Golden Harp Resources Inc.

Condensed Interim Financial Statements

Nine Month Period Ended March 31, 2017

(Unaudited – Prepared by Management)

(Expressed in Canadian Dollars)

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed financial statements have been prepared by and are the responsibility of the management.

The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Golden Harp Resources Inc.
Condensed Interim Statements of Financial Position
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Note	March 31, 2017	June 30, 2016
ASSETS			
Current assets			
Cash		$ 14,435	$ 14,596
Marketable securities	4	-	19,969
Receivable	5	1,728	2,671
Prepaid expenses		2,101	3,725
		18,264	40,961
Non-current assets			
Exploration and evaluation assets	6	271,002	268,050
TOTAL ASSETS		**$ 289,266**	**$ 309,011**
LIABILITIES			
Current liabilities			
Trade payables and accrued liabilities	7	$ 127,771	$ 102,721
Promissory notes	8	248,018	194,772
TOTAL LIABILITIES		**375,789**	**297,493**
SHAREHOLDERS' EQUITY			
Share capital	10	6,159,858	6,159,858
Reserves	11	907,301	918,171
Deficit		(7,153,682)	(7,066,511)
TOTAL EQUITY		**(86,523)**	**11,518**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$ 289,266**	**$ 309,011**

NATURE AND CONTINUANCE OF OPERATIONS (Note 1)

Approved on Behalf of the Board:

/s/ "Paul Sarjeant" Paul Sarjeant, Director

/s/ "Shaun Maskerine" Shaun Maskerine, Director

Golden Harp Resources Inc.
Condensed Interim Statements of Comprehensive Loss
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

		Three Months Ended		Nine Months Ended	
	Note	**March 31, 2017**	**March 31, 2016**	**March 31, 2017**	**March 31, 2016**
Expenses					
Interest expense	8	$ 4,678	$ 3,881	$ 13,246	$ 10,212
Office & general		13,689	9,496	27,818	29,645
Professional fees		2,250	2,250	8,416	6,438
Salaries, management, consulting and directors fees	12	11,304	11,250	33,804	33,750
Transfer agent and filing fees		5,939	8,818	11,232	12,783
		(37,860)	(35,695)	(94,516)	(92,828)
Other items					
Gain on sale of marketable securities		-	-	7,345	-
Net loss		**(37,860)**	**(35,695)**	**(87,171)**	**(92,828)**
Other comprehensive loss					
Items that may be reclassified subsequently to profit or loss					
Unrealized loss on marketable securities		-	-	-	1,115
Reclassification adjustment for gains included in net loss upon sale of marketable securities		-	-	(10,870)	-
Total other comprehensive loss		-	-	(10,870)	1,115
Total comprehensive loss		**$ (37,860)**	**$ (35,695)**	**$ (98,041)**	**$ (91,713)**
Loss per share - basic and diluted	10	**$ (0.01)**	**$ (0.01)**	**$ (0.03)**	**$ (0.04)**

Golden Harp Resources Inc.
Condensed Interim Statements of Changes of Equity
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Share capital		Reserves			
	Number of shares	Amount	Stock option reserve	Investment revaluation reserve	Deficit	Total
Balance at June 30, 2015	**2,468,404**	**$ 6,114,858**	**$ 907,301**	**$ (5,084)**	**$ (6,943,910)**	**$ 73,165**
Net loss	-	-	-	-	(92,828)	(92,828)
Unrealized loss on marketable securities	-	-	-	1,115	-	1,115
Balance at March 31, 2016	**2,468,404**	**$ 6,114,858**	**$ 907,301**	**$ (3,969)**	**$ (7,036,738)**	**$ (18,548)**
Balance at June 30, 2016	**3,368,404**	**$ 6,159,858**	**$ 907,301**	**$ 10,870**	**$ (7,066,511)**	**$ 11,518**
Net loss	-	-	-	-	(87,171)	(87,171)
Reclassification adjustment for gains included in net loss upon sale of marketable securities	-	-	-	(10,870)	-	(10,870)
Balance at March 31, 2017	**3,368,404**	**$ 6,159,858**	**$ 907,301**	**$ -**	**$ (7,153,682)**	**$ (86,523)**

Golden Harp Resources Inc.
Condensed Interim Statements of Cash Flows
(Unaudited – Prepared by Management)
(Expressed in Canadian dollars)

	Nine Months Ended	
	March 31, 2017	**March 31, 2016**
Operating activities		
Net loss	$ (87,171)	$ (92,828)
Adjustments for:		
Accrued interest on promissory notes	13,246	10,212
Gain on sale of marketable securities	(7,345)	-
Changes in non-cash working capital items:		
Receivables	943	(375)
Prepaid expenses	1,624	279
Trade payables and accrued liabilities	25,050	35,685
Net cash flows used in operating activities	**(53,653)**	**(47,027)**
Investing activities		
Proceeds on sale of marketable securities	16,444	-
Expenditures on exploration and evaluation assets	(2,952)	(326)
Net cash flows used in investing activities	**13,492**	**(326)**
Financing activities		
Proceeds from promissory notes	40,000	50,000
Net cash flows used in investing activities	**40,000**	**50,000**
Increase (decrease) in cash	(161)	2,647
Cash, beginning	14,596	17,730
Cash, ending	**$ 14,435**	**$ 20,377**

1. Nature and continuance of operations

Golden Harp Resources Inc. (the "Company") was incorporated on May 3, 2006, under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties throughout Canada. The Company's shares are listed on the NEX board of the TSX Venture Exchange ("TSX-V") under the symbol "GHR.H".

The head office, principal address and records office of the Company are located at 595 Burrard Street, Suite 3123, Vancouver, British Columbia, Canada, V7X 1J1. The Company's registered address is 650 West Georgia Street, Suite 1350, Vancouver, British Columbia, Canada, V6B 4N9.

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 its assets and discharge its liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at March 31, 2017 the Company had not advanced its exploration and evaluation assets to commercial production and is not able to finance day to day activities through operations. The Company's continuation as a going concern is dependent upon the successful results from its exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These factors may cast significant doubt about the Company's ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with cash on hand, proceeds on sale of marketable securities, loans from directors and companies controlled by directors and or private placement of common shares.

2. Significant accounting policies and basis of presentation

The financial statements were authorized for issue on May 17, 2017 by the directors of the Company.

Statement of compliance

The condensed interim financial statements of the Company have been prepared in accordance 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"). These condensed interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting ("IAS 34")

These condensed interim financial statements do not include all of the information required for full annual financial statements and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this condensed interim financial report be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2016. The effects of the adoption of new and amended IFRS pronouncements have been disclosed in Note 3 of these condensed interim financial statements.

The accounting policies and methods of application applied by the Company in these condensed interim financial statements are the same as those applied in the Company's most recent annual financial statements for the year ended June 30, 2016, except for those policies which have changed as a result of the adoption of new and amended IFRS pronouncements effective January 1, 2016.

Basis of preparation

The consolidated interim financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The condensed interim financial statements are presented in Canadian dollars unless otherwise noted.

(Expressed in Canadian dollars)

3. Adoption of New and Amended IFRS Pronouncements

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods beginning July 1, 2017 or later periods.

New standard IFRS 9 "Financial Instruments"

This new standard is a partial replacement of IAS 39 "Financial Instruments: Recognition and Measurement". IFRS 9 introduces new requirements for the classification and measurement of financial assets, additional changes relating to financial liabilities, a new general hedge accounting standard which will align hedge accounting more closely with risk management. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018 with early adoption permitted.

The Company has not early adopted this standard and is currently assessing the impact that this standard will have on its financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. Marketable securities

Marketable securities consist of shares of unrelated listed companies.

5. Receivables

	March 31, 2017	June 30, 2016
GST recoverable	$ 1,728	$ 2,671

6. Exploration and evaluation assets

Copper Hill Property, Ontario, Canada	Balance March 31, 2017	Current Expenditures	Balance June 30, 2016	2016 Expenditures	Balance June 30, 2015
Property acquisition costs	$ 3,272,394	$ -	$ 3,272,394	$ -	$ 3,272,394
Exploration and evaluation costs					
Accomodation and meals	83,161	-	83,161	-	83,161
Assay and soil sampling	166,623	-	166,623	-	166,623
Diamond drilling	479,891	-	479,891	-	479,891
Geochemical	32,661	-	32,661	-	32,661
Geological wages and miscellaneous	210,510	-	210,510	-	210,510
Line cutting	74,192	-	74,192	-	74,192
Miscellaneous	65,420	2,952	63,586	1,118	62,468
Supervision	19,250	-	19,250	-	19,250
Surveys	292,814	-	292,814	-	292,814
Travel & Transport	28,106	-	28,106	-	28,106
Wages	38,024	-	38,024	-	38,024
	1,490,652	2,952	1,488,818	1,118	1,487,700
Other					
Option payments received	(913,000)	-	(913,000)	-	(913,000)
Write-down due to impairment	(3,579,044)	-	(3,579,044)	-	(3,579,044)
Total	$ 271,002	$ 2,952	$ 269,168	$ 1,026	$ 268,050

The following is a description of the Company's exploration and evaluation assets:

(Expressed in Canadian dollars)

6. Exploration and evaluation assets (continued)

Copper Hill Project, Ontario

The Copper Hill Project is made up of two claim blocks, the Block A and the Main Block. Certain of the mineral claims are subject to net smelter return royalties ("NSR") varying from 1% to 3%. The Company is entitled to purchase all or part of the NSR's depending on the agreements. The Company has a 30% interest in the Block A claims and a 100% interest in the Main Block claims.

7. Trade payable and accrued liabilities

		March 31, 2017		June 30, 2016
Trade payables (Note 12)	$	121,021	$	93,721
Accrued liabilities		6,750		9,000
	$	127,771	$	102,721

8. Promissory notes

Nine promissory notes of $20,000 each and one of $30,000, totaling $170,000 (June 30, 2016 – $170,000), are payable to a shareholder (Note 12). The promissory notes are evidenced by term promissory notes due on December 4, 2017, March 18, 2018, May 14, 2017, November 19, 2017, February 11, 2018, April 21, 2017, March 3, 2018, January 10, 2018, March 22, 2018 and November 25, 2017 respectively, or earlier upon a default by the Company. The promissory notes bear interest at the rate of 10% per annum payable quarterly. The interest rates are fixed until the maturity date of the promissory notes. During the nine month period ended March 31, 2017, the Company accrued interest on these promissory notes of $13,246 (2016 - $10,212).

9. Restoration and environmental obligations

The Company did not provide for any possible restoration and environmental obligations as management believes that no liability exists.

It is not currently possible to estimate the impact on operating results, if any, of future legislative or regulatory developments on restoration and environmental obligations.

10. Share capital

Authorized share capital

Unlimited number of common shares without par value.

Issued share capital

At March 31, 2017 there were 3,368,404 (June 30, 2016 – 3,368,404) issued and fully paid common shares.

Shares Issued

During the nine month period ended March 31, 2017 the Company did not issue any shares. During the year ended June 30, 2016 the Company issued 600,000 and 300,000 shares with fair values of $30,000 and $15,000 to a director and officer of the Company respectively in order to settle debt of $45,000.

(Expressed in Canadian dollars)

10. Share capital (continued)

Basic and diluted loss per share

The calculation of basic and diluted loss per share for the nine month period ended March 31, 2017 was based on the loss attributable to common shareholders of $87,171 (March 31, 2016 – $92,828) and the weighted average number of common shares outstanding of 3,368,404 (March 31, 2016 –2,468,404).

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the TSX-V requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the Company's issued and outstanding common shares. The exercise price of the options granted will be no less than 85% of the fair market value per share of common shares on the option grant date. Such options will be exercisable for a period of up to 10 years from the date of grant.

The changes in options during the nine month periods ended March 31, 2017 and 2016 are as follows:

	March 31, 2017		June 30, 2016	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding, beginning	-	$ -	142,500	$ 1.56
Options expired	-	-	(142,500)	1.56
Options outstanding, ending	-	$ -	-	$ -
Options exercisable, ending	-	$ -	-	$ -

11. Reserves

Stock option reserve

The stock option reserve records items recognized as stock-based compensation expense until such time that the stock options are exercised, at which time the corresponding amount 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.

12. Related party transactions

The Company incurred interest expense for the nine month period ended March 31, 2017 of $13,246 (March 31, 2016 – $10,212) from a shareholder of the Company.

Key management personnel compensation

	Nine Months Ended	
	March 31, 2017	March 31, 2016
Consulting fee - paid to an officer and director of the Company	$ 22,500	$ 22,500
Management fee - paid to an officer of the Company	11,250	11,250
	$ 33,750	$ 33,750

12. Related party transactions (continued)

Related party balances

Included in trade payables and accrued liabilities at March 31, 2017 is $81,917 (June 30, 2016 – $58,292) owing to an officer and director of the Company for accrued consulting fees and $39,875 (June 30, 2016 – $28,063) owing to the Chief Financial Officer of the Company for accrued management fees (Note 7).

Nine promissory notes totaling $210,000 (June 30, 2016 – $170,000) plus accrued interest of $38,018 (June 30, 2016 – $24,772) is payable to a relative of a director of the Company (Note 8).

13. Segmented information

Operating segments

The Company operates in a single reportable operating segment – the acquisition, exploration and development of exploration and evaluation assets.

Geographic segments

At March 31, 2017 and June 30, 2016 all of the Company's assets are located in Canada.