

Jasper Mining Corporation
(an exploration stage corporation)
Financial Statements
March 31, 2019
(Unaudited – Prepared by Management)

Jasper Mining Corporation
(an exploration stage corporation)
Interim Financial Statements

March 31, 2019
(Unaudited)

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Management Report

To the Shareholders of Jasper Mining Corporation

The unaudited interim financial statements of Jasper Mining Corporation were prepared by management in accordance with appropriately selected International Financial Reporting Standards and have been approved by the Board of Directors. Management has used estimates and careful judgment, particularly in those circumstances where transactions affecting current periods are dependent on information not known until a future period.

Management is responsible for the integrity of the financial and operational information contained in these interim financial statements. The Company has designed and maintains internal controls to provide reasonable assurance that assets are properly safeguarded and that the financial records are well maintained and provide relevant, timely and reliable information to management. The interim financial statements have been prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized in the notes to the interim financial statements.

Auditor involvement

The auditor of Jasper Mining Corporation has not performed a review of the unaudited interim financial statements for the three months ended March 31, 2019.

Jasper Mining Corporation

(Signed) "Gordon F. Dixon"

President and in the capacity of Chief Executive Officer

(Signed) "Gordon F. Dixon"

Interim Chief Financial Officer

Calgary, Canada

May 29, 2019

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Financial Position
(Unaudited)

	March 31, 2019	December 31, 2018
Assets		
Current		
Cash	\$ 45,665	\$ 60,376
Prepaid	-	-
Other receivables	889	1,414
	46,554	61,790
Mineral property security deposits (note 4)	50,515	50,469
Property and equipment (note 5)	128,896	129,091
	\$ 225,965	\$ 241,350
Liabilities		
Current		
Accounts payables and accrued liabilities	\$ 301,842	297,099
Due to related parties (note 11)	139,490	139,490
	441,332	436,589
Shareholders' Equity (Deficiency)		
Share capital (note 6)	9,824,132	9,824,132
Warrants (note 7)	16,588	16,588
Contributed surplus	7,313,394	7,302,555
Deficit	(17,369,481)	(17,338,514)
	(215,367)	(195,239)
	\$ 225,965	\$ 241,350

Reporting entity and going concern (note 1)
Subsequent event (note 14)

(Signed) "Gordon F. Dixon" _____, Director

(Signed) "Jean Pierre-Pelletier" _____, Director

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Loss and Comprehensive Loss
(Unaudited)

For the three months ended March 31,

	2019	2018
Expenses		
General and administrative (note 8)	\$ 29,189	\$ 18,934
Exploration and evaluation expense	1,629	824
Depreciation (note 5)	195	234
	(31,013)	(19,992)
Finance income	46	42
Loss and comprehensive loss for the period	\$ (30,967)	\$ (19,950)
Net loss per share		
Basic and diluted (note 9)	\$ (0.00)	\$ (0.00)

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Changes in Equity

(Unaudited)

	Number of shares	Share capital	Warrants	Contributed Surplus	Deficit	Total shareholders' equity (deficiency)
Balance December 31, 2017	13,504,643	\$ 9,535,890	\$ 63,232	\$ 7,216,281	\$ (17,180,439)	\$ (365,036)
Issued for debt settlement	2,152,073	215,207	-	-	-	215,207
Share issue costs	-	(2,076)	-	-	-	(2,076)
Share-based compensation	-	-	-	2,495	-	2,495
Expiration of warrants	-	-	(4,369)	4,369	-	-
Net loss for the period	-	-	-	-	(19,950)	(19,950)
Balance March 31, 2018	15,656,716	\$ 9,749,021	\$ 58,863	\$ 7,223,145	\$ (17,200,389)	\$ (169,360)

	Number of shares	Share capital	Warrants	Contributed Surplus	Deficit	Total shareholders' equity (deficiency)
Balance December 31, 2018	16,256,716	\$ 9,824,132	\$ 16,588	\$ 7,302,555	\$ (17,338,514)	\$ (195,239)
Share-based compensation	-	-	-	10,839	-	10,839
Net loss for the period	-	-	-	-	(30,967)	(30,967)
Balance March 31, 2019	16,256,716	\$ 9,824,132	\$ 16,588	\$ 7,313,394	\$ (17,369,481)	\$ (215,367)

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Cash Flows

(Unaudited)

For the three months ended March 31,	2019	2018
Operating activities		
Net loss for the period	\$ (30,967)	\$ (19,950)
Items not affecting cash		
Depreciation	195	234
Share-based compensation	10,839	2,495
Changes in working capital (note 10)	5,268	5,910
	(14,665)	(11,311)
Financing activities		
Related party advances	-	20,000
Share issuance proceeds	-	-
Share issuance costs	-	(2,076)
	-	17,924
Investing activities		
Mineral property security deposits	(46)	(42)
Increase (decrease) in cash	(14,711)	6,571
Cash, beginning of year	60,376	8,698
Cash, end of period	\$ 45,665	\$ 15,267
Cash interest received	\$ 46	\$ 42
Non-cash transactions:		
Shares issued for settlement of accounts payable and accrued liabilities	\$ -	\$ 215,207
Fair value of warrants exercised transferred to share capital	-	-
Fair value of warrants expired transferred to contributed Surplus	-	4,369

Jasper Mining Corporation
(an exploration stage corporation)
Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

1. Nature of operations and going concern

Jasper Mining Corporation (the "Corporation") is incorporated under the laws of the Province of Alberta and is listed on the TSX Venture Exchange. The Corporation is engaged in the business of mineral exploration in Canada. The Corporation's registered office is located at 501, 888 - 4th Avenue SW, Calgary, Alberta, Canada, T2P 0V2.

To date, the Corporation has not yet determined whether its mineral claims are economically recoverable, nor has it found defined reserves and it's considered to be in the exploration stage. The Corporation believes that it has established and retains satisfactory title to all its claims.

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") on a going concern basis, which contemplates the realization of assets and the discharging of liabilities and commitments in the normal course of operations. The ability of the Corporation to continue to operate as a going concern is largely dependent on its ability in the near term to access sufficient new capital to satisfy its current obligations and fund future exploration and development activities. Management plans to meet its capital requirements from available funds, equity financings, advances from related parties, sale or farm-out of assets, and cash to be provided from the exercise of options and warrants in the future. Management's assessment of the Corporation is based on its current cash flow forecast and financial model. There are material uncertainties that may cast significant doubt as to whether the Corporation is a going concern because of the following factors:

- a) As at March 31, 2019, the Corporation had a working capital deficiency of \$394,778 and no sources of revenue from its resource assets;
- b) There are significant future capital expenditures required to further explore and develop the Corporation's resource assets; and
- c) The current equity market environment may hamper the Corporation's ability to raise funds for its exploration programs.

Management's plans for addressing the above factors are as follows:

- a) The Corporation will continue to seek appropriate financing initiatives that benefit the Corporation and its shareholders; and
- b) The Corporation will continue to review opportunities to enter into joint venture or farm-out arrangements or the potential sale of existing resource interests.

These financial statements do not give effect to adjustments that would be necessary to the carrying values and classifications of assets and liabilities should the Corporation be unable to continue as a going concern and these adjustments could be material.

Jasper Mining Corporation
(an exploration stage corporation)
Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

2. Basis of presentation

These unaudited interim financial statements have been prepared by management in accordance with IAS 34 Interim Financial Reporting from International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. These unaudited interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited financial statements for Jasper Mining Corporation for the year ended December 31, 2018.

These financial statements were authorized for issue by the Board of Directors on May 29, 2019.

Expenses in the statement of loss and comprehensive loss are presented as combination of function and nature in conformity with industry practice. Depreciation is presented on a separate line by their nature, while general and administrative expenses are presented on a functional basis. Significant expenses such as salaries, wages and fees and share-based compensation are presented by their nature in the notes to the financial statements.

These unaudited interim financial statements have been presented in Canadian dollars.

3. Significant accounting standards

These unaudited interim financial statements have been prepared following the same accounting policies as described in note 3 of the audited financial statements for the year ended December 31, 2018. There have been no changes to the Corporation's accounting policies since December 31, 2018 other than outlined below.

The following accounting standard is effective for reporting periods beginning on or after January 1, 2019:

- IFRS 16 was issued in January 2016 and specifies how an IFRS reporter will recognize, measure, present and disclose leases. The standard provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Lessors continue to classify leases as operating or finance, with IFRS 16's approach to lessor accounting substantially unchanged from its predecessor, IAS 17.

The above standard was adopted January 1, 2019 with no material impact on the financial statements.

4. Mineral property security deposits

The Corporation is required to make reclamation deposits in respect of its expected rehabilitation obligations. The reclamation deposits represent collateral for possible reclamation activities necessary on mineral properties in connection with the permits required for exploration activities by the Corporation. The deposits are held in certificates of deposit with maturity dates from 2019 to 2020 and interest rates of 0.60% - 1.00%.

Jasper Mining Corporation
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Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

5. Property and equipment

		Land	Equipment	Total
Cost				
As at December 31, 2017, 2018 and March 31, 2019	\$	123,387	\$ 40,205	\$ 163,592
Accumulated depreciation				
As at December 31, 2017	\$	-	\$ 33,565	\$ 33,565
Depreciation		-	936	936
As at December 31, 2018	\$	-	\$ 34,501	\$ 34,501
Depreciation		-	195	195
As at March 31, 2019	\$	-	\$ 34,696	\$ 34,696
Net book value				
As at March 31, 2019	\$	123,387	\$ 5,509	\$ 128,896
As at December 31, 2018	\$	123,387	\$ 5,704	\$ 129,091

6. Share capital

	March 31, 2019		December 31, 2018	
Issued	Number of shares	Value	Number of shares	Value
Balance, beginning of year	16,256,176	\$ 9,824,132	13,504,643	\$ 9,535,890
Debt conversion (b)	-	-	2,152,073	215,207
Share issue costs	-	-	-	(2,076)
Exercise of warrants			600,000	75,111
Balance, end of period	16,256,176	\$ 9,824,132	16,256,176	\$ 9,824,132

- a) In February 2018, the Corporation approved the conversion of certain existing accounts payable from debt to equity. The total amount of outstanding accounts payable extinguished by the Corporation was \$215,207 for 2,152,073 common shares. The debt was owed to three non-arm's length parties. The conversion was recorded at \$0.10 per share, which was the trading price of the shares as at the date of the conversion. The shares were subject to a four-month hold period ending in June 2018.

7. Warrants

	March 31, 2019		December 31, 2018	
	Number of warrants	Value	Number of warrants	Value
Balance, beginning of year	308,334	\$ 16,588	2,108,334	\$ 63,232
Expired (a)	-	-	(1,200,000)	(31,533)
Exercised	-	-	(600,000)	(15,111)
Balance, end of period	308,334	\$ 16,588	308,334	\$ 16,588

Jasper Mining Corporation
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Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

7. Warrants (continued)

- a) During the three months ended March 31, 2019, nil (December 31, 2018 – 1,200,000) warrants expired and the fair value of \$nil (December 31, 2018 - \$31,533) was allocated to contributed surplus.

Summary information with respect to warrants outstanding at March 31, 2019 is provided below:

Exercise price (\$)	Number exercisable	Number outstanding	Weighted average contractual life remaining years)	Weighted average exercise price (\$)
0.10	308,334	308,334	0.05	0.10

8. Share-based payments

The following is a continuity of stock options for which shares have been reserved:

	March 31, 2019		December 31, 2018	
	Number of options	Weighted average exercise price (\$)	Number of options	Weighted average exercise price (\$)
Balance, beginning of year	1,450,000	\$ 0.10	1,200,000	\$ 0.18
Granted (a)	-	-	600,000	0.10
Expired	-	-	(350,000)	(0.39)
Balance, end of period	1,450,000	\$ 0.10	1,450,000	\$ 0.10

Summary information with respect to options outstanding at December 31, 2018 is provided below:

Exercise price (\$)	Number outstanding	Contractual life remaining (years)	Exercise price (\$)	Number exercisable
0.10	650,000	1.5	0.10	650,000
0.08	200,000	3.2	0.08	200,000
0.10	600,000	4.6	0.10	300,000
	1,450,000	3.0	0.10	1,150,000

- a) During the year ended December 31, 2018, the Corporation granted 600,000 stock options exercisable at \$0.10 to directors and officers. The options vested one-half immediately and the balance one year from the date of grant and are exercisable for a term of five years. The fair value of these options was estimated at \$86,714 (\$0.1482 per option). The Black -Scholes option pricing model calculations were based on the following significant assumptions:

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Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

8. Share based payments (continued)

	December 31, 2018
Share price \$	0.16
Exercise price \$	0.10
Risk-free interest rate %	2.38
Expected forfeiture rate %	2.51
Expected volatility	132%
Expected life	5.0 years
Dividend yield	Nil

During the three months ended March 31, 2019, the Corporation's share-based compensation expense was \$10,839 (2018 - \$2,495) of which all was recognized in general and administrative expenses in the statements of loss and comprehensive loss. The unvested share-based compensation expense as of March 31, 2019 is \$25,292.

9. Per share amounts

Basic net loss per share is calculated as follows:

For the three months ended March 31,	2019	2018
Net loss for the period	\$ (30,967)	\$ (19,950)
Weighted average number of shares:		
Issued common shares at beginning of period	16,256,176	13,504,643
Shares issued	-	1,291,244
Basic weighted average shares	16,256,176	14,795,887
Net loss per share - basic and diluted	\$ (0.00)	\$ (0.00)

The effect of stock options and warrants is anti-dilutive in loss periods.

10. Change in working capital

For the three months ended March 31,	2019	2018
Other receivables	\$ 525	\$ 236
Prepays	-	1,576
Accounts payable and accrued liabilities	4,743	4,098
	\$ 5,268	\$ 5,910

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For the three months ended March 31, 2019 (Unaudited)

11. Related party transactions

Except as disclosed elsewhere in these financial statements, the Corporation had the following related party transactions in the normal course of operations and measured at the exchange amount:

- a) Amounts due to related parties consist of amounts due from shareholders, officers and directors of the Corporation and companies controlled or significantly influenced by shareholders and officers of the Corporation. The amounts are non-interest bearing, unsecured and have no fixed terms of repayment.
- b) During the three months ended March 31, 2019, \$1,500 (2018 - \$1,500) was charged for rent by a company owned by the President of the Corporation. Included in accounts payable and accrued liabilities at March 31, 2019 is \$8,400 (December 31, 2018 - \$6,825) due to this company.
- c) At March 31, 2019, there was \$66,490 (December 31, 2018 - \$66,490) in due to related parties for expense advances and \$73,000 due to related parties (December 31, 2018 - \$73,000) controlled by the President of the Corporation.
- d) During the three months ended March 31, 2019, \$5,250 (December 31, 2018 - \$5,250) was charged by a company owned by the President of the Corporation for administrative services. Included in accounts payable and accrued liabilities at March 31, 2019 is \$31,238 (December 31, 2018 - \$25,725) due to this company.

12. Capital management

The Corporation's objectives when managing capital are to safeguard the Corporation's ability to continue as a going concern and to maintain a flexible capital structure, which will allow it to pursue the development of its mineral properties. Therefore, the Corporation monitors the level of risk incurred in its mineral property expenditures relative to its capital structure.

The Corporation considers its capital structure to include its working capital deficit of \$394,778 (December 31, 2018 - \$374,799) and shareholders' deficiency of \$215,367 (December 31, 2018 - \$195,239). The Corporation monitors its capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the underlying assets.

To maintain or adjust the capital structure, the Corporation may issue new equity if available on favourable terms, option its mineral properties for cash and/or expenditure commitments from optionees, enter into joint venture arrangements, or dispose of mineral properties.

The Corporation's investment policy is to hold cash in interest bearing bank accounts and highly liquid short-term interest bearing investments with maturities of one year or less which can be liquidated at any time without penalties.

The Corporation is not subject to externally imposed capital requirements. There has been no change in the Corporation's approach to capital management during the three months ended March 31, 2019 and year ended December 31, 2018. The Corporation has not paid or declared any dividends since the date of incorporation, nor are any contemplated in the foreseeable future.

Jasper Mining Corporation
(an exploration stage corporation)
Notes to the Financial Statements

For the three months ended March 31, 2019 (Unaudited)

13. Financial instruments and risk management

The Corporation's financial instruments include cash, other receivables, due to related parties, mineral property security deposits, and trade and other payables. The carrying values of these financial instruments approximate their fair values due to their relatively short periods to maturity. The Corporation has exposure to credit risk, liquidity risk and interest rate risk as a result of its use of financial instruments. The Corporation has policies and processes for measuring and managing these risks. Further quantitative disclosures are included throughout these financial statements.

a) Credit risk

Credit risk is the risk of financial loss to the Corporation if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Corporation's policy is to ensure that its investments are liquid.

The Corporation's other receivables relates primarily to Goods and Services Tax input tax credits. Accordingly, the Corporation views credit risk on accounts receivable as minimal and has subsequently collected the outstanding amount.

b) Liquidity risk

Liquidity risk is the risk that the Corporation will incur difficulties meeting its final obligations as they are due. The Corporation's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions without incurring unacceptable losses or risking harm to the Corporation's reputation.

The Corporation prepares annual expenditure budgets, which are regularly monitored and updated as considered necessary. To facilitate its expenditure program, the Corporation raises funds through private equity placements. The Corporation's liquidity position has weakened since the beginning of the year due to the cost of ongoing exploration and corporate activities exceeding funds raised during the period. Current market conditions resulting from the global credit crisis have created unfavourable terms for equity financings required for junior mineral exploration companies, including the Corporation. As a result, the Corporation is currently evaluating alternatives to raise additional capital to improve liquidity.

As at March 31, 2019 and December 31, 2018, the Corporation's financial liabilities were comprised of accounts payable and due to related parties, which all have a maturity of less than one year.

c) Interest rate risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Corporation is exposed to interest rate risk primarily through its variable interest rate on its cash and mineral property security terms deposits as it has not entered into any interest rate contracts. For the three months ended March 31, 2019 and year ended December 31, 2018, if interest rates had been 1% higher with all other variables held constant, the change in net loss would have been insignificant.

14. Subsequent event

Subsequent to year-end, 208,334 warrants were exercised and 100,000 expired leaving no remaining warrants outstanding.