net income (loss) for the year</b>                             | <b>(529,805)</b> | <b>(6,219,512)</b> |
| <b>Other Comprehensive Income</b>                                 |                  |                    |
| Foreign exchange translation gain (loss)                          | <u>44,664</u>    | <u>1,019,155</u>   |
| <b>Net comprehensive income (loss) for the year</b>               | <b>(485,141)</b> | <b>(5,200,357)</b> |
| <hr/>                                                             |                  |                    |
| Earnings (Loss) per common share: (Note 10)                       |                  |                    |
| Basic                                                             | (0.014)          | (0.146)            |
| Diluted                                                           | (0.014)          | (0.146)            |
| Shares outstanding                                                | 35,701,309       | 35,701,309         |

**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**

**Consolidated Statement of Cash Flows**

For the years ended December 31, 2014 and 2013

|                                                            | 2014             | 2013             |
|------------------------------------------------------------|------------------|------------------|
| (in Canadian dollars)                                      | \$               | \$               |
| <b>Cash provided by (used for):</b>                        |                  |                  |
| <b>Operating Activities:</b>                               |                  |                  |
| Net income (loss) for the period                           | (529,805)        | (6,219,512)      |
| Items not involving cash:                                  |                  |                  |
| Director and officer compensation                          | -                | 39,747           |
| Stock-based compensation included in professional services | -                | 15,232           |
| Bad debt expense                                           | 36,585           | -                |
| Change in market value of long-term investments            | 15,750           | 20,250           |
| Unrealized foreign exchange (gain)                         | 9,258            | 549,624          |
| Resource property maintenance costs pending sale closing   | 36,252           | -                |
| Write- down of resource property                           | 68,277           | 5,182,026        |
| Changes in non-cash working capital balances:              |                  |                  |
| Miscellaneous receivables                                  | 7,344            | (38,321)         |
| Prepaid expenses                                           | (811)            | (585)            |
| Deposit on sale of mining claims                           | 10,544           | 82,640           |
| Accounts payable and accrued expenses                      | 213,819          | 101,870          |
| <b>Cash Used for Operating Activities</b>                  | <b>(132,787)</b> | <b>(267,029)</b> |
| <b>Investing Activities:</b>                               |                  |                  |
| Acquisition of long-term investments                       | (68,249)         | -                |
| Resource properties additions                              | (1,334)          | (13,540)         |
| <b>Cash Used for Investing Activities</b>                  | <b>(69,583)</b>  | <b>(13,540)</b>  |
| <b>Financing Activities:</b>                               |                  |                  |
| Issue of common shares, net of costs                       | -                | -                |
| <b>Cash Provided by Financing Activities</b>               | <b>-</b>         | <b>-</b>         |
| <b>Effect of foreign exchange</b>                          | <b>44,664</b>    | <b>-</b>         |
| <b>Increase (Decrease) in cash during year</b>             | <b>(157,706)</b> | <b>(280,569)</b> |
| <b>Cash, beginning of period</b>                           | <b>263,251</b>   | <b>543,820</b>   |
| <b>Cash, end of period</b>                                 | <b>105,545</b>   | <b>263,251</b>   |

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

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**1. Nature of the Business**

Currie Rose Resources Inc. was incorporated under the Canada Business Corporations Act on August 24, 1973. The Company is a exploration stage Company that since its inception has been engaged principally in the acquisition, exploration and development of resource properties and has not earned any significant revenues to date.

The head office and principal address of the Company is located at 110B Hannover Drive, Suite 102, St. Catharines Ontario L2W 1A4.

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**2. Basis of Presentation**

The Company's financial statements have been prepared in accordance with and using accounting policies in full compliance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"), effective for the Company's reporting for the years ended December 31, 2013, and December 31, 2014

The financial statements for the year ended December 31, 2014 have been approved for issue by the Board of Directors on April 27, 2015.

The Company's financial statements have been prepared on the historical cost convention, except for certain financial instruments, which are measured at fair value, as explained in the significant accounting policies set out in Note 4. The financial statements are presented in Canadian dollars, which is the Company's presentation currency as the Company is based in Canada and obtains the majority of its financing through Canadian dollar private placements. Canadian dollars is also the Company's functional currency for Canadian exploration activities and its corporate head office in Canada. The Company's functional currency for exploration activities and for corporate activities in Tanzania is US dollars.

The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.



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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**3. Going Concern**

The Company is in the business of exploring for and developing mineral properties. Substantially all of the efforts of the Company are devoted to these business activities. To date the Company has not earned significant revenues and is considered an exploration stage Company. For the year ended December 31, 2014, the Company incurred a loss before other income (expenses) of \$408,675 (2013 - \$501,296) and had an accumulated deficit of \$16,016,303 (2013 - \$15,486,498). The ability of the Company to carry out its future business plans rests with its ability to secure additional equity and other financing.

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards applicable to a going concern which assumes that the Company will continue in operation for the foreseeable future and be able to realize assets and satisfy liabilities in the normal course of business. The Company believes that it currently has sufficient cash to meet its ongoing commitments and obligations over the next twelve months. If the Company is unable to obtain additional financing, exploration activities will cease. Further, the Company has ongoing operating expenses that continue beyond the next year, and there is a material uncertainty that the Company will be able to obtain additional financing in the near or long-term future given the current market environment for small exploration stage companies, notwithstanding the success of its previous private placements.

The Company's primary concern during the year has been the preservation of limited working capital resources. This included negotiating the sale of its resource properties in Tanzania, as these properties require ongoing costs to preserve ownership of the claims. As of December 31, 2013, the Company completed negotiations for the sale of its interest in the resource properties known as Mabale Hills and Jubilee Reef, located in Tanzania. However, the sale of the Mabale Hills property has not yet closed pending transfer approvals from the Tanzanian authorities.

The sale of the Company's remaining 34% interest in Jubilee Reef was closed in December 2014. The consideration for the Jubilee Reef claims included 12 million shares of Lontown Resources Ltd. and a payment of up to \$120,000US for any transaction costs. The Company retained a 2% net smelter royalty (NSR) on any future gold production from the Jubilee Reef claims.

The sale of the Mabale Hills claims in Tanzania was announced on May 14, 2013. The consideration was \$80,000US, and 2 million common shares of a private Australian Company known as Simba Resources Ltd. As of December 31, 2013, the \$80,000 has been paid to the Company. The Company will retain a 2% NSR on any future gold production from the Mabale Hills claims.

These financial statements include significant write-downs based on the above exploration properties based on considerations that were negotiated during the first quarter of 2013. The values shown in note 6 for the Mabale Hills property represents the current estimated limits of recovery based on the current value of the considerations that were negotiated.

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**4. Significant Accounting Policies**

**Method of Consolidation**

These consolidated financial statements include the accounts of the parent Currie Rose Resources Inc., and the accounts of its wholly owned subsidiary Currie Rose Resources (T) Limited as at and for the years ended December 31, 2014 and 2013.

**Foreign Exchange**

**Translation to Functional Currency**

All transactions taking place in currencies other than the functional currency of the related operating segment are recorded in the functional currency on the date of the transaction using the spot exchange rate between the functional currency and the transactional currency. At the end of the reporting period, monetary items in currencies other than the functional currency are translated using the closing rate on such date. Non-monetary items in currencies other than the functional currency are measured using the historical exchange rate in effect when the transaction occurred. Exchange gains and losses arising on the translation of monetary items to the functional currency are included in other income (expense) for the year.

**Translation to Presentation Currency**

Amounts in a functional currency that are not the presentation currency are translated to the presentation currency as follows: assets and liabilities are translated at the closing rate at the end of the period; income and expenses are translated at the exchange rate at the dates of the transactions. All resulting differences are recognized in other comprehensive income.

**Revenue Recognition**

Revenue is recognized when earned as per contractual agreements and when ultimate collection is reasonably assured and the price is reasonably determinable.

Interest income on short-term investments is recognized using the effective interest method.

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**4. Significant Accounting Policies (Continued)**

**Financial Instruments**

Financial instruments are initially recognized at their fair value on a settlement date basis when the Company becomes a party to the contractual provisions of the financial instrument or non-financial derivative contract. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Subsequent measurement of financial instruments is based on the classification of the financial instruments as follows.

a) Fair Value through Profit or Loss

Cash, short-term investment, miscellaneous receivables and long-term investments have been designated as financial assets at fair value through profit and loss and recorded on the balance sheet at fair value, with any changes in fair value being recorded in other income (expense). The fair value of cash approximates its cost given its short-term maturity as it is expected to be recovered within one year. The fair value of short-term investment is calculated using a discounted cash flow approach, with the discount rate being highest available interest rate, at or near the statement date for an investment with a similar maturity. The fair value of miscellaneous receivables approximate their original cost amounts due to their short-term maturities as they are expected to be recovered within one year. The fair value of long-term investments is valued using quoted market price in an active market. Transaction costs associated with these items are expensed as incurred.

Accounts payable and accrued expenses have been designated as a financial liability at fair value through profit and loss and recorded on the balance sheet at fair value, with any changes in fair value being recorded in other income (expense). The fair value of accounts payable and accrued expenses approximates their cost due to their inherent nature.

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**4. Significant Accounting Policies (Continued)**

**Resource Properties**

Resource properties are recorded at cost on an area of claims basis and carried as an asset until the results of the project are known. Cost includes initial acquisition costs of the property and exploration expenses incurred with respect to the property, net of any recoveries received with respect to option agreements entered into related to the property. In the event a commercial ore deposit is located, cost will be amortized against income by the unit of production method. In the event of an abandonment, sale, or the expiration of an area of claims, cost will be written off against income.

These financial statements for the year ended December 31, 2014 include a write-down of \$68,277 as an adjustment of value, based on considerations received in negotiations for the sale of resource properties in Tanzania. The write down is reported under Other Income (Expenses) in the Consolidated Statement of Operations and Comprehensive Loss.

The cost of resource properties do not necessarily reflect present or future values. The ultimate realization of the amounts shown as resource properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the successful commercial development and exploration of the areas of interest, including the ability to obtain necessary financing to complete development or alternatively by their sale.

Based on annual impairment reviews by management, or circumstances indicating that the net carrying amount of these resource property costs will not be recovered such as would be indicated by the following:

- Exploration activities have ceased;
- Exploration results are not promising such that exploration will not be planned for the foreseeable future;
- Lease ownership right expired;
- funding is not available to complete the exploration program; or
- the sale of the property,

then the carrying amount is written down to fair value accordingly and the write-down amount charged to operations under Other Income (Expenses).

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**4. Significant Accounting Policies (Continued)**

**Share Capital**

Common shares issued in exchange for goods and services are recorded at an amount based on the fair market value of the common shares just prior to the date of issuance.

Common shares issued in private placements, in conjunction with common share purchase warrants, are recorded using the residual method, whereby the proceeds of the private placement are allocated first to the common shares at the lesser of the common share's fair value and the gross proceeds of the private placement, with any residual amounts then being allocated to the common share purchase warrants.

Share issuance expenses are applied against share capital.

**Stock Based Compensation**

The Company recognizes as compensation the fair value of common share purchase warrants or stock options issued in exchange for services provided by officers and directors and outside consultants. The cost of officer and director compensation is calculated using the fair value method based on the fair value of the common share purchase warrant or stock option on the granting date. The cost of outside consultant compensation is calculated using the fair value method based on the fair value of the common share purchase warrant or stock option on the earlier of a) date when performance is complete; b) date on which a commitment for performance by the counterparty to earn the compensation is reached or c) the grant date. Compensation expense is recognized over the vesting period of the related instrument granted or the service period for which such instrument is granted, whichever is shorter.

The proceeds from the exercise of stock options or warrants are recognized in share capital upon exercise at the exercise price paid by the holder, along with the related cost of such items originally credited to common share purchase warrants or options.

Option pricing models require the input of highly subjective assumptions, including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate and therefore the existing models do not necessarily provide a reliable single measure of the fair value of the common share purchase warrants and stock options issued.

**Income Tax**

The Company follows the liability method of income tax allocation. Under this method, future tax assets and liabilities are determined based on differences between the financial reporting and tax bases of assets and liabilities and are measured using the substantially enacted tax rates and laws that will be in effect when the differences are expected to reverse. The amount of future tax assets recognized is limited to the amount, if any, that is considered to be more likely than not to be realized.

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**5. Long-Term Investments**

|                                                                                        | <u>2014</u>      | <u>2013</u>      |
|----------------------------------------------------------------------------------------|------------------|------------------|
| Trueclaim Exploration Inc., 45,000 common shares<br>(a Canadian corporation)           | \$ 2,250         | \$ 18,000        |
| Liontown Resources Limited, 12,000,000<br>common shares<br>(an Australian corporation) | 68,249           | -                |
|                                                                                        | <u>\$ 70,499</u> | <u>\$ 18,000</u> |

**Currie Rose Resources Inc.**

**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

**6. Resource Properties**

| <b>December 31,<br/>2013</b> | <b>Opening</b>      | <b>Acquisition<br/>(Disposal)</b> | <b>Exploration</b> | <b>Option<br/>Agreement<br/>(Recovery)</b> | <b>Write-down</b>     | <b>Translation<br/>Adjustment</b> | <b>Closing</b>    |
|------------------------------|---------------------|-----------------------------------|--------------------|--------------------------------------------|-----------------------|-----------------------------------|-------------------|
| Scadding                     | \$ 525,223          |                                   | \$ -               | \$ -                                       | \$ -                  | \$ -                              | \$ 525,223        |
| Tanzania                     |                     |                                   |                    |                                            |                       |                                   |                   |
| Jubilee Reef                 | 863,295             | -                                 | 2,235              | -                                          | (848,859)             | 103,329                           | 120,000           |
| Mabale Hills                 | 4,140,454           | -                                 | 11,305             | -                                          | (4,333,167)           | 366,201                           | 184,793           |
|                              | <u>\$ 5,528,972</u> | <u>\$ -</u>                       | <u>\$ 13,540</u>   | <u>\$ -</u>                                | <u>\$ (5,182,026)</u> | <u>\$ 469,530</u>                 | <u>\$ 830,016</u> |
| <b>December 31,<br/>2014</b> |                     |                                   |                    |                                            |                       |                                   |                   |
| Scadding                     | \$ 525,223          | -                                 | -                  | -                                          | -                     | -                                 | 525,223           |
| Tanzania:                    |                     |                                   |                    |                                            |                       |                                   |                   |
| Jubilee Reef                 | 120,000             | (68,249)                          | -                  | -                                          | (47,383)              | (4,368)                           | -                 |
| Mabale Hills                 | 184,793             | -                                 | 1,334              | -                                          | (20,894)              | 27,107                            | 192,340           |
|                              | <u>\$ 830,016</u>   | <u>\$ (68,249)</u>                | <u>\$ 1,334</u>    | <u>\$ -</u>                                | <u>\$ (68,277)</u>    | <u>\$ 22,739</u>                  | <u>\$ 717,563</u> |

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**Currie Rose Resources Inc.**  
**(An Exploration Stage Enterprise)**  
**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**6. Resource Properties (Continued)**

The carrying values of the Company's resources properties at December 31, 2014 was **\$717,563** (2013 - \$830,016). Management's review of these carrying values indicated that at December 31, 2014, the properties were not impaired. However, during the year ended December 31, 2014, it was apparent that the availability of financing for exploration or maintenance of resource properties is very remote for the foreseeable future. Without adequate funding to maintain the Company's claims, management made the decision to terminate exploration activities in Tanzania and negotiated the sale of the properties located in Tanzania. Sale agreements were concluded, and accordingly the determination of the sale value results in an appropriate write-down of the carrying value of the particular resource properties in Tanzania as of March 31, 2013, and a further write-down as of December 31, 2014, to the estimated net realizable value of certain considerations that have been negotiated, pending closing the respective resource property sale agreements.

Scadding Township

Beneficial ownership of 49% of gold mining claims covering 1,895 acres in Northern Ontario. These claims are embodied in seven leases granted by the Ministry of Natural Resources totaling 56 claims. One of these leases is set to expire in 2023, three in 2025, one in 2026 and two in 2027. Each of these leases contain a 21 year renewal clause at the option of Ministry of Natural Resources. Management is of the opinion that such renewals will be offered and they intend to act on these renewal clauses.

The Company is committed to a royalty payment in the amount of \$100,000, payable 10 days after the end of the third calendar month in which production occurs from the claims. The Company is also committed to a royalty payment of \$1 per ton of ore removed from designated claims registered against the property.

On August 13, 2009, the Company closed an option agreement with Trueclaim Exploration Inc. ("Trueclaim"), through which Trueclaim has acquired a 51% interest in the property upon completion of the following steps:

- Pay the Company \$100,000 and issue 150,000 common shares. This step was completed upon closing of the option agreement on August 13, 2009, with the payment of \$100,000 and issuance of 150,000 common shares of Trueclaim at a fair value of \$0.15 per common share for a total fair value of \$22,500;
- Incur \$500,000 towards exploration of the property and issue 150,000 common shares to the Company by August 13, 2010. This step was completed on May 5, 2010 upon incurring more than \$500,000 towards exploration of the property and issuance of 150,000 common shares of Trueclaim at a fair value of \$0.13 per common share for a total fair value of \$19,500;
- Incur a further \$1,500,000 towards exploration of the property and issue 150,000 common shares to the Company by August 13, 2012. This step was completed on April 20, 2011 upon incurring more than \$1,500,000 towards exploration of the property and issuance of 150,000 common shares of Trueclaim at a fair value of \$0.17 per common share for a total fair value of \$25,500.



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**Currie Rose Resources Inc.**  
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**6. Resource Properties (Continued)**

Scadding Township (Continued)

Trueclaim is the operator of the property and will be responsible for the maintenance of the property and payment of all related costs associated with the property. Trueclaim has also agreed to pay the \$100,000 royalty payment noted above on behalf of the Company if and when it becomes payable.

Once Trueclaim earned its 51% interest in the property, through the completion of the three steps noted above, the option agreement called for Trueclaim and the Company to enter into a joint venture, with Trueclaim having a 51% interest and the Company having a 49% interest. The companies have not yet entered into this joint venture agreement as of December 31, 2014.

The Company will not be obligated to make any further financial contributions to the joint venture once entered into and its interest will be a carried interest. In the event that Trueclaim places the property into commercial production, Trueclaim shall increase its interest in the property from 51% to 100% by making a payment of \$2,000,000 to the Company and entering into a royalty agreement for a 3% net smelter return to Company.

Tanzania - Jubilee Reef

Beneficial ownership of 34% of a mining tenement in the Lake Victoria gold field of Tanzania known as Jubilee Reef, covering 102 kilometres squared.

This property is subject to a royalty on gold payable under the terms of a Deed of Sale and Royalty dated May 29, 2004.

This property is subject to a net smelter return royalty payable as follows: if production from the tenement is 50,000 ounces of gold or less per calendar year, then the royalty shall be U.S. \$3.00 per ounce if the price of gold is U.S. \$350 per ounce or less, or U.S. \$5.00 per ounce if the price of gold is greater than \$350 per ounce. If production from the tenement is greater than 50,000 ounces of gold per calendar year, then the royalty shall be U.S. \$5.00 per ounce if the price of gold is U.S. \$350 per ounce or less, or U.S. \$7.50 per ounce if the price of gold is greater than \$350 per ounce.

On January 21, 2011, the Company signed a letter of intent with Lione Resources Limited ("Lione"), in which Lione could acquire up to 75% interest in Tanzania - Jubilee Reef upon completion of the following steps:

1st stage: Perform a 4 month data review which will include defining drilling targets and incur US \$50,000 towards exploration of the property. This step was completed as of December 31, 2011 upon incurring more than \$50,000 towards exploration of the property

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**6. Resource Properties (Continued)**

Tanzania - Jubilee Reef (Continued)

2nd stage: Earn 51% interest by sole funding exploration as follows:

- 5,000 metres of drilling by December 31, 2011 (which has been completed);
- a further 10,000 metres of drilling by December 31, 2013 (which has been completed)

3rd stage: Earn a further 24% interest by sole funding a definitive feasibility study, at which point the parties to the agreement will then contribute costs on a pro-rata basis based on their respective interests on the property. The election of Liontown to proceed with the 3rd stage shall be made within 60 days of completion of stage 2 and communicated in writing with the Company.

The Company announced on April 29, 2013, that it had reached an agreement with Liontown Resources Ltd to sell its remaining 34% interest in the Jubilee Reef claims to Liontown. The consideration for the sale is that Liontown will issue 12 million shares to the Company and make a payment of up to \$120,000US for any transaction costs. The Company will retain a 2% net smelter royalty on any future gold production from the claims. This agreement was completed in December 2014.

Accordingly, management had written down the carrying value of this property to the estimated net realizable value of \$120,000 and charged the write-down of \$848,859 to other expenses in the statement of operations for the year ended December 31, 2013, and similarly charged a further write-down of \$47,383 for the year ended December 31, 2014.

Tanzania - Mabale Hills

Beneficial ownership of 100% of a mining tenement in the Lake Victoria gold field of Tanzania known as Mabale Hills, covering 178 kilometres squared.

This property is subject to a royalty on gold payable under the terms of a Deed of Sale and Royalty dated May 29, 2004.

The Company announced on May 14, 2013, that it had reached an agreement to sell its interest in the Mabale Hills claims to a private Australian Company known as Simba Resources Ltd (Simba). The consideration for the sale is that Simba will issue 2 million common shares to the Company and make three payments totalling \$90,000US staged over the following eight months. On September 26, 2013, an amendment to the agreement dated May 14, 2013, revised the three payments totalling \$90,000US to \$80,000US and the issue of 2,100,000 common shares of Simba. Subsequent to the agreement, Simba merged with Argentina Mining Limited. Simba shareholders received two common shares of Argentina Mining Limited for each Simba common share. Thus the Company will receive 4,200,000 common shares of Argentina Mining Limited, a listed company traded in Australia. Argentina Mining Limited changed its name to Tanga Resources Limited, and trades on the Australian stock exchange under the code TRL as of December 31, 2014. The Company has received the payments totalling \$80,000US. However, the transfer of the Mabale Hills property has not yet closed, pending transfer approval from the Tanzanian authorities. The Company will retain a 2% NSR for any mineral production from the claims. Accordingly management has written down the carrying value of this property to the net realizable value of \$192,340 and charged the write down of \$4,333,167 to other expenses in the statement of operations for the year ended December 31, 2013, and similarly charged a further write-down of \$20,894 for the year ended December 31, 2014.

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**Currie Rose Resources Inc.**  
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**7. Shareholders' Equity**

**Common Shares and Common Share Purchase Warrants**

The common shares are authorized for an unlimited number to be issued.

As at December 31, 2014, and 2013, there were no common share purchase warrants outstanding.

**Stock Options**

The Company has a Stock Option Plan which allows for the granting of stock options to directors, officers, employees and consultants as additional compensation for services rendered, with such options generally being exercisable over a five year period. The options are generally required to have an exercise price no less than the market price prevailing on the day the option is granted. The maximum number of common shares which may be issued pursuant to options granted under the stock option plan is 7,140,026 (2012 – 7,140,026). The stock option plan provides that the number of common shares issuable to any one optionee, together with all of the Company's other previously established or proposed share compensation arrangements to that optionee, may not exceed 20% of the total number of issued and outstanding common shares of the Company. In addition, the number of common shares which may be reserved for issuance to any one consultant or any one investor relations individual shall not exceed 2% on a yearly basis and to any other one individual may not exceed 20% on a yearly basis.

The options granted for periods of greater than eighteen month under the plan vest at a rate of 25% upon regulatory approval and 25% every six months thereafter unless otherwise specified. The options granted for periods less than eighteen months vest immediately. Upon change in control, as defined by the Income Tax Act, all outstanding options immediately become vested.

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**Currie Rose Resources Inc.**  
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**Notes to Consolidated Financial Statements**

**December 31, 2014 and 2013**

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**7. Shareholders' Equity (Continued)**

**Stock Options**

As at December 31, 2014, a total of 5,325,000 of stock options have vested and are exercisable at a weighted average price of \$0.17.

The following is information regarding options outstanding at December 31, 2014, 2013 and 2012.

|                                                   | Number                  | Weighted<br>Average<br>Exercise price |
|---------------------------------------------------|-------------------------|---------------------------------------|
| Outstanding, December 31, 2011                    | 8,275,000               | \$ 0.14                               |
| Expired or cancelled – pre-consolidation shares   | (1,500,000)             | \$ 0.14                               |
| Adjustment for 1:2.5 consolidation on May 1, 2012 | (4,065,000)             | 0.14                                  |
| Expired or cancelled – post consolidation shares  | (628,000)               | 0.45                                  |
| Granted – June 13, 2012                           | <u>3,483,000</u>        | 0.10                                  |
| <b>Outstanding, December 31, 2012</b>             | <b>5,565,000</b>        | <b>0.16</b>                           |
| Expired January 12, 2013                          | <u>240,000</u>          | 0.22                                  |
| <b>Outstanding, December 31, 2013</b>             | 5,325,000               | 0.16                                  |
| No changes during 2014                            | <u>-</u>                |                                       |
| <b>Outstanding, December 31, 2014</b>             | <b><u>5,325,000</u></b> | <b>0.16</b>                           |

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**7. Shareholders' Equity (Continued)**

**Stock Options (Continued)**

On September 14, 2010, the Company granted options for the purchase of up to 1,100,000 (440,000 after share consolidation) common shares at a price of \$0.10 (\$0.25 after share consolidation) per share exercisable up to September 14, 2020 to a director and two officers of the Company. The total fair value of the options granted was calculated to be \$109,890. As of December 31, 2012, \$109,890 of the stock options were vested and have been recognized as director and officer compensation. The following assumptions were used in the calculation:

|                              |                 |
|------------------------------|-----------------|
| Risk-free interest rate      | <b>3.10%</b>    |
| Expected life                | <b>10 years</b> |
| Price volatility             | <b>205%</b>     |
| Weighted average share price | <b>\$0.10</b>   |
| Exercise price               | <b>\$0.10</b>   |
| Dividend yield               | <b>Nil</b>      |

On January 12, 2011, the Company granted options for the purchase of up to 600,000 (240,000 after share consolidation) common shares at a price of \$0.22 (\$0.55 after share consolidation) per share exercisable up to January 12, 2013 to a consultant. The total fair value of the options granted was calculated to be \$108,257. As of December 31, 2012, \$108,257 of the stock options were vested and have been recognized as professional fees. These options expired on January 12, 2013. The following assumptions were used in the calculation:

|                              |                |
|------------------------------|----------------|
| Risk-free interest rate      | <b>1.77%</b>   |
| Expected life                | <b>2 years</b> |
| Price volatility             | <b>188%</b>    |
| Weighted average share price | <b>\$0.22</b>  |
| Exercise price               | <b>\$0.22</b>  |
| Dividend yield               | <b>Nil</b>     |

On March 31, 2011, the Company granted options for the purchase of up to 1,500,000 common shares at a price of \$0.15 per share, exercisable up to March 31, 2021 to three directors and two officers and one consultant. The total fair value of the options granted was calculated to be \$202,196. As of December 31, 2012, \$101,098 of the stock options were vested and \$94,358 has been recognized as director and officer compensation and \$6,740 as professional fees. The following assumptions were used in the calculation:

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**7. Shareholders' Equity (Continued)**

**Stock Options (Continued)**

|                              |                 |
|------------------------------|-----------------|
| Risk-free interest rate      | <b>3.45%</b>    |
| Expected life                | <b>10 years</b> |
| Price volatility             | <b>199%</b>     |
| Weighted average share price | <b>\$0.14</b>   |
| Exercise price               | <b>\$0.15</b>   |
| Dividend yield               | <b>Nil</b>      |

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During the 1<sup>st</sup> quarter of 2012, the Company cancelled the stock options issued on March 31, 2011.

On June 13, 2012, the Company granted options for the purchase of up to 3,483,000 common shares at a price of \$0.10 per share exercisable until June 12, 2023 to three directors and two officers. The total fair value of the options granted was calculated to be \$203,148. As at December 31, 2013, \$54,976 (2012 - \$148,172) of the stock options were vested and \$39,747 (2012 - \$107,120) was recognized as director and officer compensation and \$15,232 (2012 - \$41,052) as professional fees. The following assumptions were used in the calculation.

|                              |          |
|------------------------------|----------|
| Risk-free interest rate      | 2.15%    |
| Expected life                | 10 years |
| Price volatility             | 184%     |
| Weighted average share price | \$0.06   |
| Exercise price               | \$0.10   |
| Dividend yield               | nil      |

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

**7. Shareholders' Equity (Continued)**

**Stock Options (Continued)**

|  | <b>Weighted<br/>Average<br/>Fair Value</b> | <b>Weighted<br/>Average<br/>Exercise Price</b> |
|--|--------------------------------------------|------------------------------------------------|
|--|--------------------------------------------|------------------------------------------------|

On the 3,483,000 stock option granted during 2012,  
The following information is provided:

|                                                   |         |      |
|---------------------------------------------------|---------|------|
| Exercise price exceeds market value on grant date | \$ 0.06 | 0.10 |
|---------------------------------------------------|---------|------|

The following table provides additional information with respect to the Company's stock options outstanding at December 31, 2014.

| <b>Exercise Price</b> | <b>Outstanding<br/>December 31, 2014</b> | <b>Weighted<br/>Average<br/>Exercise Price</b> | <b>Weighted<br/>Average<br/>Life to Expiry<br/>(Years)</b> |
|-----------------------|------------------------------------------|------------------------------------------------|------------------------------------------------------------|
| \$ 0.50               | 122,000                                  | 0.50                                           | 4.4                                                        |
| 0.25                  | 1,400,000                                | 0.25                                           | .3                                                         |
| 0.25                  | 320,000                                  | 0.25                                           | 5.8                                                        |
| 0.10                  | 3,483,000                                | 0.10                                           | 7.5                                                        |
|                       | 5,325,000                                | 0.16                                           | 4.4                                                        |

**Shareholder Rights Plan**

Under a Shareholder Rights Plan Agreement (the "Agreement"), dated June 1, 2010, (Amended on May 7, 2013) the Company has issued rights which attach to the Company's common shares on a one for one basis.

These rights allow the common shareholder (except for a shareholder who has reached more than 20% beneficial ownership in the Company as defined in the Agreement) to receive a specified number of common shares equal to the market value of two times the exercise price of the right, as determined by the Agreement, in exchange for the payment of the exercise price as determined by the Agreement, on the exercise date, which is ten trading days after the earlier of: (i) Date of the public announcement that one shareholder has reached more than 5% beneficial ownership in the Company as defined in the Agreement; (ii) Date of commencement of a Take-over bid other than a permitted Bid or a Competing Bid as defined in the Agreement; and (iii) Date on which a permitted Bid or a Competing Bid as defined in the Agreement ceases to be such.

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**7. Shareholders' Equity (Continued)**

**Shareholder Rights Plan (Continued)**

These rights can be redeemed by the board of directors, only if all rights issued are redeemed at the same time, at a redemption price of \$0.00001 per right at any time prior to the exercise date noted above. These rights are also deemed to be 100% redeemed by the board of directors, at a redemption price of \$0.00001 per right on the date of a Permitted bid as defined in the Agreement.

These rights expire the earlier of: (i) Exercise date of the rights; (ii) Redemption date of the rights; and (iii) Three years from the date of approval of the continuation of the Rights Plan.

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**8. Related Party Transactions**

Related parties include management and directors of Currie Rose Resources Inc. Transactions are in the normal course of operations and are measured at the exchange amount of consideration established and agreed to by the related parties. The following is a summary of transactions with related parties:

|                                                             | 2014    | 2013      |
|-------------------------------------------------------------|---------|-----------|
| <b>Expenditures</b>                                         |         |           |
| Director and officer compensation                           | \$ -    | \$ 39,747 |
| Professional fees                                           | 99,248  | 136,746   |
| Management compensation                                     | 138,000 | 138,000   |
| Office and admin expense                                    | 30,000  | 30,000    |
| Office rent                                                 | 12,000  | 12,000    |
| Exploration costs included in Resource Properties in Note 6 | -       | 373       |

The accounts payable and accrued expenses, reported in the balance sheet, include management compensation, office and admin expense, and office rent payable to related parties, for a total of \$300,000 at December 31, 2014, (2013 - \$120,000)

The Company is party to management agreements with the CEO and the President, related parties, for a total \$15,000 per month, comprised of \$1,000 for office and equipment rental, \$2,500 for secretarial services and \$11,500 for management services. These agreements shall continue until June 30, 2017, with an automatic three year renewal clause until June 30, 2020, or until terminated by the Company or the CEO and President. In the event of termination without cause, the Company must pay \$360,000 as compensation to the CEO and President. The agreement also calls for other bonuses and incentive payments if certain Company goals and objectives are met with respect to the resource properties held.



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**9. Income Taxes**

| Deferred Tax Assets                                              | 2014                       | 2013                       |
|------------------------------------------------------------------|----------------------------|----------------------------|
| Deferred tax assets to be recovered within 12 months             | \$ 333                     | \$ 4,131                   |
| Deferred tax assets to be recovered after more<br>Than 12 months | <u>3,638,852</u>           | <u>3,410,922</u>           |
| <b>Deferred Tax Assets</b>                                       | <b><u>\$ 3,639,185</u></b> | <b><u>\$ 3,415,053</u></b> |
| <b>Valuation Allowance</b>                                       | <b><u>(3,639,185)</u></b>  | <b><u>(3,415,053)</u></b>  |
| <b>Net Deferred Tax Assets</b>                                   | <b><u>\$ -</u></b>         | <b><u>\$ -</u></b>         |

The following is a reconciliation of potential income tax recoveries, known as deferred tax assets, with income tax recovery (expense) for the years ending December 31, 2014 and 2013.

| December 31, 2014           | Opening<br>Balance | Recognized in<br>Income (Loss) | Closing<br>Balance |
|-----------------------------|--------------------|--------------------------------|--------------------|
| <b>Deferred tax assets:</b> |                    |                                |                    |
| Long-term investments       | \$ 6,559           | 2,087                          | 8,646              |
| Resource properties         | 798,135            | 85,987                         | 884,122            |
| Share issuance cost         | 4,131              | (3,798)                        | 333                |
| Non-capital losses          | 2,599,292          | 139,856                        | 2,739,148          |
| Foreign income taxes paid   | <u>6,936</u>       | <u>-</u>                       | <u>6,936</u>       |
| Total deferred tax assets   | 3,415,053          | 224,132                        | 3,639,185          |
| Valuation allowance         | <u>(3,415,053)</u> | <u>(224,132)</u>               | <u>(3,639,185)</u> |
| <b>Net tax expense</b>      | <b><u>\$ -</u></b> | <b><u>-</u></b>                | <b><u>-</u></b>    |

| December 31, 2013           | Opening<br>Balance | Recognized in<br>Income (Loss) | Closing<br>Balance |
|-----------------------------|--------------------|--------------------------------|--------------------|
| <b>Deferred tax assets:</b> |                    |                                |                    |
| Long-term investments       | \$ 2,385           | 4,174                          | 6,559              |
| Resource properties         | 857,960            | (59,825)                       | 798,135            |
| Share issuance cost         | 22,692             | (18,561)                       | 4,131              |
| Non-capital losses          | 806,005            | 1,793,287                      | 2,599,292          |
| Foreign income taxes paid   | <u>6,936</u>       | <u>-</u>                       | <u>6,936</u>       |
| Total deferred tax assets   | 1,695,978          | 1,719,075                      | 3,415,053          |
| Valuation allowance         | <u>(1,695,978)</u> | <u>(1,719,075)</u>             | <u>(3,415,053)</u> |
| <b>Net tax expense</b>      | <b><u>-</u></b>    | <b><u>-</u></b>                | <b><u>-</u></b>    |

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**9. Income Taxes (Continued)**

The following is an explanation of the relationship between income tax expense and accounting income.

|                                                                                          | <u>2014</u>    | <u>2013</u>      |
|------------------------------------------------------------------------------------------|----------------|------------------|
| Accounting income (loss) before tax                                                      | (485,141)      | (5,200,357)      |
| Tax on accounting income (loss) at applicable statutory rates – 26.5% (2013 – 26.5%)     | (128,562)      | (1,560,107)      |
| Tax effect of expenses relating to the Origination and reversal of permanent differences | (11,836)       | (270,076)        |
| Tax effect of expenses relating to the origination and reversal of temporary differences | (83,734)       | 111,108          |
| Increase (decrease) in valuation Allowance                                               | <u>224,132</u> | <u>1,719,075</u> |
| Tax expense                                                                              | \$ <u>-</u>    | <u>-</u>         |

The Company has deductible temporary differences with respect to its long term investments, whereby the amounts deductible for income tax purposes exceed the amounts recorded for accounting purposes by \$32,625, (2013 - \$24,750)

The Company has deductible temporary differences with respect to its resources properties, whereby the amounts deductible for income tax purposes exceed the amounts recorded for accounting purposes by \$3,336,311, (2013 - \$3,011,831).

The Company has deductible temporary differences with respect to its share issuance cost, whereby the amount recorded for accounting purposes exceed the amounts deductible for income tax purposes by \$1,258 (2013 - \$15,587)

The Company has non-capital loss carry-forwards, which can be used to reduce future income taxes payable, expiring as follows: 2015 - \$128,987; 2026 - \$257,437; 2027 - \$438,370; 2028 - \$518,999, 2029 - \$536,837, 2030 - \$189,376, 2031 - \$516,522, 2032 - \$401,981, 2033 - \$390,969, and 2034 - \$330,903

The Company's subsidiary has non-capital losses carry-forward, which can be used to reduce future income taxes payable, for \$5,852,482.

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**10. Earnings (Loss) per Common Share**

|                                             | <u>2014</u>         | <u>2013</u>        |
|---------------------------------------------|---------------------|--------------------|
| Net income (loss) for the year              | \$ <u>(485,141)</u> | <u>(6,219,512)</u> |
| Average number of common shares outstanding | 35,701,309          | 35,701,309         |
| Stock options potentially exercisable       | -                   | -                  |
| Warrants potentially exercisable            | -                   | -                  |
| Common shares potentially repurchased       | <u>-</u>            | <u>-</u>           |
| Average diluted number of common shares     | <u>35,701,309</u>   | <u>35,701,309</u>  |
| Basic earnings (loss) per share             | (0.014)             | (0.146)            |
| Diluted earnings (loss) per share           | (0.014)             | (0.146)            |

The diluted weighted average number of common shares outstanding for the year ended December 31, 2014 and 2013 exclude the following items due to their anti-dilutive effect.

| <u>Anti-dilutive potential securities</u> | <u>2014</u>      | <u>2013</u>      |
|-------------------------------------------|------------------|------------------|
| Common shares potentially assumable:      |                  |                  |
| - <u>under stock options</u>              | <u>5,325,000</u> | <u>5,325,000</u> |

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**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

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**11. Segment Disclosures**

The Company considers a reportable segment to be a component of their operations which engages in business activities that incur expenses and whose operating results are regularly evaluated through a review of discrete financial information.

The Company has identified as a reportable segment based on the following geographic locations. The amounts shown are denominated in Canadian \$, associated with each geographical region are summarized in the following tables.

| <b>CANADA</b>                         | <b>2014</b> | <b>2013</b> |
|---------------------------------------|-------------|-------------|
| <b>Assets</b>                         |             |             |
| Cash and accounts receivable          | \$ 92,365   | \$ 263,251  |
| Accounts receivable and prepaids      | 56,907      | 60,897      |
| Investments                           | 70,499      | 18,000      |
| Resource properties                   | 525,223     | 525,223     |
| <b>Liabilities</b>                    |             |             |
| Accounts payable and accrued expenses | 336,794     | 149,766     |
| <b>TANZANIA</b>                       |             |             |
| <b>Assets</b>                         |             |             |
| Cash                                  | \$ 13,180   | \$ -        |
| Accounts receivable and prepaids      | -           | 42,824      |
| Resource properties                   | 192,340     | 304,793     |
| <b>Liabilities</b>                    |             |             |
| Deposit on sale of mining claims      | 93,184      | 82,640      |
| Accounts payable                      | 53,193      | 26,406      |

**Currie Rose Resources Inc.**  
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**December 31, 2014 and 2013**

**11. Segment Disclosures (Continued)**

| <b>CANADA</b>                                            | <b>2014</b>             | <b>2013</b>               |
|----------------------------------------------------------|-------------------------|---------------------------|
| <b>Expenses</b>                                          |                         |                           |
| Advertising                                              | \$ -                    | \$ 6,300                  |
| Director and officer compensation                        | -                       | 39,747                    |
| Listing and filing fees                                  | 11,524                  | 21,073                    |
| Management compensation                                  | 138,000                 | 138,000                   |
| Office and admin expense                                 | 34,136                  | 44,796                    |
| Office rent                                              | 12,000                  | 12,000                    |
| Professional services                                    | 99,248                  | 173,782                   |
| Share transfer agent fees                                | 6,697                   | 12,370                    |
| Travel and entertainment                                 | 5,057                   | 21,412                    |
| <b>Other Income (Loss)</b>                               |                         |                           |
| Change in market value of long-term investments          | (15,750)                | (20,250)                  |
| Foreign exchange (loss)                                  | 851                     | 22,396                    |
| <b>Net Income (Loss)</b>                                 | <b><u>(323,263)</u></b> | <b><u>(467,334)</u></b>   |
| <br><b>TANZANIA</b>                                      |                         |                           |
| <b>Expenses</b>                                          |                         |                           |
| Office and admin expense                                 | 65,428                  | 20,967                    |
| Professional services                                    | -                       | 10,849                    |
| Bad debt expense                                         | 36,585                  | -                         |
| <b>Other Income (Loss)</b>                               |                         |                           |
| Foreign exchange (loss)                                  | -                       | (538,336)                 |
| Resource property maintenance costs pending sale closing | (36,252)                |                           |
| Write-down of resource property                          | <u>(68,277)</u>         | <u>(5,182,026)</u>        |
| <b>Net Income (Loss)</b>                                 | <b><u>(206,542)</u></b> | <b><u>(5,752,178)</u></b> |

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**12. Financial Risks**

Liquidity Risk

The business of the Company necessitates the management of liquidity risk. Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due in the short-term due to a shortfall of working capital and in the long-term due to lack of sufficient capital. The Company's objective is to mitigate short-term liquidity risk by maintaining adequate working capital reserves and its long-term liquidity risk by stipulating in certain option agreements that payments may be made in common shares at the Company's election and through good relations with external capital markets. The Company achieves these objectives by obtaining financing through private placements and issuing shares as payment for resource property costs. There has been no change in this risk exposure or how it is managed since the prior reporting period. However, as at December 31, 2014, the Company believes the exposure to liquidity risk is significant although it holds no arms-length financial liabilities other than current accounts payable and accrued expenses that are not adequately covered through excess working capital and it has no funding commitments that are not at its discretion.

Credit Risk

The Company's credit risk is primarily attributable to receivables included in current assets. The Company has no material concentration of credit risk arising from operations. Cash consist of bank deposits, which have been invested with a Canadian Chartered Bank, from which management believes the risk of loss to be remote. Management believes that credit risk with respect to receivables is minimal. There has been no change in this risk exposure or how it is managed since the prior reporting period.

Foreign Exchange Risk

The Company is exposed to foreign exchange risk as various resource property transactions are undertaken in US currency. As well, the Company's wholly owned subsidiary has bank accounts denominated in US and Tanzanian currency. The value of the US and Tanzanian currency is subject to normal market fluctuations. The Company has not entered into any arrangements to hedge foreign currency risks at this time, but it does monitor exchange rates on a regular basis. There has been no change in this risk exposure or how it is managed since the prior reporting period. As at December 31, 2014, a 1% change in the US or Tanzanian foreign exchange rate would have an insignificant effect on the Company's earnings.

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**12. Financial Risks (Continued)**

Concentration Risk

The Company is exposed to concentration risk as the majority of its cash is maintained with one financial institution. This risk is mitigated through the use of a major Canadian chartered bank. The Company monitors this financial institution on a regular basis and assesses the appropriateness of its relationship with this bank as the need arises. There has been no change in this risk exposure or how it is managed since the prior reporting period. As at December 31, 2014, the Company's maximum exposure to this risk is \$105,545.

Market Risk

The Company is exposed to market risk on its long-term investment due to normal stock market fluctuations. The Company's objective is to hold this investment for the long-term, as liquidity allows, in order to minimize the effect of short-term market fluctuations. The Company also regularly monitors market activities to assess the recoverability of this investment in the long-term. There has been no change in this risk exposure or how it is managed since the prior reporting period. As at December 31, 2014, the Company's maximum exposure to this risk is the amount recorded in long-term investments on the balance sheet, which is shown at a market value of \$70,499.

**13. Capital Disclosures**

The Company's objectives when managing capital are: to ensure that there are adequate resources to sustain operations and to continue as a going concern; to maintain adequate funding to support acquisition obligations and exploration of mineral claims and to maintain investor confidence, all with a view to providing a return on shareholders' investment. Funds are primarily obtained through the issuance of common shares as equity capital. Such issuance of common shares is usually done as private placements.

The Company considers the items included in the Statement of Shareholders' Equity to be capital and it manages the capital structure and makes adjustments to it with an awareness of changes in economic conditions, the risk nature of the underlying assets and the future capital requirements to maintain those assets. The Company is not subject to any externally imposed capital requirements.

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**14. Financial Instruments**

| Fair Value                                                             | 2014       |            | 2013    |            |
|------------------------------------------------------------------------|------------|------------|---------|------------|
|                                                                        | Cost       | Fair Value | Cost    | Fair Value |
| Financial assets designated as fair Value through profit and loss      | \$ 298,901 | 236,647    | 384,972 | 384,972    |
| Financial liabilities designated as fair value through profit and loss | 483,175    | 483,175    | 258,812 | 258,812    |

**Fair Value Hierarchy**

A fair value hierarchy establishes three levels to classify valuation techniques used to measure fair value. Level 1 items are quoted prices in active markets for identical assets or liabilities. Level 2 items are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets or quoted prices that are derived principally from or corroborated by observable market data or other means. Level 3 inputs are unobservable and supported by little or no market activity. The fair value hierarchy gives the highest priority to Level 1 items and the lowest priority to Level 3 items.

**December 31, 2014**

|                           | Level One  | Level Two | Level Three | Total     |
|---------------------------|------------|-----------|-------------|-----------|
| Financial Assets          |            |           |             |           |
| Cash                      | \$ 105,545 | -         | -           | 105,545   |
| Short-term investments    | -          | -         | -           | -         |
| Miscellaneous receivables | -          | -         | 56,907      | 56,907    |
| Long-term investments     | 70,499     | -         | -           | 70,499    |
|                           | 176,044    | -         | 56,907      | 232,951   |
| Financial Liabilities     | -          | -         | 483,175     | 483,175   |
|                           | \$ 176,044 | -         | (426,268)   | (250,224) |



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**14. Financial Instruments (Continued)**

**Fair Value Hierarchy (Continued)**

**December 31, 2013**

|                           | Level One  | Level Two | Level Three | Total   |
|---------------------------|------------|-----------|-------------|---------|
| Financial Assets          |            |           |             |         |
| Cash                      | \$ 263,251 | -         | -           | 263,251 |
| Short-term investments    | -          | -         | -           | -       |
| Miscellaneous receivables | -          | -         | 100,836     | 100,836 |
| Long-term investments     | 18,000     | -         | -           | 18,000  |
|                           | 283,251    | -         | 100,836     | 382,087 |
| Financial Liabilities     | -          | -         | 258,812     | 258,812 |
|                           | 283,251    | -         | (157,976)   | 123,275 |

**15. Subsequent Events**

There have been no events subsequent to December 31, 2014 that would have a material effect on these financial statements.