Condensed Interim Consolidated Financial Statements

For the six months ended April 30, 2018 and 2017

(Expressed in Canadian Dollars)

(unaudited)

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800-1199 West Hastings Street,
Vancouver, BC V6E 3T5

Notice of no auditor review of condensed interim consolidated financial statements.

These condensed interim consolidated financial statements for the six months ended April 30, 2018 have been compiled by management. These condensed interim consolidated financial statements, along with the accompanying notes, have been reviewed and approved by the members of the Company's audit committee.

In accordance with Canadian Securities Administrators National Instrument 51-102, the Company discloses that these unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

NAVIS RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT

(Expressed in Canadian Dollars)

		April 30, 2018		October 31, 2017
ASSETS				
Current				
Cash	$	317,252	$	1,789
Prepaid expenses (Note 6)		150,000		20,000
Receivables		28,549		23,018
	$	495,801	$	44,807
LIABILITIES				
Current				
Accounts payable (Note 8)	$	131,695	$	305,864
Accrued liabilities		-		10,000
Loan payable (Note 9)		1,868		1,868
Convertible debentures (Note 10)		306,943		-
		440,506		317,732
SHAREHOLDERS' EQUITY (DEFICIENCY)				
Capital stock (Note 7)		18,526,380		18,290,207
Share subscription received (Note 7)		250,000		-
Share-based payment reserve (Note 7)		1,202,437		988,610
Convertible debenture – equity component (Note 10)		7,826		-
Deficit		(19,931,348)		(19,551,742)
		55,295		(272,925)
	$	495,801	$	44,807

Nature of Operations (Note 1)
Going Concern (Note 2)
Subsequent Events (Note 14)

Approved and authorized by the Board of Directors on June 29, 2018.

On behalf of the Board:

"Michael Burns"	"Anthony Jackson"
Director	Director

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

NAVIS RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)

FOR THE THREE AND SIX MONTHS ENDED APRIL 30, 2018 AND 2017

(Expressed in Canadian Dollars)

	For the three months ended		For the six months ended	
	April 30, 2018	**April 30, 2017**	**April 30, 2018**	**April 30, 2017**
Operating Expenses				
Bank fees	$ 19	$ 67	$ 39	$ 361
Consulting fees (Note 8)	216,824	70,500	319,324	78,000
Filing fees	40,594	7,133	42,344	8,183
Management fees (Note 8)	-	-	-	5,000
Office expense	-	845	-	845
Professional fees	1,730	18,284	2,269	18,284
Transfer agent	403	10,385	861	10,842
Total Operating Expenses	(259,570)	(107,214)	(364,837)	(121,515)
Other Income (Expenses)				
Gain on settlement of debt (Note 7)	-	-	-	455,952
Interest and accretion (Note 10)	(10,687)	(592)	(14,769)	(1,182)
Foreign exchange gain (loss)	-	(1,330)	-	1,500
Total Other Income (Expenses)	(10,687)	(1,922)	(14,769)	456,270
Comprehensive Income (Loss) for the Period	**$ (270,257)**	**$ (109,136)**	**$ (379,606)**	**$ 334,755**
Income (Loss) per share – basic and diluted	$ (0.094)	$ (0.130)	$ (0.166)	$ 0.542
Weighted average common shares – basic and diluted	2,862,072	838,546	2,285,276	617,449

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

NAVIS RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS ENDED

(Expressed in Canadian Dollars)

	April 30, 2018	April 30, 2017
Cash flows used in operating activities		
Income (loss) for the period	$ (379,606)	$ 334,755
Items not involving cash:		
Gain on settlement of debt	-	(455,952)
Accrued interest and accretion	14,769	1,180
Non-cash working capital item changes:		
Receivables	(5,531)	(10,668)
Prepaid expenses	(130,000)	(99,000)
Accounts payable and accrued liabilities	(184,169)	(123,813)
	(684,537)	(353,498)
Cash flows provided by financing activities		
Proceeds from issuance of convertible debenture	300,000	-
Proceeds from issuance of shares	450,000	350,000
Share subscription received	250,000	-
	1,000,000	350,000
Increase (decrease) in cash	315,463	(3,498)
Cash, beginning of period	1,789	3,578
Cash, end of period	$ 317,252	$ 80

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

NAVIS RESOURCES CORP.

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIENCY)

FOR THE SIX MONTHS ENDED APRIL 30, 2018 AND 2017

(Expressed in Canadian Dollars)

	Number of Shares	Capital Stock	Share Subscription Received	Share-based Payment Reserve	Convertible Debenture – Equity Component	Deficit	Total Shareholders' Equity (Deficiency)
Balance October 31, 2016	**398,557**	**$ 17,948,650**	**$ -**	**$ 766,652**	**$ -**	**$ (19,835,354)**	**$ (1,120,052)**
Shares issued for debt settlement (Note 7)	113,515	113,515	-	-	-	-	113,515
Shares issued for private placement (Note 7)	350,000	175,025	-	174,975	-	-	350,000
Net and comprehensive income for the period	-	-	-	-	-	334,755	334,755
Balance April 30, 2017	**862,072**	**18,237,190**	**-**	**941,627**	**-**	**(19,500,599)**	**(321,782)**
Balance October 31, 2017	**1,062,072**	**18,290,207**	**-**	**988,610**	**-**	**(19,551,742)**	**(272,925)**
Shares issued for private placement (Note 7)	1,800,000	236,173	-	213,827	-	-	450,000
Share subscription received (Note 7)	-	-	250,000	-	-	-	250,000
Convertible debenture – equity component (Note 10)	-	-	-	-	7,826	-	7,826
Net and comprehensive loss for the period	-	-	-	-	-	(379,606)	(379,606)
Balance April 30, 2018	**2,862,072**	**$ 18,526,380**	**$ 250,000**	**$ 1,202,437**	**$ 7,826**	**$ (19,931,348)**	**$ 55,295**

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

1. Nature of Operations

Navis Resources Corp. (the "Company") was incorporated in British Columbia and is extra provincially registered in Alberta. The records office is 800-1199 West Hastings Street, Vancouver, BC V6E 3T5. The Company subsequently continued as a corporation under the jurisdiction of Saskatchewan and is a reporting issuer in Ontario due to having shares listed on the Canadian Securities Exchange (the "CSE").

In April 2014, the Company incorporated a subsidiary company in the State of Montana. The subsidiary, Star Minerals Group US LLC, ("Star US") is the operating company for projects within the United States. Star US was the operator of a gold placer property in Montana. During the year ended October 31, 2015, the Company ceased these operations.

In December 2015, the Company changed its name from Star Minerals Group Ltd. to Navis Resources Corp. which reflects a change in direction of the Company from a mineral-focused exploration company to a more diversified portfolio including the acquisition and development of oil and natural gas and helium assets.

To date, the Company has not earned significant revenues from its exploration and evaluation properties and is considered to be in the exploration stage.

2. Going Concern

These condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at April 30, 2018, the Company had not advanced its properties to commercial production and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and /or raise equity capital or borrowings sufficient to meet current and future obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and or private placement of common shares. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its consolidated statement of financial position.

3. Basis of Preparation and Statement of Compliance

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standards 34, *"Interim Financial Reporting Standards" ("IAS 34"),* using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). The financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

3. Basis of Preparation and Statement of Compliance – continued

Critical accounting estimates and judgements

The preparation of these condensed interim consolidated financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported expenses during the period. Actual results could differ from these estimates.

Critical Judgments

Going concern

The preparation of these condensed interim consolidated financial statements requires management to make judgments regarding the ability of the Company to continue as a going concern as discussed in Note 2.

Key Sources of Estimation Uncertainty

Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of assets and liabilities at the date of the financial statements and the reported amounts of expenses during the reporting periods. Actual results could differ from those estimates and such differences could be significant.

Significant estimates made by management affecting the financial statements include:

Fair value of stock options and warrants

Determining the fair value of stock options and warrants requires judgments related to the choice of a pricing model, the estimation of stock price volatility, the expected forfeiture rate and the expected term of the underlying instruments. Any changes in the estimates or inputs utilized to determine fair value could result in a significant impact on the Company's future operating results or on other components of shareholders' equity.

Income taxes

The estimation of income taxes includes evaluating the recoverability of deferred tax assets based on an assessment of the Company's ability to utilize the underlying future tax deductions against future taxable income prior to expiry of those deductions. Management assesses whether it is probable that some or all of the deferred income tax assets will not be realized. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income, which in turn is dependent upon the successful discovery, extraction, development and commercialization of mineral reserves. To the extent that management's assessment of the Company's ability to utilize future tax deductions changes, the Company would be required to recognize more or fewer deferred tax assets or liabilities, and deferred income tax provisions or recoveries could be affected.

To the extent that any of management's assumptions change, there could be a significant impact on the Company's future financial position, operating results and cash flows.

(Expressed in Canadian Dollars)

4. Significant Accounting Policies

The accounting policies followed by the Company are set out in Note 4 to the audited consolidated financial statements for the year ended October 31, 2017, and have been consistently followed in the preparation of these condensed interim consolidated financial statements.

Basis of consolidation

The condensed interim consolidated financial statements include the accounts of the Company and its 100% wholly-owned subsidiary, Star US. All inter-company balances and transactions have been eliminated on consolidation.

Recent Accounting Pronouncements

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for accounting periods beginning on or after November 1, 2017. The following have not yet been adopted by the Company and are being evaluated to determine their impact.

- IFRS 9: New standard that replaced IAS 39 for classification and measurement, effective for annual periods beginning on or after January 1, 2018
- IFRS 15: New standard that discusses revenue recognition in contracts, effective for annual periods beginning on or after January 1, 2018

Other Accounting Standards

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

5. Exploration and Evaluation Assets

	Hoidas Lake	Fort a la Corne	Total
Balance, October 31, 2015	$ 340,154	$ -	$ 340,154
Impairment	(340,154)	-	(340,154)
Balance, October 31, 2016	-	-	-
Geology	-	110,295	110,295
Impairment	-	(110,295)	(110,295)
Balance, October 31, 2017 and April 30, 2018	**$ -**	**$ -**	**$ -**

(Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets – continued

(a) Hoidas Lake

The Company entered into a joint venture agreement with Great Western Minerals Group Ltd. ("GWMG") whereby the Company had the right to acquire a 25% participating interest in the Hoidas Lake project by financing and completing a preliminary economic assessment report ("PEA") in respect of the Hoidas Lake project by January 2016 and an additional 26% participating interest by financing and completing a bankable feasibility study within four years of the acquisition of the initial 25% interest. The Hoidas Lake project is located in Northern Saskatchewan, within Saskatchewan's Northern Mining District. The Company entered into a Joint Venture Agreement to acquire a 60% interest in the Hoidas Lake project by making a payment of $25,000 cash and issuing 50,000 common shares of the Company before July 31, 2016. The purchase option and Joint Venture Agreement on Hoidas Lake was terminated and therefore the costs were written off in the statement of comprehensive loss during the year ended October 31, 2016.

(b) Fort à la Corne

The Company owns claims within the Fort à la Corne region of Northern Saskatchewan. The Company holds a 100% interest in 9 of the claims and the remaining 10 claims are under joint venture where the Company holds a 50% interest with the other 50% interest being held by Karoo Exploration Corp. (formerly United Uranium Corp.). The Company wrote off the entire project during the year ended October 31, 2014. During the year ended October 31, 2017, the Company spent $110,295 for a survey report on the area, which was impaired as management has no future plans for this property.

6. Prepaid Expenses

	April 30, 2018	October 31, 2017
Consulting	$ 150,000	$ 20,000

7. Capital Stock and Other Equity Reserve

The authorized capital stock of the Company is an unlimited number of common shares and unlimited number of preferred shares issuable in series.

<u>Six months ended April 30, 2018</u>

On December 28, 2017, the Company closed a non-brokered private placement consisting of 1,800,000 units at a price of $0.25 per unit to raise total proceeds of $450,000. Each unit comprised of one common share and one common share purchase warrant. Each warrant will be exercisable into a common share of the Company at an exercise price of $0.37 with a one-year expiry.

7. Capital Stock and Other Equity Reserve – continued

Six months ended April 30, 2018 - continued

Following the closing of the private placement, the Company closed a non-brokered private placement of secured convertible debentures. The private placement consisted of proceeds of up to $300,000, and the debentures are expected to mature 12 months from the date of issue, accrue interest at a rate of 12% per year and are convertible into units of the Company at a per-unit conversion price equal to $0.25. Each unit comprises one common share and one common share purchase warrant of the Company. Each warrant entitles the holder to acquire one additional common share of the Company at an exercise price of $0.37.

During the six months ended April 30, 2018, the Company received $250,000 share subscription fund for a private placement that did not close during the period.

Year ended October 31, 2017

During the year ended October 31, 2017, the Company consolidated all of its issued and outstanding common shares on a 100 for one basis. All share and per-share figures are presented on a post-consolidation basis. During the year ended October 31, 2016 the Company issued 1,000,000 common shares from treasury in lieu of $24,167 of debt.

During the year ended October 31, 2017, the Company issued 113,515 common shares with a fair value of $113,515 in settlement for $569,467 of debt and recognized a gain on debt settlement of $455,952. The Company also recognized a gain of $121,930 for certain accounts payable that were forgiven, resulting in a total gain on debt settlement of $577,882. Included in the shares for debt settlement were related party balances totaling $112,720, which were settled for 22,544 shares with a fair value of $22,544 (Note 8). Included in the forgiveness of accounts payable were related party balances of $2,454 (Note 8).

On January 31, 2017, the Company closed a non-brokered private placement of 350,000 units at a price of $1.00 per unit to raise total proceeds of $350,000. Each unit comprised one common share of the Company and one common share purchase warrant of the Company. Each warrant is exercisable into a common share of the Company at an exercise price of $5.00 for a period of two years. The fair value of warrants was estimated to be $174,975 using the Black-Scholes Option Pricing Model and the following assumptions: expected life – 2 years; annualized volatility – 541%; risk-free interest rate – 0.70%; dividend rate – 0%.

On September 21, 2017, the Company closed a non-brokered flow-through private placement for 200,000 flowthrough units at a price of $0.50 per unit to raise total proceeds of $100,000. Each unit comprised one flowthrough share of the Company and one common share purchase warrant of the Company. There was no flowthrough premium related to these flow-through shares. Each warrant will be exercisable into a common share of the Company at an exercise price of $1.00 for a period of one year. The fair value of warrants was estimated to be $46,983 using the Black-Scholes Option Pricing Model and the following assumptions: expected life – 1 year; annualized volatility – 343%; risk-free interest rate – 1.57%; dividend rate – 0%.

As at April 30, 2018, the Company had 2,862,072 (October 31, 2017 - 1,062,072) common shares outstanding.

(Expressed in Canadian Dollars)

7. Capital Stock and Other Equity Reserve – continued

Stock Options

The Company has established a stock option plan pursuant to which options to purchase common shares may be granted to certain officers, directors, and contractors of the Company as well as persons providing ongoing services to the Company. The aggregate number of shares issuable under the plan shall not exceed 10% of the issued and outstanding common shares of the Company. Unless otherwise determined by the board of directors of the Company (the "Board"), the exercise price of options equals at least the closing price of the common shares on the day prior to the date of the grant. Stock options vest in accordance with the determination of the Board at the time of the grant and may be granted for up to a ten year term.

A summary of the Company's outstanding stock options as at April 30, 2018 is as follows:

	Number of Options	Weighted Average Exercise Price
Outstanding and exercisable, October 31, 2017 and April 30, 2018	5,000	$ 5.00

Number of Shares Under Option	Exercisable	Exercise Price	Remaining Life (years)	Expiry Date
5,000	5,000	$ 5.00	7.43	October 1, 2025

Options Granted

During the six months ended April 30, 2018, and the year ended October 31, 2017 the Company did not grant any stock options.

The Company uses the Black-Scholes Option Pricing Model to calculate the fair value of stock options granted. The Black-Scholes Option Pricing Model was developed for use in estimating the fair value of traded options that have no vesting restrictions. The model requires management to make estimates, which are subjective and may not be representative of actual results. Changes in assumptions can materially affect estimates of fair values.

Warrants

During the six months ended April 30, 2018, the Company issued 1,800,000 warrants at an exercise price of $0.37 with a one-year expiry.

During the year ended October 31, 2017, the Company issued 350,000 warrants at an exercise price of $5.00 with a two-year expiry and 200,000 warrants at an exercise price of $1.00 with one-year expiry. During the year ended October 31, 2016, 9,925 warrants at an exercise price of $10.50, 1,000 warrants with an exercise price of $6.00 and 13,751 warrants at an exercise price of $10.00 expired unexercised.

(Expressed in Canadian Dollars)

7. Capital Stock and Other Equity Reserve – continued

Warrants (continued)

A summary of the Company's outstanding warrants as at April 30, 2018 is as follows:

	Number of Warrants	Weighted Average Exercise Price
Outstanding October 31, 2016	-	$ -
Issued	550,000	3.55
Outstanding October 31, 2017	550,000	3.55
Issued	1,800,000	0.37
Outstanding April 30, 2018	2,350,000	$ 1.11

Number of Warrants	Exercisable	Exercise Price	Remaining Life (years)	Expiry Date
350,000	350,000	$ 5.00	0.77	January 31, 2019
200,000	200,000	$ 1.00	0.39	September 21, 2018
1,800,000	1,800,000	$ 0.37	0.66	December 28, 2018
2,350,000	2,350,000		0.66	

Share-based payment reserve

Share-based payment and warrant reserve records items recognized as share-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

8. Related Party Transactions

Related parties and related party transactions impacting the accompanying financial statements are summarized below and include transactions with the following individuals or entities:

Key management personnel

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers and companies owned by these individuals.

Remuneration attributed to key management personnel can be summarized as follows:

	For the six months ended April 30, 2018	2017
Short-term benefits*	$ 15,000	$ 50,000

*Include base salaries, pursuant to contractual employment or consultancy and management arrangements, included in management fees and fees paid for property examinations

8. Related Party Transactions – continued

During the period ended April 30, 2018, the Company incurred consulting fees of $54,324 (2017 - $13,000) to a consultant related to an officer.

During the year ended October 31, 2017, the Company settled amounts due to related parties totaling $112,720 through the issuance of 22,544 common shares with a fair value of $22,544 (Note 7). The Company also wrote off amounts due to related parties of $2,454 that were forgiven.

As at April 30, 2018, accounts payable includes $23,296 (October 31, 2017 - $194,815) due to related parties, of which $7,546 (October 31, 2017 - $48,637) is payable to directors and $15,750 (October 31, 2017 - $146,178) is payable to companies controlled by directors. The amounts due to related parties are non-interest bearing and unsecured, with no fixed terms of repayment.

At April 30, 2018, a loan payable of $1,868 is owing to a company controlled by a director of the Company. The loan is due on demand, unsecured and non-interest bearing (Note 9).

9. Loan Payables

During the year ended October 31, 2016, the Company issued a promissory note to a third party in the amount of $23,601. The promissory note is due on demand, bears an interest rate of 10% per annum and is secured with a first charge on the property held in the Fort a la Corne region of Northern Saskatchewan. During the year ended October 31, 2017, the Company incurred $1,259 and the promissory note was repaid in full.

During the year ended October 31, 2016, the Company received a loan of $1,868 from a third party (Note 8). The loan remains outstanding at April 30, 2018 and is due on demand, unsecured and non-interest bearing.

10. Convertible Debentures

On December 28, 2017, the Company closed a non-brokered private placement of secured convertible debentures. The private placement consisted of proceeds of up to $300,000, and the debentures are expected to mature 12 months from the date of issue, accrue interest at a rate of 12% per year and are convertible into units of the Company at a per-unit conversion price equal to $0.25. Each unit comprises one common share and one common share purchase warrant of the Company. Each warrant entitles the holder to acquire one additional common share of the Company at an exercise price of $0.37.

As the secured convertible debentures each contain a liability component and an equity component, the Company has split the proceeds of the secured convertible debentures and have presented the two components separately in the statement of financial position. The Company has calculated the initial fair value of the liability component as $292,174, using a discount rate of 15%. The fair value of the equity component of $7,826 was calculated by deducting the fair value of the liability component from the total fair value of the convertible debentures. As of April 30, 2018, the Company accrued interest accretion of $14,769.

(Expressed in Canadian Dollars)

10. Convertible Debentures – continued

As of April 30, 2018, the Company had secured convertible debentures issued and outstanding as follows:

	$
Balance, October 31, 2017	-
Issued	300,000
Less: fair value of conversion option	(7,826)
Add: interest accretion	14,769
Balance, April 30, 2018	306,943

11. Financial and Capital Risk Management

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with a major bank in Canada. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. The Company's secondary exposure to risk is on its receivable. This risk is minimal as receivables consist primarily of refundable government goods and services taxes.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash and cash equivalents.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

The following is an analysis of the contractual maturities of the Company's non-derivative financial liabilities as at April 30, 2018:

	Within one year	Between one and five years	More than five years
Trade payables	$ 131,695	$ -	$ -
Loan payable	1,868	-	-
Convertible debentures	306,943	-	-
	$ 440,506	$ -	$ -

11. Financial and Capital Risk Management – continued

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's promissory note bears a fix internet rate; therefore, is not exposed to interest rate risk.

Foreign currency risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company is not exposed to currency risk as it incurs expenditures that are primarily denominated in Canadian dollars.

Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business. The capital structure of the Company consists of working and share capital. There were no changes in the Company's approach to capital management during the period. The Company is not subject to any externally imposed capital requirements.

Classification of financial instruments

Financial assets included in the statement of financial position are as follows:

	April 30, 2018	October 31, 2017
Fair value through profit and loss:		
Cash	$ 317,252	$ 1,789

Financial liabilities included in the statement of financial position are as follows:

	April 30, 2018	October 31, 2017
Non-Derivative Financial liabilities:		
Trade payables	$ 131,695	$ 305,864
Loan payable	1,868	1,868
Convertible debentures	306,943	-
	$ 440,506	$ 307,732

(Expressed in Canadian Dollars)

11. Financial and Capital Risk Management – continued

Fair value

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

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

The following is an analysis of the Company's financial assets measured at fair value as at April 30, 2018 and October 31, 2017:

	As at April 30, 2018		
	Level 1	**Level 2**	**Level 3**
Cash	$ 317,252	$ -	$ -

	As at October 31, 2017		
	Level 1	**Level 2**	**Level 3**
Cash	$ 1,789	$ -	$ -

12. Segment Information

The Company operated in two reportable and operating segments, being the acquisition, exploration and evaluation of mineral resources in Canada and a placer gold operation in the United States. The United States operation was discontinued during the year ended October 31, 2015. As such, the Company only has one continuing segment, being the Canadian operations.

13. Supplemental Disclosure with Respect to Cash Flow

There were no non-cash transactions during the period ended April 30, 2018 that affected cash flows from investing and financing activities.

The non-cash transaction during the period ended April 30, 2017 that affected the statement of cash flows was:

a) Settlement of debt valued at $567,577 through issuance of 113,515 shares in the common stock.

14. Subsequent Events

Navis Resources Corp. has arranged a non-brokered private placement for up to 3,000,000 units at a price of $0.255 per unit to raise total proceeds of $765,000. Each unit will comprise one common share of the issuer and one common share purchase warrant of the issuer. Each warrant will be exercisable into a common share of the Company at an exercise price of $0.34 with a one-year expiry (12 months).

Finders' fees or commissions may be payable by the Company in connection with this private placement.

The proceeds of this private placement are for the Company's general working capital.