Nevado Resources Corporation

Unaudited Condensed Interim Financial Statements
("Financial Statements")
March 31, 2016
(expressed in Canadian dollars)

The attached financial statements have been prepared by Management of Nevado Resources Corporation and have not been reviewed by the auditor

Nevado Resources Corporation

Interim Statements of Financial Position

(Unaudited)

(expressed in Canadian dollars)

	Note	As at March 31, 2016 $	As at December 31, 2015 $
Assets			
Current assets			
Cash and cash equivalents		2,856	6,876
Sales taxes and other		4,679	11,377
		7,535	18,253
Non-current assets			
Tax credits receivable		1,926	1,926
Property, plant and equipment		2,294	2,570
		4,220	4,496
Total assets		7,535	18,253
Liabilities and Equity			
Current liabilities			
Accounts payable and accrued liabilities		263,834	255,555
Long-term debt due within one year		159,573	159,573
		423,307	415,128
Non-current liability			
Contingent liability		77,670	77,670
Total liabilities		501,077	492,798
Share capital		10,628,542	10,628,542
Contributed surplus		3,446,767	3,446,767
Deficit		(14,564,631)	(14,545,358)
Total equity		(489,322)	(470,049)
Total liabilities and equity		7,535	18,253
Going concern	1		

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

Nevado Resources Corporation

Interim Statements of Comprehensive Loss

(Unaudited)

For the three-month periods ended March 31, 2016 and 2015

(expressed in Canadian dollars, except number of shares)

	2016 $	2015 $
Expenses		
Professional and consulting fees	8,025	-
Insurance	-	15,954
Regulatory fees	9,193	3,335
Relations with investors	1,249	38,977
Travel and lodging	-	915
Rent	-	4,076
Office	530	1,844
Interest on long-term debt	-	2,990
Depreciation	276	381
Net loss and comprehensive loss for the period	(19,273)	(68,472)
Basic and diluted net loss per share	(0,001)	(0,005)
Weighted average number of shares outstanding		
Basic and diluted	51,381,296	50,135,999

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

Nevado Resources Corporation

Interim Statements of Changes in Equity

(Unaudited)

For the three-month periods ended March 31, 2016 and 2015

(expressed in Canadian dollars)

	Number of common shares	Share capital $	Contributed surplus $	Deficit $	Total equity $
Balance – January 1, 2016	51,381,296	10,628,542	3,446,767	(14,545,358)	(470,049)
Net loss and comprehensive loss for the period	-	-	-	(19 273)	(19 273)
Balance – March 31, 2016	51,381,296	10,628,542	3,446,767	(14,564,631)	(489,322)
Balance – January 1, 2015	51,381,296	10,628,542	3,446,767	(8,598,552)	5,476,757
Net loss and comprehensive loss for the period	-	-	-	(68,472)	(68,472)
Balance – March 31, 2015	51,381,296	10,628,542	3,446,767	(8,667,024)	5,408,285

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

Nevado Resources Corporation

Interim Statements of Cash Flows

(Unaudited)

For the three-month periods ended March 31, 2016 and 2015

(expressed in Canadian dollars)

	2016 $	2015 $
Cash flows from		
Operating activities		
Net loss for the period	(19,273)	(68,472)
Adjusted for		
Depreciation	276	381
Changes in non-cash operating working capital items		
Sales taxes and other	6,698	(1,849)
Accounts payable and accrued liabilities	8,279	60,830
Net cash used in operating activities	(4,020)	(9,110)
Net change in cash and cash equivalents	(4,020)	(9,110)
Cash and cash equivalents – Beginning of period	6,876	18,986
Cash and cash equivalents – End of period	2,856	9,876
Supplemental information		
Deferred exploration and evaluation expenditures included in accounts payable and accrued liabilities	33,520	33,895
Deferred exploration and evaluation expenditures included in long-term debt	132,875	142,875

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

(expressed in Canadian dollars)

1 Nature of operations and going concern

Nevado Resources Corporation (the "Corporation") was incorporated on June 9, 2006 under the Canada Business Corporations Act and is listed on the Toronto Venture Stock Exchange ("TSX Venture Exchange"). The address of the Corporation's headquarters and registered office is 777 De La Commune Street West, Suite 100, Montréal, Quebec. The Corporation, an exploration and evaluation stage corporation is in the business of acquiring, exploring, evaluating and developing mining properties. It has interests in properties at the exploration and evaluation stage located in Quebec and has not yet determined whether they contain mineral deposits that are economically recoverable.

Until it is determined that properties contain mineral reserves or resources that can be economically mined, they are classified as mining properties. The recoverability of deferred exploration and evaluation expenditures and mining properties is dependent on the discovery of economically recoverable reserves and resources; securing and maintaining title and beneficial interest in the properties; and the ability to obtain the financing required to complete exploration, evaluation, development and construction or the proceeds from the sale of such assets. Changes in future conditions could require material impairment of the carrying value of the mining properties.

The accompanying unaudited condensed interim financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, Management takes into account all available information about the future, which is at least, but not limited to, 12 months from the end of the reporting period. Management is aware in making its assessment of material uncertainties related to events and conditions that lend a significant doubt on the Corporation's ability to continue as a going concern and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern, as described in the following paragraph. These unaudited condensed interim financial statements do not reflect the adjustment to the carrying values of assets and liabilities, expenses and financial position classifications that would be necessary were the going concern assumption not appropriate. These adjustments could be material.

The Corporation recorded a net loss of $19,273 for the three-month periods ended March 31, 2016, and has an accumulated deficit of $14,564,631 as at March 31, 2016. In addition to ongoing working capital requirements, the Corporation must secure sufficient funding to meet its obligations and existing commitments for exploration and evaluation programs and pay general and administrative costs. As at March 31, 2016, the Corporation had negative working capital of $415,772. Management estimates that these funds will not be sufficient to meet the Corporation's obligations and budgeted expenditures through March 31, 2017. Any funding shortfall may be met in the future in a number of ways, including but not limited to, the issuance of new debt or equity instruments, expenditures reductions and/or the introduction of joint venture partners and/or business combinations. While management has been successful in securing financing in the past, there can be no assurance it will be able to do so in the future or that these sources of funding or initiatives will be available for the Corporation or that they will be available on terms which are acceptable to the Corporation.

If management is unable to obtain new funding, the Corporation may be unable to continue its operations, and amounts realized for assets may be less than amounts reflected in these unaudited condensed interim financial statements.

(expressed in Canadian dollars)

The Corporation's financial year ends on December 31. These unaudited condensed interim financial statements were authorized by the Board of Directors for publication on May 27, 2015.

2 Basis of preparation of financial statement

These unaudited condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The financial statements should be read in conjunction with the Company's audited annual financial statements for the year ended December 31, 2014, which have been prepared in accordance with IFRS as issued by the IASB.

The accounting policies followed in these unaudited condensed interim financial statements are consistent with those of previous financial year, except as described below.

3 Financial Instrument – Fair Value

The following table summarizes the fair value hierarchy under which the Company's financial instruments are valued.

- Level one includes quoted prices (unadjusted) in active markets for identical assets or liabilities: – none;
- Level two includes inputs that are observable other than quoted prices include in level one: – none;
- Level three includes inputs that are based on observable market data: – none.

Fair value estimates are made as at the date of the statement of financial position, based on relevant market information and other information about financial instruments.

The Company's financial instruments as at March 31, 2016, consist of cash, accounts payable and accrued charges. The fair value of these financial instruments is disclosed below, and approximates their carrying value due to their short maturity and current market rates.

	March 31, 2015		December 31, 2014	
Financial assets	**Carrying amount $**	**Fair value $**	**Carrying amount $**	**Fair value $**
Cash and cash equivalents	2,856	2,856	6,876	6,876
Financial liabilities				
Accounts payable and accrued liabilities	263,834	263,834	255,555	255,555
Long-term debt	159,573	159,573	159,573	159,573