



Global Hunter Corp.

Condensed Consolidated Interim Financial Statements

Nine months ended November 30, 2015 and 2014

(Expressed in Canadian dollars)

(unaudited)

NOTICE TO READER

These condensed consolidated interim financial statements of Global Hunter Corp. have been prepared by management and approved by the Audit Committee of the Board of Directors of the Company. In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its external auditors have not reviewed these interim financial statements, notes to the financial statements and the related Management Discussion and Analysis.

Global Hunter Corp.

Condensed Consolidated Interim Statements of Financial Position

(Unaudited - expressed in Canadian dollars)

| | Notes | November 30, 2015 | February 28, 2015 |
|--|-------|----------------------|----------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash | | \$ 60,674 | \$ 644 |
| Receivables | 4 | 3,101 | 1,782 |
| Marketable securities | 5 | 4,000 | 2,500 |
| | | 67,775 | 4,926 |
| Plant and equipment | 6 | 27,538 | 27,446 |
| Exploration and evaluation assets | 7 | 1,561,864 | 1,561,864 |
| Deposits | | 13,495 | 13,495 |
| | | \$ 1,670,672 | \$ 1,607,731 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Accounts payable and accrued liabilities | 8 | \$ 1,645,074 | \$ 1,422,981 |
| Loans payable | 9 | 6,130,309 | 5,419,273 |
| | | 7,775,383 | 6,842,254 |
| SHAREHOLDERS' EQUITY | | | |
| Share capital | 11 | 27,109,181 | 27,109,181 |
| Share-based payment reserve | 11 | 3,738,978 | 3,738,978 |
| Equity component of convertible debt reserve | 11 | 628,535 | 628,535 |
| Investment revaluation reserve | 11 | 3,000 | 1,500 |
| Deficit | | (37,584,405) | (36,712,717) |
| | | (6,104,711) | (5,234,523) |
| | | \$ 1,670,672 | \$ 1,607,731 |

Subsequent events (Note 14)

Approved and authorized on behalf of the Board of Directors on January 29, 2016:

"Rudy Brauer"

"Brad Magnes"

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

Global Hunter Corp.

Condensed Consolidated Interim Statements of Comprehensive Loss

(Unaudited - expressed in Canadian dollars)

| | | Three months ended November 30, | | Nine months ended November 30, | |
|---|-------|------------------------------------|------------------|-----------------------------------|------------------|
| | Notes | 2015 | 2014 | 2015 | 2014 |
| Expenses | | | | | |
| Depreciation | 6 | \$ 861 | \$ 4,358 | \$ 14,633 | \$ 16,434 |
| Exploration and evaluation expenditures | 7 | 61,771 | 55,810 | 172,370 | 278,649 |
| Interest and finance charges | 9 | 231,740 | 143,426 | 611,036 | 409,360 |
| Management fees | 10 | 48,000 | 58,000 | 144,000 | 180,000 |
| Office and miscellaneous | | (269) | 330 | 17 | 7,197 |
| Professional fees | 10 | 6,330 | 4,669 | 25,586 | 16,750 |
| Transfer agent and filing fees | | 651 | 2,578 | 4,013 | 5,637 |
| Loss from operations | | (349,085) | (269,171) | (971,655) | (914,027) |
| Other items | | | | | |
| Gain (loss) on foreign exchange | | 44,404 | (4,380) | 99,967 | 1,739 |
| Net loss | | (304,680) | (273,551) | (871,688) | (912,288) |
| Other comprehensive loss | | | | | |
| Unrealized loss on marketable securities | | - | (250) | - | (500) |
| Comprehensive loss | | (304,680) | (273,801) | (871,688) | (912,788) |
| Basic and diluted loss per share | | | | | |
| | | \$ (0.02) | \$ (0.02) | \$ (0.06) | \$ (0.06) |
| Weighted average number of common shares outstanding - basic and diluted | | | | | |
| | | 14,038,058 | 14,038,058 | 14,038,058 | 14,038,058 |

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

Global Hunter Corp.
Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - expressed in Canadian dollars)

| | Three months ended November 30, | | Nine months ended November 30, | |
|---|------------------------------------|--------------|-----------------------------------|--------------|
| | 2015 | 2014 | 2015 | 2014 |
| Cash from (used in) | | | | |
| Operating Activities | | | | |
| Net loss | \$ (304,680) | \$ (273,551) | \$ (871,688) | \$ (912,288) |
| Items not involving cash: | | | | |
| Depreciation | 861 | 4,358 | 14,633 | 16,434 |
| Non-cash interest | 231,741 | 143,426 | 611,036 | 409,360 |
| Change in non-cash working capital items: | | | | |
| Receivables | (329) | (1,612) | (1,319) | (896) |
| Accounts payable and accrued liabilities | 98,111 | 79,542 | 222,093 | 156,878 |
| Cash from (used in) operating activities | 25,704 | (47,837) | (25,245) | (330,512) |
| Investing activities | | | | |
| Purchase of equipment | 109 | - | (14,725) | - |
| Cash from (used in) investing activities | 109 | - | (14,725) | - |
| Financing activities | | | | |
| Loan advances | - | 38,700 | 100,000 | 328,494 |
| Cash provided from financing activities | - | 38,700 | 100,000 | 328,494 |
| Change in cash | 25,813 | (9,137) | 60,030 | (2,018) |
| Cash, beginning | 34,861 | 9,430 | 644 | 2,311 |
| Cash, ending | \$ 60,674 | \$ 293 | \$ 60,674 | \$ 293 |

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

Global Hunter Corp.
Condensed Consolidated Interim Statements of Changes in Equity
(Unaudited - expressed in Canadian dollars)

| <i>Notes</i> | Number of Shares | Share capital | Share- based payment reserve | Equity component of convertible debt | Investment revaluation reserve | Deficit | Total Equity |
|--|------------------------|------------------|---------------------------------------|---|--------------------------------------|-----------------|-----------------|
| Balance, February 28, 2014 | 14,038,058 | \$27,109,181 | \$ 3,738,978 | \$ 628,535 | \$ - | \$ (35,226,160) | \$ (3,749,466) |
| Net loss | - | - | - | - | - | (912,288) | (912,288) |
| Unrealized gain on marketable securities classified as available-for-sale | - | - | - | - | 500 | - | 500 |
| Balance, November 30, 2014 | 14,038,058 | \$27,109,181 | \$ 3,738,978 | \$ 628,535 | \$ 500 | \$ (36,138,448) | \$ (4,661,254) |
| Balance, February 28, 2015 | 14,038,058 | \$27,109,181 | \$ 3,738,978 | \$ 628,535 | \$ 1,500 | \$ (36,712,717) | \$ (5,234,523) |
| Net loss | - | - | - | - | - | (871,688) | (871,688) |
| Unrealized gain on marketable securities classified as available-for-sale | - | - | - | - | 1,500 | - | 1,500 |
| Balance, November 30, 2015 | 14,038,058 | \$27,109,181 | \$ 3,738,978 | \$ 628,535 | \$ 3,000 | \$ (37,584,405) | \$ (6,104,711) |

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

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

1. Nature of Operations and Going Concern

Global Hunter Corp. (the "Company") is an exploration stage company incorporated under the laws of British Columbia. The Company is listed on the Toronto Stock Exchange Venture ("TSX-V") under the symbol BOB-V. The Company is engaged in the acquisition and exploration of mineral properties located in Canada and Chile. The head office, registered and principal address and records office of the Company are located at 3002 – 1211 Melville Street, Vancouver, British Columbia, Canada.

As a result of the Company not making required payments of principal and interest owing on the outstanding Convertible Loan (Note 9), the Convertible Loan is in default as at November 30, 2015 and as of the date that these condensed consolidated interim financial statements were approved. As a result of being in default, the Convertible Loan has become repayable on demand. As at November 30, 2015, the amount owing on the Convertible Loan, including principal and interest, was \$4,560,725. The principal and interest relating to the Convertible Loan is secured by a pledge of the shares of the Company's subsidiary, Global Hunter Chile Ltda. This subsidiary holds the rights to the Company's primary exploration and evaluation asset, La Corona de Cobre Project (Note 7). Within the going concern assertion, it is presumed that the Company will be able to remedy the loan default and continue to control the subsidiary and therefore the primary Chilean asset.

The Company has not generated any revenue since inception and has never paid any dividends and is unlikely to pay dividends or generate earnings in the immediate or foreseeable future. The Company has not yet established the technical feasibility and commercial viability of extracting mineral resources from its exploration and evaluation assets. The recoverability of the amounts incurred to acquire rights to exploration and evaluation assets is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposition of the properties. These consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Management believes that the Company does not have sufficient funds to meet planned expenditures over the next twelve months and will need to seek additional equity financing. While 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. These material uncertainties raise significant doubt regarding the Company's ability to continue as a going concern. These financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

2. Significant Accounting Policies and Basis of Presentation

These condensed consolidated interim financial statements were authorized for issue on January 29, 2016, by the directors of the Company.

Statement of compliance

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting, using accounting policies consistent with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards (IASB) and interpretations of the International Reporting Interpretations Committee (IFRIC).

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

2. Significant Accounting Policies and Basis of Presentation (continued)

Basis of presentation

These condensed consolidated interim financial statements have been prepared using the same accounting policies and methods of their application as the most recent annual consolidated financial statements of the Company for the year ended February 28, 2015. These condensed consolidated interim financial statements have been prepared on an accrual basis and are based on historical costs, except for certain financial instruments which are measured at fair value. These condensed consolidated interim financial statements are presented in Canadian dollars, unless otherwise indicated.

Basis of consolidation

These consolidated financial statements include the accounts of the Company and its wholly owned Chilean subsidiary, Global Hunter Chile Ltda. Inter-company balances and transactions are eliminated on consolidation.

Use of estimates and judgments

The preparation of the financial statements in conformity with IFRS requires management to make estimates, judgments and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

(i) Critical accounting estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. Critical accounting estimates made by management that may result in a material adjustment to the carrying amount of assets and liabilities within the next financial year and are, but are not limited to, the following:

Estimated useful lives of plant and equipment

The estimated useful lives of plant and equipment which are included in the consolidated statements of financial position will impact the amount and timing of the related depreciation included in profit or loss.

(ii) Critical accounting judgments

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the statements are, but are not limited to, the following:

Determination of functional currency

In accordance with IAS 21, "The Effects of Changes in Foreign Exchange Rates" management determined that the functional currency of the Company and its Chilean subsidiary is the Canadian dollar.

Impairment indicators for exploration and evaluation assets

In accordance with IFRS 6, *Exploration for and Evaluation of Mineral Resources*, the Company uses judgment to assess whether or not facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount.

Foreign currency translation

The functional currency of each entity is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Canadian dollars which is the parent company and its subsidiary's functional and presentation currency.

Transactions and balances:

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the period-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

2. Significant Accounting Policies and Basis of Presentation (continued)

Foreign currency translation (continued)

Exchange differences arising on the translation of monetary items or on settlement of monetary items are recognized in profit or loss in the statement of comprehensive income in the period in which they arise, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognized in other comprehensive income in the statement of comprehensive loss to the extent that gains and losses arising on those non-monetary items are also recognized in other comprehensive income. Where the non-monetary gain or loss is recognized in profit or loss, the exchange component is also recognized in profit or loss.

3. New Standards, Interpretations and Amendments Issued but not yet Effective

A number of standards, amendments to standards and interpretations are not yet effective as of November 30, 2015 and have not been applied in preparing these condensed consolidated interim financial statements. None of these are expected to have a material effect on the financial statements of the Company.

New standard IFRS 9 "Financial Instruments"

This new standard 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. The proposed effective date of IFRS 9 is effective for annual periods beginning on or after January 1, 2018.

4. Receivables

Receivables are comprised of Canadian refundable input tax credits.

5. Marketable Securities

The Company's marketable securities consist of 50,000 shares in Goldbank Mining Corp.:

| | November 30, 2015 | | February 28, 2015 | |
|---------------------|----------------------|-------|----------------------|-------|
| Balance, beginning | \$ | 2,500 | \$ | 1,000 |
| Increase fair value | | 1,500 | | 1,500 |
| Balance, ending | \$ | 4,000 | \$ | 2,500 |

The fair value of the shares has been determined by reference to the closing price of the shares on the TSX-V on November 30, 2015. At that date, the closing price was \$0.08 per share (February 28, 2015 - \$0.05).

6. Plant and Equipment

| | November 30, 2015 | | | February 28, 2015 | | |
|----------------------------|-------------------|-----------------------------|-------------------|-------------------|-----------------------------|-------------------|
| | Cost | Accumulated Depreciation | Net Book Value | Cost | Accumulated Depreciation | Net Book Value |
| Furniture and fixtures | \$ 28,582 | \$ (28,152) | \$ 430 | \$ 28,582 | \$ (25,572) | \$ 3,010 |
| Office and other equipment | 108,959 | (81,851) | 27,108 | 108,959 | (84,523) | 24,436 |
| | \$137,541 | \$ (110,003) | \$ 27,538 | \$137,541 | \$ (110,095) | \$ 27,446 |

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

7. Exploration and Evaluation Assets

Exploration and evaluation assets deferred to the statement of financial position are as follows:

| | La Corona de Cobre Project, Chile | Rabbit South Project, Canada | Total |
|--|---|------------------------------------|--------------|
| Acquisition costs | | | |
| Balance, November 30, 2015 and February 28, 2015 | \$ 1,561,861 | \$ 3 | \$ 1,561,864 |

(a) La Corona de Cobre Project, La Serena, Chile

The Company acquired its 100% interest in the mineral claims of the La Corona de Cobre project through a March 2, 2005 option agreement.

The rights to this exploration and evaluation asset are held by the Company's subsidiary, Global Hunter Chile Ltda. The principal and interest relating to the Convertible Loan (Note 9) is secured by a pledge of the shares of this subsidiary. At November 30, 2015, this loan was in default.

The Company granted a 1% net smelter royalty ("NSR") on the La Corona de Cobre project, as additional consideration for a loan agreement dated May 1, 2013 (Note 9).

On October 16, 2014, the Company entered into two lease agreements for certain claims on the La Corona de Cobre project whereby the lessees will exploit the concessions to extract up to 600 tons per month of ore on each property. The leases are effective for one year and can be renewed for equal terms of 6 month each. The Company will receive 7% of the sale proceeds of ore extracted from the concessions during the previous month.

On June 30, 2015, the Company has made an arrangement with an arm's length lender to provide the company and GH Chile with a loan in the aggregate amount of \$100,000 (U.S.) to make the 2015 annual payments on the Corona de Cobre property in Chile. The loan will be unsecured, will bear interest at the rate of 30 per cent per annum, and shall become due and payable on the second anniversary of the date on which the loan proceeds are advanced, provided that if GH Chile commences to receive revenue from any sources prior to the second anniversary of the loan advance, it will pay 50 per cent of its gross revenues to reduce outstanding loans, including the loan, rateably.

On June 19, 2015, the Company entered into an option and joint venture agreement with ProGroup, whereby the Company grants ProGroup the option to acquire up to 75% interest in the La Corona de Cobre property. To acquire the first option of 51%, ProGroup must incur at least \$1,000,000 of exploration expenses within 18 months. To acquire the additional option of 24%, ProGroup must exercise the first option and incur at least an additional \$2,000,000 of exploration expenses within 3 years. On the date that the additional option is exercised, the Company and ProGroup will be deemed to have formed a joint venture. The property is subject to a 1.0% NSR on production reserved to the Lender (Note 9). This agreement is subject to approval by the TSX-V.

b) Rabbit South project, British Columbia, Canada

The Company acquired 100% interest in mineral claims of the Rabbit South project directly through an option agreement dated January 26, 2004, amended August 17, 2009, subject to a 3% NSR.

Further consideration includes the payment of advance royalties of \$30,000 per annum commencing November 30, 2008. The annual advance royalty payments due December 30, 2012, 2013 and 2014 have not been paid. At November 30, 2015, \$90,000 is included in accrued liabilities for these advance royalty payments. The Company may at any time purchase one third of the 3% NSR for \$1,000,000.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

7. Exploration and Evaluation Assets (continued)

b) Rabbit South project, British Columbia, Canada (continued)

Exploration and evaluation expenditures expensed in the Condensed Consolidated Interim Statements of Comprehensive Loss are as follows:

| | For the nine months ended | |
|--|---------------------------|----------------------|
| | November 30, 2015 | November 30, 2014 |
| Rabbit South, Canada | | |
| Licensing and permitting | \$ - | \$ 308 |
| | \$ - | \$ 308 |
| La Corona de Cobre, Chile | | |
| Communication | \$ - | \$ 1,038 |
| Exploration | (17,265) | 9,793 |
| Geological | 3,891 | 45,443 |
| Licensing and permitting | 111,504 | 122,715 |
| Logistics and support | 22,504 | 47,592 |
| Salaries | 59,528 | 47,034 |
| Professional fees | 33,104 | - |
| Vehicle costs | 6,240 | 4,726 |
| Rent (sale) of mining concessions | (47,136) | - |
| | 172,370 | 278,341 |
| Exploration and evaluation expenditures | \$ 172,370 | \$ 278,649 |

8. Accounts Payable and Accrued Liabilities

| | November 30, 2015 | February 28, 2015 |
|--|----------------------|----------------------|
| Trade payables | \$ 746,744 | \$ 672,205 |
| Accrued liabilities | 96,975 | 96,975 |
| Amounts due to related parties (Note 10) | 764,551 | 616,997 |
| Flow through tax penalty payable | 36,804 | 36,804 |
| Total | \$ 1,645,074 | \$ 1,422,981 |

9. Loans Payable

| | November 30, 2015 | February 28, 2015 |
|-------------------------------|----------------------|----------------------|
| Loans payable - current: | | |
| Emerald Fortune Ltd. (a) | \$ 7,245 | \$ 7,245 |
| Convertible loan (b) | 4,560,725 | 4,173,709 |
| Mara Management Ltd. (c) | 851,064 | 666,118 |
| Pro Group Geological Ltd. (d) | 23,141 | 18,383 |
| RMP Trading Ltd. (e) | 400,014 | 336,647 |
| Rod Husband (f) | 288,120 | 217,171 |
| Total loans payable | \$ 6,130,309 | \$ 5,419,273 |

a) At November 30, 2015, the Company had a balance owing to Emerald Fortune Ltd. in the amount of \$7,245 (February 28, 2015 - \$7,245). The loan is unsecured, non-interest bearing and does not have a fixed term of repayment.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

9. Loans Payable (continued)

b) On October 1, 2010, the Company received a \$2,500,000 Convertible Loan to advance its Corona de Cobre project in Chile. The Convertible Loan had an eighteen month term and the principal was convertible at the option of the lender in whole or in part into units ("Principal Unit") of the Company until eighteen months from the date of the loan advance at the price of \$1.20 per Principal Unit. Each Principal Unit is comprised of one common share and one-half of a non-transferable warrant. Each whole warrant is exercisable to purchase one additional common share for \$2.00 at any time until eighteen months from the date of the loan advance. The Convertible Loan bears interest at the rate of 12% per annum, payable on maturity, and accrued and unpaid interest was convertible at the option of the lender in whole or in part into units ("Interest Unit") of the Company until eighteen months from the date of the loan advance. Each Interest Unit will be comprised of one common share and one-half of a non-transferable warrant. Each whole warrant is exercisable to purchase one additional common share for 150% of the market price of the Company's shares at any time until eighteen months from the date of the loan advance. The Convertible Loan principal and accrued interest is secured by a pledge of the shares of the Company's subsidiary, Global Hunter Chile Ltda. (Note 7), and may be repaid without penalty or bonus on 30-day notice. All shares issued on any conversion of principal or interest will be subject to a four month hold period from the date of advance of loan proceeds.

On June 18, 2012, the Company entered into a first amending agreement and on September 19, 2012, entered into a second amending agreement, collectively being the Amended Convertible Loan Agreement to the Convertible Loan agreement dated October 1, 2010. The terms of repayment of the Convertible Loan have been amended such that up to half of the principal and 100% of the accrued interest will be due and payable on January 31, 2013, if lender gives notice of the requirement of repayment by December 31, 2012. The remaining balance of the principle and accrued interest will become due and payable without demand on October 1, 2013. The conversion price has been amended from \$1.20 to \$2.00 per Principal Unit. As consideration for the extension and new conversion price, the Company will issue the lender detachable warrants exercisable to purchase up to 625,000 shares at \$2.00 per share until the earlier of October 1, 2015 and the time of repayment of that portion of the principal in respect of which such detachable warrants would be issuable if such detachable warrants were a conversion warrant. The Company recognized a finance charge of \$61,706 with a corresponding credit to share-based payment reserve relating to the obligation to issue these warrants determined using the Black-Scholes option pricing model with the following assumptions: Expected dividend – 0; Expected stock price volatility – 132%; Risk-free interest rate – 1.04%; Expected life – 0.83 years.

The Company received notice from the lender requiring payment of up to one-half of the Convertible Loan plus accrued interest by January 31, 2013. The Company did not make this payment and therefore the Convertible Loan is in default.

The loan is a compound financial instrument as it includes both liability and equity components. On initial recognition, the Company determined the fair value of the liability component on the date of issue to be \$1,935,593. The fair value of the liability was determined by calculating the fair value of the future cash flows of the loan assuming a discount rate of 30%. The equity component was determined to be \$564,407 which is the proceeds less the liability component. The debt component of the convertible loan is accreted over the term to maturity, with the accretion charge included in interest expense.

As a result of extending the maturity date of the Convertible Loan, the Company charged \$64,128 to the carrying value of the liability representing the incremental increase in the fair value of the equity component determined using the Black-Scholes option pricing model with the following assumptions: Expected dividend – 0; Expected stock price volatility – 132%; Risk-free interest rate – 1.03%; Expected life – 0.83 years.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

9. Loans Payable (continue)

| | November 30, 2015 | February 28, 2015 |
|------------------------------|----------------------|----------------------|
| Balance, beginning of period | \$ 4,173,709 | \$ 3,694,383 |
| Interest expense accrual | 387,016 | 479,326 |
| Balance, end of period | \$ 4,560,725 | \$ 4,173,709 |

c) i) On January 29, 2013, the Company entered into a loan agreement for \$42,000 with Mara Management Ltd. ("Lender"). The loan had a term of 10 months and 16 days and bears interest at the rate of 18% per annum, payable monthly. The principal amount was due on December 13, 2013. The Company did not make this payment and therefore the loan is in default.

ii) On May 1, 2013, the Company entered into a loan agreement for \$200,000 with the Lender. The loan bears interest at the rate of 18% per annum, payable on demand at any time following six months from date of the loan. The Company did not make this payment and therefore the loan is in default. As additional consideration of the loan, the Company granted to the Lender a 1% net smelter royalty on the La Corona de Cobre Project (Note 7). No fair value was attributed to the 1% NSR.

iii) On September 15, 2013, the Company entered into a loan agreement for \$25,000 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

iv) On October 17, 2013, the Company entered into a loan agreement for \$35,000 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

v) On November 19, 2013, the Company entered into a loan agreement for \$20,000 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

vi) On December 20, 2013, the Company entered into a loan agreement for \$25,000 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

vii) On January 31, 2014, the Company entered into a loan agreement for \$23,230 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

9. Loans Payable (continued)

viii) On March 1, 2014, the Company entered into a loan agreement for \$35,000 with the Lender. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

ix) On July 26, 2014, the Company entered into a loan agreement for \$15,294 with the Lender. The loan bears interest at the rate of 24% per annum and includes a 25% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

x) On August 22, 2014, the Company entered into a loan agreement for \$17,500 with the Lender. The loan bears interest at the rate of 24% per annum and includes a 25% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the first anniversary of the date of advance of the loan.

xi) On September 25, 2014, the Company entered into a loan agreement for \$20,000 with the Lender. The loan bears interest at the rate of 24% per annum and includes a 25% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the first anniversary of the date of advance of the loan.

xii) On October 31, 2014, the Company entered into a loan agreement for \$18,200 with the Lender. The loan bears interest at the rate of 24% per annum and includes a 25% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the first anniversary of the date of advance of the loan.

xiii) On June 17, 2015, the Company entered into a loan agreement for \$100,000 with the Lender. The loan bears interest at 30% per annum and includes a bonus equal to 20% of the principal amount of the loan. The principal, interest and bonus amount are due on the second anniversary of the date of advance of the loan.

| | November 30, 2015 | February 28, 2015 |
|------------------------------|----------------------|----------------------|
| Balance, beginning of period | \$ 666,118 | \$ 428,261 |
| Advances | 100,000 | 105,994 |
| Interest expense accrual | 84,946 | 131,863 |
| Balance, end of period | \$ 851,064 | \$ 666,118 |

d) i) On January 3, 2013, the Company entered into a loan agreement for \$12,500 with Pro Group Geological Ltd. ("ProGroup"). The loan had a term of 12 months and bears interest at the rate of 18% per annum, payable monthly. The principal amount was due on February 14, 2014. The Company did not make this payment and therefore the loan is in default.

| | November 30, 2015 | February 28, 2015 |
|------------------------------|----------------------|----------------------|
| Balance, beginning of period | \$ 18,383 | \$ 15,368 |
| Interest expense accrual | 4,758 | 3,015 |
| Balance, end of period | \$ 23,141 | \$ 18,383 |

e) i) On October 4, 2012, the Company entered into a loan agreement for \$150,000 with RMP Trading Ltd ("RMP"). The loan had a term of 12 months and bears interest at the rate of 18% per annum, payable monthly. The principal amount was due on October 4, 2013. The Company did not make this payment and therefore the loan is in default.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

9. Loans Payable (continued)

ii) On March 15, 2014, the Company entered into a loan agreement for \$30,000 with RMP. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

iii) On April 20, 2014, the Company entered into a loan agreement for \$47,000 with RMP. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

| | November 30, 2015 | | February 28, 2015 | |
|------------------------------|----------------------|---------|----------------------|---------|
| Balance, beginning of period | \$ | 336,647 | \$ | 192,820 |
| Advances | | - | | 77,000 |
| Interest expense accrual | | 63,367 | | 66,827 |
| Balance, end of period | \$ | 400,014 | \$ | 336,647 |

f) On May 15, 2014 the Company entered into a loan agreement for \$165,000 with Rod Husband. The loan bears interest at the rate of 18% per annum for the first year and 30% for the following years and includes a 20% bonus equal to the principal loan amount of the loan. The principal, interest and bonus amount are due on the date which is the tenth day after written demand is made by the Lender at any time after six months from the date of advance of the loan.

| | November 30, 2015 | | February 28, 2015 | |
|------------------------------|----------------------|---------|----------------------|---------|
| Balance, beginning of period | \$ | 217,171 | \$ | - |
| Advances | | - | | 165,000 |
| Interest expense accrual | | 70,949 | | 52,171 |
| Balance, end of period | \$ | 288,120 | \$ | 217,171 |

10. Related Party Transactions and Balances

a) The Company was charged the following amounts by directors officers or companies owned by current and former officers and directors for the three and nine months ended November 30, 2015, and 2014, as follows:

| | Three months ended November 30, | | Nine months ended November 30, | |
|-----------------|---------------------------------|-----------|--------------------------------|------------|
| | 2015 | 2014 | 2015 | 2014 |
| Management fees | \$ 48,000 | \$ 58,000 | \$ 144,000 | \$ 180,000 |

b) Key management personnel compensation

The remuneration of directors and other members of key management personnel, including amounts above, during the three and nine months ended November 30, 2015, and 2014, were as follows:

| | Three months ended November 30, | | Nine months ended November 30, | |
|---------------------|---------------------------------|-----------|--------------------------------|------------|
| | 2015 | 2014 | 2015 | 2014 |
| Short-term benefits | \$ 48,000 | \$ 58,000 | \$ 144,000 | \$ 180,000 |

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

10. Related Party Transactions and Balances (continued)

c) Amounts due to related parties

| | November 30, 2015 | February 28, 2015 |
|--|-------------------|-------------------|
| Due to officers and directors of the Company | \$ 677,803 | \$ 593,927 |
| Due to companies with directors and officers in common | 86,748 | 23,070 |
| | \$ 764,551 | \$ 616,997 |

11. Share Capital

a) Authorized share capital

Unlimited number of common shares without par value.

b) Issued share capital

The Company had 14,038,058 issued and outstanding common shares as at November 30, 2015 (February 28, 2015 – 14,038,058).

c) Share purchase warrants

As at November 30, 2015, and February 28, 2015, there were no warrants outstanding.

d) Stock options

The Company has adopted an incentive stock option plan (the "Plan"). The Plan provides that the aggregate number of shares of the Company's capital stock issuable pursuant to options granted under the plan may not exceed ten percent of the issued and outstanding shares of the Company at the relevant time. Options granted under the Plan may have a maximum term of five years. The exercise price of options granted under the Plan will not be less than the discounted market price of the shares (defined as the last closing market price of the Company's shares immediately preceding the grant date, less the maximum discount permitted by TSX-V Policy), or such other price as may be agreed to by the Company and accepted by the TSX-V. Stock options granted to consultants providing investor relations activities under the Plan are subject to vesting restrictions such that one-quarter of the option shall vest on each of the date of grant and three, nine and twelve months after the date of grant.

There are no outstanding stock options as of November 30, 2015 and February 28, 2015.

e) Reserves

Share-based payment reserve

The share-based payment reserve record items recognized as stock-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.

Equity component of convertible debt

The equity component of convertible debt reserve reflects equity component of convertible debt with liability and equity components. On conversion, the amount recorded will be transferred to share capital.

Investment revaluation reserve

The investment revaluation reserve records unrealized gains and losses arising on available-for-sale financial assets, except for impairment losses and foreign exchange gains and losses on monetary items.

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

12. Segmented Information

The Company is involved in one industry segment comprising the acquisition and exploration of exploration and evaluation assets and two geographic segments: Canada and Chile. Expenses are incurred and the assets are located in both Canada and Chile. The Company's equipment and exploration and evaluation assets are distributed by geographic area as follows:

At November 30, 2015:

| | Property, plant and equipment | Exploration and evaluation assets | Total |
|--------|-------------------------------|-----------------------------------|--------------|
| Canada | \$ - | \$ 3 | \$ 3 |
| Chile | 27,538 | 1,561,861 | 1,589,399 |
| | \$ 27,538 | \$ 1,561,864 | \$ 1,589,402 |

At February 28, 2015:

| | Property, plant and equipment | Exploration and evaluation assets | Total |
|--------|-------------------------------|-----------------------------------|--------------|
| Canada | \$ 6,758 | \$ 3 | \$ 6,761 |
| Chile | 20,688 | 1,561,861 | 1,582,549 |
| | \$ 27,446 | \$ 1,561,864 | \$ 1,589,310 |

13. Risk and Capital 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:

(a) 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 major banks in Canada and Chile. As most of the Company's cash is held by two banks there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. Credit risk is assessed as low.

(b) 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.

At November 30, 2015, the Company has liabilities of \$7,768,138 that are either overdue or payable within the next twelve months. Historically, the Company's source of funding has been the issuance of equity securities for cash, primarily through private placements and loans and advances from related and third parties. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding, or continued support from related parties by way of loans or advances. Liquidity risk is assessed as high.

(c) Market Risk

The significant market risks to which the Company is exposed are interest rate risk, currency risk and other price risk. These are discussed further below:

Global Hunter Corp.

Notes to the Condensed Consolidated Interim Financial Statements

For the nine months ended November 30, 2015 and 2014

(Presented in Canadian dollars)

13. Risk and Capital Management (continued)

(c) Market Risk (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. This risk is considered to be minimal as the Company's loans have fixed interest rates.

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's Chilean subsidiary is exposed to currency risk as it incurs expenditures that are denominated in Chilean pesos and US dollars while its functional currency is the Canadian dollar. The Company does not hedge its exposure to fluctuations in foreign exchange rates. At November 30, 2015, the Canadian dollar equivalent of amounts included in accounts payable and accrued liabilities that are denominated in US dollars is \$-nil and in Chilean pesos is \$134,768.

Other Price Risk

Other price risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because of changes in market prices, other than those arising from interest rate risk, price risk or foreign exchange risk.

The Company is exposed to changes in market prices as these can impact the value of its marketable securities. Other price risk is assessed as low.

(d) 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 its 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 period. The Company is not subject to any externally imposed capital requirements.

14. Subsequent Events

No Subsequent event.