Lund Enterprises Corp.

Condensed Interim Financial Statements

Three and Nine Months Ended March 31, 2018

Expressed in Canadian Dollars

(Unaudited – Prepared by Management)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed interim financial statements of Lund Enterprises Corp. (the "Company") have been prepared by and are the responsibility of Company's management.

The Company's independent auditors have not performed a review of these financial statements.

LUND ENTERPRISES CORP.
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited – Expressed in Canadian Dollars)

	March 31, 2018	June 30, 2017
ASSETS		
Current Assets		
Cash	$ 70,291	$ 158,687
Receivables	1,367	475
Prepaid expenses	4,703	3,002
Total current assets	76,361	162,164
Total Assets	$ 76,361	$ 162,164
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities		
Trade and other payables (Notes 4 and 6)	$ 91,249	$ 66,415
Shareholders' Equity		
Share capital (Note 5)	17,355,941	17,355,941
Reserves	1,378,246	1,378,246
Deficit	(18,749,075)	(18,638,438)
Total Shareholders' Equity (Deficit)	(14,888)	95,749
Total Liabilities and Shareholders' Equity (Deficit)	$ 76,361	$ 162,164

Nature and continuance of operations (Note 1)

These financial statements are authorized for issue by the Board of Directors on April 30, 2018.

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

LUND ENTERPRISES CORP.
CONDENSED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
For the three and nine months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian Dollars)

	Three Months Ended March 31, 2018	Three Months Ended March 31, 2017	Nine Months Ended March 31, 2018	Nine Months Ended March 31, 2017
EXPENSES				
Audit and accounting	$ 7,019	$ 5,066	$ 19,279	$ 17,076
Filing and transfer agent fees	5,296	4,700	11,259	12,599
Legal	403	183	1,163	833
Office and general	3,478	2,114	14,912	7,382
Rent	5,380	2,010	5,580	7,245
Salaries and benefits (Note 6)	13,551	16,957	54,345	44,910
Travel and public relations	230	435	4,099	2,411
	(35,357)	(31,465)	(110,637)	(92,456)
Loss and comprehensive loss for the period	$ (35,357)	$ (31,465)	$ (110,637)	$ (92,456)
Basic and diluted loss per common share	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)
Weighted average number of common shares outstanding	9,335,313	7,868,280	9,335,313	7,846,222

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

LUND ENTERPRISES CORP.
CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Deficit)
For the nine months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian Dollars)

	Share capital				
	Number of shares	**Amount**	**Share-based payments reserve**	**Deficit**	**Total share-holders' equity (Deficit)**
Balance at June 30, 2016	7,835,313	$17,205,941	$1,378,246	$(18,520,042)	$64,145
Private placement	1,000,000	100,000	-	-	100,000
Loss and comprehensive loss for the period	-	-	-	(92,456)	(92,456)
Balance at March 31, 2017	8,835,313	$17,305,941	$1,378,246	$(18,612,498)	$71,689
Balance at June 30, 2017	9,335,313	$17,355,941	$1,378,246	$(18,638,438)	$95,749
Loss and comprehensive loss for the period	-	-	-	(110,637)	(110,637)
Balance at March 31, 2018	9,335,313	$17,355,941	$1,378,246	$(18,749,075)	$(14,888)

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

LUND ENTERPRISES CORP.
STATEMENTS OF CASH FLOWS
For the three and nine months ended March 31, 2018 and 2017
(Unaudited – Expressed in Canadian Dollars)

	Three Months Ended March 31, 2018	Three Months Ended March 31, 2017	Nine Months Ended March 31, 2018	Nine Months Ended March 31, 2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Loss for the period	$ (35,357)	$ (31,465)	$ (110,637)	$ (92,456)
Changes in non-cash working capital items:				
Receivables	49	89	(892)	(485)
Prepaid expenses	(2,790)	(3,283)	(1,701)	(1,805)
Trade and other payables	5,306	9,674	24,834	18,851
Net cash used in operating activities	(32,792)	(24,985)	(88,396)	(75,895)
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash received from private placement	-	100,000	-	100,000
Change in cash	(32,792)	75,015	(88,396)	24,105
Cash, beginning of period	103,083	51,526	158,687	102,436
Cash, end of period	$ 70,291	$ 126,541	$ 70,291	$ 126,541

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

(Unaudited – Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Lund Enterprises Corp. (the "Company" or "Lund") was incorporated on June 22, 1978 under the provisions of the Company Act of British Columbia. The Company is in the business of exploring mineral properties. The address of the Company's corporate office and principal place of business is Suite 300, Guinness Tower, 1055 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2E9.

The business of exploring exploration and evaluation assets involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable operations. The recoverability of amounts expended on exploration and evaluation assets is dependent upon several factors. These include the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of these properties, and future profitable production or proceeds from the disposition of exploration and evaluation assets. Because of the Company's history of operating losses, limited working capital and the state of the capital markets for companies such as Lund, management believes such uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

These financial statements have been prepared on a going concern basis which assumes the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future. The financial statements do not include any adjustments relating to the recoverability and classification of recorded assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

2. BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in accordance with International Accounting Standards 34, Interim Financial Reporting ("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 accounting policies and methods of computation applied by the Company in these condensed interim financial statements are the same as those applied in the Company's annual financial statements as at and for the year ended June 30, 2017.

These condensed interim financial statements do not include all the information and note disclosures required for full annual financial statements and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2017.

3. EXPLORATION AND EVALUATION ASSETS

Black Fox Project, Ontario

Since fiscal 2009 the Company has held an option to acquire a 100% interest in nine claim blocks located in the Thunder Bay Mining Division of northern Ontario. To date, by way of option payments, the Company has issued a total of 20,000 common shares, as adjusted to reflect a share consolidation in December 2013, and made a series of cash payments totalling $85,000. A final 10,000 common shares will become issuable to the optionors upon the completion of a positive feasibility study. The optionors retain a 2.5% net smelter royalty interest, of which 40% can be purchased by the Company at any time for $1,000,000. At June 30, 2012, the Company wrote off $1,153,270 of Black Fox Project costs, being the entire investment to that date in the project. Effective July 1, 2012 further incidental exploration and evaluation costs, if any, are being charged to the statement of loss and comprehensive loss as an operating expense.

4. TRADE AND OTHER PAYABLES

		March 31, 2018		June 30, 2017
Accounts payable	$	4,683	$	945
Accrued payables		86,566		65,470
Trade and other payables	$	91,249	$	66,415

(Unaudited – Expressed in Canadian Dollars)

5. SHARE CAPITAL

(a) Authorized: As at March 31, 2018, the authorized share capital of the Company was an unlimited number of common shares without par value.

(b) Issued:
Common shares: 9,335,313 (June 30, 2017 – 9,335,313).

Warrants:

The following table summarizes information about the issued and outstanding warrants for the period ended March 31, 2018 and June 30, 2017:

	March 31, 2018			June 30, 2017		
	Numbers of warrants	Weighted average exercise price		Numbers of warrants	Weighted average exercise price	
Warrants outstanding, beginning of period	3,000,000	$	0.20	3,000,000	$	0.20
Expired in the period	(3,000,000)		0.20	-		-
Warrants outstanding, end of period	-	$	-	3,000,000	$	0.20

Stock options:

The Company has an incentive stock option plan (the "Plan") to grant options to employees, officers, directors and consultants. The maximum number of shares reserved for issuance under the Plan shall not exceed 10% of the issued share capital of the Company. The exercise price of each option may not be less than the market price of the Company's shares at the date of grant. Options granted under the Plan will have a term not to exceed five years and be subject to vesting provisions as determined by the board of directors of the Company.

The Company has no stock options outstanding for the periods presented.

6. RELATED PARTY TRANSACTIONS

Key management personnel are the persons responsible for planning, directing and controlling the activities of the Company and include both executive and non-executive directors and other senior officers. The Company considers all directors and officers of the Company to be key management personnel.

The Company incurred the following costs with directors and officers:

	Nine months ended March 31, 2018		Nine months ended March 31, 2017	
Directors' fees (included in salaries and benefits)	$	13,500	$	13,500
Management salaries and benefits		22,700		16,450
	$	36,200	$	29,950

Included in trade and other payables at March 31, 2018 is $77,400 (June 30, 2017 - $54,500) due to directors and senior officers.

7. SUBSEQUENT EVENT

On April 16, 2018 the Company announced a non-brokered private placement of 1,766,666 common shares at the price of $0.12 per share for cash proceeds of $212,000. This transaction is subject to closing, including among other matters its acceptance by regulatory authorities. Directors and senior officers subscribed for a total of $87,000 of this placement.