

Silver Range Resources Ltd.
Interim Financial Statements
For the six months ended
June 30, 2015
Unaudited – Prepared by Management

Silver Range Resources Ltd.
#1016 – 510 West Hastings Street
Vancouver, British Columbia
V6B 1L8

August 21, 2015

To the Shareholders of
Silver Range Resources Ltd.

The attached interim financial statements have been prepared by the management of Silver Range Resources Ltd. and have not been reviewed by the auditor of the Company.

Yours truly,

W. Douglas Eaton
President and Chief Executive Officer

Silver Range Resources Ltd.**Interim Statements of Financial Position****Unaudited – Prepared by Management**

	Note	June 30, 2015 \$	December 31, 2014 \$
Assets			
Current assets			
Cash and cash equivalents	3	2,188,629	2,528,459
Accounts receivable - related party		-	13,285
Sales tax receivable		6,036	18,569
Yukon mineral exploration grant receivable		-	36,645
Prepaid expenses		4,142	18,091
		2,198,807	2,615,049
Non-current assets			
Prepaid exploration expenditures		80,450	98,667
Mineral property interests	4	29,434,268	29,223,047
		29,514,718	29,321,714
Total assets		31,713,525	31,936,763
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accrued liabilities		255	65,538
Accounts payable - related parties	7	43,827	104,256
		44,082	169,794
Non-current liabilities			
Deferred income tax liability	8	1,741,015	1,766,372
Total liabilities		1,785,097	1,936,166
Shareholders' equity			
Share capital	5	32,058,519	32,058,519
Contributed surplus	5	1,316,186	1,296,210
Deficit		(3,446,277)	(3,354,132)
Total shareholders' equity		29,928,428	30,000,597
Total liabilities and shareholders' equity		31,713,525	31,936,763

Nature of Operations and Going Concern	1
Event after the Reporting Period	11

Approved on behalf of the Board of Directors on August 21, 2015:

<u>"Bruce J. Kenway"</u>	Director	<u>"Glenn R. Yeadon"</u>	Director
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The accompanying notes are an integral part of these interim financial statements.

Silver Range Resources Ltd.**Interim Statements of Changes in Shareholders' Equity****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

	Number of shares #	Share capital \$	Contributed surplus \$	Deficit \$	Total shareholders' equity \$
January 1, 2014	47,401,707	32,058,519	1,381,447	(3,225,864)	30,214,102
Share-based payments	-	-	3,151	-	3,151
Re-allocated for options cancelled	-	-	(13,269)	13,269	-
Comprehensive loss for the period	-	-	-	(116,507)	(116,507)
June 30, 2014	47,401,707	32,058,519	1,371,329	(3,329,102)	30,100,746
January 1, 2015	47,401,707	32,058,519	1,296,210	(3,354,132)	30,000,597
Share-based payments	-	-	21,291	-	21,291
Re-allocated for options cancelled	-	-	(1,315)	1,315	-
Comprehensive loss for the period	-	-	-	(93,460)	(93,460)
June 30, 2015	47,401,707	32,058,519	1,316,186	(3,446,277)	29,928,428

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

Silver Range Resources Ltd.**Interim Statements of Comprehensive Loss****Unaudited – Prepared by Management**

For the three and six months ended June 30,

		Three months ended		Six months ended	
	Note	June 30, 2015 \$	June 30, 2014 \$	June 30, 2015 \$	June 30, 2014 \$
Expenses					
Accounting, audit and legal	7	6,890	11,143	18,439	23,890
Consulting fees	7	-	21,000	-	42,000
Investor relations	7	1,388	4,375	12,424	16,599
Office and administration	7	30,735	50,998	64,628	82,704
Property examination	7	4,420	5,080	17,305	15,090
Share-based payments	5	7,452	1,059	21,291	3,151
Net loss from operating expenses		(50,885)	(93,655)	(134,087)	(183,434)
Interest income		5,788	13,684	15,270	27,098
Loss for the period before income taxes		(45,097)	(79,971)	(118,817)	(156,336)
Deferred income tax recovery	8	9,788	20,517	25,357	39,829
Comprehensive loss for the period		(35,309)	(59,454)	(93,460)	(116,507)
Loss per share					
Weighted average number of common shares outstanding					
- basic #	6	47,401,707	47,401,707	47,401,707	47,401,707
- diluted #	6	47,401,707	47,401,707	47,401,707	47,401,707
Basic loss per share \$	6	(0.00)	(0.00)	(0.00)	(0.00)
Diluted loss per share \$	6	(0.00)	(0.00)	(0.00)	(0.00)

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

Silver Range Resources Ltd.**Interim Statement of Cash Flows****Unaudited – Prepared by Management**

For the six months ended June 30,	Note	2015 \$	2014 \$
Operating activities			
Comprehensive loss for the period		(93,460)	(116,507)
Adjustments for:			
Share-based payments		21,291	3,151
Interest income		(15,270)	(27,098)
Deferred income tax recovery		(25,357)	(39,829)
Net change in non-cash working capital items	9	(5,748)	(23,249)
		(118,544)	(203,532)
Investing activities			
Interest received		15,270	27,098
Mineral property acquisition costs		(18,276)	(338,995)
Prepaid exploration deposits		-	(47,156)
Yukon exploration grant received		32,539	-
Deferred exploration and evaluation expenditures		(250,819)	(137,463)
		(221,286)	(496,516)
Decrease in cash and cash equivalents		(339,830)	(700,048)
Cash and cash equivalents, beginning of period		2,528,459	3,958,345
Cash and cash equivalents, end of period		2,188,629	3,258,297

Supplemental cash flow information

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

Silver Range Resources Ltd.

Notes to the Interim Financial Statements

Unaudited – Prepared by Management

For the six months ended June 30, 2015 and 2014

1. Nature of operations and going concern

Silver Range Resources Ltd. (the "Company" or "Silver Range") was incorporated on May 18, 2010 under the laws of the Province of British Columbia, Canada as a wholly owned subsidiary of Strategic Metals Ltd. ("Strategic"). Head office is located at 1016 - 510 West Hastings Street, Vancouver, British Columbia, Canada, V6B 1L8. Its records office is located at 1710 - 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3. The Company remained inactive until January 1, 2011, at which date it acquired certain mineral property interests from Strategic (see note 4). As of June 30, 2015 various share transactions concluded by the Company and Strategic have reduced Strategic's ownership position to approximately 20%. The Company's common shares trade on the TSX Venture Exchange ("TSX-V").

The Company is in the process of exploring its mineral property interests and has not yet determined whether they contain mineral reserves that are economically recoverable. The Company's continuing operations and the underlying value and recoverability of the amounts shown for mineral property interests are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the mineral property interests, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition or option of the mineral property interests.

The interim financial statements are prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations. As an exploration stage company, the Company does not have revenues and historically has recurring operating losses. As at June 30, 2015, the Company had working capital of \$2,154,725 (December 31, 2014 - \$2,445,255), and shareholders' equity of \$29,928,428 (December 31, 2014 - \$30,000,597). Management has assessed that this working capital is sufficient for the Company to continue as a going concern beyond one year. If the going concern assumption were not appropriate for these interim financial statements it would be necessary to restate the Company's assets and liabilities on a liquidation basis.

2. Significant accounting policies

(a) Basis of presentation

The interim financial statements have been prepared in conformity with International Accounting Standard ("IAS") 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company's annual audited financial statements for the year ended December 31, 2014, and do not include all the information required for full annual financial statements in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). It is suggested that the interim financial statements be read in conjunction with the annual audited financial statements.

These interim financial statements have been prepared on an historical cost basis, except for financial instruments which are classified as fair value through profit or loss ("FVTPL"). In addition, these interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The accounting policies used are those the Company expects to adopt in its financial statements for the year ended December 31, 2015, and have been applied consistently to all periods presented by the Company.

All amounts on the interim financial statements are presented in Canadian dollars which is the functional currency of the Company.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

2. Significant accounting policies (continued)**(b) Standards issued but not yet effective**

Certain pronouncements have been issued by the IASB or IFRIC that are effective for accounting periods beginning on or after January 1, 2016. Many of these updates are not applicable or consequential to the Company and have been excluded from the discussion below.

Tentatively effective for annual periods beginning on or after January 1, 2018

- New standard IFRS 9 *Financial Instruments*

IFRS 9 adds new requirements for impairment of financial assets and makes changes to the classification and measurement of financial instruments. When complete, IFRS 9 will replace IAS 39 *Financial Instruments: Recognition and Measurement*

The Company has initially assessed that there will be no material reporting changes as a result of adopting the new standard, however, there will be enhanced disclosure requirements.

3. Cash and cash equivalents

Cash and cash equivalents consist of the following:

	June 30, 2015	December 31, 2014
	\$	\$
Bank balance	38,181	92,814
Cashable investment certificates	2,150,448	2,435,645
	2,188,629	2,528,459

4. Mineral property interests

The Company's mineral property interests include a 100% interest in the Silver Range and Mint properties located in the Whitehorse Mining District, Yukon Territory, Canada. The initial properties were acquired from Strategic on January 1, 2011, by the issue of Silver Range common shares and warrants having a value of \$2,954,026.

Included in the Silver Range property group are the JRV claims which were acquired for \$100,000 cash and the issue of Silver Range common shares and warrants having a value of \$209,000. The vendor retains a 2% net smelter return royalty ("NSR") on any commercial production of precious metals from the JRV claims and a 1% NSR on commercial production of other metals. One-half of the NSR on the precious metals can be purchased by the Company for \$1,500,000. The properties are not subject to any option agreements.

In 2014, a 100% interest in the Barb and Mel projects located in the Watson Lake Mining District, Yukon Territory, Canada, were acquired for \$220,000. The Mel project is subject to a prior 1% NSR on any commercial production from the property and there is an additional 1% NSR due to the vendor of the properties on both the Mel and Barb projects, which may be purchased at any time for \$1,000,000.

See note 11 for details of a subsequent mineral property exchange with Strategic.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

4. Mineral property interests (continued)

Changes to the mineral property carrying amounts are summarized as follows:

	Barb	Mel	Mint	Silver	Total
	\$	\$	\$	Range	\$
	\$	\$	\$	\$	\$
January 1, 2014	-	-	1,425,717	26,658,023	28,083,740
Acquisitions/staking/assessments	25,108	238,287	-	75,600	338,995
Exploration and evaluation	3,340	17,940	-	189,249	210,529
June 30, 2014	28,448	256,227	1,425,717	26,922,872	28,633,264
January 1, 2015	33,329	671,883	1,425,717	27,092,118	29,223,047
Acquisitions/staking/assessments	-	14,928	-	3,348	18,276
Exploration and evaluation	-	93,694	-	99,251	192,945
June 30, 2015	33,329	780,505	1,425,717	27,194,717	29,434,268

Exploration and evaluation expenditures on the properties consisted of the following:

	Others	Silver	Total
	\$	Range	\$
	\$	\$	\$
Six months ended June 30, 2014			
Assays	-	830	830
Field	195	10,269	10,464
Helicopter and fixed wing	-	27,748	27,748
Labour	20,395	66,160	86,555
Resource and environmental studies	-	62,158	62,158
Survey and consulting	-	18,500	18,500
Travel and accommodation	690	3,584	4,274
Total	21,280	189,249	210,529

	Mel	Silver	Total
	\$	Range	\$
	\$	\$	\$
Six months ended June 30, 2015			
Assays	-	240	240
Field	4,520	9,764	14,284
Helicopter and fixed wing	-	12,032	12,032
Labour	61,789	23,450	85,239
Resource and environmental studies	26,442	27,033	53,475
Survey and consulting	-	18,500	18,500
Travel and accommodation	943	4,126	5,069
	93,694	95,145	188,839
Add: Yukon exploration grant adjustment	-	4,106	4,106
Total	93,694	99,251	192,945

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

5. Share capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value. All issued shares are fully paid.

There were no transactions for the issue of share capital during the six months ended June 30, 2015 and 2014.

Stock options

The Company has adopted an incentive stock option plan (the "Plan"). The essential elements of the Plan provide that the aggregate number of common shares of the Company's capital stock issuable pursuant to options granted under the Plan may not exceed 10% of the number of issued shares of the Company at the time of grant. Options granted under the Plan may have a maximum term of ten years. A participant who is not a consultant conducting investor relations activities, who is granted an option that is exercisable at or above the market price at the date of grant, can have their options vest immediately, unless otherwise determined by the Board of Directors. A participant who is a consultant conducting investor relations activities, who is granted options under the Plan, will become vested with the right to exercise one-quarter of the options upon conclusion of every three months subsequent to the grant date. All options are to be settled by physical delivery of common shares.

A summary of the status of the Company's stock options as at June 30, 2015 and December 31, 2014 and changes during the period/year then ended is as follows:

	Six months ended June 30, 2015		Year ended December 31, 2014	
	Options #	Weighted average exercise price \$	Options #	Weighted average exercise price \$
Options outstanding, beginning of period/year	4,350,000	0.39	3,350,000	0.50
Granted	-	-	1,185,000	0.15
Cancelled	(20,000)	0.23	(185,000)	0.85
Options outstanding, end of period/year	4,330,000	0.39	4,350,000	0.39

As at June 30, 2015, the Company had stock options outstanding and exercisable as follows:

Options outstanding #	Options exercisable #	Exercise price \$	Expiry date
695,000	695,000	0.30	August 26, 2016
550,000	550,000	1.31	August 26, 2016
1,685,000	1,685,000	0.30	December 3, 2017
80,000	80,000	0.30	December 21, 2017
60,000	60,000	0.30	April 19, 2018
60,000	60,000	0.30	August 2, 2018
25,000	25,000	0.30	October 30, 2018
1,175,000	881,250	0.15	July 21, 2019
4,330,000	4,036,250		

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

5. Share capital (continued)**Stock options (continued)**

The following table summarizes information about the stock options outstanding at June 30, 2015:

Exercise prices \$	Options #	Weighted average remaining life years	Weighted average exercise price \$
0.15	1,175,000	4.06	0.15
0.30	2,605,000	2.13	0.30
1.31	550,000	1.16	1.31
	4,330,000	2.53	0.39

No stock options were granted during the six months ended June 30, 2015 and 2014.

The total share-based payment expense for the six months ended June 30, 2015 was \$21,291 (2014 - \$3,151), which is presented as an operating expense, and includes only options that vested during the periods.

During the six months ended June 30, 2015, 20,000 (2014 – 70,000) related company employee options were cancelled on the employees leaving employment. The original fair value of the cancelled options was \$ 1,315 (2014 - \$13,269) and on vesting was charged to share-based payment expense and credited to contributed surplus. As a result of the cancellations the amounts have been reallocated from contributed surplus to deficit.

Warrants

As an incentive to complete a private placement the Company may issue units which include common shares and common share purchase warrants. Using the residual value method, the Company determines whether a value should be allocated to the warrants attached to private placement units. Also, finders' warrants may be issued as a private placement share issue cost and are valued using the Black-Scholes option pricing model. A summary of the warrants and changes during the six months ended June 30, 2015 and the year ended December 31, 2014 is as follows:

	Six months ended June 30, 2015		Year ended December 31, 2014	
	Warrants #	Weighted average exercise price \$	Warrants #	Weighted average exercise price \$
Warrants outstanding, beginning of period/year	-	-	5,156,682	1.80
Expired	-	-	(5,156,682)	1.80
Warrants outstanding, end of period/year	-	-	-	-

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

5. Share capital (continued)**Contributed surplus**

Contributed surplus includes the accumulated fair value of stock options recognized as share-based payments and the fair value of finders' warrants issued on private placements. Contributed surplus is increased by the fair value of these items on vesting and is reduced by corresponding amounts when the options or warrants expire, or are exercised or cancelled. Contributed surplus is comprised of the following:

	Options \$	Warrants \$	Total \$
January 1, 2014	1,381,447	-	1,381,447
Options vesting	3,151	-	3,151
Options cancelled	(13,269)	-	(13,269)
June 30, 2014	1,371,329	-	1,371,329
January 1, 2015	1,296,210	-	1,296,210
Options vesting	21,291	-	21,291
Options cancelled	(1,315)	-	(1,315)
June 30, 2015	1,316,186	-	1,316,186

6. Loss per share

The calculation of basic loss per share for the six months ended June 30, 2015 was based on the loss attributable to common shareholders of \$93,460 (2014 - (\$116,507)) and a weighted average number of common shares outstanding of 47,401,707 (2014 - 47,401,707).

The calculation of diluted loss per share for the six months ended June 30, 2015 was based on the loss attributable to common shareholders of \$93,460 (2014 - (\$116,507)) and a weighted average number of common shares outstanding of 47,401,707 (2014 - 47,401,707).

As at June 30, 2015, 4,330,000 options (2014 – 3,280,000) were excluded from the diluted weighted average number of common shares calculation, as their effect would have been anti-dilutive.

7. Related party payables and transactions

A number of key management personnel and Directors hold positions in other entities that result in them having control or significant influence over the financial or operating policies of these entities. There were no loans to management personnel or Directors, or entities over which they have control or significant influence during the six months ended June 30, 2015 and 2014.

A number of key management personnel and Directors, or their related entities, transacted with the Company in the reporting period. The terms and conditions of these transactions were no more favorable than those available, or which might reasonably be expected to be available, on similar transactions with non-related entities, on an arm's length basis.

Key management personnel and Directors receive no salaries, non-cash benefits (other than incentive stock options), or other remuneration directly from the Company, other than noted below, and there are no employment contracts with them that cannot be terminated without penalty on thirty days advance notice. Key management personnel and Directors participate in the Company's stock option plan.

There were no options granted to key management personnel or Directors, or their related entities during the six months ended June 30, 2015 and 2014.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

7. Related party payables and transactions (continued)

The following are the Company's related parties:

- (a) Douglas Eaton is a Director and the Company's President and CEO. He controls Archer, Cathro & Associates (1981) Limited ("Archer Cathro"), which is a geological consulting firm. Archer Cathro provides the Company with geological consulting services, including mineral property location, acquisition, exploration and evaluation, management, and office rent and administration.
- (b) Glenn Yeadon is a Director and the Company's Secretary. He controls Glenn R. Yeadon Personal Law Corporation ("Yeadon Law Corp"), which provides the Company with legal services.
- (c) Larry Donaldson is the Company's CFO. He is a partner of Donaldson Grassi, Chartered Professional Accountants, a firm in which he has significant influence. Donaldson Grassi provides the Company with accounting and tax services.
- (d) Bruce Youngman is a Director and the Company's Chairman of the Board. He controls Bayridge Mineral Services Ltd., which provided the Company with consulting services. The services concluded on July 15, 2014.
- (e) Ian Talbot is the Company's COO. He provides the Company with management services.

The Company is also related to Strategic through its shareholdings and common Officers and Directors.

The aggregate value of transactions and outstanding balances with key management personnel and Directors and entities over which they have control or significant influence were as follows:

	Transactions for the six months ended June 30, 2015 \$	Transactions for the six months ended June 30, 2014 \$	Balances outstanding June 30, 2015 \$	Balances outstanding December 31, 2014 \$
Archer, Cathro				
- geological services	114,919	109,506	30,070	75,519
- rent and administration	32,215	40,878	5,517	16,336
	147,134	150,384	35,587	91,855
Yeadon Law Corp.	7,029	10,605	2,240	1,685
Donaldson Grassi	10,850	12,625	6,000	7,500
Bayridge Mineral Services Ltd.	-	42,000	-	-
Ian Talbot	20,344	20,562	-	3,216
	185,357	236,176	43,827	104,256

All related party balances are unsecured and are due within thirty days without interest.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

8. Income taxes

Income tax recovery for the six months ended June 30, 2015 and 2014 varies from the amount that would be computed from applying the combined federal and provincial income tax rate to loss before income taxes as follows:

	June 30, 2015	June 30, 2014
	\$	\$
Loss for the period before income taxes	(118,817)	(156,336)
Statutory Canadian corporate tax rate	26.0%	26.0%
Anticipated income tax recovery	30,893	40,647
Change in tax resulting from:		
Unrecognized items for tax purposes	(5,536)	(818)
Net deferred income tax recovery	25,357	39,829

The significant components of the Company's deferred income tax liability are as follows:

	June 30, 2015	December 31, 2014
	\$	\$
Mineral property interests	(3,245,300)	(3,249,800)
Unclaimed investment tax credits	976,876	976,876
Non-capital loss carry forwards	482,750	446,726
Share issue costs	44,659	59,826
Net deferred income tax liability	(1,741,015)	(1,766,372)

As at June 30, 2015 the Company has unclaimed resource and other deductions in the amount of \$16,952,345 (December 31, 2014 - \$16,723,819), which may be deducted against future taxable income.

As at June 30, 2015 the Company has unused non-capital losses of approximately \$1,857,000, of which \$219,000 will expire in 2031, \$576,000 in 2032, \$551,000 in 2033, \$372,000 in 2034 and \$139,000 in 2035.

As at June 30, 2015 there are share issue costs totaling \$171,763 (December 31, 2014 - \$230,099), which have not been claimed for income tax purposes.

As at June 30, 2015 the Company has unused investment tax credits of approximately \$1,320,000 (December 31, 2014 - \$1,320,000), of which \$1,137,000 will expire in 2031, \$87,000 in 2032 and \$96,000 in 2033.

Income tax attributes are subject to review, and potential adjustments, by tax authorities.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

9. Supplemental cash flow information

Changes in non-cash operating working capital during the six months ended June 30, 2015 and 2014 were comprised of the following:

	June 30, 2015	June 30, 2014
	\$	\$
Sales tax receivable	12,533	(2,108)
Prepaid expenses	13,949	15,721
Accounts payable and accrued liabilities	(30,535)	(30,519)
Accounts payable to related parties	(1,695)	(6,343)
Net change	(5,748)	(23,249)

The Company incurred non-cash investing activities during the six months ended June 30, 2015 and 2014 as follows:

	June 30, 2015	June 30, 2014
	\$	\$
Deferred exploration and evaluation expenditures included in accounts payable and related party payables	30,070	132,832

During the six months ended June 30, 2015 and 2014 no amounts were paid for interest or income tax expenses.

10. Financial risk management**Capital management**

The Company is a junior resource exploration company and considers items included in shareholders' equity as capital. The Company has no debt and does not expect to enter into debt financing. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of underlying assets. In order to maintain or adjust its capital structure, the Company may issue new shares, purchase shares for cancellation pursuant to normal course issuer bids or make special distributions to shareholders. The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. The Company's capital structure as at June 30, 2015 is comprised of shareholders' equity of \$29,928,428 (December 31, 2014 - \$30,000,597).

The Company currently has no source of revenues. In order to fund future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company's ability to continue as a going concern on a long term basis and realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation is primarily dependent upon its ability to sell or option its mineral properties and its ability to borrow or raise additional financing from equity markets.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

10. Financial risk management (continued)**Financial instruments - fair value**

The Company's financial instruments consist of cash and cash equivalents, other receivables, accounts payable and accrued liabilities, and accounts payable to related parties.

The carrying value of accounts payable and accrued liabilities and accounts payable to related parties approximated their fair value because of the short-term nature of these instruments.

Financial instruments measured at fair value on the statement of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
June 30, 2015				
Cash and cash equivalents	2,188,629	-	-	2,188,629
December 31, 2014				
Cash and cash equivalents	2,528,459	-	-	2,528,459

The Company's financial instruments can be exposed to certain financial risks, including credit risk, interest rate risk, liquidity risk and market and currency risk.

(a) Credit risk

The Company is exposed to credit risk by holding cash and cash equivalents. This risk is minimized by holding the funds in Canadian banks and credit unions or with Canadian governments. The Company has minimal accounts receivable exposure, and its various refundable credits are due from Canadian governments.

(b) Interest rate risk

The Company is exposed to interest rate risk because of fluctuating interest rates. Fluctuations in market rates do not have a significant impact on the Company's operations due to the short term to maturity and no penalty cashable feature of its cash equivalents. For the six months ended June 30, 2015, every 1% fluctuation in interest rates up or down would have impacted loss for the period, up or down, by approximately \$12,500 (2014 - \$18,000) before income taxes.

(c) Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources.

(d) Market and currency risk

The Company is not exposed to market risk because it does not own publicly traded marketable securities and does not have investments in other companies. It is not exposed to currency risk because it does not deal in foreign currencies.

Silver Range Resources Ltd.**Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

For the six months ended June 30, 2015 and 2014

11. Event after the reporting period

On August 7, 2015, the Company announced that it had re-negotiated its June 19, 2014 Property Transfer Agreement with Strategic, which was cancelled on September 29, 2014. Under the Agreement the Company will transfer its Mint property to Strategic in return for Strategic's Michelle property and BP4 claim. The BP4 claim is subject to a prior 2% NSR to a third party. The Agreement is subject to both Company and Strategic minority shareholder approvals, and acceptance by the TSX-V. If the property exchange completes, the Company has agreed to reimburse Strategic for its 2015 exploration program costs on the Michelle property, which are estimated to be \$150,000.