

RADISSON MINING RESOURCES INC.

CONDENSED INTERIM FINANCIAL STATEMENTS

Condensed interim statements of financial position

Condensed interim statement of net loss

Condensed interim statement of comprehensive loss

Condensed interim statement of equity

Condensed interim statements of cash flows

Notes to financial statements

NOTICE TO READER

Management has compiled the unaudited condensed interim financial statements of Radisson Mining Resources Inc., consisting of the condensed interim statements of financial position, condensed interim statement of net loss and comprehensive loss, condensed interim statement of equity, condensed interim statement of cash flows for the nine-month period ended September 30, 2016. No auditor firm has reviewed or audited these interim financial statements.

RADISSON MINING RESOURCES INC.

Condensed interim statements of financial position

(unaudited)	September 30, 2016	December 31, 2015
	\$	\$
Assets		
Current assets:		
Cash and cash equivalent	336,168	-
Funds reserved for exploration and evaluation (Note 3)	2,069,043	341,672
Investments (Note 3)	257,400	120,400
Government taxes receivable	52,452	21,848
Accounts receivable	1,190	1,190
Prepaid expenses	25,057	37,628
	2,741,310	522,738
Non current :		
Property, plant and equipment (Note 4)	4,118	5,203
Exploration and evaluation assets (Note 5)	9,090,655	8,380,460
	11,836,083	8,908,401
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	261,457	182,664
Non current :		
Income taxes and deferred taxes (Note 6)	2,665,604	2,665,604
Other liability related to flow-through shares issuance (Note 6)	362,338	181,440
	3,289,399	3,029,708
Equity:		
Capital stock (Note 7)	35,324,467	32,794,822
Equity settled reserve	3,793,884	3,751,514
Warrants	154,657	36,202
Deficit	(30,882,324)	(30,703,845)
Accumulated other comprehensive income	156,000	-
	8,546,684	5,878,693
	11,836,083	8,908,401

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

On behalf of the Board:

Mario Bouchard

President & Director

Donald Lacasse

CFO

RADISSON MINING RESOURCES INC.

Condensed interim statement of net loss

	For the three-month periods ended September 30 / For the nine-month periods ended September 30			
	2016	2015	2016	2015
(unaudited)	\$	\$	\$	\$
Revenue:				
Gain on disposal of investments	5,000	-	5,000	-
Other	-	-	-	-
	5,000	-	5,000	-
Administration costs:				
Salaries and employee benefits	18,297	27,022	50,162	67 601
Stock-based compensation	-	-	42,370	41 650
Experts and subcontractors	27,000	16,500	81,000	57 750
Professional fees	4,316	16,183	34,416	32 010
Travelling and promotion	27,658	4,452	51,070	35 275
Information to shareholders	19,783	8,716	34,804	53 934
Listing and registration fees	20,999	8,171	53,271	32 359
Stationery and office supplies	2,544	918	6,730	5 999
Insurance, taxes and licenses	3,888	4,015	12,054	12 048
Interest and bank charges	253	1,082	1,126	1,664
Part X.II Tax	-	-	270	1,832
Telecommunication	1,781	1,604	7,623	4,482
Depreciation of property, plant and equipment	334	456	1,085	1,484
Maintenance of a mining site	3,243	6,592	15,850	19,101
Write-off of deferred exploration expenses	-	79,212	-	79,212
Write-off of a mining property	-	10,800	-	10,800
Others	-	-	-	1,867
	130,096	185,723	391,831	459,068
Loss before income taxes and deferred taxes	(125,096)	(185,723)	(386,831)	(459,068)
Income taxes and deferred taxes	26,912	74,783	208,352	172,095
Net loss	(98,184)	(110,940)	(178,479)	(286,973)
Basic and diluted net loss per share	0.00	0.00	0.00	0.00

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

RADISSON MINING RESOURCES INC.

Condensed interim statement of comprehensive loss

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

(unaudited)	2016	2015	2016	2015
	\$	\$	\$	\$
Net loss for the period	(98,184)	(110,940)	(178,479)	(286,973)
Other comprehensive income				
Changes in available-for-sale investments				
Unrealized gain (loss) arising during the period	30,000	(53,200)	156,000	(159,600)
Comprehensive income	(68,184)	(164,140)	(22,479)	(446,573)

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

RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the nine-month period ended September 30, 2016

(unaudited)						
	Capital stock	Equity settled reserve	Deficit	Warrants	Accumulated other comprehensive loss	Total equity
	\$	\$	\$	\$	\$	\$
Balance as at December 31, 2015	32,794,822	3,751,514	(30,703,845)	36,202	-	5,878,693
Net loss of the period	-	-	(178,479)	-	-	(178,479)
Share issuance	3,265,010	-	-	-	-	3,265,010
Flow-through Premium	(389,250)	-	-	-	-	(389,250)
Share issuance cost	(261,073)	-	-	33,413	-	(227,660)
Stock-based compensation	-	42,370	-	-	-	42,370
Warrants granted	(85,042)	-	-	85,042	-	-
Other comprehensive Income :						
Current unrealized gain (loss) in available-for-sale investments	-	-	-	-	156,000	156,000
Balance as at September 30, 2016	35,324,467	3,793,884	(30,882,324)	154,657	156,000	8,546,684

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

RADISSON MINING RESOURCES INC.

Condensed interim statement of equity

For the nine-month period ended September 30, 2015

(unaudited)						
	Capital stock	Equity settled reserve	Deficit	Warrants	Accumulated other comprehensive loss	Total equity
	\$	\$	\$	\$	\$	\$
Balance as at December 31, 2014	32,093,621	3,688,197	(30,175,893)	50,000	33,549	5,689,474
Net loss of the period	-	-	(286,973)	-	-	(286,973)
Share issuance	544,400	-	-	-	-	544,400
Share issuance cost	(82,072)	-	-	7,657	-	(74,415)
Stock-based compensation	-	41,650	-	-	-	41,650
Warrants granted	(28,545)	-	-	28,545	-	-
Warrants exercised	155,833	-	-	(28,333)	-	127,500
Warrants expired	-	21,667	-	(21,667)	-	-
Other comprehensive Income :						
Current unrealized gain (loss)	-	-	-	-	(159,600)	(159,600)
Balance as at September 30, 2015	32,683,237	3,751,514	(30,462,866)	36,202	(126,051)	5,882,036

RADISSON MINING RESOURCES INC.

Condensed interim statements of cash flows

For the nine-month period ended September 30

(unaudited)	2016	2015
	\$	\$
Cash flows related to:		
Operating activities:		
Net loss	(178,479)	(286,973)
Items not involving cash:		
Depreciation of property, plant and equipment	1,085	1,484
Stock-based compensation	42,370	41,650
Income taxes and deferred taxes	(208,352)	(172,095)
Loss (gain) on disposal of investments	(5,000)	-
Write-off of deferred exploration expenses	-	79,212
Write-off of a mining property	-	10,800
Net change in non-cash working capital items (Note 10)	60,760	(15,434)
	(287,616)	(341,356)
Investing activities:		
Disposal of investments	24,000	-
Credit related to resources received	4,393	-
Exploration and evaluation assets (Note 5)	(714,588)	(294,145)
	(686,195)	(294,145)
Financing activities:		
Capital stock issuance	3,265,010	671,900
Share issuance cost	(227,660)	(74,415)
	3,037,350	597,485
Increase (decrease) in cash	2,063,539	(38,016)
Cash, at beginning	341,672	220,803
Cash, at end	2,405,211	182,787
Cash, at end is composed of:		
Cash and cash equivalent (Note 3)	336,168	-
Funds reserved for exploration and evaluation (Note 3)	2,069,043	182,787

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

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

1. Description of the business and going concern

The Company, incorporated under the Canada Business Corporations Act, is in the process of exploring mining properties and has not yet determined whether these properties contain ore reserves that are economically recoverable.

Radisson Mining Resources Inc.'s head office is located on 1,750 chemin de la baie verte in Rouyn-Noranda, JOZ 2X0, in the province of Quebec in Canada. Its stock is listed on TSX Exchange Venture on symbol RDS.

Since its constitution, the Company has recorded an important accumulated deficit. Management periodically seeks additional forms of financing through the issuance of shares and the exercise of share purchase options and warrants to continue its operations, and in spite of the obtention in the past, there is no guarantee of success for the future. If the management is unable to obtain new funding, the Company may be unable to continue its operations, and amounts realized for assets may be less than amounts reflected in these financial statements.

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and liquidation of liabilities during the normal course of operations and do not reflect the adjustments to the carrying values of assets and liabilities, the reported revenues and expenses and statement of financial position classifications that would be necessary if the going concern assumption would not be appropriate. These adjustments could be material.

The interim financial statements for the period ending September 30, 2016 were approved by the board of directors on November 24, 2016.

2. Compliance of IFRS and basis of preparation

These condensed interim financial statements have been prepared by management in accordance with international financial reporting standards (« IFRS ») and with IAS 34, Interim Financial Reporting. They do not include all information required by IFRS in the production of annual financial statements.

These condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended December 31, 2015 and the interim financial statements for the trimester ended September 30, 2015. The accounting policies are presented in the audited financial statements for the year ended December 31, 2015 and have not been modified since.

The preparation of interim financial statements in accordance with IAS 34 uses critical accounting estimates. It also requires management to exercise judgment in applying accounting policies used by the Company.

3. Investments

	September 30, 2016	December 31, 2015
Deposit banking account	405,211	341,672
1% Flexible GIC, redeemable at anytime	100,000	-
0.95% Flexible GIC, redeemable at anytime	1,900,000	-
Total	2,405,211	341,672
	September 30, 2016	December 31, 2015
Cash and cash equivalent	2,405,211	341,672
Minus: Funds reserved for exploration and evaluation	(2,069,043)	(341,672)
Cash and cash equivalent	336,168	-
	September 30, 2016	December 31, 2015
	\$	\$
260,000 shares of Balmoral Resources Ltd. (280,000 on December 31, 2015)	257,400	120,400
	257,400	120,400

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

4. Property, plant and equipment

	September 30, 2016		December 31, 2015	
	Cost	Accumulated depreciation	Net book value	Net book value
Computer equipment	21,390	18,212	3,178	4,016
Equipment	8,158	7,218	940	1,187
	\$ 29,548	\$ 25,430	\$ 4,118	\$ 5,203

5. Exploration and evaluation assets

Mining properties:	Balance as at December 31, 2015	Increase/ (Write-off)	Tax credits	Balance as at September 30, 2016
	\$	\$	\$	\$
O'Brien	162,739	-	-	162,739
	162,739	-	-	162,739
Exploration and evaluation costs:				
O'Brien	8,217,721	714,588	(4,393)	8,927,916
	8,380,460	714,588	(4,393)	9,090,655

Statements of exploration and evaluation costs

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

	2016	2015	2016	2015
	\$	\$	\$	\$
Drilling	202,644	-	423,282	-
Consultants and subcontractors	127,139	114,955	243,622	283,870
Assays	22,130	-	34,948	-
General exploration expenditures	1,640	2,014	12,736	10,275
Other:				
Tax credit related to resources	(4,393)	-	(4,393)	-
Write-off of deferred exploration expenses	-	(79,212)	-	(79,212)
Increase in exploration and evaluation expenses	349,160	37,757	710,195	214,933
Balance, at beginning	8,578,756	8,019,414	8,217,721	7,842,238
Balance, ending	8,927,916	8,057,171	8,927,916	8,057,171

6. Other liability related to flow-through shares issuance

	\$
Balance as at December 31, 2015	264,882
Decrease for expenses incurred	(264,882)
Increase related to Flow-through shares issuance	389,250
Decrease for expenses incurred in 2016	(26,912)
Balance as at September 30, 2016	362,338

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

6. Other liability related to flow-through shares issuance (continued)

As at September 30, 2016 a liability for Income taxes and deferred taxes is accounted in the amount of \$ 2,665,604. For the exercise closed on December 31, 2015 the amount reported for Income taxes and deferred taxes is in the amount of \$ 2,665,604.

The Company uses the asset and liability method of accounting for income taxes. Under this method, deferred tax assets and liabilities are recognized for tax consequences attributable to differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax basis. Deferred tax assets and liabilities are measured using enacted or substantively enacted tax rates expected to apply to taxable income in the years during which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the year that includes the enactment date. The Company does not record all or any deferred income tax assets if, based on available information, it is more likely than not that some or all of the deferred tax assets will not be realized.

7. Capital stock

Authorized:

Unlimited number of class A shares, voting and participating, no par value

Unlimited number of class B shares which may be issued in series, cumulative or non-cumulative dividend at the prime rate of the Bank of Canada at the beginning of the year plus a percentage between 1 and 5%, non-participating, non-voting, redeemable at the option of the company for an amount equal to the price paid plus any dividend declared and unpaid, no par value

Changes in Company class A shares were as follows:

	Class A shares	Amount
Issued and paid:		
Balance as at December 31, 2015	88,361,196	\$ 32,794,822
Paid in cash ⁽¹⁾	7,800,068	\$ 1,084,968
Flow-through ⁽²⁾	10,475,000	\$ 1,705,750
Share issuance costs ⁽³⁾	-	\$ (227,660)
Balance as at September 30, 2016	106,636,264	\$35,357,880

(1) Value of shares paid in cash is presented net of fair value of warrants amounting to \$ 85,042.

(2) Value of Flow-through shares is presented net of market premium on closing of the private placement. The premium is presented amounting \$ 389,250.

(3) Value of share issuance costs is presented net of fair value of broker's warrants amounting to \$ 33,413

Class A stock options:

An aggregate number of 6 million class A shares has been reserved under the stock option plan for potential issuance. The exercise price of each option is the market price of the Company's stock at the date of grant of options and the maximum term of a new option is 5 years. Unless otherwise determined by the Board of Directors, options granted under the modified plan vest immediately.

A summary of the situation as at September 30, 2016 is presented below:

	Number	Weighted average exercise price
Options		
Outstanding as at December 31, 2015	2,960,000	\$ 0.11
Granted	670,000	\$ 0.14
Expired	(500,000)	\$ 0.10
Outstanding as at September 30, 2016	3,130,000	\$ 0.11
Options exercisable as at September 30, 2016	3,130,000	\$ 0.11

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

7. Capital stock (continued)

The following table summarizes the information relating to the stock options as at September 30, 2016:

Number of options outstanding	Exercise price \$	Weighted average remaining life (years)	Number of options exercisable
525,000	0.13	3.5	525,000
1,935,000	0.10	1.6	1,935,000
670,000	0.14	4.4	670,000
3,130,000	0.11		3,130,000

The following table presents the weighted average fair value at grant date and the weighted average assumptions used to determine the stock-based compensation expense using the Black-Scholes option pricing model:

	Nine-month period ended September 30, 2016	Nine-month period ended September 30, 2015
Expected volatility	50 %	47 %
Share price at date of grant	\$ 0.14	\$ 0.12
Risk-free interest rate	0.72 %	1.01 %
Expected dividend rate	0 %	0 %
Estimated duration	5 years	5 years
Weighted average fair value at grant date	\$ 0.06	\$ 0.06

Warrants:

A summary of the situation as at September 30, 2016 is presented below:

	Number	Weighted average exercise price
Outstanding as at December 31, 2015	2,367,323	\$ 0.18
Granted	3,900,034	\$ 0.20
Granted to broker on private placement	315,005	\$ 0.15
Granted to agent on private placement	917,000	\$ 0.20
Outstanding as at September 30, 2016	7,499,362	\$ 0.19
Warrants exercisable as at September 30, 2016	7,499,362	\$ 0.19

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

7. Capital stock (continued)

The following table summarizes the information relating to the warrants as at September 30, 2016:

Exercise price	Outstanding	Expiry date
\$		
0.18	1,709,230	February 2017
0.13	273,477	February 2017
0.18	384,616	March 2017
0.20	1,341,701	November 2017
0.15	170,338	November 2017
0.20	908,333	December 2017
0.15	144,667	December 2017
0.20	1,350,000	February 2018
0.20	350,000	February 2018
0.20	300,000	March 2018
0.20	567,000	March 2018
	7,499,362	

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

	Nine-month period ended September 30, 2016
Warrants value	\$ 154,657
Expected volatility	47%
Share price at date of grant	\$ 0.16
Risk-free interest rate	0.57%
Expected dividend rate	0%
Estimated duration	One year and half
Weighted average fair value at grant date	\$ 0.025

8. Related party transactions

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

	For the Nine-month period ended September 30, 2016	September 30, 2015
	\$	\$
Salaries and fringe benefits	-	22,500
Costs of social security	-	1,758
Experts and subcontractors	81,000	63,750
Stock-based compensation	42,370	41,650
Interest charges	-	855
Vehicle location and related expenses	374	-
	123,744	130,513

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

9. Basic and diluted net loss per share

	Nine-month period ended September 30, 2016
Net loss of the period	\$ 178,479
Weight average number of shares	90,974,191
Basic and diluted loss per share	\$ 0.00

RADISSON MINING RESOURCES INC.

Notes to financial statements

September 30, 2016

10. Complementary information related to cash flows

	September 30, 2016	September 30, 2015
	\$	\$
Net change in non-cash working capital items :		
Accounts receivable	-	-
Government taxes receivable	(30,604)	3,007
Prepaid expenses	12,571	7,181
Accounts payable and accrued liabilities	78,793	(25,622)
	60,760	(15,434)
Non-cash investing activities:		
Deferred evaluation and exploration expenditures included in account payables an accrued liabilities	148,654	-