EDGEWATER EXPLORATION LTD.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Canadian Dollars - Unaudited)

For the Three Months Ended March 31, 2015

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. In accordance with National Instrument 51-102, the Company discloses that its independent auditors have not reviewed the condensed interim consolidated financial statements for the period ended March 31, 2015.

EDGEWATER EXPLORATION LTD.
CONSOLIDATED BALANCE SHEETS
(Expressed in Canadian Dollars - Unaudited)

	Note		March 31, 2015		December 31, 2014
ASSETS					
Current					
Cash		$	**537,726**	$	249,530
GST and other receivables			**20,478**		50,367
Short-term investments			**144,750**		190,000
Prepaid expenses			**35,625**		51,685
			738,579		541,582
Non-current					
Reclamation deposits	4		**869,661**		1,385,240
Property and equipment			**15,216**		17,962
		$	**1,623,456**	$	1,944,784
LIABILITIES AND SHAREHOLDERS' DEFICIT					
Current					
Trade and other payables	5	$	**589,192**	$	756,263
Current provision for government grants			**92,818**		95,633
			682,010		851,896
Non-current					
Deferred revenue			**3,485,956**		3,591,683
Provision for government grants			**139,226**		143,448
Provision for reclamation			**75,324**		77,608
			4,382,516		4,664,635
Shareholders' deficit					
Share capital	6		**30,416,443**		30,416,443
Share-based payments reserve			**4,770,767**		4,752,082
Warrants reserve			**6,377,023**		6,377,023
Accumulated other comprehensive income			**1,354,999**		1,271,139
Accumulated deficit			**(45,678,292)**		(45,536,536)
			(2,759,060)		(2,719,850)
		$	**1,623,456**	$	1,944,784

Nature of operations and going concern	1
Subsequent event	11

On behalf of the Audit Committee:

"Danny Lee" Director *"Douglas Forster"* Director

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

EDGEWATER EXPLORATION LTD.
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31, 2014 AND 2015

	Common shares						
	Number	Amount	Share-based payments reserve	Warrants reserves	Accumulated other comprehensive income	Accumulated deficit	Total
Balance – January 1, 2014	88,794,437	$34,572,842	$4,603,835	$6,075,273	$1,923,123	$(11,295,265)	$35,879,807
Issued for cash	15,800,000	346,228	-	405,678	-	-	751,906
Issued as finder's fees	100,000	(5,859)	-	5,859	-	-	-
Share-based compensation	-	-	37,296	-	-	-	37,296
Net loss for the period	-	-	-	-	-	(7,436,843)	(7,436,843)
Foreign currency translation	-	-	-	-	957,656	-	957,656
Balance – March 31, 2014	104,694,437	$34,913,211	$4,641,131	$6,486,810	$2,880,779	$(18,732,108)	$30,189,823

	Common shares						
	Number	Amount	Share-based payments reserve	Warrants reserves	Accumulated other comprehensive income	Accumulated deficit	Total
Balance – January 1, 2015	104,694,437	$30,416,443	$4,752,082	$6,377,023	$1,271,139	$(45,536,536)	($2,719,850)
Share-based compensation	-	-	18,685	-	-	-	18,685
Net loss for the period	-	-	-	-	-	(141,756)	(141,756)
Foreign currency translation	-	-	-	-	83,860	-	83,860
Balance – March 31, 2015	**104,694,437**	**$30,416,443**	**$4,770,767**	**$6,377,023**	**$1,354,999**	**$(45,678,292)**	**($2,759,060)**

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

EDGEWATER EXPLORATION LTD.
CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31

		2015		2014
EXPENSES				
Accounting and audit fees	$	**14,515**	$	35,375
Amortization		**1,308**		12,494
Management fees		**-**		31,427
Consultants		**3,000**		23,696
Foreign exchange gain		**(7,177)**		(328)
Gain on sale of land		**-**		(280,992)
Insurance		**5,500**		9,629
Investor relations, marketing and conferences		**13,500**		13,147
Legal		**-**		2,721
Loss on sale of equipment		**1,089**		-
Office costs		**3,135**		35,840
Rent		**15,029**		29,367
Property maintenance		**-**		1,522
Share-based compensation (Note 6(a))		**11,244**		15,489
Travel		**-**		1,700
Trust and regulatory fees		**8,748**		7,403
Write-down of mineral property (Note 7)		**104,472**		7,502,058
		174,363		7,440,548
OTHER INCOME				
Cost recovery		**(2,648)**		-
Return of deposit paid		**(12,933)**		-
Finance income		**(17,026)**		(3,705)
Net loss for the period	$	**141,756**	$	7,436,843
OTHER COMPREHENSIVE INCOME				
Items that will be reclassified subsequently to profit or loss:				
Foreign currency translation		**(83,860)**		(957,656)
Comprehensive loss for the period	$	**57,896**	$	6,479,187
Loss per share – basic and diluted	$	**0.00**	$	0.07
Weighted average number of shares outstanding:				
Basic and diluted		**104,694,437**		101,941,575

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

EDGEWATER EXPLORATION LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars - Unaudited)
FOR THE THREE MONTHS ENDED MARCH 31

		2015		2014
CASH PROVIDED BY (USED IN):				
Cash flows from operating activities:				
Net loss for the period	$	**(141,756)**	$	(7,436,843)
Interest income reclassified to cash flow from investing activities		**(17,026)**		(3,705)
Non-cash items:				
Loss on sale of equipment		**1,089**		-
Gain on sale of land		**-**		(280,992)
Write-down of mineral property		**-**		7,502,058
Share-based compensation		**11,244**		15,489
Unrealized foreign exchange		**(11,548)**		287
Amortization		**1,308**		12,494
Changes in non-cash working capital:				
GST and other receivables		**26,923**		(20,529)
Prepaid expenses		**16,060**		7,771
Trade and other payables		**(41,086)**		103,546
		(154,792)		(100,424)
Cash flows from investing activities:				
Cash received from sale of equipment		**350**		-
Cash paid to release reclamation deposits		**(34,280)**		-
Repayment of government grants		**-**		(33,180)
Return of reclamation deposits		**517,564**		-
Finance income		**17,026**		3,705
Proceeds from sale of land		**-**		219,160
Redemption (purchase) of short-term investment		**45,250**		(90,250)
Exploration and evaluation assets		**(94,821)**		(583,965)
		451,089		(484,530)
Cash flows from financing activities:				
Shares issued for cash		**-**		590,000
Share issuance costs		**-**		(38,094)
		-		551,906
Effect of exchange rate on cash		**(8,101)**		1,172
Increase (decrease) in cash		**288,196**		(31,876)
Cash – beginning of period		**249,530**		375,462
Cash – end of period	$	**537,726**	$	343,586
Supplemental Disclosure on Non-cash Investing and Financing Activities				
Fair value of warrants	$	**-**	$	405,678
Fair value of warrants issued as finder's fees	$	**-**	$	5,859
Exploration and evaluation assets included in trade and other payables	$	**450,182**	$	836,135

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Edgewater Exploration Ltd. and its subsidiaries (collectively, "Edgewater" or the "Company") are in the mineral property exploration and development business in Spain. Edgewater Exploration Ltd., the parent, is a public company that is listed on the TSX Venture Exchange (symbol: EDW). It is incorporated and domiciled in Canada and its head office is located at Suite 1820 – 999 West Hastings Street, Vancouver, British Columbia, V6C 2W2.

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. They do not include all of the information and footnotes required by the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board for full annual financial statements and should be read in conjunction with the Company's annual consolidated financial statements for the year ended December 31, 2014. The same accounting policies and methods of computation are used in the preparation of these unaudited condensed interim consolidated financial statements as for the most recent audited annual consolidated financial statements and reflect all the adjustments necessary for fair presentation in accordance with IFRS for the interim periods presented.

These consolidated financial statements have been prepared in accordance with IFRS applicable to a going concern, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Several adverse conditions cast significant doubt on the validity of this assumption. The Company has no source of revenue, is unable to self-finance operations, and has significant cash requirements to meet its overhead and continue its exploration activities. The Company has incurred operating losses since inception. As at March 31, 2015, the Company had $45,678,292 in accumulated deficit and a working capital of $56,569.

The Company's ability to meet its administrative expenses is dependent upon management's ability to obtain additional financing. Subsequent to March 31, 2015, the Company received a letter from the Galician Government in Spain stating that it intends to formally initiate cancellation proceedings of its mining concessions comprising the Corcoesto Gold Project. The Company is presently reviewing its position in light of this correspondence. There is no assurance that the Company will be able to obtain additional financing or resolve its dispute with the Galician Government in the future.

The Company's condensed interim consolidated financial statements do not reflect adjustments in the carrying values of the assets and liabilities, the reported expenses, and the balance sheet classifications used 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.

The unaudited condensed interim financial statements were authorized for issue by the Audit Committee on May 28, 2015.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Critical estimates and assumptions are made in particular with regard to: (i) the assumptions used in calculating the fair value of warrants and share-based payments; (ii) impairment of exploration and evaluation assets; and (iii) provision for reclamation.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (cont'd.)

Fair value of warrants and share-based payments

The Company uses the fair-value method of accounting for share-based payments related to incentive stock options and warrants granted, issued, modified or settled. Under this method, compensation cost attributable to options is measured at fair value at the grant date and expensed over the vesting period. In determining the fair value, the Company makes estimates of the expected volatility of the stock, the expected life of the options or warrants, and an estimated risk-free interest rate. Changes to these estimates could result in the fair value of the options and warrants being less than or greater than the amount recorded.

Impairment of exploration and evaluation assets

Management assesses its exploration and evaluation assets for impairment indicators at the end of each reporting period. Such assessment is based on the facts and circumstances for each project, which considers the Company's intentions for a property. If any impairment indicator exists, an estimate of the recoverable amount is undertaken. If the asset's carrying amount exceeds its recoverable amount, an impairment loss is recognized in the statement of loss and comprehensive loss.

In calculating recoverable amount, the Company uses discounted cash flow techniques to determine fair value when it is not possible to determine fair value either by quotes from an active market or a binding sales agreement. The determination of discounted cash flows is dependent on a number of factors, including future metal prices, the amount of reserves, the cost of bringing the project into production, production schedules, production costs, sustaining capital expenditures, and site closure, restoration and environmental rehabilitation costs. Additionally, the reviews take into account factors such as political, social and legal, and environmental regulations. These factors may change due to changing economic conditions or the accuracy of certain assumptions and, hence, affect the recoverable amount. The Company uses its best efforts to fully understand all of the aforementioned to make an informed decision based upon historical and current facts surrounding its projects.

Provision for reclamation

The Company assesses its provision for reclamation on an annual basis or when new material information becomes available. Mining and exploration activities are subject to various laws and regulations governing the protection of the environment. In general, these laws and regulations are continually changing and the Company has made, and intends to make in the future, expenditures to comply with such laws and regulations. Accounting for reclamation and remediation obligations requires management to make estimates of the future costs the Company will incur to complete the reclamation and remediation work required to comply with existing laws and regulations at each mining operation.

Actual costs incurred may differ from those amounts estimated. Also, future changes to environmental laws and regulations could increase the extent of reclamation and remediation work required to be performed by the Company. Increases in future costs could materially impact the amounts charged to operations for reclamation and remediation. The provision represents management's best estimate of the present value of the future reclamation and remediation obligation. The actual future expenditures may differ from the amounts currently provided.

(Expressed in Canadian Dollars - Unaudited)

3. NEW ACCOUNTING POLICIES EFFECTIVE JANUARY 1, 2015

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after January 1, 2015, and have not been applied in preparing these consolidated financial statements. Those standards with the potential to impact the Company are as follows:

IFRS 9, Financial Instruments ("IFRS 9"), addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortized cost, fair value through other comprehensive income ("OCI") and FVTPL. There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in OCI, for liabilities designated at FVTPL. The standard is effective for accounting periods beginning on or after January 1, 2018. Early adoption is permitted. The Company is currently assessing the impact of IFRS 9.

There are other new standards, amendments to standards and interpretations that have been published and are not yet effective. The Company believes they will have no material impact to its interim consolidated financial statements.

4. RECLAMATION DEPOSITS

		March 31, 2015		December 31, 2014
Opening balance	$	**1,385,240**	$	1,800,746
Return of reclamation deposits		**(517,564)**		(356,266)
Payment to release deposits		**34,280**		-
Foreign exchange		**(32,295)**		(59,240)
Ending balance	$	**869,661**	$	1,385,240

During the period ended March 31, 2015, reclamation deposits totaling $517,564 (equivalent to €370,721) were returned to the Company.

5. TRADE AND OTHER PAYABLES

		March 31, 2015		December 31, 2014
Trade payables	$	**449,951**	$	587,022
Payables due to related parties		**129,241**		129,241
Accruals		**10,000**		40,000
	$	**589,192**	$	756,263

Amounts due to related parties relate to unpaid fees incurred in the normal course of operations. The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. These related party payables have no interest or specific repayments terms. All related party transactions were recorded at the amount agreed upon by the related parties.

(Expressed in Canadian Dollars - Unaudited)

6. SHARE CAPITAL

The authorized share capital of the Company is comprised of an unlimited number of common shares without par value.

(a) *Stock Options*

The total fair value of stock option compensation during the year was $18,685 (2014 - $15,489) of which $11,244 was expensed as share-based compensation and $7,442 was expensed as write-down of mineral property. A summary of the Company's stock options is presented below.

March 31, 2015

Exercise price	January 1, 2015	March 31, 2015	Expiry date	Remaining contractual life in years	Number of options vested
$0.30	200,000	**200,000**	April 5, 2015	0.01	200,000
$0.61	1,300,000	**1,300,000**	May 5, 2015	0.10	1,300,000
$1.00	200,000	**200,000**	June 1, 2015	0.17	200,000
$0.85	400,000	**400,000**	July 12, 2015	0.28	400,000
$1.15	250,000	**250,000**	November 8, 2015	0.61	250,000
$1.10	100,000	**100,000**	January 10, 2016	0.78	100,000
$0.85	250,000	**250,000**	March 29, 2016	1.00	250,000
$0.82	100,000	**100,000**	April 14, 2016	1.04	100,000
$0.85	1,600,000	**1,600,000**	August 2, 2016	1.34	1,600,000
$0.66	250,000	**250,000**	November 8, 2016	1.61	250,000
$0.52	400,000	**400,000**	January 9, 2017	1.78	400,000
$0.40	1,625,000	**1,625,000**	October 11, 2017	2.53	1,625,000
$0.40	25,000	**25,000**	November 22, 2017	2.65	25,000
$0.50	350,000	**350,000**	April 5, 2018	3.02	350,000
$0.20	300,000	**300,000**	August 30, 2018	3.42	300,000
$0.10	3,050,000	**3,050,000**	July 14, 2019	4.29	1,525,000
	10,400,000	**10,400,000**			8,875,000
	$0.48	**$0.48**	Weighted average exercise price		

March 31, 2014

Exercise price	January 1, 2014	March 31, 2014	Expiry date	Remaining contractual life in years	Number of options vested
$0.10	300,000	**300,000**	June 8, 2014	0.19	300,000
$0.30	200,000	**200,000**	April 5, 2015	1.01	200,000
$0.61	1,300,000	**1,300,000**	May 5, 2015	1.10	1,300,000
$1.00	200,000	**200,000**	June 1, 2015	1.17	200,000
$0.85	400,000	**400,000**	July 12, 2015	1.28	400,000
$1.15	250,000	**250,000**	November 8, 2015	1.61	250,000
$1.10	100,000	**100,000**	January 10, 2016	1.78	100,000
$0.85	250,000	**250,000**	March 29, 2016	2.00	250,000
$0.82	100,000	**100,000**	April 14, 2016	2.04	100,000
$0.85	1,625,000	**1,625,000**	August 2, 2016	2.34	1,625,000
$0.66	250,000	**250,000**	November 8, 2016	2.61	250,000
$0.52	400,000	**400,000**	January 9, 2017	2.78	400,000
$0.40	1,630,000	**1,630,000**	October 11, 2017	3.53	1,630,000
$0.40	25,000	**25,000**	November 22, 2017	3.65	18,750
$0.50	350,000	**350,000**	April 5, 2018	4.02	262,500
$0.20	300,000	**300,000**	August 30, 2018	4.42	150,000
	7,680,000	**7,680,000**			7,436,250
	$0.62	**$0.62**	Weighted average exercise price		

(Expressed in Canadian Dollars - Unaudited)

6. SHARE CAPITAL (cont'd.)

b) *Share Purchase Warrants*

A summary of the Company's share purchase warrants is presented below:

Exercise price	January 1, 2015	Expired	March 31, 2015	Expiry date	Remaining contractual life in years
$0.47	666,720	(666,720)	-	February 13, 2015	-
$0.10	15,900,000	-	**15,900,000**	January 7, 2019	3.78
	16,566,720	(666,720)	**15,900,000**		
	$0.11	$0.47	**$0.10**	Weighted average exercise price	

March 31, 2014

Exercise price	January 1, 2014	Issued	March 31, 2014	Expiry date	Remaining contractual life in years
$0.50	2,500,000	-	**2,500,000**	June 21, 2015	1.22
$1.00	2,500,000	-	**2,500,000**	June 21, 2015	1.22
$0.47	666,720	-	**666,720**	February 13, 2015	0.87
$0.10	-	15,900,000	**15,900,000**	January 7, 2019	4.78
	5,666,720	15,900,000	**21,566,720**		
	$0.72	$0.10	**$0.26**	Weighted average exercise price	

7. WRITE-DOWN OF MINERAL PROPERTY

Consistent with the prior year, the Company wrote off all expenditures on the Corcoesto Gold Project during the period ended March 31, 2015. The total impairment charge recognized during the three months ended was $104,472. During the same period in the prior year, the Company recognized an impairment charge of $7,502,058 on the Enchi Gold Project, which was sold to Pinecrest Resources Ltd., a related party to Edgewater. The Company used the consideration received from Pinecrest Resources Ltd. (combination of shares and cash) as the basis in determining the fair value of the Enchi Gold Project as at March 31, 2014.

8. RELATED PARTY TRANSACTIONS

Key management includes the Company's senior management and members of the Board of Directors. Compensation of key management is as follows:

		March 31, 2015		March 31, 2014
Short-term benefits	$	-	$	80,520
Share-based payments		**14,877**		23,033
	$	**14,877**	$	103,553

(Expressed in Canadian Dollars - Unaudited)

9. SEGMENTED INFORMATION

The Company's business is the acquisition, exploration, evaluation, and development of mineral resource properties, which is currently conducted principally in Spain. The Company's Ghanaian subsidiary was sold in December 4, 2014. The Company is in the exploration stage and accordingly, has no reportable segment revenues.

		March 31, 2015		March 31, 2014
Assets by geographic location, at cost				
Canada				
Total assets	$	**374,716**	$	14,578,953
Total liabilities	$	**347,322**	$	652,687
Net loss for the period	$	**52,070**	$	199,475
Ghana				
Total assets	$	**-**	$	1,214,112
Total liabilities	$	**-**	$	24,613
Net loss for the period	$	**-**	$	7,504,532
Write-down of mineral property	$	**-**	$	7,502,058
Spain				
Total assets	$	**1,248,740**	$	19,453,221
Total liabilities	$	**4,035,192**	$	4,379,164
Net loss for the period	$	**89,686**	$	(267,164)
Write-down of mineral property	$	**104,472**	$	-

10. FINANCIAL INSTRUMENTS

The Company's financial assets and liabilities consist of cash, GST and other receivables, short-term investments, reclamation deposits, trade and other payables, and government grants.

(a) *Liquidity Risk*

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company attempts to ensure there is sufficient access to funds to meet short-term business requirements. One of management's goals is to maintain an optimal level of liquidity through the active management of the Company's assets, liabilities, and cash flows. The Company prepares annual budgets which are approved by the Board of Directors and prepares cash flows and liquidity forecasts when appropriate. The Company's cash is held as cash deposits or invested in GICs which are available on demand to fund the Company's short-term financial obligations. All current liabilities are due within the next 12 months. For further discussion, see Note 1 of the financial statements.

(b) *Credit Risk*

The Company's credit risk is primarily attributable to its cash and GST and other receivables. The risk exposure is limited to their carrying values at the balance sheet date. Cash are held as cash deposits or invested in GICs with counterparties that carry investment grade ratings as assessed by external rating agencies. GST and other receivables consist mainly of refundable value added tax credits.

(c) *Market Risks*

The significant market risks to which the Company is exposed are currency risk and interest rate risk. The Company does not currently use derivative or hedging instruments to reduce its exposure to fluctuations in such risks.

i) Currency Risk

The Company's functional currencies are the Canadian dollar and Euro. The Company is exposed to foreign currency risk on cash and receivable balances and the settlement of purchases that are denominated in other than the functional currencies. With all other variables held constant, the Company's shareholders' equity and earnings after tax would both increase (decrease) due to changes in the carrying value of monetary assets and liabilities.

10. FINANCIAL INSTRUMENTS (cont'd.)

ii) Interest Rate Risk

The Company's interest rate risk arises from the interest earned on its deposits, short-term investments, and the interest charged on the repayable government grants. Deposits including its short-term investments are invested on a short-term basis to enable adequate liquidity for payment of operational and capital expenditures. The Company's other financial assets and liabilities are not subject to interest rate risk since they do not bear interest.

(d) *Capital Management*

The Company's objectives in managing its capital resources are to safeguard the entity's ability to continue as a going concern and maximize returns to shareholders in the context of the market. The Company satisfies its capital requirements through management of its cash resources and by utilizing equity issues, as necessary, based on the prevailing economic conditions of both the industry and the capital markets and the underlying risks characteristics of the related assets. The Company's principal source of capital is from the issuance of common shares. To meet the objectives, management monitors the Company's ongoing capital requirements against net working capital and assesses additional capital requirements on a case-by-case basis. The Company is not subject to any externally imposed capital requirements. The capital structure of the Company consists of equity attributable to common shareholders, comprising of issued capital, share-based payments reserve, warrants reserve, accumulated other comprehensive income, and accumulated deficit.

11. SUBSEQUENT EVENT

Subsequent to March 31, 2015, the Company received a letter from the Galician Government in Spain stating that it intends to formally initiate cancellation proceedings of its mining concessions comprising the Corcoesto Gold Project. The Company is presently reviewing its position in light of this correspondence.