PORTEX MINERALS INC.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

THREE AND SIX MONTHS ENDED MARCH 31, 2016

(Expressed In Canadian Dollars Except As Otherwise Indicated)

(UNAUDITED)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Portex Minerals Inc. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

PORTEX MINERALS INC.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Expressed In Canadian Dollars Except As Otherwise Indicated)
(Unaudited)

	March 31, 2016	September 30, 2015
ASSETS		
Current assets		
Cash and cash equivalents	**$ -**	$ 121,068
Amounts receivable and prepaid expenses (Note 4)	**42,057**	45,488
Total assets	**$ 42,057**	$ 166,556
DEFICIENCY AND LIABILITIES		
Current liabilities		
Amounts payable and other liabilities (Notes 6 and 11)	**$ 493,558**	$ 2,204,800
Promissory note (Note 7)	**25,000**	25,000
Total current liabilities	**518,558**	2,229,800
Deficiency		
Capital stock (Note 8)	**10,842,639**	10,842,639
Reserves	**836,789**	836,789
Accumulated deficit	**(12,155,929)**	(13,742,672)
Total deficiency	**(476,501)**	(2,063,244)
Total deficiency and liabilities	**$ 42,057**	$ 166,556

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

Nature of Operations and Going Concern (Note 1)
Contingency (Note 15)
Subsequent Event (Note 16)

PORTEX MINERALS INC.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)
(Expressed In Canadian Dollars Except As Otherwise Indicated)
(Unaudited)

	Three Months Ended March 31, 2016	Three Months Ended March 31, 2015	Six Months Ended March 31, 2016	Six Months Ended March 31, 2015
Expenses				
General and administrative (Note 12)	**$ 34,602**	$ 94,776	**$ 169,919**	$ 171,038
Mineral property exploration expense (Note 5)	**-**	4,439	**-**	6,497
Foreign exchange (gain) loss	**(924)**	73,838	**1,961**	75,056
Interest expense (Notes 7 and 11)	**13,919**	308	**27,767**	623
Total expenses	**(47,597)**	(173,361)	**(199,647)**	(253,214)
Gain on settlement of amounts payable and other liabilities	**1,786,390**	-	**1,786,390**	-
Unrealized loss in investment Global Resources Investment Trust	**-**	(37,010)	**-**	(517,780)
Loss on investment in Global Resource Investment Trust	**-**	-	**-**	(110,306)
Net income (loss) and comprehensive income (loss) from continuing operations	**1,738,793**	(210,371)	**1,586,743**	(881,300)
Net loss from discontinued operations (Note 3)	**-**	(1,087,026)	**-**	(1,152,831)
Net income (loss) and comprehensive income (loss)	**$ 1,738,793**	$ (1,297,397)	**$ 1,586,743**	$ (2,034,131)
Basic and diluted income (loss) per share - continuing operations (Note 13)	**$ 0.01**	$ (0.00)	**$ 0.01**	$ (0.00)
Basic and diluted loss per share - discontinued operations (Note 13)	**$ 0.00**	$ (0.01)	**$ 0.00**	$ (0.01)
Weighted average number of shares outstanding (Note 13)	**206,419,302**	204,984,302	**206,419,302**	204,984,302

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

PORTEX MINERALS INC.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' DEFICIENCY
(Expressed In Canadian Dollars Except As Otherwise Indicated)
(Unaudited)

	Capital Stock (Note 8)	Reserves: Contributed Surplus	Reserves: Warrants Reserve	Accumulated Deficit	Total
Balance, September 30, 2014	**$ 10,767,223**	**$ 788,555**	**$ -**	**$ (11,222,469)**	**$ 333,309**
Net loss for the period	-	-	-	(2,034,131)	(2,034,131)
Balance, March 31, 2015	**$ 10,767,223**	**$ 788,555**	**$ -**	**$ (13,256,600)**	**$ (1,700,822)**
Balance, September 30, 2015	**$ 10,842,639**	**$ 788,555**	**$ 48,234**	**$ (13,742,672)**	**$ (2,063,244)**
Net income for the period	-	-	-	1,586,743	1,586,743
Balance, March 31, 2016	**$ 10,842,639**	**$ 788,555**	**$ 48,234**	**$ (12,155,929)**	**$ (476,501)**

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

PORTEX MINERALS INC.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed In Canadian Dollars Except As Otherwise Indicated)
(Unaudited)

Six Months Ended March 31,		**2016**		**2015**
Cash (Used in) Provided by:				
Operating Activities				
Net income (loss) from continuing operations	**$**	**1,586,743**	$	(881,300)
Unrealized foreign exchange loss		**-**		58,499
Unrealized loss in investment in Global Resources Investment Trust		**-**		517,780
Loss on sale of investment in Global Resources Investment Trust		**-**		110,306
Net change in non-cash working capital:				
Decrease in amounts receivable and prepaid expenses		**3,431**		2,625
(Decrease) increase in amounts payable and other liabilities		**(1,711,242)**		129,388
		(121,068)		(62,702)
Investing Activities				
Net proceeds from sale of investment in Global Resources Investment Trust		**-**		52,008
Cash invested in discontinued operations from continuing operations		**-**		(51,926)
		-		82
Net Change in Cash and Cash Equivalents for Continuing Operations		**(121,068)**		(62,620)
Cash and Cash Equivalents, Beginning of the Period for Continuing Operations		**121,068**		65,295
Cash and Cash Equivalents, End of the Period for Continuing Operations	**$**	**-**	$	2,675
Cash used in operating activities for discontinued operations (Note 3)	**$**	**-**	$	(49,114)
Cash provided by financing activities for discontinued operations (Note 3)		**-**		51,926
Net Change in Cash and Cash Equivalents for Discontinued Operations		**-**		2,812
Cash and Cash Equivalents, Beginning of the Period for Discontinued Operations		**-**		9,765
Cash and Cash Equivalents, End of the Period for Discontinued Operations	**$**	**-**	$	12,577

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Portex Minerals Inc. ("Portex" or the "Company") is a Canadian company incorporated pursuant to the Ontario Business Corporations Act on September 25, 2006. The Company’s principal operations used to involve exploring for precious and base metals. In July 2015, the Company sold its subsidiaries in Portugal and Spain and plans to change its business strategy and exit the mining business which has been classified as discontinued operations in these unaudited condensed interim consolidated financial statements for the three and six months ended March 31, 2016 and 2015. The head office of the Company is located at 199 Bay Street, Suite 2901, Toronto, Ontario, M5L 1G1.

On June 25, 2015, the Company entered into a binding Letter of Intent (the "LOI") to acquire Walker Norris Capital Partners III d/b/a Direct Metals Recycling ("DMR"). DMR is an Atlanta, Georgia based company involved in the procurement of Platinum Grade Metals ("PGM") through the processing of catalytic converters. Under the LOI terms, Portex was to acquire all of the issued and outstanding shares in the common stock (the “DMR Shares”) for an aggregate purchase price of US$4.8 million payable by issuance of 48,000,000 post-consolidation common shares of Portex at a deemed price of US$0.10 per post-consolidation common share (the "Acquisition"). On January 27, 2016, the Company renewed the LOI with DMR with no change to the terms and conditions.

On May 19, 2016, the Company terminated the transaction to acquire DMR. In addition, Art Hampson resigned as the Chief Financial Officer (“CFO”) of the Company and Matthew Bassett will act as the interim CFO (see note 16).

Going concern

These unaudited condensed interim consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. The Company has incurred an income for the six months ended March 31, 2016 of $1,586,743 (six months ended March 31, 2015 - loss of $2,034,131), has a working capital deficiency at March 31, 2016 of $476,501 (September 30, 2015 - deficiency of $2,063,244), and has not earned any revenue since the Company’s emergence from protection pursuant to the Companies' Creditors Arrangement Act in July 2009. These circumstances cast significant doubt as to the Company's ability to continue as a going concern and, accordingly, the ultimate use of accounting principles applicable to a going concern. The Company’s ability to continue as a going concern is dependent upon its obtaining additional financing. The Company continues to evaluate various options in order to address its financing needs. There can be no assurance that the Company's financing activities will be successful or sufficient.

These unaudited condensed interim consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and financial position classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the IFRS Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB and interpretations issued by the IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS issued and outstanding as of **May XX,** 2016, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended September 30, 2015. Any subsequent changes to IFRS that are given effect in the Company's annual consolidated financial statements for the year ended September 30, 2016 could result in restatement of these unaudited condensed interim consolidated financial statements.

New accounting standards and interpretations

IFRS 9 – Financial Instruments (“IFRS 9”) was issued by the IASB in October 2010 and will replace IAS 39 – Financial Instruments: Recognition and Measurement (“IAS 39”). 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. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. 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. Earlier adoption is permitted.

(Expressed In Canadian Dollars Except As Otherwise Indicated)

3. DISCONTINUED OPERATIONS

On July 17, 2015, the Company completed the sale of the shares of its subsidiaries, Strategic Resource Acquisition Empreendimentos Mineiros Unipessoal Lda and Redcorp Empreendimentos Mineiros Unipessoal, Lda. in Portugal (collectively "Subsidiaries in Portugal") for total cash consideration of $7,500 and on July 31, 2015, the Company completed the sale of the shares of its subsidiary, GoldQuest Mining (Spain) Corp. ("GoldQuest Spain") for total cash consideration of $60,000.

The following tables present summarized financial information related to discontinued operations in Subsidiaries in Portugal and GoldQuest Spain.

Unaudited condensed interim consolidated statements of loss and comprehensive loss for the discontinued operations for the six months ended March 31, 2015:

	Subsidiaries in Portugal	GoldQuest Spain	Total
Expenses			
General and administrative	$ 976	$ 3,728	$ 4,704
Depreciation	1,223	1,491	2,714
Mineral property exploration expense (Note 5)	30,629	98,119	128,748
Foreign exchange gain	(49,083)	(22,873)	(71,956)
Write-off of mineral properties	202,571	886,050	1,088,621
Total loss from discontinued operations	$ 186,316	$ 966,515	$ 1,152,831

Unaudited condensed interim consolidated statements of loss and comprehensive loss for the discontinued operations for the three months ended March 31, 2015:

	Subsidiaries in Portugal	GoldQuest Spain	Total
Expenses			
General and administrative	$ 307	$ 934	$ 1,241
Depreciation	612	745	1,357
Mineral property exploration expense (Note 5)	(388)	54,752	54,364
Foreign exchange gain	(44,144)	(14,413)	(58,557)
Write-off of mineral properties	202,571	886,050	1,088,621
Total loss from discontinued operations	$ 158,958	$ 928,068	$ 1,087,026

(Expressed In Canadian Dollars Except As Otherwise Indicated)

3. DISCONTINUED OPERATIONS (CONTINUED)

Unaudited condensed interim consolidated statements of cash flows for the discontinued operations for the six months ended March 31, 2015:

	Subsidiaries in Portugal	GoldQuest Spain	Total
Cash used in operating activities	$ (28,555)	$ (20,559)	$ (49,114)
Cash provided by financing activities	32,436	19,490	51,926
Net change in cash and cash equivalents for discontinued operations	3,881	(1,069)	2,812
Cash and cash equivalents at beginning of the period for discontinued operations	8,696	1,069	9,765
Cash and cash equivalents at end of the period for discontinued operations	$ 12,577	$ -	$ 12,577

4. AMOUNTS RECEIVABLE AND PREPAID EXPENSES

	As at March 31, 2016	As at September 30, 2015
Current		
Sales tax receivable - (Canada)	**$ 39,105**	$ 37,625
Prepaid expenses and other	**2,952**	7,863
	$ 42,057	$ 45,488

(Expressed In Canadian Dollars Except As Otherwise Indicated)

5. MINERAL PROPERTIES

Mineral property exploration expense

	Three Months Ended March 31,		Six Months Ended March 31,	
	2016	**2015**	**2016**	**2015**
Portugal - discontinued operation	$ -	$ (388)	$ -	$ 30,629
Spain - discontinued operation	-	54,752	-	98,119
Spain - continuing operation	-	4,439	-	6,497
	$ -	$ 58,803	$ -	$ 135,245

On July 17, 2015, the Company completed the sale of its Subsidiaries in Portugal and on July 31, 2015, the Company completed the sale of GoldQuest Spain. The Company plans to change its business strategy and exit the mining business.

Portugal

During the year ended September 30, 2015, the Company sold its mineral properties in Portugal.

Spain

During the year ended September 30, 2015, the Company sold its mineral properties in Spain.

Northern Ireland and Ireland

On November 15, 2013, the Company acquired all of the shares of Metallum Exploration Limited ("Metallum") in exchange for 100,000,002 issued Portex common shares. Metallum owned 24 exploration licences of which 8 were in Northern Ireland and 16 were in the Republic of Ireland. The aggregate licence area was approximately 215,000 hectares.

On October 30, 2014, the Department of Northern Ireland caused all existing mineral exploration licences held by the Company's wholly-owned subsidiary, Metallum, to terminate effective October 31, 2014. In addition, it rejected Metallum's applications for renewal of certain licences. Metallum no longer has any mineral exploration licences in Northern Ireland.

At September 30, 2014, Metallum owned 16 exploration licenses in Ireland. Metallum has not commenced any work on these licenses as a result of its financial condition. Metallum did not renew the 16 exploration licences when they expired during the first half of 2015.

The Company wrote off all of the mineral properties in Northern Ireland and Ireland in the amount of $5,042,997 during the year ended September 30, 2014.

(Expressed In Canadian Dollars Except As Otherwise Indicated)

6. AMOUNTS PAYABLE AND OTHER LIABILITIES

	As at March 31, 2016	As at September 30, 2015
Falling due within the year		
Trade payables	**$ 493,558**	$ 1,240,224
Accrued liabilities	**-**	964,576
	$ 493,558	$ 2,204,800

7. PROMISSORY NOTE

On March 25, 2014, the Company issued a promissory note with a principal amount of $25,000 at an annualized rate of the prime rate plus 2% to the former Chief Executive Officer ("CEO") of the Company. The promissory note is repayable on demand. During the three and six months ended March 31, 2016, the Company accrued an interest expense of $312 and $627, respectively, at 5% annualized rate on the promissory note (three and six months ended March 31, 2015 - $308 and $623, respectively).

8. CAPITAL STOCK

(a) Authorized - Unlimited number of common shares
Unlimited number of Class A shares

(b) Issued

	Number of Shares	Amount
Balance - September 30, 2014 and March 31, 2015	**204,984,302**	**$ 10,767,223**
Balance - September 30, 2015 and March 31, 2016	**206,419,302**	**$ 10,842,639**

9. WARRANTS AND BROKER WARRANTS

The following table reflects the continuity of warrants for the periods presented:

	Number of Warrants	Exercise Price
Balance, September 30, 2014 and March 31, 2015	**-**	**$ -**
Balance, September 30, 2015 and March 31, 2016	**1,435,000**	**$ 0.10**

The warrants outstanding as at March 31, 2016 are as follows:

Number of Warrants	Exercise Price	Grant Date Fair Value	Expiry Date
1,435,000	**$ 0.10**	**$ 48,234**	**September 30, 2017**

(Expressed In Canadian Dollars Except As Otherwise Indicated)

9. WARRANTS AND BROKER WARRANTS (CONTINUED)

The following table reflects the continuity of broker warrants for the periods presented:

	Number of Broker Warrants	Exercise Price
Balance, September 30, 2014 and March 31, 2015	**-**	**$ -**
Balance, September 30, 2015 and March 31, 2016	**143,500**	**$ 0.50**

The broker warrants outstanding as at March 31, 2016 are as follows:

Number of Broker Warrants	Exercise Price	Grant Date Fair Value	Expiry date
143,500	**$ 0.50**	**$ 16**	**September 30, 2017**

10. STOCK OPTIONS

On February 23, 2011, the Company's stock option plan (the "Plan") was established and approved by shareholders on March 30, 2011. The Company may grant to directors, officers, employees and key consultants options to purchase common shares of the Company. The aggregate number of common shares reserved for issuance under the Plan is limited to a maximum of 10% of the number of common shares of the Company issued and outstanding. The exercise price of options issued may not be less than the market price of the common shares of the Company at the time the option is granted. Vesting provisions vary according to the terms of the individual option grants and all options granted must have a term of ten years or less.

The following table reflects the continuity of stock options for the periods presented:

	Number of Stock Options	Exercise Price
Balance, September 30, 2014, March 31, 2015	**1,525,000**	**$ 0.135**
Balance, September 30, 2015	**1,525,000**	**$ 0.135**
Expired	(1,525,000)	0.135
Balance, March 31, 2016	**-**	**$ -**

No stock options were outstanding as at March 31, 2016.

(Expressed In Canadian Dollars Except As Otherwise Indicated)

11. RELATED PARTY TRANSACTIONS

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. The amounts due to related parties are unsecured, non-interest bearing other than the amount due to Bassett Financial Corporation ("Bassett") and due on demand.

(a) The Company entered into the following transactions with related parties:

		Three Months Ended March 31,		Six Months Ended March 31,	
	Notes	2016 $	2015 $	2016 $	2015 $
Marrelli Support Services Inc. ("MSSI")	(i)	**13,402**	17,520	**22,963**	26,896
DSA Corporate Services Inc. ("DSA")	(ii)	**169**	-	**4,737**	-
Chieftain Metals Inc. ("Chieftain")	(iii)	**-**	-	**-**	2,175
Bassett	(iv)	**12,140**	-	**101,588**	-

(i) The Chief Financial Officer ("CFO") of the Company is an associate of MSSI and the former CFO is the president of MSSI. Fees relate to accounting services and CFO services provided by MSSI. These costs are reflected in general and administrative expenses in the unaudited condensed interim consolidated statements of income (loss) and comprehensive income (loss). As at March 31, 2016, MSSI was owed $153,903 (September 30, 2015 - $129,157) and the amount was included in amounts payable and other liabilities.

(ii) The former CFO of the Company is the secretary of DSA, a firm providing corporate secretarial services to the Company. As at March 31, 2016, DSA was owed $19,416 (September 30, 2015 - $14,679) and the amount was included in amounts payable and other liabilities.

(iii) The former Chairman and director of the Company is also the CEO of Chieftain and the Company pays rent on a monthly basis to Chieftain. These costs are reflected in general and administrative in the unaudited condensed interim consolidated statements of income (loss) and comprehensive income (loss). As at March 31, 2016, Chieftain was owed $nil (September 30, 2015 - $65,354) and the amount was included in amounts payable and other liabilities.

(iv) During the three and six months ended March 31, 2016, the Company was charged $12,140 and $101,588, respectively, by Bassett for consulting fees and interest expenses for amounts owed which have been included in consulting fees and interest expenses in the unaudited condensed interim consolidated statements of income (loss) and comprehensive income (loss). Bassett is controlled by one of the directors of the Company. As at March 31, 2016, Bassett was owed $282,500 plus accrued interest of $nil (September 30, 2015 - $282,500 and accrued interest of $9,727) and the amount was included in amounts payable and other liabilities.

(v) See Note 7 for a promissory note issued to the former CEO of the Company.

(Expressed In Canadian Dollars Except As Otherwise Indicated)

11. RELATED PARTY TRANSACTIONS (CONTINUED)

(b) Remuneration of directors and key management personnel included in general and administrative expense of the Company was as follows:

	Three Months Ended March 31,		Six Months Ended March 31,	
	2016 $	2015 $	2016 $	2015 $
Salary cost and benefits and director fees	-	44,499	-	88,998

As at March 31, 2016, current and former directors and key management personnel of the Company were owed a total of $30,837 (September 30, 2015 - $420,226) and the amount was included in amounts payable and other liabilities. In addition, as at March 31, 2016, the former CEO of the Company was owed $25,000 (September 30, 2015 - $25,000) for the promissory note (September 30, 2015 - $1,897).

12. GENERAL AND ADMINISTRATIVE

	Three Months Ended March 31,		Six Months Ended March 31,	
	2016	2015	2016	2015
Salary costs and benefits	**$ -**	$ 46,641	**$ -**	$ 93,283
Professional fees	**19,777**	30,270	**49,885**	39,942
Investor relations and shareholder information	**1,383**	8,433	**8,301**	16,957
Office management, administration and other	**2,442**	9,432	**6,390**	18,403
Consulting fees	**11,000**	-	**105,343**	2,453
	$ 34,602	$ 94,776	**$ 169,919**	$ 171,038

13. INCOME (LOSS) PER SHARE

The calculation of basic and diluted income (loss) per share for the continuing operations for the three and six months ended March 31, 2016 was based on the income for continuing operations attributable to common shareholders of $1,738,793 and $1,586,743, respectively (three and six months ended March 31, 2015 - loss of $210,371 and $881,300, respectively) and the weighted average number of common shares outstanding of 206,419,302 (three and six months ended March 31, 2015 - 204,984,302). Diluted income per share did not include the effect of 1,435,000 warrants and 143,500 broker warrants (three and six months ended March 31, 2015 - 1,525,000 stock options, nil warrants and nil broker warrants as they were anti-dilutive) as they were not in the money.

The calculation of basic and diluted loss per share for the discontinued operations for the three and six ended March 31, 2016 was based on the loss for discontinued operations attributable to common shareholders of $nil (three and six months ended March 31, 2015 - $1,087,026 and $1,152,831, respectively) and the weighted average number of common shares outstanding of 206,419,302 (three and six months ended March 31, 2015 - 204,984,302). Diluted loss per share did not include the effect of 1,435,000 warrants and 143,500 broker warrants (three and six months ended March 31, 2015 - 1,525,000 stock options, nil warrants and nil broker warrants) as they are anti-dilutive.

(Expressed In Canadian Dollars Except As Otherwise Indicated)

14. FAIR VALUE MEASUREMENTS

The Company has no assets or liabilities measured at fair value on a recurring basis as at March 31, 2016.

(a) Assets and liabilities at carrying amount and estimated fair value:

As at	March 31, 2016		September 30, 2015	
	Carrying Amount	**Estimated Fair Value**	**Carrying Amount**	**Estimated Fair Value**
Financial assets				
Cash and cash equivalents	**$ -**	**$ -**	$ 121,068	$ 121,068
Financial liabilities				
Amounts payable and other liabilities	**$ 493,558**	**$ 493,558**	$ 2,204,800	$ 2,204,800
Promissory notes	**25,000**	**25,000**	25,000	25,000
	$ 518,558	**$ 518,558**	$ 2,229,800	$ 2,229,800

15. CONTINGENCY

Upon successful completion of an aggregate financing of $3,000,000, the Company will be obligated to pay a $50,000 transaction fee to an intermediary.

16. SUBSEQUENT EVENT

On May 19, 2016, the Company terminated the transaction to acquire DMR. In addition, Art Hampson resigned as the CFO of the Company and Matthew Bassett will act as the interim CFO.