Condensed Interim Financial Statements of

Golden Secret Ventures Ltd.

Three and nine months ended September 30, 2016 and 2015
(Expressed in Canadian dollars)
(Unaudited)

NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed interim financial statements of Golden Secret Ventures Ltd. (the “Company”) have been prepared by and are the responsibility of the Company’s management.

In accordance with National Instrument 51-102, the Company discloses that its independent auditor has not performed a review of these unaudited condensed interim financial statements.

Golden Secret Ventures Ltd.

Condensed Interim Statements of Financial Position

(Expressed in Canadian dollars)
(Unaudited)

		September 30, 2016		December 31, 2015
Assets				
Current assets				
Cash and cash equivalents	$	**2,504,070**	$	1,691
Amounts receivable		**3,596**		966
		2,507,666		2,657
Exploration and evalution assets (Note 3)		**13,961**		13,961
Total assets	$	**2,521,627**	$	16,618
Liabilities and equity				
Current liabilities				
Trade and other payables	$	**696**	$	215,471
Equity				
Share capital (Note 4(b))		**7,208,520**		4,345,588
Equity reserve (Note 4(c), 4(d))		**250,410**		190,305
Deficit		**(4,937,999)**		(4,734,746)
Total equity		**2,520,931**		(198,853)
Total liabilities and equity	$	**2,521,627**	$	16,618

Nature and continuance of operations (Note 1)

Approved by the Board of Directors and authorized for issue on November 24, 2016:

"Matthew Lawson" Director

"Bernadette D'Silva" Director

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

Golden Secret Ventures Ltd.

Condensed Interim Statements of Loss and Comprehensive Loss
For the three and nine months ended September 30, 2016 and 2015
(Expressed in Canadian dollars)
(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2016	2015	**2016**	2015
Expenses				
Share-based compensation (Note 4(c))	**$ -**	$ -	**$ 62,546**	$ -
Advisory and consulting	**22,500**	15,000	**62,500**	45,000
Professional fees	**900**	4,946	**35,069**	15,567
Office and administration	**3,062**	13,869	**28,262**	38,343
Regulatory and transfer agent	**1,522**	1,007	**14,641**	11,061
	(27,984)	(34,822)	**(203,018)**	(109,971)
Finance income (expense)	**56**	(664)	**(235)**	(2,866)
Loss and comprehensive loss for the period	**$ (27,928)**	$ (35,486)	**$ (203,253)**	$ (112,837)
Basic and diluted loss per share for the period	**$ (0.00)**	$ (0.00)	**$ (0.01)**	$ (0.01)
Weighted average number of common shares outstanding - basic and diluted	**29,288,812**	14,616,792	**24,247,665**	14,616,792

Golden Secret Ventures Ltd.

Condensed Interim Statements of Shareholders' Equity

(Expressed in Canadian dollars)
(Unaudited)

	Common Shares		Equity		Total
	Shares issued	Amount	reserve	Deficit	equity
At December 31, 2014	14,616,792	$ 4,345,588	$ 190,305	$ (4,586,077)	$ (50,184)
Loss and comprehensive loss	-	-	-	(112,837)	(112,837)
At September 30, 2015	14,616,792	4,345,588	190,305	(4,698,914)	(163,021)
Loss and comprehensive loss	-	-	-	(35,832)	(35,832)
At December 31, 2015	14,616,792	4,345,588	190,305	(4,734,746)	(198,853)
Cancellation of shares held in escrow Note 4(b))	(17,540)	-	-	-	-
Exercise of warrants (Note 4(d))	6,000,000	422,441	(2,441)	-	420,000
Exercise of options (Note 4(c))	50,000	2,500	-	-	2,500
Private placement	8,650,000	2,595,000	-	-	2,595,000
Share issue costs	-	(157,009)	-	-	(157,009)
Share-based compensation (Note 4(c))	-	-	62,546	-	62,546
Loss and comprehensive loss	-	-	-	(203,253)	(203,253)
At September 30, 2016	29,299,252	$ 7,208,520	$ 250,410	$ (4,937,999)	$ 2,520,931

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

Golden Secret Ventures Ltd.

Condensed Interim Statements of Cash Flows
For the three and nine months ended September 30, 2016 and 2015
(Expressed in Canadian dollars)
(Unaudited)

	Nine months ended September 30, 2016	2015
Operating activities		
Loss for the period	**$ (203,253)**	$ (112,837)
Adjusted for:		
Finance income	**(235)**	-
Share-based compensation	**62,546**	-
Changes in non-cash working capital items:		
Amounts recoverable	**(2,630)**	350
Trade and other payables	**2,003**	4,983
Interest received	**235**	-
Cash used in operating activities	**(141,334)**	(107,504)
Investing activities		
Exploration and evaluation expenditures	**-**	(8,500)
Cash used in investing activities	**-**	(8,500)
Financing activities		
Exercise of warrants (Note 4(d))	**420,000**	-
Exercise of options (Noted 4(c))	**2,500**	-
Private placement, net of share issue costs	**2,437,991**	-
Related party (repayment) advances	**(216,778)**	118,844
Cash provided by financing activities	**2,643,713**	118,844
Increase in cash during the period	**2,502,379**	2,840
Cash and cash equivalents, beginning of period	**1,691**	1,121
Cash and cash equivalents, end of period	**$ 2,504,070**	$ 3,961
Cash and cash equivalents is comprised of:		
Cash	**$ 19,995**	$ 3,961
Term deposits	**2,484,075**	-
	$ 2,504,070	$ 3,961

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

1. NATURE AND CONTINUANCE OF OPERATIONS

The Company was incorporated on April 25, 1969, under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties. The Company's shares are traded on the TSX Venture Exchange ("TSX-V") under the symbol GGS.

The Company's registered and records office is located at 1055 West Georgia Street, 1500 Royal Centre, Vancouver, British Columbia, V6E 4N7.

The Company has not generated significant revenues from operations. These unaudited condensed interim financial statements are prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. As at September 30, 2016, the Company had working capital of $2,506,970, representing funds available to cover on-going operating costs. The Company has incurred negative cash flows from operations, recorded a loss of $203,253 for the nine months ended September 30, 2016, and has an accumulated deficit of $4,937,999 as at September 30, 2016. The Company's ability to continue on a going concern basis depends on its ability to successfully raise additional financing. Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company. This material uncertainty may cast significant doubt about the Company's ability to continue as a going concern. These unaudited condensed interim financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern.

2. BASIS OF PRESENTATION

(a) Statement of compliance

The Company prepares its annual financial statements in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board and interpretations of the IFRS Interpretation Committee. These unaudited condensed interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting and follow the same accounting policies and methods of application as the Company's most recent annual financial statements. Accordingly, they should be read in conjunction with the Company's most recent annual financial statements.

(b) Recent accounting standards not yet effective

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective.

IFRS 9 – Financial Instruments is a partial replacement of IAS 39 "Financial Instruments: Recognition and Measurement". IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, with earlier adoption permitted.

3. EXPLORATION AND EVALUATION ASSETS

The Company currently holds a 100% interest in 3 claims located in the Kamloops Mining Division of Central British Columbia, known as the Beaton Claims. As at September 30, 2016, the Company had recorded $13,961 in capitalized expenditures (December 31, 2015 - $13,961). For the three and nine months ended September 30, 2016, $nil in exploration costs was incurred on the property (three and nine months ended September 30, 2015 - $nil and $8,500). The Beaton Claims are in good standing until January 7, 2017.

4. EQUITY

(a) Authorized

Unlimited number of common shares with no par value

(b) Issued and fully paid common shares

During the nine months ended September 30, 2016, the Company closed a non-brokered private placement of 8,650,000 shares at a price of $0.30 per share for gross proceeds of $2,595,000. Cash transaction costs of $157,009 were incurred as share issue costs.

During the nine months ended September 30, 2016, 50,000 common shares were issued pursuant to the exercise of share options (Note 4(c)).

During the nine months ended September 30, 2016, 6,000,000 common shares were issued pursuant to the exercise of share purchase warrants (Note 4(d)).

As at September 30, 2016, 29,299,252 common shares were issued and outstanding (December 31, 2015 – 14,616,792), of which nil shares remained in escrow (December 31, 2015 – 17,540 shares).

(c) Share options

The Company has adopted an incentive stock option plan which provides that the Board of Directors of the Company may from time to time, in its discretion and in accordance with TSX-V requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance in any twelve month period will not exceed 10% of the Company’s issued and outstanding common shares. Such options will be exercisable for a period of up to 10 years from the date of grant at a price not less than the closing price of the Company’s shares on the last trading day before the grant of such options less any discount, if applicable, but in any event not less than $0.05 per share. In connection with the foregoing, the number of common shares reserved for issuance to any one optionee insider in any twelve month period will not exceed ten percent (10%) of the issued and outstanding common shares and the number of common shares reserved for issuance to any one employee or consultant will not exceed two percent (2%) of the issued and outstanding common shares. Options may be exercised no later than 90 days following cessation of the optionee’s position with the Company or 30 days following cessation of an optionee conducting investor relations activities.

During the nine months ended September 30, 2016, the Company granted an aggregate of 1,600,000 share options at a price of $0.05 per share, exercisable until March 9, 2026. Using the Black-Scholes option pricing model, the grant date fair value was $62,546, or $0.04 per option.

(Expressed in Canadian dollars)

4. EQUITY (continued)

(c) Share options (continued)

The following assumptions were used for the Black-Scholes valuation of the share options granted during the nine months ended September 30, 2016 and 2015:

	2016	2015
Risk-free interest rate	**1.51%**	-
Expected life (years)	**10 years**	-
Annualized volatility	**75.00%**	-
Forfeiture rate	**0.00%**	-
Dividend rate	**0.00%**	-

During the nine months ended September 30, 2016, 50,000 share options were exercised for gross proceeds of $2,500 (Note 4(b)).

A summary of changes in share options is presented below:

	Number of options	Weighted average exercise price
Balance, December 31, 2014 and 2015	-	$ -
Granted	1,600,000	0.05
Exercised	(50,000)	0.05
Balance, September 30, 2016	1,550,000	$ 0.05

The following table summarizes information about the share options outstanding at September 30, 2016:

Outstanding and exercisable	Weighted average exercise price	Expiry date	Weighted average remaining contractual life (years)
1,550,000	$ 0.05	March 9, 2026	9.4

(d) Share purchase warrants

During the nine months ended September 30, 2016, 6,000,000 share purchase warrants were exercised at a price of $0.07 per share for proceeds of $420,000 (Note 4(b)).

A summary of changes in share purchase warrants is presented below:

	Warrants outstanding	Weighted average exercise price
Balance, December 31, 2014 and 2015	11,000,000	$ 0.07
Exercised	(6,000,000)	0.07
Balance, September 30, 2016	5,000,000	$ 0.07

(Expressed in Canadian dollars)

4. EQUITY (continued)

(d) Share purchase warrants (continued)

The following table summarizes information about the warrants outstanding and exercisable at September 30, 2016:

Outstanding and exercisable	Weighted average exercise price	Expiry date	Weighted average remaining contractual life (years)
5,000,000	$ 0.07	March 4, 2019	2.4

5. RELATED PARTY TRANSACTIONS

During the three and nine months ended September 30, 2016, the Company incurred $nil and $20,850 in fees paid to a former director of the Company (three and nine months ended September 30, 2015 - $41,070 and $125,090). As at September 30, 2016, $nil was due to this former director (December 31, 2015 - $195,928). These transactions are in the normal course of operations and are recorded at fair value.

6. FINANCIAL INSTRUMENTS AND FINANCIAL 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 one major bank in Canada so there is a concentration of credit risk. This risk is managed by using a major bank that is a high credit quality financial institution as determined by rating agencies. The Company’s secondary exposure to risk on its GST receivable is minimal since it is refundable from the Canadian Government.

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 attempts to ensure there is sufficient access to funds to meet on-going business requirements, taking into account its current cash position and potential funding sources. Historically, the Company's source of funding has been either the issuance of equity securities for cash, primarily through private placements, or loans from its directors and/or companies controlled by its directors. The Company’s access to financing is always uncertain and there can be no assurance of continued access to significant funding from these sources.

Foreign exchange 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 Company’s functional currency. The Company only operates in Canada and is therefore not exposed to foreign exchange risk arising from transactions denominated in a foreign currency.

6. FINANCIAL INSTRUMENTS AND FINANCIAL 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 exposure to interest rate risk relates to its ability to earn interest income on cash balances at variable rates. Changes in short term interest rates will not have a significant effect on the fair value of the Company's cash account.

Fair value
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.

As none of the Company's financial instruments are held at fair value, classification into fair value hierarchy has not been provided. Cash and trade and other payables are held at amortized cost which approximates fair value due to the short term nature of these assets.

7. CAPITAL MANAGEMENT

The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence, safeguard the Company's ability to support its exploration and development expenditures and to sustain future development of the business. The capital structure of the Company consists of share and working capital. There were no changes in the Company's approach to capital management during the nine months ended September 30, 2016, and the Company is not subject to any restrictions on its capital.

8. COMPARATIVE FIGURES

Certain comparative data have been reclassified to conform with the presentation of the current year. The Company has grouped together the comparative balances for certain items on the statement of position and expenses on the statement of operations. There is no net impact on the financial position, net loss, cash flows or loss per share in 2015 as a result of these reclassifications.