AURANIA

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Unaudited)

For the Three Months Ended March 31, 2019

(Expressed in Canadian Dollars)

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AURANIA

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING AND NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of Aurania Resources Ltd. (the "Company") for the three months ended March 31, 2019 are the responsibility of the Company's management ("Management") and have been prepared by Management and include the selection of appropriate accounting principles, judgments and estimates necessary to prepare these condensed consolidated interim financial statements in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting* using the accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for condensed consolidated interim financial statements.

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (Unaudited)

(Expressed in Canadian dollars)

AS AT	MARCH 31, 2019	DECEMBER 31, 2018
	$	$
ASSETS		
Current assets		
Cash	**1,240,760**	817,021
Restricted cash (note 6)	**256,478**	255,912
Prepaid expenses and receivables	**224,363**	97,454
Total current assets	**1,721,601**	1,170,387
Non-current assets		
Property, plant and equipment (note 5)	**139,922**	137,897
TOTAL ASSETS	**1,861,523**	1,308,284
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIENCY)		
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 12)	**524,608**	390,233
Promissory notes (note 6)	**-**	579,915
Derivative liability on convertible debenture (note 6)	**-**	435,390
Convertible debenture (note 6)	**-**	2,476,672
Total current liabilities	**524,608**	3,882,210
Long-term liability		
Promissory notes (note 6)	**582,775**	-
Total liabilities	**1,107,383**	3,882,210
EQUITY SURPLUS (DEFICIENCY)		
Share capital (note 7)	**339**	319
Share premium (note 7)	**28,226,634**	19,983,179
Warrants (note 9)	**1,098,326**	1,123,509
Contributed surplus (note 8)	**2,218,797**	1,987,432
Deficit	**(30,789,956)**	(25,668,365)
Total equity surplus (deficiency)	**754,140**	(2,573,926)
TOTAL LIABILITIES AND EQUITY (DEFICIENCY)	**1,861,523**	1,308,284

Nature of operations and business continuance (note 1)
Commitments and contingencies (notes 4 and 14)
Subsequent events (note 15)

APPROVED BY THE BOARD:

Signed, "Marvin K. Kaiser", Director

Signed, "Keith M. Barron", Director

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

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY SURPLUS (DEFICIENCY) (Unaudited)

(Expressed in Canadian dollars)

	ISSUED CAPITAL		RESERVES				
	Common Shares #	Share Capital	Share Premium	Warrants	Contributed Surplus	Deficit	Total Equity Surplus (Deficiency)
Balance - December 31, 2017	**27,385,625**	**$273**	**$13,019,518**	**$883,874**	**$1,206,201**	**$(16,059,021)**	**$(949,155)**
Shares issued for exercise of options	930,000	9	706,566	-	(286,575)	-	420,000
Shares issued for debt settlement	700,000	7	495,723	-	(215,730)	-	280,000
Shares issued for exercise of warrants	530,536	5	1,840,380	(248,777)	-	-	1,591,608
Shares issued for exercise of agents' options	41,650	1	121,829	(38,530)	-	-	83,300
Stock-based compensation – options	-	-	-	-	289,984	-	289,984
Stock-based compensation - Restricted Stock Units ("RSUs") compensation					35,643	-	35,643
Net loss for the period	-	-	-	-	-	(4,060,534)	(4,060,534)
Balance – March 31, 2018	**29,587,811**	**$295**	**$16,184,016**	**$596,567**	**$1,029,523**	**$(20,119,555)**	**$(2,309,154)**
Shares issued for private placements	1,519,400	22	4,438,774	-	-	-	4,438,796
Less share issue costs	-	-	(376,827)	-	-	-	(376,827)
Shares issued for exercise of options	800,000	1	54,785	-	(29,782)	-	25,004
Shares issued for exercise of warrants	-	1	(334,617)	621,810	-	-	287,194
Shares issued for exercise of agents' options	-	-	-	(94,868)	-	-	(94,868)
Shares issued for exercise of agents' options	96,163	-	-	-	-	-	-
Share issued for RSU's	33,500	-	17,048	-	(17,048)	-	-
Stock-based compensation – options	-	-	-	-	906,988	-	906,988
Stock-based compensation - Restricted Stock Units ("RSUs") compensation	-	-	-	-	97,751	-	97,751
Net loss for the period	-	-	-	-	-	(5,548,810)	(5,548,810)
Balance - December 31, 2018	**32,036,874**	**$319**	**$19,983,179**	**$1,123,509**	**$1,987,432**	**$(25,668,365)**	**$(2,573,926)**
Shares issued for rights offering (note 7)	1,946,172	19	5,254,646	-	-	-	5,254,665
Less share issue cost (note 7)	-	-	(209,564)	-	-	-	(209,564)
Shares issued for debt settlement (note 6)	877,192	1	2,987,093	-	-	-	2,987,094
Shares issued for exercise of options (note 8)	10,000	-	28,597	-	(8,597)	-	20,000
Shares issued for exercise of warrants (note 9)	52,500	-	182,683	(25,183)	-	-	157,500
Stock-based compensation – Options (note 8)	-	-	-	-	230,674	-	230,674
Stock-based compensation - Restricted Stock Units ("RSUs") compensation (note 8)	-	-	-	-	9,288	-	9,288
Net loss for the period	-	-	-	-	-	(5,121,591)	(5,121,591)
Balance – March 31, 2019	**34,922,738**	**$339**	**$28,226,634**	**$1,098,326**	**$2,218,797**	**$(30,789,956)**	**$754,140**

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

AURANIA RESOURCES LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited)
(Expressed in Canadian dollars)

Three months ended MARCH 31,	2019	2018
	$	$
Operating Expenses:		
Exploration expenditures (notes 4, 11)	**3,995,550**	3,167,316
Stock-based compensation (notes 8, 10)	**239,962**	325,627
Investor relations	**286,036**	180,315
Office and general	**166,902**	125,192
Management fees (note 10)	**144,479**	80,173
Professional and administration fees	**48,301**	47,610
Regulatory and transfer agent fees	**41,045**	43,541
Director and advisor fees (note 10)	**18,578**	16,250
Amortization (note 5)	**8,374**	3,603
Project evaluation expenses including travel	**12,296**	-
Total expenses	**4,961,523**	3,989,627
Other expenses/income		
(Gain) loss on foreign exchange	**(453)**	65,555
Loss on derivative (note 6)	**121,571**	-
Interest income	**(1,670)**	(1,048)
Interest expense (note 6)	**40,620**	6,400
Loss and comprehensive loss for the period	**5,121,591**	4,060,534
Basic and diluted loss per share	**$0.17**	$0.15
Weighted average common shares outstanding – basic and diluted	**30,961,975**	27,923,310

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

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (Unaudited)

(Expressed in Canadian dollars)

Three months ended MARCH 31,	2019	2018
	$	$
Cash flows from the following activities:		
Operating activities:		
Net (loss) for the period	**(5,121,591)**	(4,060,534)
Non-cash items:		
Amortization	**8,374**	3,603
Stock-based compensation	**239,962**	325,627
Accrued interest (note 6)	**40,620**	6,400
Loss on derivative	**121,571**	-
Foreign exchange (note 6)	**(97,323)**	31,483
Prepaid expenses and receivables	**(126,909)**	(101,813)
Accounts payable and accrued liabilities	**147,399**	(129,335)
Net cash used in operating activities	**(4,787,897)**	(3,924,569)
Financing activities:		
Share issue for rights offering	**5,254,665**	420,000
Less share issue costs	**(209,564)**	-
Shares issued for warrant exercises (notes 7, 9)	**157,500**	1,591,608
Shares issued for agents' options exercise (notes 7, 9)	**20,000**	83,300
Convertible debenture (note 6)	**-**	2,578,800
Net cash provided by financing activities	**5,222,601**	4,673,708
Investing activity:		
Purchase of property, plant and equipment	**(10,399)**	(61,035)
Increase in restricted cash	**(566)**	-
Net cash used in investing activities	**(10,965)**	(61,035)
Increase in cash	**423,739**	688,104
Cash – beginning of period	**817,021**	671,346
Cash – end of period	**1,240,760**	1,359,450

Supplemental Information	2019 $	2018 $
Shares issued in settlement of debt	**-**	280,000
Shares issued for settlement of convertible debt	**2,987,094**	-

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

1. NATURE OF OPERATIONS AND BUSINESS CONTINUANCE

Aurania Resources Ltd. (the "Company") is a junior exploration mining company engaged in the identification, evaluation, acquisition and exploration of mineral property interests, with a focus on precious metals.

On May 29, 2017, the Company acquired EcuaSolidus, S.A., a private Ecuador-based company, owned by the principal shareholder of the Company, in order to acquire all the rights, title and interest in 42 mineral exploration licenses in Ecuador (the "Lost Cities – Cutucu Project" or the "Project"). **See note 4 – Mineral Property Interests.**

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that the current exploration program will result in profitable mining operations. The recoverability of the carrying value of property, plant and equipment and the Company's continued existence is dependent upon the preservation of its interest in recoverable reserves, the achievement of profitable operations and, the ability of the Company to raise necessary financing to complete its planned exploration program.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration activities and in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, unregistered prior agreements, unregistered claims and noncompliance with regulatory and environmental requirements. **See note 4 – Mineral Property Interests** regarding the current status of the Company's permits and licenses. The Company's assets are located in Ecuador and Switzerland and are subject to the risk of foreign investment, including increases in taxes and royalties, renegotiation of contracts, currency exchange fluctuations and restrictions and political uncertainty.

The Company's ability to continue operations and fund its future exploration property expenditures is highly dependent on Management's ability to secure additional financing. Management acknowledges that while it has been successful in raising sufficient capital in the past, there can be no assurance it will be able to do so in the future. These financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material. As a result of the financial matters discussed in the following paragraph, there is a material uncertainty that results in significant doubt regarding the ultimate applicability of the Company's going concern assumption.

As at March 31, 2019, the Company had cash on hand and restricted cash totaling $1,497,238 (December 31, 2018 - $1,072,933) to fund current liabilities of: accounts payable and accrued liabilities of $524,608 (December 31, 2018 - $390,233), a promissory notes of $582,775 (December 31, 2018 - $579,915), a derivative liability on convertible debenture of $nil (December 31, 2018 – $435,390) and convertible debenture of $nil (December 31, 2018 - $2,476,672. Further, the Company had an accumulated deficit of $30,789,956 (December 31, 2018 - $25,668,365) and working capital surplus of $1,196,993 (December 31, 2018 – deficiency $2,711,823).

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with IAS 34 - *Interim Financial Reporting* using the accounting policies consistent with IFRS as issued by the IASB.

The accounting policies applied in these condensed consolidated interim financial statements are based on IFRS policies issued and outstanding as of the date the Board of Directors approved these interim financial statements being May 28, 2019. The same accounting policies and methods of computation are followed in these condensed consolidated interim financial statements as those applied in *note 4* of the Company's most recent annual consolidated financial statements for the year ended December 31, 2018 and have been consistently applied throughout all periods presented, as if these policies had always been in effect. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2018 could result in the restatement of these condensed consolidated interim financial statements.

Basis of Measurement

These condensed consolidated interim financial statements have been prepared under the historical cost convention except for certain financial assets and liabilities, which are measured at fair value. All amounts have been expressed in Canadian dollars, the Company's functional currency, unless otherwise stated and USD represents United States dollars and CHF represents Swiss francs.

Basis of Consolidation

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly-owned subsidiaries: EcuaSolidus, S.A., incorporated under the laws of the Ecuador and AuroVallis SARL, ("AVS"), incorporated under the laws of Switzerland. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

Significant accounting judgments and estimates

The application of the Company's accounting policies in compliance with IFRS requires the Company's management to make certain judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. These estimates and assumptions are based on historical experience and other factors that are considered to be relevant. 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.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the

2. SIGNIFICANT ACCOUNTING POLICIES, Continued

Significant accounting judgments and estimates, Continued

carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Estimation of decommissioning and restoration costs and the timing of expenditure

Management is not aware of any material restoration, rehabilitation and environmental provisions as at March 31, 2019 and December 31, 2018. Decommissioning, restoration and similar liabilities are estimated based on the Company's interpretation of current regulatory requirements, constructive obligations and are measured at fair value and these estimates are updated at least annually. Fair value is determined based on the net present value of estimated future cash expenditures for the settlement of decommissioning, restoration or similar liabilities that may occur upon decommissioning of the mine. Such estimates are subject to change based on changes in laws and regulations and negotiations with regulatory authorities.

Share-based payments

Management determines costs for share-based payments using market-based valuation techniques. The fair value of the market-based and performance-based non-vested share awards are determined at the date of grant using generally accepted valuation techniques. Assumptions are made and judgment used in applying valuation techniques. These assumptions and judgments include estimating the future volatility of the share price, expected dividend yield, future employee turnover rates and future employee stock option exercise behaviors and corporate performance. Such judgments and assumptions are inherently uncertain. Changes in these assumptions could affect the fair value estimates.

Income, value added, withholding and other taxes

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company's provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company's income, value added, withholding and other tax liabilities requires interpretation of complex laws and regulations. The Company's interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax-related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax-related accruals and deferred income tax provisions in the period in which such determination is made.

Business combinations vs. asset acquisitions

Determination of whether a set of assets acquired, and liabilities assumed constitute a business requires the Company to make certain judgments, taking into account all facts and circumstances. In making this determination, the Company considers items including, but not limited to: whether there are inputs and processes attributable to the set of assets and liabilities, the extent of the infrastructure in place, the work required to bring the acquired assets to production and whether the project has resources or reserves.

2. SIGNIFICANT ACCOUNTING POLICIES, Continued

Significant accounting judgments and estimates, Continued

Business combinations vs. asset acquisitions, Continued

Such judgments are inherently uncertain and could have a significant effect on the method of accounting for the acquisition and the disclosures required.

Fair value of conversion feature of convertible debenture

The Company measures the convertible debenture embedded derivative using a binominal-lattice-based valuation model, taking into consideration Management's best estimate of the expected volatility, expected life of the derivative, foreign exchange rate and exercise price on the date of issue and at each reporting date. Assumptions are made and judgment used in applying valuation techniques. Such judgments and assumptions are inherently uncertain. Changes in these assumptions could affect the fair value estimates.

See note 14 – Commitments and Contingencies.

Changes in Accounting Policies

During the three months ended March 31, 2019, the Company adopted a number of new IFRS standards, interpretations, amendments and improvements of existing standards including IFRIC 23. These new standards and changes did not have any material impact on the Company's condensed consolidated interim financial statements.

3. CAPITAL AND FINANCIAL RISK MANAGEMENT

Capital management

The Company considers the capital that it manages to include share capital, share premium, warrants, contributed surplus and deficit, which at March 31, 2019 was a surplus of $754,140 (December 31, 2018 - deficiency $2,573,926). The Company manages its capital structure and makes adjustments to it, based on the funds needed in order to support the acquisition and exploration of mineral properties. Management does this in light of changes in economic conditions and the risk characteristics of the underlying assets. There has been no change with respect to the overall capital risk management strategy during the three months ended March 31, 2019. **See Liquidity Risk below.**

Exercise of options and warrants

As March 31, 2019, a total of $177,500 was added to the treasury from the exercise of 10,000 stock options and 52,500 warrants. **See note 8-Stock-based compensation and note 9-Warrants.**

Capital raises, short-term loan

On January 28, 2019, the Company announced the issuance of 877,192 common shares from treasury in connection with the repayment of a USD2.0 million convertible debenture issued by the Company to Dr. Barron on May 26, 2018. As dictated by the terms of the Debenture, the unpaid principal amount of USD2.0 million, was converted into common shares at the conversion price of $3.00 per common share, fixed at the March 20, 2018 Bank of Canada exchange rate of USD0.76 to $1.00 such that the maximum

3. CAPITAL AND FINANCIAL RISK MANAGEMENT, Continued

Capital management, Continued

Capital raises, short-term loan, Continued

number of common shares to be issued upon the exercise of the conversion right would be 877,192 common shares.

On March 8, 2019, the Company announced that it had completed a rights offering ("Rights Offering") for $5,254,665 (gross), with the issuance of 1,946,172 common shares at $2.70 per share. Eligible registered brokers were entitled to a commission of 3%, and the cash paid for commissions was $209,564 including legal fees, TSX Venture fee and transfer agent fees.

Extensions of Promissory Note

During the year ended December 31, 2018, the Lender extended the maturity date of a 2017 promissory note from May 29, 2018 to May 29, 2019. The note was then amended again to extend the maturity date to May 29, 2020 (the "New Maturity Date"), whereupon the principal amount and any accrued interest will be payable to Dr. Barron. The Company is currently indebted to Dr. Barron for $582,775, pursuant to the Promissory Note. All other terms of the Promissory Note shall remain in full force and effect. **See note 6 – Promissory Notes and Convertible debenture.**

Credit risk

Credit risk is the risk of an unexpected loss if a third party to a financial instrument fails to meet its contractual obligations. The Company has no significant concentration of credit risk arising from its operations. Cash is held at select Canadian, Ecuadorian and Swiss financial institutions, from which Management believes the risk of loss to be remote. The Company does not have any material risk exposure to any single debtor or group of debtors.

Liquidity risk

Liquidity risk arises through an excess of financial obligations over financial assets at any point in time. The Company's approach to managing liquidity risk is to maintain sufficient readily available cash to continue operations and meet its financial obligations as they become due. As the Company has no producing assets, continued operations are dependent on its ability to raise adequate financing.

As at March 31, 2019, the Company had $1,240,760 in cash to settle $1,107,383 of liabilities (December 31, 2018 - $817,021 in cash to settle $3,882,210 of liabilities). The Company also holds a restricted guaranteed investment that matures on December 18, 2019. The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance and liquidity. All the Company's current financial liabilities, except for the promissory note and convertible debenture have contractual maturities less than 30 days and are subject to normal trade terms. Repayment of these liabilities is dependent upon the Company's ability to raise adequate financing, through debt, equity or by the disposal of assets.

As the Company has no steady source of revenues or cash flow and has implemented its exploration plan as anticipated, it is highly probable that additional financing will be required to further advance exploration at the Project, to meet ongoing financial obligations and discharge the Company's liabilities, in the normal course of business. The Company is considering different sources of potential

3. CAPITAL AND FINANCIAL RISK MANAGEMENT, Continued

funding to advance exploration, including equity issuances, short-term loans, the exercise of warrants and stock options and joint venture partnerships.

Market risk

Market risk is the risk related to changes in the market prices, such as fluctuations in foreign exchange rates and interest rates that will affect the Company's net earnings or the value of its financial instruments.

(i) Interest rate risk
Cash balances are deposited in highly-accessible and low-interest bank accounts that are used for short-term working capital requirements. The Company regularly monitors compliance to its cash management policy.

(ii) Foreign currency risk
Certain of the Company's expenses are incurred in United States dollars and Swiss francs and are therefore subject to gains or losses due to fluctuations in these currencies. Management believes that the foreign exchange risk derived from currency conversions is best served by not hedging its foreign exchange risk.

At March 31, 2019 and December 31, 2018, the Company's exposure to foreign currency risk with respect to amounts denominated in USD and CHF, was substantially as follows:

In Canadian $ equivalents	**March 31, 2019**	December 31, 2018
Cash	**$485,944**	$29,301
Accounts payable, accrued liabilities, promissory notes	**(978,857)**	(773,638)
Interest payable, Convertible debenture and foreign exchange (note 6)	**13,025**	(2,912,062)
Net exposure	**$(479,888)**	$(3,656,399)

Commodity price risk

Commodity price risk is defined as the potential adverse future impact on earnings and economic value due to commodity price movements and volatility. The ability of the Company to develop its mineral properties and the future profitability of the Company is directly related to the market price of gold, silver, copper and other commodities.

Commodity prices have fluctuated significantly in recent years. There is no assurance that these metals will be produced in the future or that a profitable market will exist for them. As of March 31, 2019, and December 31, 2018, the Company was not a metals commodity producer.

Sensitivity analysis

As of March 31, 2019 and December 31, 2018, both the carrying and fair value amounts of the Company's financial instruments are approximately equivalent due to their short-term nature. Based on Management's knowledge and experience of the financial markets, the Company believes that a 10% strengthening of the Canadian dollar against the USD and the CHF would have decreased the net asset position of the Company as at March 31, 2019 by $47,989 (at December 31, 2018 – $365,640). A 10% weakening of the Canadian dollar against the same would have had an equal but opposite effect.

(Expressed in Canadian Dollars)

4. MINERAL PROPERTY INTERESTS

ECUADOR

a) Mineral Concessions and Obligations

Post-closing of the acquisition of ESA, the Company holds the rights, title and interest in the Lost Cities Project, comprised of certain mineral concessions in the Cordillera de Cutucu, in Ecuador (the "Project"). In December 2016, the Company was granted renewable 25-year permits for the exclusive right to explore, exploit, process and sell any metallic minerals within the concessions.

Mineral concessions are regulated according to the following timeframes:

- up to four years of initial exploration ("Initial Exploration");
- up to four years of advanced exploration ("Advanced Exploration"); and
- up to two years of economic evaluation of the deposit, which can be extended for an additional two-year period.

The key requirements for maintaining the good standing of concessions are as follows:

- The 2019 annual concession fee of USD2,046,475 ($2,727,812) was paid, therefore Management believes that the mineral exploration concessions are in good standing. Further, an additional $9,572 was incurred for legal and regulatory filing fees related to renewing the concession licenses during the reporting period. In 2018, the annual fee was USD2,004,923 ($2,626,449) or USD9.65/Ha ($12/Ha).

- Additional exploration expenditures for the Project, required by statute, are as follows:

Year	Concession Fees (USD)	Expenditure Required (USD)	Committed Expenditure (USD)	Actual Expenditure (USD)
1 (2017)	1,973,198	1,038,820[1]	1,060,000[2]	3,354,497
2 (2018)	2,004,923	2,077,640[1]	1,090,000[2]	4,396,820
3 (2019)	2,046,475	2,077,640[1]	2,098,000[2]	Will be reported in March 2020
4 (2020)	2,050,000[3]	2,077,640	Not yet determined	Will be reported in March 2021

[1] Paid [2] Requirement satisfied [3] Estimated

- An environmental registration and environmental management plan are required for exploration of the concessions. These were received on June 30, 2017, and are valid for the four-year term of Initial Exploration (2017-2020).

- The Company is also required to meet certain other non-financial obligations in order to keep the concessions in good standing. Management believes the Company has complied with such obligations, to date.

b) Future Mineral Concession Maintenance Requirements

In 2021 and beyond, the Company would be regulated by the requirements for conducting Advanced Exploration which cannot be estimated by Management, at the reporting date.

4. MINERAL PROPERTY INTERESTS, Continued

ECUADOR, Continued

c) Relinquishment or Cancellation of Concessions

The size of the concession area constituting the Project may be reduced at the Company's discretion, based on exploration results. Conversely, mineral concessions can be cancelled by the State, for various reasons including, misrepresentation by the concession-holder of the stage of the concessions' exploration and development, by causing an excessive environmental impact, irreparable damage to Ecuadorian cultural heritage, or by the violation of human rights.

See note 11 – Exploration Expenditures.

Exploration Entitlements

The Company holds 100% of the rights, title and interest in the Project, comprised of 42 mineral concessions spanning 207,764 Hectares ("Ha"), in the Cordillera de Cutucu, in southeastern Ecuador.

SWITZERLAND

The Company, through its wholly-owned subsidiary AVS, has been maintaining a 100% interest in three exploration permits (the "Permits") in Switzerland, in the Canton of Valais (the "Canton") subject to a 3% gross value royalty payable to the Canton and a 0.75% gross value royalty payable to the surface rights holders.

Permit Status

In 2015, the Company made formal application to obtain new five-year Permits and were advised that the Canton Authority intended to revise the Swiss Mining Law prior to issuing new permits. The applications were deemed legally "frozen", therefore Management believes all rights, title and interest under the Permits, have been preserved. To March 31, 2019, Management is unaware of any change in the status of the Permits.

(Expressed in Canadian Dollars)

5. PROPERTY, PLANT & EQUIPMENT

COST	Leasehold Improvements $	Field Equipment $	Furniture and Fixtures $	Computer Equipment $	Total $
At December 31, 2017	**25,477**	**-**	**768**	**34,460**	**60,705**
Additions	2,068	66,624	5,590	34,065	108,347
At December 31, 2018	**27,545**	**66,624**	**6,358**	**68,525**	**169,052**
Additions	-	**6,732**	-	**3,667**	**10,399**
At March 31, 2019	**27,545**	**73,356**	**6,358**	**72,192**	**179,451**

ACCUMULATED DEPRECIATION	Leasehold Improvements $	Field Equipment $	Furniture and Fixtures $	Computer Equipment $	Total $
At December 31, 2017	**(851)**	**-**	**(38)**	**(7,243)**	**(8,132)**
Additions	(2,143)	(10,029)	(239)	(10,612)	(23,023)
At December 31, 2018	**(2,994)**	**(10,029)**	**(277)**	**(17,855)**	**(31,155)**
Additions [(1)]	(519)	(3,734)	(145)	(3,976)	(8,374)
At March 31, 2019	**(3,513)**	**(13,763)**	**(422)**	**(21,831)**	**(39,529)**
NET BOOK VALUE:					
At December 31, 2018	24,551	56,595	6,081	50,670	137,897
At March 31, 2019	**24,032**	**59,593**	**5,936**	**50,361**	**139,922**

[(1)] Depreciation is calculated using straight-line method over periods ranging from 3 to 6 years.

6. PROMISSORY NOTES AND CONVERTIBLE DEBENTURE

Promissory Note - Mineral Concessions Loan ("MCL1")

For the three months ended MARCH 31, 2019 and the year ended DECEMBER 31, 2018	2019	2018
Balance, beginning of period	**$579,915**	**$1,273,000**
Accrued interest	2,860	19,247
Settlement of debt	-	(780,000)
Foreign exchange translation loss	-	67,668
Balance, end of period	**$582,775**	**$579,915**

On March 20, 2017 ("Date of MCL1"), the Lender advanced USD2,000,000 to ESA to facilitate the payment of the 2017 minerals concession fees, pursuant to an unsecured, promissory note loan. On May 29, 2017, the Company repaid USD1,000,000 of the MCL1 from the proceeds of the 2017 Offering. On May 29, 2018, the Lender extended the maturity date of the MCL1 to May 29, 2019, and on January 28, 2019, the Lender agreed to further extend the maturity date of the MCL1 to May 29, 2020.

On April 2, 2018 Dr. Barron settled $280,000 of MCL1 in consideration of exercising his 700,000 stock options, at $0.40 per option. Accordingly, the Company issued 700,000 common shares to Dr. Barron in exchange for reducing the principal owing on MCL1 by USD217,168 ($280,000). On August 16, 2018 the Company repaid $500,000 of MCL1 in cash.

During the period ended March 31, 2019, the accrued interest on the MCL1 is $2,860 (year ended December 31, 2018 - $19,247).

(Expressed in Canadian Dollars)

6. PROMISSORY NOTES AND CONVERTIBLE DEBENTURE, Continued

Convertible Debenture - Mineral Concessions Loan ("MCL2")

On January 28, 2019, the Company announced the issuance of 877,192 common shares from treasury in connection with the repayment of a USD2.0 million convertible debenture issued by the Company to Dr. Barron on May 26, 2018. As dictated by the terms of the Debenture, the unpaid principal amount of USD2.0 million, was converted into common shares at the conversion price of $3.00 per common share, fixed at the March 20, 2018 Bank of Canada exchange rate of USD0.76 to $1.00 such that the maximum number of common shares to be issued upon the exercise of the conversion right would be 877,192 common shares.

For the three months ended MARCH 31, 2019 and the year ended DECEMBER 31, 2018	2019	2018
Balance, beginning of period	**$2,476,672**	**$ -**
Proceeds of MCL2	-	2,631,579
Embedded derivative at issue date	-	(426,827)
Interest expense (accretion and coupon)	9,338	32,156
Amortization of debt discount	28,422	239,764
Foreign exchange gain immediately prior to conversion	(97,323)	-
Interest payable on convertible debenture	13,023	-
Settled by shares issued upon conversion of debt	(2,430,132)	-
Balance, end of period	**$ -**	**$2,476,672**

Derivative Liability

For the three months ended MARCH 31, 2019 and the year ended DECEMBER 31, 2018	2019	2018
Balance, beginning of period/since inception	**$435,390**	**$ 426,827**
Derivative loss recorded	121,571	8,563
Settled by shares issued upon conversion of debt	(556,961)	-
Balance, end of period	**$ -**	**$435,390**

7. SHARE CAPITAL

Authorized share capital at March 31, 2019 and December 31, 2018 is 1,000,000,000 common shares with a par value of $0.00001 per share. All shares issued are fully paid.

The number of issued and outstanding common shares at March 31, 2019 is 34,922,738 (December 31, 2018 – 32,036,874). During the three months ended March 31, 2019, the Company completed the following:

7. SHARE CAPITAL, Continued

(i) **Rights Offering**
On March 8, 2019, the Company announced that it had completed a rights offering ("Rights Offering") for $5,254,665 (gross), with the issuance of 1,946,172 common shares at $2.70 per share. Eligible registered brokers were entitled to a commission of 3%, and the cash paid for commissions was $209,564 including legal fees, TSX Venture fee and transfer agent fees.

(ii) **Stand-By Commitment**
In connection with the Rights Offering, the Company entered into a stand-by purchase agreement with Dr. Keith Barron, Chairman and Chief Executive Officer of the Company, for a commitment amount of $4,000,000 (the "Stand-By Commitment"). As a result, Dr. Barron exercised his rights' entitlement for the purchase of 1,385,790 common shares and purchased an additional 95,691 common shares from the 'Additional' shares pool, as agreed. Both the basic and additional shares were purchased for $2.70 per share. In connection with the Stand-By Commitment for the Rights Offering, Dr. Barron did acquire 1,481,481 common shares. Additionally, Dr. Richard Spencer (President) and his family exercised their rights' entitlement for the purchase of 3,457 common shares for $2.70 per share.

(iii) **Repayment and Conversion of Convertible Debenture (MCL2)**
On January 28, 2019, the Company announced the issuance of 877,192 common shares from treasury in connection with the repayment of the USD2.0 million convertible debenture issued by the Company to Dr. Barron on May 26, 2018. As dictated by the terms of the Debenture, the unpaid principal amount of USD2.0 million, was converted into common shares at the conversion price of $3.00 per common share, fixed at the March 20, 2018 Bank of Canada exchange rate of USD0.76 to $1.00 such that the maximum number of common shares to be issued upon the exercise of the conversion right would be 877,192 common shares. **See note 6 – Promissory Notes and Convertible Debenture.**

(iv) Issued 10,000 common shares as a result of the exercise of 10,000 stock options previously granted to directors, officers and consultants, for proceeds of $20,000.

(v) Issued 52,500 common shares to holders of 52,500 (2017 & 2018 Offering) warrants, for proceeds of $157,500, or $3.00 per common share.

8. STOCK-BASED COMPENSATION

Stock Options

The Company maintains a stock option plan (the "Plan") for the benefit of directors, officers, employees and consultants. The maximum number of common shares reserved for issuance with respect to the Plan cannot exceed 10% of the issued and outstanding common shares of the Company at the date of grant. Stock options generally vest 1/3 annually.

(i) On January 16, 2019, the Company granted 228,000 stock options to consultants and employees. Each option is exercisable to acquire one common share at a price of $3.40. The options expire on January 16, 2024, and vest as follows: 48,000 vest 1/3 on the grant date and on the anniversary of that date 2020 and 2021 and 180,000 vest 75,000 July 16, 2019, 55,000 January 16, 2020 and 50,000 January 16, 2021. A total value of $570,000 has been assigned to the options using the Black-Scholes option pricing model using the following assumptions: expected forfeiture rate of 0%, expected dividend yield of 0%, expected volatility of 162%, a risk-free interest rate of 2.03% and an expected life of 5 years. Volatility was based on the historical trading of the Company's shares. To March 31, 2019, a total of $170,982 has been expensed for the vested options.

(Expressed in Canadian Dollars)

8. STOCK-BASED COMPENSATION, Continued

(ii) For the three months period ended March 31, 2019, an aggregate of $230,674 of stock-based compensation was recorded for the fair value of vested stock options resulting from the grant of stock options in the current period and prior years.

(iii) During the three months ended March 31, 2019, a total 10,000 stock options were exercised in consideration of cash.

(iv) The following summarizes the stock options activity during the three months ended March 31, 2019:

	Number of Options	Weighted Average Exercise Price	Estimated Fair Value
Balance - December 31, 2018	**1,516,260**	**$2.92**	**$1,806,852**
Issued	180,000	$3.40	116,679
Issued	48,000	$3.40	54,303
Exercised	(10,000)	$(2.00)	(8,597)
Stock-based compensation expense	-	-	107,691
Balance – March 31, 2019	**1,734,260**	**$2.15**	**$2,076,928**

(v) The following summarizes the stock options outstanding at March 31, 2019:

Issued Number of Options	Exercisable Number of Options	Exercise Price	Expiry Date	Estimated Fair Value
20,000	20,000	$2.00	May 3, 2019	$17,195
1,260	1,260	$3.00	May 26, 2020	1,168
415,000	415,000	$0.60	July 13, 2021	198,232
150,000	100,000	$2.30	May 26, 2022	108,191
370,000	246,667	$2.00	November 2, 2022	144,293
250,000	166,667	$2.89	March 2, 2023	361,667
300,000	100,000	$2.68	April 5, 2023	200,000
180,000	-	$3.40	January 16, 2024	-
48,000	16,000	$3.40	January 16, 2024	40,000
1,734,260	**1,065,594**			**$1,070,746**

Restricted Stock Units ("RSUs")

The following summarizes the RSU activity during the three months ended March 31, 2019:

	Number of RSUs	Weighted Average Fair Value	Estimated Fair Value
Balance – December 31, 2018	**67,000**	**$1.98**	**$132,581**
Stock-based compensation expense	-	-	9,288
Balance – March 31, 2019	**67,000**	**$1.98**	**$141,869**

The weighted average contractual life remaining for RSUs at March 31, 2019 is 2 years (December 31, 2018 – 2.25 years). The RSUs were not included in the computation of diluted net loss per share for the periods presented as they are anti-dilutive.

(Expressed in Canadian Dollars)

9. WARRANTS

The following summarizes the warrants and Agents' Options activity and outstanding warrants and Agents' Options for the three months ended March 31, 2019:

	Number of Warrants/ Agents' Options	Weighted Average Exercise Price	Estimated Fair Value
Balance – December 31, 2018	**2,259,051**	**$2.92**	**$1,123,509**
Exercised	(42,500)	$(3.00)	(19,933)
Exercised	(10,000)	$(3.00)	(5,250)
Balance – March 31, 2019	**2,206,551**	**$2.94**	**$1,098,326**

10. KEY MANAGEMENT COMPENSATION EXPENSE

In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and nonexecutive) of the Company.

The remuneration of Management and directors of the Company was:

For the three months ended March 31,	2019	2018
Management fees corporate [(1)]	**$144,479**	$80,173
Management fees – technical [(1)]	**84,704**	90,154
Director and advisor fees [(2)]	**18,578**	16,250
Stock-based compensation for key management [(3)]	**117,332**	232,136
Total key management compensation expense	**$365,093**	$418,713

(1) Management fees corporate includes 100% CFO fees, Toronto, 100% salary/benefits of the Country Manager (Ecuador), 30% of the President's compensation and Aurania's employees. Management fees technical includes the remaining 70% of the President's compensation and 100% of the compensation paid to the Vice President, Exploration.

(2) Director's fees are $15,000 per annum or $3,750 per quarter.

(3) This figure is the fair value expense of vested stock options and RSUs granted to Management during the three months ended March 31, 2019.

(Expressed in Canadian Dollars)

11. EXPLORATION EXPENSE

For the three months ended March 31,	2019	2018
ECUADOR		
GEOLOGY/FIELD:		
- Salaries, benefits	**$412,100**	$147,609
- Camp costs, equipment, supplies	**113,886**	46,273
- Project management	**84,702**	90,154
- Travel, accommodation	**101,007**	91,073
- Office	**40,155**	49,813
- Environment	**44,032**	11,273
- Water	**11,639**	-
- Drilling	**133,982**	-
GEOCHEMISTRY	**96,575**	37,529
GEOPHYSICS	**16,973**	9,178
CORPORATE SOCIAL RESPONSIBILITY	**171,253**	129,131
FINANCIAL AND ADMINISTRATIVE SUPPORT SERVICES	**37,383**	-
LEGAL AND OTHER COSTS RELATED TO CONCESSIONS	**9,572**	19,680
CONCESSION MAINTENANCE	**2,721,812**	2,535,603
Total exploration expense – Ecuador	**$3,995,071**	$3,167,316
SWITZERLAND	**479**	-
TOTAL EXPLORATION EXPENSE	**$3,995,550**	$3,167,316

12. 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 Company entered into the following transactions with related parties during the three months ended March 31, 2019:

(i) A total of $37,500 (2018 - $37,500), plus applicable taxes was charged to the Company by a management company controlled the President, on account of management consulting fees (the "Fees"). Included in the Fees is a charge of $960 for geographic information systems services provided to the Company by the spouse of the President. Included in accounts payable and accrued liabilities at March 31, 2019 is $13,460 (December 31, 2018 - $nil) owed to the President's company, for unpaid consulting fees. These amounts are unsecured, non-interest bearing and due on demand.

(ii) A total of $18,750 (2018 - $18,750), plus applicable taxes were charged to the Company by a management company controlled by the Chief Financial Officer ("CFO"), on account of accounting consulting fees. Included in accounts payable and accrued liabilities at March 31, 2019 is $6,250 (December 31, 2018 - $nil) owed to the CFO's company, for unpaid consulting fees. These amounts are unsecured, non-interest bearing and due on demand.

(iii) During the three months ended March 31, 2019, the Company incurred $36,000 (2018 - $127,500) of service costs provided by a company owned by a company controlled by a director/principal shareholder of the Company ("New ServiceCo") for certain services. At March 31, 2019 $36,000 (December 31, 2018 - $82,500) remains payable to New ServiceCo, for unpaid services. These amounts are unsecured, non-interest bearing and due on demand. - **See note 14 Commitments and Contingencies.**

13. SEGMENTED INFORMATION

At March 31, 2019, the Company's operations comprised one business segment engaged in mineral exploration and two operating segments - in Ecuador and Switzerland. Cash of $984,599 (December 31, 2018 - $805,365) is held in a Canadian chartered bank, $255,823 (December 31, 2018 - $11,167) being held in a chartered bank in Ecuador and the balance of $338 (December 31, 2018 - $489) being held in a chartered bank in Switzerland.

14. COMMITMENTS AND CONTINGENCIES

Environmental Contingencies

The Company's exploration activities are subject to various laws and regulations governing the protection of the environment. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations.

Service Costs and Consulting Agreements

The Company's President provides management services to the Company through a personal management company pursuant to a one-year, renewable consulting agreement. The President's annual compensation is $150,000. Should the Company effect early termination of the agreement, a three-month notice period is required, and Dr. Spencer would be entitled to an additional lump-sum cash payment equal to nine months of monthly retainer fee. Should Dr. Spencer's agreement be terminated due to a change of control, additional compensation would be payable to a maximum of two years' retainer fees and any unvested options would vest immediately.

The Company's CFO provides financial/accounting and corporate secretarial services to the Company pursuant to an annual, renewable consulting agreement, also through a personal management company. The CFO's annual compensation is $75,000 for a 50% time commitment. Early termination of the agreement requires 90 days' written notice by either party.

The Company runs its corporate social responsibility ("CSR") program under the guidance of a Toronto consulting firm, in tandem with the Project exploration program. Compensation for services provided by the consultants is stipulated at $1,000 per diem for up to 10 days per month ("the base services"). Any additional services to be performed over and above the base services must be pre-approved in writing. Either party may terminate the CSR Contract with 30 days' written notice. This arrangement continues.

On October 9,2018, the Company entered into a capital markets support agreement (the "Agreement") with Noble Capital Markets Inc. ("Noble"), a Florida corporation. Noble has been engaged to assist the Company by broadening the Company's exposure within the U.S. and Latin American investment communities. The Company has agreed to pay to Noble – USD111,000 in the first year, paid as follows: USD21,000 paid upon signing the Agreement and USD30,000 paid each three-month period ("Quarterly") thereafter throughout the term of the Agreement. The Agreement commenced on October 1, 2018 ("Commencement Date") and will terminate on the second anniversary, unless extended as by mutual agreement. After a period of eight (8) months following the Commencement Date, the Agreement may be terminated by either party at any time, with or without cause, upon 30 days' prior written notice to the other party.

14. COMMITMENTS AND CONTINGENCIES, Continued

Service Costs and Consulting Agreements, Continued

In March 2019, Ecuasolidus, S.A. signed a contract with Kluane Drilling Ecuador S.A. to drill in the Project Area Cutucu. The contract includes a minimum of 2,000 meters of drilling with a maximum depth of 400 to 500 meters, the rate is between 102 $/m and 122 $/m.

15. SUBSEQUENT EVENTS

(i) **Promissory note 2019**

On April 22, 2019 the Company announced that it has entered into an agreement with Dr. Keith Barron, the Company's Chairman and CEO, providing for a loan of up to US$3,000,000 (the "Loan"). The Loan is unsecured, has a term of two years, and bears an interest rate of 2% per annum. The Loan is expected to be used to advance the Company's exploration strategy.

(ii) **Appointment of Mr. Tony Wood as Chief Financial Officer ("CFO")**

On April 22, 2019 Aurania announced Mr. Tony Wood as Chief Financial Officer ("CFO") replacing Donna McLean. His consulting fee of $12,000/ month based on half time or approximately 20 hours per week, with any additional hours charged over the monthly 20 hours. His travel cost will be billed on a flat rate per trip, at a rate of $1,000 per return trip between B.C and Toronto, and at a rate of $1,500 per return trip between Canada and Ecuador or other non-North America destination.

(iii) **Establishment of Subsidiary**

The Company has constituted an additional subsidiary which has been funded with USD1.7 million from the USD3.0 million promissory notes entered into on April 22, 2019.