MAJESTA MINERALS INC.

Interim Financial Statements (Amended)

(unaudited)

Six Month Period Ended June 30, 2016

MAJESTA MINERALS INC.
Index to Interim Unaudited
Financial Statements
For the Six Month Period Ended June 30, 2016

NOTICE OF NO AUDITORS' REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of Majesta Minerals Inc. have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditors.

Calgary, Alberta
August 29, 2016
(Amended on September 23, 2016)

MAJESTA MINERALS INC.

Interim Statement of Financial Position

As at June 30, 2016 and December 31, 2015

(Unaudited)

	As at June 30, 2016	As at December 31, 2015
Assets		
Current Cash	$ 100	$ 100
Exploration and evaluation assets *(Note 6)*	1,379,974	1,379,974
	$ 1,380,074	$ 1,380,074
Liabilities and shareholders' equity		
Current		
Accounts payable *(Note 7)*	$ 53,341	$ 42,701
Due to related party *(Note 8)*	150,000	150,000
Due to related party (*Note 8)*	19,000	
	$222,341	192,701
Shareholders' equity		
Share capital *(Note 10)*	$ 1,258,640	$ 1,208,640
Contributed surplus *(Note 11)*	21,434	21,434
Deficit	(122,341)	(42,701)
	$1,157,733	$ 1,187,373
	$ 1,380,074	$ 1,380,074

Signed "*Randy Studer*"

Randy Studer, Director, CEO, CFO

MAJESTA MINERALS INC.

Interim Statement of Comprehensive Loss

For the Six Month Period Ended June 30, 2016

(Unaudited)

	June 30, 2016	**December 31, 2015**
Expenses		
Commission on private placement	5,229	
Professional fees	74,411	(29,376)
Comprehensive loss	(79,640)	(29,376)
Loss per share	(0.01)	$ (0.02)
Weighted average number of shares outstanding	9,228,156	1,795,147

MAJESTA MINERALS INC.

Interim Statement of Changes in Shareholders' Equity

For the Six Month Period Ended June 30, 2016

(Unaudited)

	Share capital	Contributed surplus	Deficit	Total equity
Balances at December 31, 2014	$ 100	$ -	$ (13,325)	$ (13,225)
Shares issued during the year	1,208,540	-	-	1,208,540
Warrants issued during the year	-	21,434	-	21,434
Comprehensive loss for the year	-	-	-	(29,376)
Balances at December 31, 2015	$ 1,208,640	$ 21,434	(42,701)	$ 1,187,373
Shares issued during the period	50,000	-	-	50,000
Comprehensive loss for the period		-	(79,640)	(79,640)
Balances at June 30, 2016	$ 1,258,640	$ 21,434	(122,341)	1,157,733

MAJESTA MINERALS INC.

Interim Statement of Cash Flow

For the Six Month Period Ended June 30, 2016

(Unaudited)

	For 6 Months Ended June 30, 2016	For 12 Months Ended December 31, 2015
Operating activities		
Comprehensive loss	$ (79,640)	$ (29,376)
Change in non-cash working capital:		
Accounts payable	10,640	29,376
Cash flow from operating activities	-	-
Financing activity Proceeds from issuance of common shares	50,000	-
Proceeds from loans	19,000	
Increase in cash flow	-	-
Cash and cash equivalents - beginning of year	100	100
Cash and cash equivalents - end of year	$ 100	$ 100
Cash flow supplementary information		
Interest received	$ -	$ -
Interest paid	$ -	$ -
Income taxes paid	$ -	$ -

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

MAJESTA MINERALS INC.

Notes to the Interim Financial Statements

For the Six Month Ended June 30, 2016
(Unaudited)

1. NATURE OF OPERATIONS

Majesta Minerals Inc. ("MMI" or the "Company") was incorporated on August 6, 2014 under the laws of the Province of Alberta as 1839579 Alberta Ltd. The Company changed its name on December 22, 2014 from 1839579 Alberta Ltd. to Majesta Mineral Inc. MMI is engaged in the business of mineral exploration. The Company was a wholly owned subsidiary of Hodgins Auctioneers Inc. ("HAI") until HAI distributed the common shares of MMI to the shareholders of HAI pursuant to a plan of arrangement which became effective October 21, 2015. The principal and registered office of the Company is located at 203, 221 – 10th Avenue SE Calgary, Alberta.

The Board of Directors approved the financial statements on August 29, 2016.

2. GOING CONCERN

These financial statements have been prepared on the basis of accounting principles applicable to a going concern. The use of these principles assumes that MMI will continue in operation for the foreseeable future and will be able to realize assets and discharge its liabilities in the normal course of operations. The exploration of these properties has not commenced. As such, it is unknown whether the properties contain reserves that are economically recoverable. As at June 30, 2016, the Company has a working capital deficiency of $222,241 (December 31, 2015 - $192,601) and expects to incur further operating losses, which casts significant doubt about MMI's ability to continue as a going concern. Management expects to raise capital required to meet its drilling and working capital commitments through a private placement. The Company needs to raise this capital to ensure it meets upcoming obligations. Therefore, the Company's continuance as a going concern is dependent on its ability to obtain adequate financing and profitable levels of operations. It is not possible to predict whether financing efforts will be successful or if the Company will attain profitable levels of operation.

If the going concern assumption was not used then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these financial statements.

3. BASIS OF PRESENTATION

Statement of compliance
The Company's financial statements have been prepared in accordance with and using accounting policies in full compliance with the International Financial Reporting Standards ("IFRS") and International Accounting Standards ("IAS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

Basis of measurement
The financial statements have been prepared on the historical cost basis.

Functional and presentation currency
The financial statements are presented in Canadian dollars, which is also the Company's functional currency.

Use of estimates and judgments
The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates will, by definition, seldom equal the actual results.

4. ACCOUNTING POLICIES

Statement of Compliance

These interim financial statements are unaudited and have been prepared in accordance with International Accounting Standard ("IAS") 34 – "Interim Financial Reporting" using accounting policies consistent with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").The interim financial statements should be read in conjunction with the Company's audited annual financial statements and the notes thereto for the year ended December 31, 2015. The consolidated financial statements of the Company include the accounts of Majesta Minerals Inc. and have been prepared by management.

These financial statements were authorized for issue by the Board of Directors on August 29, 2016.

Significant Accounting Policies

The Company's accounting policies are described in Note 4 to the December 31, 2015 audited financial statements. These accounting policies have been applied consistently to all period presented in these financial statements.

<u>New standards and interpretations not yet adopted</u>

At the date of authorization of these financial statements, the IASB issued the following Standards that are effective for reporting periods ending after January 1, 2016 and which MMI may be required to adopt in future reporting periods.

(i) Amendments to IAS 1, Presentation of Financial Statements
(ii) Amendments to IAS 16, Property, Plant and Equipment
(iii) Amendments to IAS 27, Separate Financial Statements
(iv) Amendments to IAS 28, Investments in Associates
(v) Amendments to IAS 38, Intangible Assets
(vi) Amendments to IFRS 10, Consolidated Financial Statements
(vii) Amendments to IFRS 11, Joint Arrangements

IFRS 9 "Financial Instruments: Classification and Measurement" - Effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. IFRS 9 introduces new requirements for the classification and measurement of financial instruments.

IFRS 15 "Revenue from Contracts with Customers: - Effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. IFRS 15 provides a single, comprehensive revenue recognition model for all contracts with customers.

IFRS 16 “Leases”: - Effective for annual periods beginning on or after January 1, 2019, with early adoption permitted. IFRS 16 introduce a single recognition and measurement model for leases would apply, with required recognition of assets and liabilities for most leases.

The Company is currently analyzing the impact, if any, that the adoption of these standards will have on its financial statements.

5. FINANCIAL RISK MANAGEMENT

The main risks arising from the Company's financial instruments are credit risk, liquidity risk and commodity risk. These risks are managed as follows:

Credit risk
Credit risk is the risk of loss associated with a counter-party's inability to fulfil its payment obligations. The Company's credit risk is attributable to cash that may be held at major Canadian-based financial institutions. In these situations management believes the risk of loss is minimal.

Liquidity risk
Liquidity risk is the risk the Company will not be able to meet its financial obligations as they fall due. As at December 31, 2015, the Company currently has nominal cash at its disposal and has yet to commence active operations, as such the Company is expected raise capital through a private placement.

Commodity price risk
Commodity price risk is the risk of uncertainty arising primarily from possible commodity price movements and their impact on the future economic viability of the Company's projects as well as its ability to raise capital. These risks are evaluated by monitoring changes in key economic indicators and market information on an on-going basis and adjusting operating and exploration budgets accordingly. The Company has yet to commence active operations and therefore has limited exposure to this risk.

6. EXPLORATION AND EVALUATION ASSETS

Pursuant to the terms of the Purchase/Option Agreement ("Purchase/Option Agreement") dated August 7, 2014 (as amended) between MMI, MRI Holdings Ltd. (formerly Majesta Resources Inc.) ("MRI") and HAI (parent of MMI at the time) the following consideration was paid by MMI and HAI to MRI to acquire 25% interest in 9 mineral claims ("Key Lake South West Mineral Claims") on August 8, 2014:

Nature of Transaction	Interest in Majesta Mineral Claims	Assumption of Debt to Durama Enterprises Limited Cash	Cash	Common Shares of HAI at $0.05	Exploration Work Commitments	Total
Purchase	25%	$ 100,000	$ -	$ 100,000	$ 300,000	$ 500,000

The common shares issued by HAI to purchase the 25% interest in the Key Lake South West Mineral Claims was settled on October 21, 2015.

MRI was the operator from August 8, 2014 to October 21, 2015 when MMI acquired the remaining undivided 75% interest. Pursuant to the Purchase/Option Amendment #5 Agreement, MMI acquired remaining 75% of interest in the Key Lake South West Mineral Claims from MRI for the sum of $600,000 payable by (a) promissory note of $150,000; and (b) $450,000 paid by issuance of 3,000,000 common shares at price of $0.15/common share. MRI retained a 1.5 per cent Net Smelter Royalty which could be purchased for fair market value. The exploration and evaluation assets is presented below:

August 6, 2014 (incorporation date)	$ -
Acquisition of 25% WI in Key Lake South West Mineral Claims	400,000
December 31, 2014	263,474
Costs related to acquisition	600,000
Purchase of 75% WI In Key Lake South West Mineral Claims	116,500
December 31, 2015	$ 1,379,974
June 30, 2016	$ 1,379,974

7. ACCOUNTS PAYABLE

The accounts payable consists of the following:

	June 30, 2016	**December 31, 2015**
Audit Fees	$ 10,070	$ 25,765
Legal Fees	$ 43,271	$ 16,936
	$ 53,341	$ 42,701

The legal fee owing to a significant shareholder is secured by a general security agreement charging all the assets of MMI.

8. RELATED PARTY TRANSACTIONS

The Purchase/Option Agreement is a related party transaction as MMI acquired a 100% interest in the Key Lake South West Mineral Claims from MRI. Randy Studer became an officer of MMI on August 8, 2014. Randy Studer is a shareholder, director and officer of MRI. Consulting fees paid to Durama Enterprises Limited ("Durama") are related party transactions. Randy Studer is a shareholder, director and officer of Durama.

As of October 21, 2015, the debt owing by MMI to HAl was $563,474 plus the $100,000 owing to Durama (as part of the acquisition of the 25% WI in the Key Lake South West Mineral Claims). The indebtedness owing to HAl was non-interest bearing, unsecured and due upon completion of the plan of arrangement. See Note 9. Upon completion of the plan of arrangement on October 21, 2015 the HAl debt was exchanged for MMI common shares. The $100,000 debt owing to Durama was exchanged for 666,666 common shares of MMI. In 2015, MMI incurred debts of $116,500 to Durama for its share of JV billings for 2015 related to the Key Lake South West Mineral Claims. On October 21, 2015, Durama exchanged the $116,500 debt for 775,000 common shares at a deemed price of $0.15/share.

MMI has exercised its option to purchase an additional 75% undivided right, title and interest in the Key Lake South West Mineral Claims from MRI by providing the following payments assumption of $150,000 of debt and issuance of 3,000,000 common shares at $0.15/share. As of December 31, 2015 the $150,000 of debt is still outstanding. Of the total loans, $113,250 is due on demand and is charged at the rate of prime + 4.00%. The remaining loans of $36,750 is repayable on demand with no interest charged. These transactions are in the normal course of operations and are measured at amortized cost using the effective interest method.

Durama has provided a loan to the Company for $19,000 to assist in the operating expenses to be repaid in monthly blended payments of $1,200 over 18 months. The loan is subject to interest at 15% per annum.

MAJESTA MINERALS INC.

Notes to Interim Financial Statements

For the Six Month Ended June 30, 2016

(Unaudited)

9. SHARE CAPITAL

Authorized:

Unlimited	Common voting shares
Unlimited	Preferred non-voting shares

Issued:

10,228,156	Common shares	$ 1,258,640

	June 30, 2016		December 31, 2015	
	Shares	Amount	Shares	Amount
Common shares Shares outstanding at the				
beginning of the period	9,228,156	$ 1,208,540	100	$ 100
Issued	1,000,000	50,000	9,228,156	1,208,540
Cancelled	--	-	(100)	-
Shares outstanding at the end of the period	10,228,156	$ 1,258,640	9,228,156	$ 1,208,640

The common shares were issued to acquire the remaining undivided 75% interest in the Key Lake South West Mineral Claims and to settle the outstanding loans with the parent and related parties.

10. WARRANTS

Pursuant to the Plan of Arrangement, each warrant holder of HAl received one (1) warrant of MMI for every 2.701 warrants held in HAl. MMI issued 2,234,727 MMI warrants with an exercise price of $0.225 and an expiry date of October 21, 2017. In 2016, the exercise price of the warrants was amended to $0.075 and the expiry date was extended to 5 years from date of issue. As a result of financing completed in 2015, there are 2,234,727 warrants valued at $21,434 outstanding as of December 31, 2015 calculated using the following terms:

Number of Warrants	Exercise Price $	Expected life	Volatility	Risk free rate
2,234,727 $	0.075	5 years	100%	1.00%

Pursuant to the private placement in June 2016, the Company issued 1,100,000 warrants with an exercise price of $0.075 and an expiry date of May 8, 2018. As a result of financing completed in June 2016, there are 3,334,727 warrants.

The Company has not calculated the income statement effect of the warrants issued in 2016 but would use a volatility risk factor of 100% and an interest rate of 1%.

11. COMMITMENTS

As of December 31, 2015, the Company has drilling commitments related to its mineral leases of $426,120, These commitments are to be met from April to December 2017.