FRONTLINE GOLD CORPORATION

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2015 and 2014

FRONTLINE GOLD CORPORATION
UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian Dollars)

	As at June 30 2015 $	As at December 31 2014 $
ASSETS		
Current assets		
Cash	**412**	21
Short-term investments	**1,704**	33,990
Amounts receivable	**9,435**	5,258
Prepaid expenses	**2,500**	6,835
	14,051	46,104
Non-current assets		
Exploration and evaluation assets (Note 4)	**2,900,036**	2,898,386
Equipment	**9,284**	10,810
	2,923,371	2,955,300
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	**1,337,827**	1,558,833
Amounts owing to related parties (Note 6)	**382,942**	933,930
Total Liabilities	**2,377,745**	2,492,763
SHAREHOLDERS' EQUITY		
Total Shareholders' Equity	**1,202,602**	462,537
Total Liabilities and Equity	**2,923,371**	2,955,300

See Nature of operations and going concern (Note 1), and Subsequent events (Notes 4 and 10)

These consolidated financial statements were authorized for issue by the Board of Directors on August 31, 2015. They are signed on the Company's behalf by:

"Walter Henry"
Director

"Tom Hussey"
Director

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

FRONTLINE GOLD CORPORATION
UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(Expressed in Canadian Dollars)

	Three months ended June 30		Six months ended June 30	
	2015	**2014**	**2015**	**2014**
	$	**$**	**$**	**$**
Expenses				
Consulting fees (Note 6)	**(5,000)**	5,500	500	11,325
Depreciation	**762**	1,070	1,524	2,141
Office and general (Note 6)	**2,199**	18,731	19,936	46,360
Interest and loan fees expense (Note 6)	**1,176**	505	1,458	1,253
Management fees (Note 6)	**(30,000)**	42,500	-	85,000
Professional fees	**5,100**	38,100	5,955	47,697
Shareholder information and communications	**60**	(5,148)	899	(4,375)
Share transfer, listing and filing fees	**12,410**	9,609	18,546	12,340
Travel and business development	**-**	-	18	91
	(13,293)	110,867	48,836	201,832
Other expenses (recoveries)				
Foreign exchange loss	**(776)**	(8,313)	31,029	(2,977)
Unrealized loss (gain) on short-term investments	**(500)**	-	(500)	-
Loss on sale of short-term investments	**15,995**	-	15,995	-
Reversal of prior year's expenses	**(620,553)**	-	(620,553)	-
Gain on debt settlement (Note7)	**-**	-	(141,324)	
Net loss (gain) and comprehensive loss (gain) for the period	**(619,127)**	102,554	(666,517)	198,855
(Earnings) Loss per share – basic and diluted	**(0.00)**	0.00	(0.00)	0.00
Weighted average number of shares outstanding – basic and diluted	**140,463,361**	125,753,673	134,830,276	125,753,673

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

FRONTLINE GOLD CORPORATION

UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in Canadian Dollars)

	Common Shares Without Par Value		Share-based payments		Total Shareholders'
	Shares	**Amount**	**Reserve**	**Deficit**	**Equity**
	#	**$**	**$**	**$**	**$**
Balance, December 31, 2014	125,753,673	13,528,593	1,478,260	(14,544,316)	462,537
Issuance of shares for debt	14,379,688	71,898			71,898
Issuance of shares for exploration assets	330,000	1,650			1,650
Net gain for the period	-	-	-	666,517	666,517
Balance, June 30, 2015	**140,463,361**	**13,602,141**	**1,478,260**	**(13,877,799)**	**1,202,602**
Balance, December 31, 2013	125,753,673	13,528,593	1,478,260	(7,436,337)	7,570,516
Net loss for the period	-	-	-	(204,809)	(204,809)
Balance, June 30, 2014	**125,753,673**	**13,528,593**	**1,478,260**	**(7,641,146)**	**7,365,707**

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

FRONTLINE GOLD CORPORATION
UNAUDITED CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars)

	Six months ended June 30	
	2015	**2014**
	$	**$**
Cash provided by (used in) the following activities		
Operating:		
Net income (loss) for the period	**666,517**	(204,809)
Adjustments:		
Depreciation	**1,524**	2,141
Interest expense	**1,458**	1,253
Interest paid	**(1,458)**	(1,253)
Loss on sale of investments	**15,995**	
Unrealized gain on short-term investments	**(500)**	-
Gain on debt settlement	**(141,323)**	-
Reversal of prior years' expenses	**(620,553)**	-
Change in non-cash working capital items:		
Amounts receivable	**3,554**	3,941
Prepaid expenses	**(2,600)**	(2,363)
Accounts payable and accrued liabilities	**102,539**	92,415
Related party loan	**(112,655)**	114,059
	(87,502)	(5,384)
Investing:		
Expenditures on exploration and evaluation assets	**(1,650)**	(3,500)
Proceeds from sale of investments	**15,995**	-
	14,345	(3,500)
Financing:		
Shares issued on debt settlement	**73,548**	-
	73,548	-
Net change in cash for the period	**391**	1,884
Cash, beginning of the period	**21**	1,594
Cash, end of the period	**412**	3,478

See Supplemental cash flow information (Note 5)

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

1 NATURE OF OPERATIONS AND GOING CONCERN

Frontline Gold Corporation ("the Company") was incorporated under the Canada Business Corporations Act on January 16, 2008 and completed an initial public offering on March 23, 2009. The address of the Company's corporate office and principal place of business is 1 Toronto Street, Suite 201, Box 10, Yonge Street, Toronto, Ontario, Canada.

The Company is in the process of exploring mineral properties in Canada, Mali and Turkey and has not yet determined whether these properties contain economic reserves. To date, the Company has not earned production revenue and is considered to be in the development stage.

The Company's consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business. The Company has incurred net income to date and as at June 30, 2015 has a working capital deficiency of $1,706,718 (December 31, 2014 - $2,446,659).

Management cannot provide assurance that the Company will ultimately achieve profitable operations or become cash flow positive, or raise additional debt and/or equity capital. Management intends to continue to raise additional funding in the form of equity financing from the sale of common stock and/or monetization of assets to improve the working capital position (see Note 8), but there is no assurance that the Company will be successful in achieving these goals. These factors may cast significant doubt on the use of the going concern basis of accounting used in the preparation of these consolidated financial statements. These financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue in business, and these adjustments may be material.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

a) Statement of Compliance

These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standard 34 Interim Financial Reporting ("IAS 34"). The accounting policies used in the preparation of these condensed consolidated interim financial statements are consistent with the accounting policies disclosed in the Company's December 31, 2014 annual consolidated financial statements. These condensed consolidated interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's December 31, 2014 year end consolidated financial statements. These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on August 31, 2015.

b) New Accounting Policies

IFRS 13, Fair value measurement, was adopted January 1, 2013 and is a comprehensive standard for fair value measurement and disclosure requirements across all IFRS standards. The new standard clarifies that fair value is the price that would be received to sell an asset, or paid to transfer a liability in an orderly transaction between market participants, at the measurement date. It also establishes disclosures about fair value measurement. Under previous IFRS, guidance on measuring and disclosing fair value was dispersed among value measurements and in many cases did not reflect a clear measurement basis or consistent disclosures.

c) Accounting Standards Issued but not yet Effective

IFRS 9, Financial instruments, introduces new requirements for the classification, measurement and derecognition of financial instruments. Specifically, IFRS 9 requires all recognized financial assets that are within the scope of IAS 39 Financial Instruments: Recognition and Measurement to be subsequently measured at amortized cost or fair value. IFRS 9 is effective for annual periods beginning on or after January 1, 2015, with earlier application permitted.

International Accounting Standard 32, Offsetting Financial Assets and Financial Liabilities (Amendments to IAS 32) ("IAS 32"), clarifies the application of the offsetting requirements. The amendments are effective for annual periods beginning on or after January 1, 2014, with earlier application permitted.

(Expressed in Canadian Dollars)

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Disclosures – Offsetting Financial Assets and Financial Liabilities (Amendments to IFRS 7) outlines new disclosure requirements that enable users of the financial statements to better compare financial statements prepared in accordance with IFRS and US Generally Accepted Accounting Principles.

3 CAPITAL MANAGEMENT

The Company's objective when managing capital is to maintain adequate levels of funding to support the acquisition and exploration of mineral properties and maintain the necessary corporate and administrative functions to facilitate these activities. The Company's definition of capital is shareholders' equity and working capital.

The properties in which the Company currently has an interest are in the exploration stage; as such, the Company is dependent on external financing, primarily equity financing, to fund its activities. There can be no assurance that the Company will be able to continue to raise capital in this manner. To carry out the planned exploration and fund administrative costs, the Company will raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it believes there is sufficient geologic and economic potential and if it has adequate financial resources to do so. There were no changes to the Company's approach to capital management during the period. The Company is not subject to externally imposed capital requirements.

4 EXPLORATION AND EVALUATION ASSETS

	Balance December 31, 2014 $	Acquisition Costs $	Exploration Expenditures $	**Balance June 30, 2015 $**
Niaouleni Gold Project	1,000,000	-	-	**1,000,000**
Poly Property	1,245,061	450	-	**1,245,511**
Stewart Property	617,825	950	-	**618,775**
Mill Tenures	10,500	250	-	**10,750**
Red Lake – Birch Lake	25,000	-	-	**25,000**
	2,898,386	1,650	-	**2,900,036**

Niaouleni Gold Project

The Company holds a 100% interest in two contiguous exploration permits (the "Niaouleni Gold Project") in Mali, West Africa. The permits are subject to a 5% Net Profit Royalty and a 2% Net Smelter Return Royalty ("NSR"). The 2% NSR is convertible at the election of the holder or the Company into 5,000,000 shares of the Company. In the year ended December 31, 2013, the Company renegotiated a working agreement with a company related by common directors which resulted in a reduction of expenditures originally capitalized to this property (See Note 6). At December 31, 2014 the property was written down $4,716,192.

Menderes Gold Project

In 2009, the Company acquired from Merrex a strategic alliance with Aegean, a Turkish corporation, for the exploration for gold in western Turkey and a 90% interest in a Turkish subsidiary, now Frontline Gold Madencilik San.Ve Tic. Ltd. Sti. ("Frontline Turkey"), which held twelve early-stage exploration permits in Turkey. On February 5, 2013, the Company issued 1,500,000 common shares to acquire the remaining 10% ownership of Frontline Turkey.

In August 2010, the Company optioned from Ena Mining Limited ("Ena") two additional exploration permits at Efemçukuru, Turkey. The two new permits at Efemçukuru are subject to a 2% NSR of which 50% may be acquired by the Company for $1,000,000.

The Company earned a 100% interest in the permits by paying Ena a total of USD$225,000 over three years, of which USD$125,000 was paid to date and USD$100,000 was due by December 31, 2012. In January 2013, the property option agreement with Ena was amended to replace the payment of $100,000 due on December 31, 2012 with six monthly payments totalling $110,000, of which $20,000 was paid in January 2013. On May 22, 2013, the Company issued 2,500,000 common shares to settle the remaining option payments of $90,000. At December 31, 2014 the property was written down by $1,797,703.

(Expressed in Canadian Dollars)

4 EXPLORATION AND EVALUATION ASSETS (Continued)

Poly Property

On August 8, 2010, the Company optioned mineral tenures in the Skeena Mining Division, British Columbia (the "Poly Property"). Pursuant to the option agreement (the “Poly Agreement”), the Company may acquire an initial 70% interest in the Poly Property by paying $165,000, issuing 325,000 common shares and incurring $1,500,000 of exploration expenditures as follows. The cash payments and exploration expenditures required pursuant to the Lord Nelson Tenures (as described below) will constitute cash payments and exploration expenditures pursuant to the Poly Agreement.

Date	Cash payment	Share issuances	Exploration expenditures
Upon execution	$ 5,000 (completed, Note 1)	100,000 (completed)	-
December 31, 2010	-	-	$ 200,000 (completed)
April 30, 2011	$ 20,000 (completed, Note 1)	25,000 (completed)	-
December 31, 2011	-	-	$ 250,000 (completed)
April 30, 2012	$ 25,000 (completed)	35,000 (completed)	-
December 31, 2012	-	-	$ 300,000 (completed)
April 30, 2013	$ 35,000 (Note 2)	40,000 (completed)	-
December 31, 2013	-	-	$ 350,000 (Note 2)
April 30, 2014	$ 35,000 (Note 2)	50,000 (completed)	-
December 31, 2014	-	-	$ 400,000 (not completed)
April 30, 2015	$ 45,000 (Note 3)	75,000 (Note 3)	-
Total	**$ 165,000**	**325,000**	**$ 1,500,000**

Note 1: The cash payment of $5,000 due on execution was settled by the issuance of 37,000 common shares and the cash payment of $20,000 due on April 30, 2011 was settled by the issuance of 114,286 common shares.

Note 2: The $35,000 cash payments due on April 30, 2013 and April 30, 2014, and the $350,000 expenditure requirement have been extended (See “Agreement” below).

Note 3: The $45,000 cash payments due on April 30, 2015, and the 75,000 share issuance have been extended (See “Agreement” below).

Upon earning its initial 70% interest, the Company may elect to acquire up to an additional 30% by making cash payments of $500,000 for each incremental 5% interest (a total of $3,000,000 for the remaining 30%). If a percentage less than 100% is acquired, the Company and the Optionor will enter into a joint venture agreement for the further management of the property. The property is subject to a 2.5% NSR, which may be acquired by the Company for $750,000 for each 0.5% ($3,750,000 for the total 2.5% NSR) at any time within four years of the Company earning its interest in the property.

The Company failed to make the payments due on April 30, 2013. The Optionor may terminate the option agreement if requisite payments are not made. The Company received a claim commenced in the Ontario courts from the Optionor in connection with the Poly Property. The Optionor has asserted that the option has terminated. The Company disputed the Optionor's right to sue in the Ontario courts in light of dispute resolution clauses requiring disputes between the parties to be resolved by arbitration, following which the optionor commenced an arbitration proceeding against the Company. Subsequent to year end the Company and Optionor have come to a resolution and the claim has been dropped (see note 10).subsequent event note

The Lord Nelson Tenures

On December 30, 2010, the Poly Project was expanded pursuant to an option (the “Teuton Option “) to acquire a 100% interest in the Lord Nelson Tenures (the “LNT"), a group of mineral claims contiguous with the southeast boundary of the Poly Property, when the Company agreed to assume the obligations of an October 26, 2010 option agreement between Geofine Exploration Consultants Ltd. and Teuton Resources Corporation (the “Geofine-Teuton Assumption"). The LNT fall within the area of influence of the Poly Property and are

(Expressed in Canadian Dollars)

4 EXPLORATION AND EVALUATION ASSETS (Continued)

considered part of the Poly Property. Accordingly, while the Company has assumed Geofine's option for a 100% interest in the LNT, the Company will earn a 70% interest pursuant to the terms of the Poly Agreement.

Pursuant to the Geofine-Teuton Assumption, the Company reimbursed Geofine its initial $15,000 option payment by issuing 88,236 common shares at a fair value of $0.17 per share on January 11, 2011.

To maintain the Teuton Option, the Company must make option payments totalling $195,000 and incur exploration expenditures totalling $1,200,000 over five years as follows. The cash payments and exploration expenditures made under the Teuton Option will constitute cash payments and exploration expenditures pursuant to the Poly Agreement.

Date	Payments	Exploration Expenditures
November 1, 2011	$25,000 (completed, Note 1)	$100,000 (completed)
November 1, 2012	$20,000 (Note 2)	$84,000 (Note 2)
November 1, 2013	$20,000 (Note 3)	$61,000 (Note 3)
November 1, 2014	$80,000 (Note 4)	$555,000 (Note 4)
November 1, 2015	$50,000	$400,000
	$195,000	**$1,200,000**

Note 1: The cash payment of $25,000 due on November 1, 2011 was satisfied by the issuance of 384,616 common shares.

Note 2: The Company has paid $20,000 of the $35,000 cash payment due on November 1, 2012 and had been granted an extension to November 1, 2013 for the remaining cash payment of $15,000 (see Poly Property "Agreement"). Exploration expenditures to December 31, 2013 on the Teuton Option were $201,438.

Note 3: The $40,000 payment due on November 1, 2013 and the exploration expenditures of $200,000 have been extended (see Poly Property "Agreement").

Note 4: The $45,000 payment due on November 1, 2014 and the exploration expenditures of $300,000 have been extended (see Poly Property "Agreement"). Per the Agreement, the shortfall in option payments and exploration expenditure requirements from prior years are due on November 1, 2014. The schedule reflects the amended payment schedule.

The LNT are subject to a 2% NSR royalty in favour of Teuton (the "Teuton Royalty"), with advance payments of $50,000 per annum commencing November 1, 2016 and subject to an inflation adjustment. The Teuton Royalty is subject to a 1% buy-down for $1,000,000.

(Expressed in Canadian Dollars)

4 EXPLORATION AND EVALUATION ASSETS (Continued)

Stewart Property

On August 8, 2010, the Company optioned mineral claims in the Deltaic Creek area of the Skeena Mining Division, British Columbia (the "Stewart Property"), including the Funk Tenures which are subject to an underlying option agreement (the "Funk Option"). Pursuant to the option agreements, the Company may acquire an initial 70% interest in the Stewart property by paying $225,000, issuing 575,000 common shares, and incurring $1,500,000 of exploration expenditures as follows:

Date	Cash payment	Share issuances	Exploration expenditures
Upon execution	$ 5,000 (completed, Note 1)	100,000 (completed)	-
December 15, 2010	$ 7,500 (completed, Note 1)	25,000 (completed)	$ 250,000 (completed)
April 30, 2011	$ 20,000 (completed, Note 1)	25,000 (completed)	-
December 15, 2011	$ 10,000 (completed)	35,000 (completed)	$ 300,000 (completed)
April 30, 2012	$ 25,000 (completed)	35,000 (completed)	-
December 15, 2012	$ 10,000 (completed)	40,000 (completed)	$ 300,000 (Note 2)
April 30, 2013	$ 35,000 (Note 3)	40,000 (completed)	-
December 15, 2013	$ 10,000 (Note 3)	50,000 (completed)	$ 300,000 (Note 3)
April 30, 2014	$ 35,000 (Note 4)	50,000 (completed)	-
December 15, 2014	$ 10,000 (Note 4)	50,000 (completed)	$ 350,000 (Note 4)
April 30, 2015	$ 45,000 (Note 5)	75,000 (Note 5)	-
December 15, 2015	$ 12,500	50,000	-
Total	**$ 225,000**	**575,000**	**$ 1,500,000**

Note 1: The cash payment of $5,000 due on execution was settled by the issuance of 37,000 common shares, the cash payment of $7,500 due on December 15, 2010 was settled by the issuance of 42,857 common shares, and the cash payment of $20,000 due April 30, 2011 was settled by the issuance of 114,286 common shares.

Note 2: Exploration expenditures to December 31, 2013 on the Stewart Property are $568,639.

Note 3: The cash payment of $35,000 due on April 30, 2013, the payment of $10,000 (reduced to $5,000 by the Agreement) due on December 15, 2013 and the exploration expenditures of $300,000 (of which $200,000 has been deferred) have been extended (see Poly Property "Agreement").

Note 4: The cash payment of $35,000 due on April 30, 2014, the payment of $10,000 due on December 15, 2014 and the exploration expenditures of $350,000 have been extended (see Poly Property "Agreement").

Note 5: The cash payment of $45,000 due on April 30, 2015, and the 75,000 share issuance have been extended (see Poly Property "Agreement").

Upon earning its initial 70% interest the Company may elect to acquire up to an additional 30% by making cash payments of $500,000 for each incremental 5% (a total of $3,000,000 for the total remaining 30%). If a percentage less than 100% is acquired then the Company and the Optionor will enter into a joint venture agreement for the further management of the property. The Stewart Property (excluding the Funk Tenures) is subject to a 2.0% NSR, which may be acquired by the Company for $750,000 for each 0.5% ($3,000,000 for the total 2.0% NSR) at any time within four years of the Company earning its interest in the property. The Funk Tenures are subject to a 2.0% NSR (the "Funk Royalty"), which may be acquired for $750,000 for each 0.5% ($3,000,000 for the total 2.0% Funk Royalty) at any time within four years of the Company earning its interest in the Stewart Property which includes the Funk Tenures.

(Expressed in Canadian Dollars)

4 EXPLORATION AND EVALUATION ASSETS (Continued)

Mill Tenures

On May 18, 2012 the Company signed an option agreement to acquire the Mill Tenures, comprising approximately 613 hectares in 2 mineral tenures strategically located on the east side of the Poly Property, for cash payments totaling $50,000 (of which $10,000 has been paid) and the issuance of 125,000 common shares (of which 50,000 have been issued), all over four years. The Mill Tenures are subject to a 2% Net Smelter Return royalty and the Company has the option to buy-back the 2% for $1.0 million at any time during the four year option period.

Date	Cash payment	Share issuances
On execution	$ 2,500 (completed)	25,000 (completed)
December 15, 2012	$ 7,500 (Note 1)	25,000 (completed)
December 15, 2013	$ 5,000 (Note 1)	25,000 (completed)
December 15, 2014	$ 15,000 (Note 2)	25,000 (completed)
December 15, 2015	$ 20,000	25,000
Total	**$ 50,000**	**125,000**

Note 1: For the payments due December 15, 2012 and December 15, 2013, the Company has entered into a debt settlement agreement which would allow the Company to fulfill its requirements for 2012 and 2013 with the issuance of 25,000 shares and $5,000 cash payment (see Poly Property "Agreement").

Note 2: The cash payment of $5,000 due on December 15, 2014 has been extended (see Poly Property "Agreement").

Red Lake-Birch Lake

The Company holds a 100% interest in mineral claims in the Red Lake-Birch Lake District in Northwestern Ontario, approximately 80 kilometres east-northeast of the town of Red Lake. At December 31, 2014 the property was written down $301,033

Crowshore Property

During the year, the Company negotiated options to purchase 100% interest in the Crowshore property. The property is comprised of eight property patents and twenty-one claims near Pickle Lake, Ontario. To acquire the 100% interest, the Company will deliver a total of 1,966,834 common shares of PC Gold Inc. ("PC Gold"). The Company will also grant the Optionor a 2% net returns royalty, of which 50% can be repurchased for $1,000,000.

Concurrently with the option agreements, the Company entered into a mineral claim purchase agreement to divest all of the Crowshore claims and patents to PC Gold. Upon acquisition, PC Gold will issue 2,500,000 common shares and in addition, upon a National Instrument 43-101 compliant resource being calculated in respect of the Claims in excess of 250,000 ounces of gold, issue a payment of $200,000. PC Gold will also grant the Company a 2% net smelter royalty, of which 50% can be repurchased for $1,000,000. The Company received the 2,500,000 common shares from PC Gold, of which a total of 1,966,834 shares were distributed and various net returns royalties ranging from 0.5% to 1.0% were granted to satisfy the option agreements described above, resulting in a net holding of 533,166 PC Gold shares to the Company.

Chukuni Property

On June 24, 2015, the Company announced that it had, subject to regulatory approval, negotiated an option to purchase up to a 100% interest in the Chukuni property ("Chukuni"), subject to a .5% net smelter returns royalty. The property is comprised of six contiguous claims, totaling 2,720 acres on 68 claim units, which is located along the south and western boundaries of Goldcorp Inc's ("Goldcorp") Red Lake Gold Mine in the Red Lake Gold District, Ontario.

To exercise its option and acquire up to a 100% interest in the claims, Frontline must issue a total of 150,000 shares of the Corporation over two years and pay the Optionor a total of $72,000 (of which $7,000 due on signing (paid), $10,000 due on first anniversary date of signing, $15,000 due on second anniversary, $20,000 due on third anniversary and $20,000 due on fourth anniversary). If Frontline acquires the claims and begins commercial production on any part of the claims, it will pay a .5% net smelter returns royalty. Frontline may repurchase one-half of the royalty for $500,000

(Expressed in Canadian Dollars)

5 SUPPLEMENTAL CASH FLOW INFORMATION

The following is the supplementary disclosure of non-cash investing and financing activities during the six months ended June 30:

	2015	2014
	$	$
Fair value of shares issued for mineral properties	**1,650**	-
Fair value of shares issued pursuant to settlement of debt	**141,323**	-
Adjustment of related party payable	**473,833**	-
Change in expenditures for exploration and evaluation assets in accounts payable	**-**	3,500

6 RELATED PARTY TRANSACTIONS

Transactions with key management personnel:

Related Party	**Item**	**2015** **$**	2014 $
Key management	Salaries and fees charged to comprehensive loss	**-**	48,000

Payments to key management personnel including the Chief Executive Officer, Chief Financial Officer, and Directors and companies directly controlled by key management personnel are for salaries, director fees, consulting fees, management fees or professional fees and are directly related to their position in the organization.

The Company is related to Merrex Gold Inc. ("Merrex") by way of common directors and shared staff, rent and office costs in Mali to February 28, 2013. The balance owing to Merrex as at June 30, 2015 for the Company's portion of shared costs is $259,907 (2013 - $259,907). The amount of the payable was subject to mutual agreement of the Company's share of costs in Mali. The amount due was agreed between the parties during 2013 and a reduction of $278,092 was credited to the Niaouleni project during 2013. The amount payable to Merrex is non-interest bearing with no fixed terms of repayment.

The Company has a loan agreement to borrow from its President and Chief Executive Officer. The loan is unsecured and non-interest bearing with no fixed terms of repayment.

On March 28, 2013, the Company issued 20,000,000 common shares to settle the loan payable to its President and Chief Executive Officer in the amount of $1,000,000.

Included in amounts owing to related parties are additional amounts owing to directors, officers, and corporations in which directors and officers are shareholders totalling $382,942 (December 31,2014 - $596,838); and $123,035 (December 31, 2014 - $77,185) owing to the President and Chief Executive Officer.

Related party transactions are in the ordinary course of business, and are measured at the amount agreed to by the related parties.

7 SHARE CAPITAL

Authorized

Unlimited number of common shares, without nominal or par value.

Issued during 2015:

On March 10, 2015, the Company issued 14,376,688 common shares to satisfy the share component of the Poly Property "Agreement". The agreement will be completed once the cash component has been delivered.

On March 24, 2015, the Company issued 330,000 common shares to settle 2013 and 2014 share issuance requirements for the Poly Property, Stewart Property and Mill Tenures Property.

7 SHARE CAPITAL (Continued)

Share Purchase Warrants

There was no change in warrants during the six months ended June 30, 2015.

Details of the outstanding share purchase warrants at June 30, 2015 are as follows:

Expiry date	Exercise price per share $	Number of warrants
September 27, 2015	0.07	1,875,000
		1,875,000

Share Purchase Options

The Company adopted a stock option plan under which it is authorized to grant options to officers, directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common shares of the Company. The options can be granted for a maximum of 10 years and vest as determined by the board of directors.

On May 15, 2015 the Company cancelled all outstanding stock options.

8 FINANCIAL RISK MANAGEMENT

The Company's risk exposures and the impact on the Company's financial instruments are summarized below.

Credit Risk

The Company has no significant credit risk arising from operations. The Company's credit risk is primarily attributable to cash. The Company holds its cash with a Canadian chartered bank and the risk of default is considered to be remote.

Liquidity Risk

Liquidity risk is the risk that the Company will be able to meet its financial obligations as they fall due (Note 1). The Company's approach to managing liquidity risk is to ensure it will have sufficient liquidity to meet liabilities when due. The Company's accounts payable and accrued liabilities are due within one year. As at June 30, 2015, the Company has cash of $412 (December 31, 2014 - $21) to settle current liabilities of $1,720,769 (December 31, 2014 - $2,955,300). In addition to the normal working capital requirements, the Company has further payment requirements under option agreements and to maintain its interests in its mineral properties that are outlined in Note 4 Exploration and Evaluation Assets. Subsequent to the period, a possible agreement was negotiated to reduce and extend the commitments for 2014.

Interest Rate Risk

Interest rate risk is the risk that the value of the Company's assets and liabilities can change due to a change in interest rates. The Company considers interest rate risk related to cash to be low.

Foreign Currency Risk

The Company conducts exploration activities in foreign countries and a portion of exploration expenditures are transacted in US dollars, CFA francs and Turkish Lira. The Company is exposed to risk of major changes in these currencies relative to the Canadian dollar.

8 FINANCIAL RISK MANAGEMENT (Continued)

Sensitivity Analysis

Certain of the Company's exploration and administrative expenditures are paid in US dollars, CFA francs, British Pounds and Turkish Lira. As at June 30, 2015, the Company had $198,879 in accounts payable denominated in CFA francs and converted to Canadian dollars, $249,800 in accounts payable denominated in US dollars and converted to Canadian dollars, $18,589 in accounts payable denominated in British pounds and converted to Canadian dollars, and $138,724 in accounts payable denominated in Turkish Lira and converted to Canadian dollars. A ten percent change in the exchange rates would affect the Company's working capital by approximately $60,000.

9 SEGMENTED REPORTING

The Company has one reportable operating segment, being that of acquisition, exploration and evaluation of mineral properties.

10 SUBSEQUENT EVENTS

On July 22, 2015, the Company announced that it has entered into a binding letter of intent with Abitibi Royalties Inc. to sell a 1% net smelter royalty ("NSR") on the Menderes gold project in Turkey. Abitibi Royalties has agreed to pay the Company $20,000.

On August 6, 2015 the Company announced that it had, subject to regulatory approval, acquired a 100% interest in the Whitehorse Island property ("Whitehorse") which hosts the Whitehorse Island gold shaft. The property comprised of two contiguous claims, totalling 35.55 hectares, is strategically situated between Goldcorp/Premier Gold's Rahill-Bonanza Gold Property to the North-east and Premier Gold's Hasaga Gold property to the south west. The Whitehorse Island mining patents were previously owned by Grandview Gold Inc. On August 31, 2015 the Company entered into a binding Letter of Intent with Abitibi Royalties Inc. to sell a 2% net smelter royalty ("NSR") on the property and 15% of any cash proceeds should the property be sold or joint ventured. Abitibi Royalties has agreed to pay the Company $10,000.