Luckystrike Resources Ltd.

Interim Condensed Financial Statements

Three months ended March 31, 2019

(Expressed in Canadian Dollars)

(Unaudited)

NOTICE TO READER

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 have been prepared by and are the responsibility of the management.

The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by CPA Canada for a review of interim financial statements by an entity's auditor.

Luckystrike Resources Ltd.
Condensed Interim Statements of Financial Position
(Expressed in Canadian dollars)

	Notes	March 31, 2019	December 31, 2018
ASSETS			
Current assets			
Cash and cash equivalents	4	$ 1,447,449	$ 1,220,168
Accounts receivable	5	40,554	33,313
Prepaid expenses and deposits	6	4,241	19,241
		1,492,244	1,272,722
Non-current assets			
Equipment		5,055	-
Deposit	6	20,000	20,000
Exploration and evaluation assets	7	10,267,754	10,232,444
TOTAL ASSETS		11,785,053	11,525,166
LIABILITIES			
Current liabilities			
Trade payables and accrued liabilities	8	27,714	59,674
Due to related party	10	-	66,989
TOTAL LIABILIITES		27,714	126,663
EQUITY			
Share capital	9	11,740,784	11,273,800
Share-based payment reserves	9	2,217,923	2,183,365
Deficit		(2,201,368)	(2,058,662)
TOTAL EQUITY		11,757,339	11,398,503
TOTAL LIABILITIES AND EQUITY		$ 11,785,053	$ 11,525,166

Subsequent event (Note 12)

Approved on Behalf of the Board on May 23, 2019 :

``Lucy Zhang``　　　　``Terry King``

Director　　　　Director

Luckystrike Resources Ltd.
Condensed Interim Statements of Comprehensive Loss
(Expressed in Canadian dollars - Unaudited)

	Note		Three months ended March 31, 2019
Expenses			
Listing and filing fees		$	12,136
Management consulting	10		11,250
Corporate development and communication	10		14,293
Investor relations			750
Office and miscellaneous			19,708
Professional fees			22,302
Rent			6,572
Stock-based compensation	9		58,880
			(145,891)
Other items			
Interest income			4,005
Impairment of exploration and evaluation assets	7		(98)
Amortization			(722)
Net and comprehensive loss for the year		$	(142,706)
Loss per share, basic and diluted		$	(0.004)
Weighted average number of common shares outstanding, basic and diluted			37,762,002

Luckystrike Resources Ltd.
Condensed Interim Statement of Changes in Equity
(Expressed in Canadian dollars - Unaudited)

	Share capital										
	Number of shares		Amount		Share-based Payment Reserve		Obligation to issue shares		Deficit		Total
Balance at January 1, 2019	37,579,252	$	11,273,800	$	2,183,365	$	-	$	(2,058,662)	$	11,398,503
Subscription Received	-		-		-		395,780		-		395,780
Stock-based compensation	-		-		58,880		-		-		58,880
Warrant exercised	214,316		71,204		(24,322)		-		-		46,882
Comprehensive loss for the period	-		-		-		-		(142,706)		(142,706)
Balance at March 31, 2019	37,793,568	$	11,345,004	$	2,217,923	$	395,780	$	(2,201,368)	$	11,757,339

(Expressed in Canadian dollars – Unaudited)

		Three months ended March 31, 2019
Operating activities		
Net Income (loss) for the year	$	(142,706)
Adjustments for non-cash items:		
Amortization		722
Stock-based compensation		58,880
Impairment of exploration and evaluation assets		98
Changes in non-cash working capital:		
Receivable		(7,241)
Prepaid expenses and deposits		15,000
Trade payables and accrued liabilities		(102,444)
Net cash flows used in operating activities		(177,691)
Investing activities		
Purchase of equipment		(5,777)
Exploration and evaluation assets		(31,913)
Net cash flows used in investing activities		(37,690)
Financing activities		
Obligation to issue shares		395,780
Warrant exercised		46,882
Net cash flows from financing activities		442,662
Increase (decrease) in cash and cash equivalents		227,281
Cash and cash equivalents, beginning		1,220,168
Cash and cash equivalents, ending	$	1,447,449
Cash and cash equivalents consist of:		
Cash	$	436,096
GIC		1,011,353
	$	1,447,449

1. Nature of operations and going concern

Luckystrike Resources Ltd. (the “Company” or “Luckystrike”) was incorporated under the laws of the province of British Columbia, Canada. The Company trades on the TSV Venture Exchange (the “TSX-V“) under the symbol “LUKY.V”. The registered office of the Company is located at 1010 – 1130 West Pender Street, Vancouver, B.C.

The Company is a mineral exploration company focusing on acquiring and developing exploration and evaluation assets.

The Company entered into a plan of arrangement (the "Arrangement") with Goldstrike Resources Ltd. (“Goldstrike”) to acquire six mineral exploration properties located in White Gold District, Yukon (Note 6), completed on August 10, 2018.

These financial statements have been prepared in accordance with accounting principles applicable to a going concern. The Company has no current source of revenues from operations. The Company’s continuation as a going concern is dependent upon the successful results from its exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These factors indicate the existence of a material uncertainty that ay cast significant doubt as to the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with cash on hand and the private placement of common shares. Should the Company be unable to continue as a going concern, the net realizable value of its assets may materially less than the amounts on its statement of financial position.

2. Significant accounting policies and basis of preparation

The condensed interim financial statements were authorized for issuance on May 23, 2019 by the directors of the Company.

Basis of preparation
These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting standards Board (“IASB”) applicable to the preparation of the interim financial statements, including International Accounting Standards (“IAS”) 34, Interim Financial Reporting.

The notes presented in these condensed interim financial statements include only significant events and transactions occurring since the Company’s last fiscal year end and they do not include all of the information required in the Company’s most recent annual financial statements. Other than the adoption of IFRS 16, These condensed interim financial statements follow the same accounting policies and methods of application as the Company’s annual financial statements and should be read in conjunction with the Company’s annual financial statements for the year ended December 31, 2018, which were prepared in accordance with IFRS as issued by IASB. There have been no changes in judgment or estimates from those disclosed in the financial statements for the year ended December 31, 2018.

Basis of measurement
The interim financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The interim financial statements are presented in Canadian dollars, except otherwise indicated. The financial currency is measured using the currency of the primary economic environment in which the entity operates. The functional currency of the Company is the Canadian dollar.

Significant estimates and assumptions
The preparation of these financial statements in accordance with IFRS requires management to make certain estimates and assumptions concerning the future. The Company’s management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted for prospectively in the period in which the estimates are revised.

(Expressed in Canadian dollars - Unaudited)

2. Significant accounting policies and basis of preparation (Continued)

Significant estimates and assumptions (Continued)

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability of the carrying value of exploration and evaluation assets and petroleum and natural gas assets, the measurements for financial instruments and share-based payments, the recoverability of deferred tax assets and the measurement of decommissioning liabilities.

Critical judgements in applying accounting policies

The preparation of financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The following are the most significant judgements that management has made in applying the Company's financial statements: the assessment of the Company's ability to continue as a going concern, the identification of cash-generating units and the classification of evaluation and exploration assets.

New accounting standards – IFRS 16

IFRS 16, Leases is effective from periods beginning on or after January 1, 2019 but not yet applied by the Company at the date of the approval of the financial statements. The Company considers that this new standard and interpretation are either not applicable or are not expected to have a significant impact on the Company's financial statements.

3. Plan of arrangement

On August 10, 2018, the Company completed the Arrangement with Goldstrike (Note 1). Upon execution of the Agreement:

- Luckystrike indirectly acquired the Company's six 100% owned White Gold District properties, being the Lucky Strike, Hotspot, Bull's Eye, BRC, Gold Source and King's Ransom properties (collectively, the "White Gold Properties");
- Goldstrike shareholders received one common share of Luckystrike in exchange for every seven Goldstrike Shares held; and
- Goldstrike option and warrant holders received one Luckystrike option or warrant for every seven Goldstrike options or warrants held by the holders, with necessary adjustments to the exercise price for the Arrangement based on the proportionate value of the White Gold Properties.

The Company accounted for the transaction as a share-based payment, being the acquisition of the White Gold Properties, based on the fair value of the equity instruments issue to the owners of Goldstrike, which included the shareholders, option holders and warrant holders. The entire fair value of the consideration paid was allocated to the White Gold Properties:

		Amount
Fair value of common shares issued	$	8,157,575
Fair value of stock options issued to Goldstrike option holders		927,513
Fair value of warrants issued to Goldstrike warrant holders		903,071
Fair value of White Gold Properties Received	$	9,988,159

The fair value of the Luckystrike common shares issued was determined based on the issue price of the concurrent private placement (Note 9).

(Expressed in Canadian dollars - Unaudited)

3. Plan of arrangement (Continued)

The fair value of warrants issued to Goldstrike warrant holders was estimated using the Black-Scholes options pricing model with the following assumptions:

	August 10, 2018
Risk-free interest rate	2.05%
Dividend yield	-
Expected stock price volatility	78.41% ~98.48%
Weighted average expected life (years)	1.37

The fair value of stock options issued was estimated using the Black-Scholes options pricing model with the following assumptions:

	August 10, 2018
Risk-free interest rate	2.05%~2.23%
Dividend yield	-
Expected stock price volatility	78.68% ~151.95%%
Weighted average expected life (years)	3.75

4. Cash and cash equivalents

	March 31, 2019	December 31, 2018
Cash	$ 436,096	$ 606
GIC	1,011,353	1,219,562
	$ 1,447,449	$ 1,220,168

5. Receivables

Receivables consist of GST receivable of 40,554.

6. Prepaid expenses and deposits

	March 31, 2019	December 31, 2018
Current prepaid expenses	$ 4,241	$ 19,241
Non-current deposits	20,000	20,000
	$ 24,241	$ 39,241

(Expressed in Canadian dollars - Unaudited)

7. Exploration and evaluation assets

A continuity of the Company's exploration and evaluation assets as of March 31, 2019 is as follows:

Mineral Property Interests	BRC	Bull's Eye	Hotspot	King's Ransom	Lucky Strike	Gold Source	Total
Balance at December 31, 2018	$ 1	$ 108,354	$ 294,862	$ 1	$ 9,829,226	$ -	$ 10,232,444
Acquisition	-	-	-	-	1,972	-	1,972
Assay	-	-	1,327	-	8,238	-	9,565
Exploration Management	-	-	7,778	-	15,557	-	23,335
Logistics	-	-	831	-	1,935	-	2,766
Travel & Accommodation	-	-	-	-	948	-	948
Geological & Geophysical Consulting	-	-	3,146	67	33,578	31	36,822
Subtotal	1	108,354	307,944	68	9,891,454	31	10,307,852
Government Grant	-	-	(40,000)	-	-	-	(40,000)
Impairment	-	-	-	(67)	-	(31)	(98)
Balance at March 31, 2019	$ 1	$ 108,354	$ 267,944	$ 1	$ 9,891,454	$ -	$ 10,267,754

The Company has 100% interest in these properties without NSR.

Subsequent to acquisition from Goldstrike, the Company determined that BRC, Gold Source and King's Ransom properties were impaired and wrote-down the carrying amounts to $Nil or a nominal amount.

(Expressed in Canadian dollars - Unaudited)

7. Exploration and evaluation assets (Continued)

A continuity of the Company's exploration and evaluation assets as of December 31, 2018 is as follows:

Mineral Property Interests	BRC	Bull's Eye	Gold Source	Hotspot	King's Ransom	Lucky Strike	Total
On acquisition from Goldstrike (Note 3)	$ 826,900	$ 102,747	$ 417,392	$ 157,816	$ 303,017	$ 8,180,287	$ 9,988,159
Acquisition	578	4,682	-	14	3,609	11,642	20,525
Assay	-	31	860	20,879	2,320	172,649	196,739
Assessment	-	-	3,267	19,950	446	20,513	44,176
Trenching & Drilling	-	-	-	9,684	-	308,427	318,111
Contractors & Labour	-	-	3,036	29,475	4,554	256,326	293,391
Exploration Management	-	-	-	7,778	-	66,116	73,894
Logistics	-	-	99	38,284	91	489,114	527,588
Field Equipment	-	-	-		-	26,153	26,153
Travel & Accommodation	-	-	-	2,452	-	48,905	51,357
Mapping	-	-	-	-	-	6,649	6,649
Permitting	-	-	-	(1,006)	-	-	(1,006)
Geological & Geophysical Consulting	400	894	1,356	9,536	1,831	242,445	256,462
Subtotal	827,878	108,354	426,010	294,862	315,868	9,829,226	11,802,198
Government Grant	-	-	(33,658)	-	-	-	(33,658)
Impairment	(827,877)	-	(392,352)	-	(315,867)	-	(1,536,096)
Balance at December 31, 2018	$ 1	$ 108,354	$ -	$ 294,862	$ 1	$ 9,829,226	$ 10,232,444

(Expressed in Canadian dollars - Unaudited)

8. Accounts payables and accrued liabilities

	March 31, 2019	December 31, 2018
Accounts Payable	$ 14,276	$ 48,924
Accrued Liabilities	13,438	10,750
	$ 27,714	$ 59,674

9. Share capital

Authorized share capital

Unlimited number of common shares without par value.

Issued share capital during the three months ended March 31, 2019

For the three months ended March 31, 2019, the Company issued 214,316 common shares upon the exercise of warrants with exercise prices at $0.21875 for gross proceeds of $46,882.

Issued share capital during the year ended December 31, 2018

On August 10, 2018, the Company issued 27,191,915 common shares with a fair value of $8,157,575, pursuant to the Arrangement Agreement with Goldstrike.

On August 10, 2018, as part of the Plan of Arrangement, the Company completed a non-brokered private placement with Goldstrike Resources Ltd. The gross proceeds totaled $2,500,000 by issuing 8,333,334 non-flows-through units at the price of $0.30 per unit. Each Unit is comprised of one Luckystrike Share and one share purchase warrant, with each Warrant entitling the holder to acquire one Luckystrike Share at a price of $0.60 for a period of 36 months from August 10, 2018, subject to acceleration.

(Expressed in Canadian dollars - Unaudited)

9. Share capital (Continued)

Stock option

As at March 31, 2019, the Company had the following options outstanding and exercisable:

Date Issued	Expiry Date	Exercise Price	Number of Options Outstanding	Number of Options Exercisable
August 10, 2018	January 26, 2021	$ 0.0875	57,143	57,143
August 10, 2018	August 10, 2019	$ 0.0875	21,429	21,429
August 10, 2018	August 5, 2021	$ 0.0875	300,000	300,000
August 10, 2018	August 5, 2021	$ 0.1488	14,286	14,286
August 10, 2018	October 17, 2021	$ 0.0875	14,286	14,286
August 10, 2018	June 23, 2024	$ 0.0875	171,428	171,428
August 10, 2018	August 10, 2019	$ 0.0875	42,857	42,857
August 10, 2018	August 15, 2024	$ 0.0875	271,429	271,429
August 10, 2018	March 5, 2020	$ 0.0875	142,857	142,857
August 10, 2018	August 3, 2020	$ 0.0875	7,143	7,143
August 10, 2018	November 26, 2020	$ 0.0875	92,857	92,857
August 10, 2018	May 5, 2021	$ 0.0875	32,143	32,143
August 10, 2018	July 31, 2024	$ 0.0875	132,142	132,142
August 10, 2018	April 11, 2021	$ 0.1400	14,286	14,286
August 10, 2018	April 19, 2026	$ 0.1488	142,857	142,857
August 10, 2018	April 28, 2026	$ 0.1575	71,429	71,429
August 10, 2018	August 10, 2019	$ 0.1575	85,714	85,714
August 10, 2018	May 6, 2026	$ 0.1575	428,571	428,571
August 10, 2018	July 26, 2021	$ 0.2275	14,286	14,286
August 10, 2018	July 29, 2021	$ 0.2275	28,572	28,572
August 10, 2018	October 11, 2021	$ 0.2275	71,429	65,112
August 10, 2018	May 18, 2027	$ 0.2975	1,221,429	1,221,429
August 10, 2018	August 10, 2019	$ 0.2975	100,000	100,000
December 21, 2018	December 20, 2023	$ 0.3000	1,600,000	-
December 21, 2018	December 18, 2028	$ 0.3000	2,025,000	2,025,000
			7,103,573	5,497,256

The following is a summary of the Company's stock option activities:

	March 31, 2019		December 31, 2018	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding, beginning	7,103,573	$ 0.24	-	$ -
Option granted pursuant to Plan of Arrangement	-	-	3,550,002	0.19
Option granted	-	-	3,625,000	0.30
Option cancelled	-	-	(71,429)	0.2975
Options outstanding, end of period	7,103,573	$ 0.24	7,103,573	$ 0.24

For three months ended March 31, 2019, the Company recognized share-based compensation of $55,880 (2018 - $352,781).

(Expressed in Canadian dollars - Unaudited)

9. Share capital (Continued)

Stock option (Continued)

On August 10, 2018, 3,550,002 stock options were issued pursuant to the Plan of Arrangement. The exercise prices of these options vary from $0.0875 to $0.2975 and expire from August 10, 2019 to May 18, 2027.

As November 01, 2018, 71,429 stock options previously issued to a consultant were cancelled when the consultant ceased his service to the Company.

As at March 31, 2019, 5,497,256 options were exercisable. The weighted average life and weighted average exercise price of exercisable options are 7.07 years and $0.23, respectively.

Share purchase warrants

As at March 31, 2019, the Company had the following warrants outstanding:

Date issued	Expiry date		Exercise price	Number of warrants outstanding
August 10, 2018	February 13, 2020	$	0.05250	1,631,428
August 10, 2018	April 5, 2019	$	0.21875	637,363
August 10, 2018	August 10, 2021	$	0.60000	8,333,334
August 10, 2018	August 10, 2021	$	0.60000	2,054,002
				12,656,127

The following is a summary of the Company's warrant activities:

	March 31, 2019		December 31, 2018	
	Number Common Shares Issuable	Weighted average price	Number Common Shares Issuable	Weighted average price
Warrants outstanding, beginning	16,142,083	$ 0.50	-	$ -
Warrants issued	-	-	16,142,083	0.50
Warrants expired	(1,456,540)	0.21875	-	-
Warrants exercised	(214,313)	0.21875	-	-
Warrants cancelled	(1,815,102)	0.65625	-	-
Warrants outstanding, end of period	12,656,127	$ 0.51	16,142,082	$ 0.50

As at March 31, 2019, the weighted average exercise price and weighted average life of the warrants are $0.51 and 2.17 years, respectively.

Share-based payment reserves

The share-based payment reserves record items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

(Expressed in Canadian dollars - Unaudited)

10. Related party transactions

Key personnel compensation:

Key management personnel compensation		March 31, 2019
Management and accounting fees incurred to a company controlled by the Chief Financial Officer of the Company	$	22,500
Corporate development fees incurred to a company controlled by the President and Chief Executive Officer of the Company	$	11,668
Exploration management fees incurred to a company controlled by the President and Chief Executive Officer of the Company	$	23,335
Director fees paid to the independent directors of the company	$	4,000

Nil stock options were granted to management for the three months ended March 31, 2019:

Goldstrike is a related party as it is a significant shareholder of the Company. At March 31, 2019, the Company owes Goldstrike $nil (December 31, 2018 - $66,989) which is payable on demand, does not bear interest and is unsecured.

11. Financial risk management

The Company is exposed in varying degrees to a variety of financial instrument related risks.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash and cash equivalents. Cash and cash equivalents are held with the same financial institution giving rise to a concentration of credit risk. This risk is managed by using a major Canadian bank that is a high credit quality financial institution.

Liquidity risk

Liquidity risk arises through the excess of financial obligations over available financial assets due at any point in time. The Company's objective in managing liquidity risk is to maintain sufficient readily available reserves in order to meet its liquidity requirements. Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding. All of the Company's financial liabilities are due within a year.

Foreign exchange risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company does not incur significant expenditures that are denominated in foreign currencies and does not have any mineral property commitments that are denominated in foreign currencies. Therefore, the Company's exposure to currency risk is considered minimal.

Interest rate risk

Interest rate risk refers to the risk that fair values of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company is exposed to interest rate risk as cash and cash equivalents earn interest income at variable rates. The fair value of cash and cash equivalents are minimally affected by changes in short term interest rates.

(Expressed in Canadian dollars - Unaudited)

11. Financial risk management (Continued)

Classification of financial instruments

Financial assets included in the statement of financial position are as follows:

	March 31, 2019	December 31, 2018
Loans and receivables:		
Cash	$ 1,447,449	$ 1,220,168
	$ 1,447,449	$ 1,220,168

Financial liabilities included in the statement of financial position are as follows:

	March 31, 2019	December 31, 2018
Non-derivative financial liabilities:		
Accounts payables	$ 14,276	$ 48,923
Due to related party	-	66,989
	$ 14,276	$ 115,912

12. Subsequent event

In April 2019, the Company completed private placement of 630,000 units (“Unit”) at $0.20 per Unit and 1,203,120 flow-through units (“FT Units”) at 0.25 per FT Unit. Each Unit consists of 1 common share and 1 common share purchase warrant exercisable at $0.40 per share for a period of 36 months. Each FT Unit consists of 1 flow-through share at $0.24999 and one-half common share purchase warrant at $0.00001. Each warrant is exercisable at $0.50 for a period of 24 months.

In April 2019, 637,363 warrants were expired.

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