BCM RESOURCES CORPORATION

Financial Statements

For the Six Months Ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

The accompanying condensed interim financial statements of BCM Resources Corporation, for the six months ended February 29, 2016, have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These condensed interim financial statements have not been reviewed by the Company's external auditors.

BCM Resources Corporation
Condensed Interim Statement of Financial Position
As expressed in Canadian dollars
(Unaudited – prepared by management)

	February 29, 2016	August 31, 2015
Assets		
Current		
Cash and cash equivalents	$ **124,410**	$ 906
Term deposits	**13,853**	13,853
GST receivable	**2,540**	423
Prepaid expenses	**4,203**	-
Due from a related party (Note 6)	**5,659**	5,060
	150,665	20,242
Exploration and evaluation assets (Note 3)	**5,535,144**	5,529,555
	$ **5,685,809**	$ 5,549,797
Liabilities		
Current		
Accounts payable and accrued liabilities	$ **426,948**	$ 435,723
Due to related parties (Note 6)	**33,047**	75,947
	459,995	511,670
Shareholders' Equity		
Share capital (Note 4)	**7,514,961**	7,214,361
Reserves (Note 5)	**1,176,951**	1,040,038
Deficit	**(3,466,098)**	(3,216,272)
	5,225,814	5,038,127
	$ **5,685,809**	$ 5,549,797

Nature of operations and going concern (Note 1)

Approval on behalf of the Board of Directors:

"Deborah Goldbloom"
Director

"Dale McClanaghan"
Director

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

BCM Resources Corporation
Condensed Interim Statements of Operations and Comprehensive Loss
As expressed in Canadian dollars
(Unaudited – prepared by management)

	Three Months Ended February 29, 2016	Three Months Ended February 28, 2015	**Six Months Ended February 29, 2016**	Six Months Ended February 28, 2015
Expenses				
Bank charges and interest	$ **292**	$ 189	$ **389**	$ 319
Consulting fees	**26,918**	-	**36,404**	-
Management fees	**22,500**	-	**30,000**	-
Interest income	**(2)**	(2)	**(2)**	(128)
Office and miscellaneous	**4,466**	1,254	**7,861**	2,527
Professional fees	**11,500**	3,581	**13,500**	5,581
Rent	**1,158**	-	**2,317**	7,785
Share-based payments	**136,913**	-	**136,913**	-
Transfer agent and filing fees	**11,679**	7,770	**13,602**	16,222
Travel and promotion	**5,011**	326	**8,842**	506
Net Loss and Comprehensive Loss for the Period	**220,435**	13,118	**249,826**	32,812
Basic and Diluted Loss Per Share	$ **0.01**	$ 0.00	$ **0.01**	$ 0.00
Weighted Average Number of Common Shares Outstanding – Basic and Diluted	**24,387,197**	20,137,011	**25,361,011**	20,028,518

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

BCM Resources Corporation
Condensed Interim Statements of Changes in Equity
As expressed in Canadian dollars
(Unaudited – prepared by management)

	Number of Shares	Share Capital $	Contributed Surplus $	Deficit $	Total $
Balance, August 31, 2014	**20,137,011**	**7,214,361**	**1,040,038**	**(3,043,781)**	**5,210,618**
Net loss for the period	-	-	-	(32,812)	(32,812)
Balance, February 28, 2015	**20,137,011**	**7,214,361**	**1,040,038**	**(3,076,593)**	**5,177,806**
Balance, August 31, 2015	**20,137,011**	**7,214,361**	**1,040,038**	**(3,216,272)**	**5,038,127**
Shares issued for cash (Note 4)	5,224,000	302,450	-	-	302,450
Share issuance costs	-	(1,850)	-	-	(1,850)
Share-based payments (Note 5)	-	-	136,913	-	136,913
Net loss for the period	-	-	-	(249,826)	(249,826)
Balance, February 29, 2016	**25,361,011**	**7,514,961**	**1,176,951**	**(3,466,098)**	**5,225,814**

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

BCM Resources Corporation
Condensed Interim Statements of Cash Flows
For the six months ended
As expressed in Canadian dollars
(Unaudited – prepared by management)

		Six months ended February 29, 2016		Six months ended February 28, 2015
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES:				
Net loss for the period	$	**(249,826)**	$	(32,812)
Adjustments for items not affecting cash:				
Share-based compensation		**136,913**		-
Interest income		**-**		(125)
Changes in non-cash operating working capital:				
GST receivable		**(2,117)**		(758)
Prepaid expenses		**(4,203)**		-
Due to related parties		**(43,499)**		20,682
Accounts payable and accrued liabilities		**(8,775)**		9,969
Net cash flows from (used in) operating activities		**(171,507)**		6,585
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES:				
Unproven mineral rights		**(5,589)**		(14,762)
Net cash flows from (used in) investing activities		**(5,589)**		(14,762)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES:				
Shares issued for cash, net of costs		**300,600**		-
Net cash flows from (used in) investing activities		**300,600**		-
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		**123,504**		(8,177)
Cash and cash equivalents, beginning of period		**906**		8,715
Cash and cash equivalents, end of period	$	**124,410**	$	538

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

1. NATURE OF OPERATIONS AND GOING CONCERN

BCM Resources Corporation ("BCM" or the "Company") is a publicly listed company incorporated in British Columbia with limited liability under the legislation of the Province of British Columbia and its shares are listed on the Toronto Stock Exchange-Venture ("TSX-V"). The Company is principally engaged in the acquisition, exploration, development and mining of mineral properties.

The head office, principal address and registered and records office of the Company are located at Suite 1780 – 400 Burrard Street, Vancouver, BC, V6C 3A6.

The Company is in the process of exploring its mineral property interests and has not yet determined whether its investment in the Carter Property contains mineral reserves that are economically recoverable. This investment is recorded based on actual historical costs incurred to date and is not intended to be reflective of the current or future fair value of the property interest. The Company's continuing operations and the underlying value and recoverability of the costs incurred to date are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition of this investment.

These financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. The Company's ability to continue as a going concern is dependent upon the ability of the Company to obtain financing and generate positive cash flows from its operations. Management of the Company does not expect that cash flows for the Company's operations will be sufficient to cover all of its operating requirements, financial commitments and business development priorities during the next twelve months. Accordingly, the Company expects that it will need to obtain further financing in the form of debt, equity or a combination thereof for the next twelve months. There can be no assurance that additional funding will be available to the Company, or, if available, that this funding will be on acceptable terms. If adequate funds are not available, the Company may be required to delay or reduce the scope of any or all of its development projects. These conditions indicate the existence of material uncertainties that cast significant doubt that the Company will be able to continue on a going concern basis.

2. BASIS OF PRESENTATION

a) Statement of compliance

These condensed interim statements are prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"), applicable to the presentation of interim financial statements, including IAS 34, Interim Financial Reporting.

The policies applied in these condensed interim financial statements are consistent with policies disclosed in Note 3 of the financial statements for the year ended August 31, 2015. These condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended August 31, 2015.

b) Approval of the financial statements

The condensed interim financial statements of BCM Resources Corporation for the six months ended February 29, 2016, were approved and authorized for issue by the Board of Directors on April 29, 2016.

As expressed in Canadian dollars

2. BASIS OF PRESENTATION - continued

c) Significant accounting judgments and estimates

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only, or in the period of the change and future periods, if the change affects both.

In particular, significant areas of judgement and estimation uncertainty considered by management in preparing the consolidated financial statements include:

i. Judgments

- the determination that the Company will continue as a going concern for the next year; and
- whether, and the extent to which, specific events have occurred which persuasively suggest that recovery of the carrying value of the exploration and evaluation assets is unlikely.

ii. Estimates

- useful lives of property and equipment, which affects amortization expense; and
- the inputs used in the determination of the fair value of share purchase options and warrants.

3. EXPLORATION AND EVALUATION ASSETS

Carter Property, Terrace, British Columbia, Canada

	August 31, 2014	**Additions (Recovery)**	August 31, 2015	**Additions (Recovery)**	February 29, 2016
Acquisition costs	$ 313,506	$ 51,281	$ 364,787	$ 489	$ 365,276
Assay	160,257	-	160,257	-	160,257
Camp and miscellaneous	257,763	509	258,272	-	258,272
Drilling	2,943,565	21,000	2,964,565	5,100	2,969,665
Geological	1,251,432	-	1,251,432	-	1,251,432
Reports and mapping	108,279	-	108,279	-	108,279
Survey	180,906	-	180,906	-	180,906
Travel, helicopter and accommodation	906,546	-	906,546	-	906,546
Mineral exploration tax credit claims	(665,489)	-	(665,489)	-	(665,489)
Balance, end of period	$ 5,456,765	$ 72,790	$ 5,529,555	$ 5,589	$ 5,535,144

3. EXPLORATION AND EVALUATION ASSETS - continued

Carter Property, Terrace, British Columbia, Canada - continued

The Company earned a 100% interest in 10 mineral claims subject to a 1.5% net smelter return ("NSR") royalty by paying $90,000 and issuing 350,000 common shares prior to September 27, 2010. In respect to the NSR, the agreement calls for advance royalty payments of $5,000 on June 15, 2009 (paid), $10,000 on June 15, 2010 (paid), $15,000 on June 15, 2011 (paid), $20,000 on June 15, 2012 (paid), $25,000 on June 15, 2013 (paid), $25,000 on June 15, 2014 (accrued), and a final payment of $50,000 due June 15, 2015 (accrued), for an aggregate of $150,000 in total. The agreement also allows the Company to buy-out 0.75% of the NSR at any time for $750,000.

The Company has also staked and dropped additional claims continuous to the original ten claims. The Company currently owns 26 claims, all of which are subject to the NSR pursuant to the above noted option agreement.

Thompson Knolls Property, Utah, USA

On September 2, 2015, the Company announced that it finalized terms of an Agreement with Inland for an option to acquire up to 60% interest in Inland's Thompson Knolls Property ("TK Property") located in central Utah's Great Basin. The TK property comprises 2948.6 hectares located in Millard County, Utah and consists of 100 federal unpatented mineral claims and two State Section Leases, plus an additional 25 newly-staked lode claims comprising 500 acres.
Under the terms of the Agreement, BCM has the option to earn a 51% interest within four years by incurring total property expenditures of $10 million, issuing to Inland a total of 6.5 million shares of the Company, and making total cash payments of $375,000. The Company will also be responsible for posting any required exploration bonds and for paying all annual property and permit-related expenses. Consideration of $50,000 and one (1) million shares shall be due on Closing with the balance of property expenditures, cash and share payments staged over a four year period.

Upon earning a 51% interest, the Company shall have the option to increase its interest in the TK Property by an additional 9% to 60% by spending an additional $5 million on the TK Property and delivering a pre-feasibility level study on the property within 2 years.

The proposed transaction is subject to review by the TSX Venture Exchange and the closing of a formal option agreement.

Although the Company has taken steps to verify title to mineral properties in which it has an interest in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Properties may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

4. SHARE CAPITAL

a) Authorized: Unlimited common shares with no par value.

b) Issued:

During the six months ended February 29, 2016:

On October 6, 2015, the Company completed the first tranche of a Non-Brokered private placement by issuing 1,395,000 common shares at $0.05 per share for gross proceeds of $69,750. On November 27, 2015, the Company completed the second tranche by issuing 1,610,000 common shares at $0.05 per share for gross proceeds of $80,500.

As expressed in Canadian dollars

4. SHARE CAPITAL - continued

During the six months ended February 29, 2016: - continued

On December 18, 2015, the Company completed the third and final tranche of a Non-Brokered private placement by issuing 1,394,000 common shares at $0.05 per share for gross proceeds of $69,700.

On February 15, 2016, the Company completed a non-brokered private placement, by issuing 825,000 Units at $0.10 per share, for gross proceeds of $82,500. Each Unit consists of one common share and one-half of a share purchase warrant. Each full warrant can be exercised at a price of $0.10 per warrant into one common share of the Company, and is exercisable until August 15, 2016.

c) Warrants:

The following share purchase warrants are outstanding and exercisable at February 29, 2016 and August 31, 2015:

		February 29, 2016	**August 31, 2015**
Expiry Date	Exercise Price	Number of Warrants	Number of Warrants
August 15, 2016	$ 0.10	412,500	-
Weighted average remaining life		0.46 years	0.00 years

5. SHARE-BASED PAYMENTS

The Company has a stock option plan in place under which it is authorized to grant options of up to 10% of its outstanding shares to officers, directors, employees and consultants. The exercise price of each option is to be determined by the Board of Directors, but shall not be less than the discounted market price as defined by the TSX-V. Under the stock option plan, the terms of all options granted are for a maximum of five years.

The following stock options are outstanding and exercisable at February 29, 2016 and August 31, 2015:

		February 29, 2016	**August 31, 2015**
Expiry Date	Exercise Price	Number of Options	Number of Options
May 2, 2016	$ 0.60	690,000	690,000
December 24, 2020	$ 0.05	1,750,000	-
	$ 0.21	2,440,000	690,000
Weighted average remaining life		3.51 years	0.67 years

As expressed in Canadian dollars

6. RELATED PARTY TRANSACTIONS

Management accrued $30,000 in management fees during the six months ended February 29, 2016 (February 28, 2015 - $nil). A director was reimbursed $nil (February 28, 2015 - $7,785) for rent expense for the Company's office for the six months ended February 29, 2016.

Due to a related party:	**February 29, 2016 $**	**August 31, 2015 $**
Dale McClanaghan	16,341	74,241
Deborah Goldbloom	16,706	1,706
Total	33,047	75,947

Due from a related party:	**February 29, 2016 $**	**August 31, 2015 $**
Inland Explorations Ltd.	5,659	5,060

Inland Explorations Ltd. ("Inland") is related by way of common directorship with three directors of the Company, all of whom hold shares in Inland and two of which are officers of both companies as follows:

Name & Title (with BCM)	**Position with Inland**	**% Inland Shares**
Craig Thomas	Director	5%
Dale McClanaghan – President & CEO	Director & CFO	9.4%
Deborah Goldbloom - CFO	Director & President	16.1%

Inland shares certain overhead costs in common with the Company. Substantially all of the balance due from Inland relates to costs incurred by the Company on behalf of Inland.

These transactions are in the normal course of operations and have been valued in these financial statements at the exchange amount which is the amount of consideration established and agreed to by the related parties.

Also see Note 3.

7. 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 Company's cash is deposited in bank accounts held with major banks in Canada. 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. The Company's secondary exposure to risk is on its receivables. This risk is minimal as receivables consist primarily of refundable government goods and services taxes.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash and cash equivalents. Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

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 is exposed to minimal interest rate risk.

Capital management

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

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.

The fair value of the Company's receivables, accounts payable and accrued liabilities, and due to and from related parties approximates their carrying values. Cash and cash equivalents and term deposits are measured at fair value using Level 1 inputs.

8. SUBSEQUENT EVENTS

- On March 2, 2016, the Company granted 95,000 stock options to a director of the Company. The options are priced at $0.15 and expire on March 2, 2021.