



# CANDENTE GOLD CORP

## **Interim Condensed Consolidated Financial Statements (unaudited)**

**As at and for the three and nine month periods ended  
December 31, 2014 and 2013**

**(Expressed in United States dollars, unless otherwise noted)**

### **NOTICE**

The accompanying unaudited interim condensed consolidated financial statements of Candente Gold Corp. (the "Company") 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 auditor.

**Candente Gold Corp.**  
**Interim Condensed Consolidated Statements of Financial Position**  
**At December 31, 2014 and March 31, 2014 (unaudited)**  
(expressed in United States dollars unless otherwise noted)

	Notes	December 31, 2014	March 31, 2014
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$	1,577	\$ 329,617
Trade and other receivables		38,755	87,981
Prepaid expenses and deposits		19,888	38,193
		<b>60,220</b>	<b>455,791</b>
<b>Non-current assets</b>			
Equipment		40,080	51,093
Value added tax credits		74,563	75,165
Unproven mineral right interests	4	9,473,081	9,613,592
<b>Total non-current assets</b>		<b>9,587,724</b>	<b>9,793,850</b>
<b>Total assets</b>		<b>\$ 9,647,944</b>	<b>\$ 10,195,641</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables and accrued liabilities	\$	862,171	\$ 789,189
Loan payable	6	105,163	-
<b>Total liabilities</b>		<b>967,334</b>	<b>789,189</b>
<b>Equity</b>			
Share capital	5	23,356,166	23,356,166
Reserves		5,524,123	5,387,926
Accumulated deficit		(20,199,679)	(19,337,640)
<b>Total equity</b>		<b>8,680,610</b>	<b>9,406,452</b>
<b>Total liabilities and equity</b>		<b>\$ 9,647,944</b>	<b>\$ 10,195,641</b>
<b>Nature of operations and going concern</b>	<b>1</b>		
<b>Subsequent event</b>	<b>9</b>		

Approved on behalf of the Board of Directors on February 16, 2015.

(signed) Andres Milla  
Director

(signed) Larry Kornze  
Director

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

## Candente Gold Corp.

### Interim Condensed Consolidated Statements of Loss and Comprehensive Loss

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(expressed in United States dollars unless otherwise noted)

	Note	Three months ended December 31		Nine months ended December 31	
		2014	2013	2014	2013
Expenses					
Exploration expenses	7	\$ 71,779	\$ 221,202	\$ 371,260	\$ 573,672
General and administrative expenses	7	60,239	180,663	300,041	655,681
		132,018	401,865	671,301	1,229,353
Other (income) expenses					
Write-down of unproven mineral right interests	4	-	-	167,000	1,155,220
Loss (gain) on foreign exchange		17,842	35,274	22,081	(34,373)
Interest and other expense (income)		197	-	1,657	(13,999)
Net loss		150,057	437,139	862,039	2,336,201
Other comprehensive loss					
Items that may be reclassified subsequently to net loss					
Cumulative translation adjustment		(36,278)	(37,913)	(70,148)	81,244
<b>Comprehensive loss</b>		<b>\$ 113,779</b>	<b>\$ 399,226</b>	<b>\$ 791,891</b>	<b>\$ 2,417,445</b>
<b>Loss per share attributable to shareholders</b>					
<b>Basic and diluted</b>		<b>\$ (0.00)</b>	<b>\$ (0.01)</b>	<b>\$ (0.01)</b>	<b>\$ (0.04)</b>
<b>Weighted average number of common shares outstanding:</b>					
<b>basic and diluted</b>		<b>77,140,260</b>	<b>62,689,325</b>	<b>77,140,260</b>	<b>62,376,851</b>

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

**Candente Gold Corp.**  
**Interim Condensed Consolidated Statements of Changes in Equity**  
For the nine months ended December 31, 2014 and 2013 (unaudited)  
(expresses in United States dollars unless otherwise noted)

	Share Capital		Reserves				
	Total common shares	Share capital	Equity settled employee compensation and warrants	Foreign currency reserve	Total reserves	Deficit	Total
<b>Balance at March 31, 2014</b>	<b>77,140,260</b>	<b>\$ 23,356,166</b>	<b>\$ 5,665,911</b>	<b>\$ (277,985)</b>	<b>\$ 5,387,926</b>	<b>\$ (19,337,640)</b>	<b>\$ 9,406,452</b>
Share-based payment	-	-	66,049	-	66,049	-	66,049
Net loss	-	-	-	-	-	(862,039)	(862,039)
Cumulative translation adjustment	-	-	-	70,148	70,148	-	70,148
<b>Balance as at December 31, 2014</b>	<b>77,140,260</b>	<b>\$ 23,356,166</b>	<b>\$ 5,731,960</b>	<b>\$ (207,837)</b>	<b>\$ 5,524,123</b>	<b>\$ (20,199,679)</b>	<b>\$ 8,680,610</b>

	Share Capital		Reserves				
	Total common shares	Share capital	Equity settled employee compensation and warrants	Foreign currency reserve	Total reserves	Deficit	Total
<b>Balance at March 31, 2013</b>	<b>62,219,760</b>	<b>\$ 22,711,269</b>	<b>\$ 5,407,295</b>	<b>\$ (260,855)</b>	<b>\$ 5,146,440</b>	<b>\$ (14,524,987)</b>	<b>\$ 13,332,722</b>
<b>Common shares issued for:</b>							
Share capital	5,400,000	241,658	4,771	-	4,771	-	246,429
Shares subscribed	-	14,108	-	-	-	-	14,108
Share-based payment	-	-	201,771	-	201,771	-	201,771
Net loss	-	-	-	-	-	(2,336,201)	(2,336,201)
Cumulative translation adjustment	-	-	-	(81,244)	(81,244)	-	(81,244)
<b>Balance as at December 31, 2013</b>	<b>62,219,760</b>	<b>\$ 22,967,035</b>	<b>\$ 5,613,837</b>	<b>\$ (342,099)</b>	<b>\$ 5,186,268</b>	<b>\$ (16,861,188)</b>	<b>\$ 11,377,585</b>

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

**Candente Gold Corp.**  
**Interim Condensed Consolidated Statements of Cash Flows**  
**For the nine months ended December 31, 2014 and 2013 (unaudited)**  
(expressed in United States dollars unless otherwise noted)

	Notes	Nine months ended December 31,	
		2014	2013
<b>Cash provided by (used in):</b>			
Loss for the period		\$ (862,039)	\$ (2,336,201)
Items not affecting cash:			
Amortization		11,926	16,425
Share-based payment	5	66,049	201,771
Write-down of unproven mineral right interests	4	167,000	1,155,220
Changes in non-cash working capital items:			
Decrease in amounts receivable		49,226	147,268
Decrease in prepaid expenses and deposits		18,305	906
Increase in accounts payable and accrued liabilities		72,981	209,544
<b>Cash used in operating activities</b>		<b>(476,552)</b>	<b>(605,067)</b>
<b>Investing</b>			
Value added tax paid		602	(11,901)
Addition to unproven mineral rights interests	4	(66,357)	(174,005)
Recovery of acquisition costs		39,868	87,686
<b>Net cash used in investing activities</b>		<b>(25,887)</b>	<b>(98,220)</b>
<b>Financing</b>			
Sale of common shares		-	260,537
Receipt of loan payable	6	105,163	-
<b>Net cash provided by financing activities</b>		<b>105,163</b>	<b>260,537</b>
<b>Net change in cash and cash equivalents</b>		<b>(397,276)</b>	<b>(442,750)</b>
<b>Effect of exchange rate changes on cash</b>		<b>69,236</b>	<b>(67,215)</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>329,617</b>	<b>647,357</b>
<b>Cash and cash equivalents at end of period</b>		<b>\$ 1,577</b>	<b>\$ 137,392</b>

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

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

### For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

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#### 1. Nature of operations and going concern

Candente Gold Corp. and its subsidiaries (the "Company" or "Candente Gold") are engaged in the exploration of mineral property interests in Mexico and Peru. The Company was incorporated on April 24, 2009 under the Business Corporation Act of British Columbia.

The principal subsidiaries of the Company as at December 31, 2014 are as follows:

<b>Subsidiary</b>	<b>Interest</b>	<b>Functional Currency</b>
Candente Mexico Resource Corp.	100%	CDN Dollars
El Oro (BC) Exploration Inc.	100%	CDN Dollars
Candente Gold Peru S.A.	100%	US Dollars
Minera CCM, S.A. de C.V. ("CCM")	100%	US Dollars
Minera CCM El Oro Jales S.A. de C.V.	100%	US Dollars
Candente Mexico Servicios S.A. de C.V.	100%	US Dollars

Candente Gold's common shares are listed on the Toronto Stock Exchange ("TSX") under the trading symbol "CDG". The Company's share options and warrants are not listed.

These consolidated financial statements were authorized for issue by the Board of Directors on February 16, 2015.

At the date of these consolidated financial statements, the Company has not yet determined whether any of its mineral right interests contain economically recoverable mineral reserves. Accordingly, the value of mineral right interests represents cumulative acquisition costs incurred to date and does not necessarily reflect present or future values. The recovery of these costs is dependent upon the discovery of economically recoverable mineral reserves and the ability of Candente Gold to obtain the necessary financing to complete their exploration and development and to resolve any environmental, regulatory, or other constraints.

Uncertainty also exists with respect to the recoverability of the carrying value of certain mineral right interests. The ability of the Company to realize on its investment in resource properties is contingent upon resolution of the uncertainties and confirmation of the Company's title to the mineral right interests.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. For the nine months ended December 31, 2014, the Company incurred a loss of approximately \$0.86 million and as at December 31, 2014, the Company had \$20.2 million of cumulative losses since inception. In addition, the Company is subject to sovereign risk, including political and economic instability, changes in existing government regulations relating to mining, as well as currency fluctuations and local inflation. The Company does not generate cash flows from operations and accordingly, Candente Gold will need to raise additional funds through the issuance of securities or resource secured debt. Although, Candente Gold has been successful in raising funds in the past there can be no assurance Candente Gold will be able to raise sufficient funds in the future, in which case the Company may be unable to meet its obligations as they come due in the normal course of business.

These factors may cast significant doubt regarding the Company's ability to continue as a going concern. Should Candente Gold be unable to realize its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts on the statement of financial position.

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

### 2. Statement of compliance and basis of presentation

These financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting ("IAS 34"), as issued by the International Accounting Standards Board ("IASB"), and its interpretations. Accordingly, these financial statements do not include all of the information and footnotes required by International Financial Reporting Standards ("IFRS") for complete annual financial statements, and should be read in conjunction with the Company's consolidated and audited financial statements as at and for the year ended March 31, 2014. Accordingly, the accounting policies and methods of computation applied by the Company in these financial statements are the same as those applied by the Company and its most recent annual consolidated financial statements which are filed on the Company's profile on SEDAR at [www.sedar.com](http://www.sedar.com). Results for the nine months ended December 31, 2014, are not necessarily indicative of future results.

### 3. Significant accounting estimates and judgments

The preparation of these financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The impacts of such estimates are pervasive throughout the financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The critical judgments and estimates applied in the preparation of these financial statements are consistent with those applied in the Company's audited consolidated financial statements as at and for the year ended March 31, 2014.

### 4. Unproven mineral right interests

At December 31, 2014, unproven mineral right interests were comprised of various early-stage exploration interests in mineral claims and mining concessions located in Mexico and Peru. These interests are held by the Company, or through option agreements under which the Company, directly or through a joint venture arrangement, has a right to acquire an interest in mineral properties. Acquisition costs are capitalized. Exploration expenditures are charged to operations in the period they are incurred.

The following are the capitalized mineral property acquisition costs:

	Balance at March 31, 2014	Mining property expenditures	Acquisition costs recoverable	Write-down of unproven mineral right interests	Balance at December 31, 2014
El Oro – Hardrock	\$ 8,009,752	\$ -	\$ -	\$ -	\$ 8,009,752
El Oro Mine Tailings	46,840	27,000	-	-	73,840
Peruvian Properties	1,557,000	39,357	(39,868)	(167,000)	1,389,489
Closing balance	\$ 9,613,592	\$ 66,357	\$ (39,868)	\$ (167,000)	\$ 9,473,081

**Candente Gold Corp.**  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the three and nine months ended December 31, 2014 and 2013 (unaudited)**

(Expressed in United States dollars unless otherwise noted)

**4. Unproven mineral right interests (continued)**

	Balance at March 31, 2013	Mining property expenditures	Acquisition costs recoverable	Write-down of unproven mineral right interests	Balance at December 31, 2013
El Oro – Hardrock	\$ 8,053,562	\$ -	\$ (43,810)	\$ -	\$ 8,009,752
El Oro Mine Tailings	-	38,663	-	-	38,663
Peruvian Properties	4,748,712	135,342	(43,876)	(1,155,220)	3,684,958
Closing balance	\$ 12,802,274	\$ 174,005	\$ (87,686)	\$ (1,155,220)	\$ 11,733,373

**El Oro - Hardrock**

For the period ended December 31, 2014, the Company incurred no acquisition expenditures related to the El Oro property. During the year ended March 31, 2014, the Company recognized a recoverable amount of \$43,810 related to amounts paid for taxes on the Company's concession at El Oro that are to be recovered from Goldcorp Mexico. Included in unproven mineral right interests is an accrual for taxes owing on the Company's concession on El Oro of \$109,168.

**El Oro Mine Tailings**

During the year ended March 31, 2014, the Company signed an agreement with the municipality of El Oro that provides the Company with the access and processing rights to tailings deposits. Upon signing the agreement, \$25,000 was due and paid with monthly contributions of \$3,000 thereafter.

**Peruvian properties**

During the period ended December 31, 2014, the Company did not renew certain concessions and thus, recorded a write-down of \$167,000. As at December 31, 2014, the Company has maintained its interest in its various early to mid-stage gold and gold-silver exploration projects in Peru: Tres Marias, Oro Queropalca, Lunahuana, and Alto Dorado.

During the year ended March 31, 2014, the Company paid \$126,568 towards its 2013 concession fees and also received \$43,876 from various parties for these same concession fees.

**5. Capital and equity reserve**

**a. Shares authorized**

The Company has an unlimited number of common shares with no par value.

**b. Common share issues**

*Shares issued and outstanding*

	Total amount of common shares issued	Total value of common shares issued
<b>Balance as of March 31, 2013</b>	<b>62,219,760</b>	<b>\$ 22,711,269</b>
Financing, net of issue costs (i),	14,920,500	644,897
<b>Balance as of March 31, 2014 and December 31, 2014</b>	<b>77,140,260</b>	<b>\$ 23,356,166</b>

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

### 5. Capital and equity reserve (continued)

- (i) On January 23, 2014, the Company completed a non-brokered private placement issuing a total of 14,920,500 common shares (2,400,000 issued to directors of the Company) at a price of CDN\$0.05 per common share for total gross proceeds of \$701,685 (CDN\$ 746,025). Finders' fees totaling \$31,462 (CDN\$ 33,450) were paid along with the issuance of 629,000 finders' warrants exercisable at CDN\$0.07 until December 23, 2015. The warrants were valued at \$25,327 using the Black-Scholes model.

#### c. Share options

Candente Gold has an incentive share option plan (the "Plan"). Under the Plan a total of 10% of Candente Gold's outstanding common shares are reserved for the issuance of shares at the discretion of the Board of Directors. The terms of each option award, is fixed by the Board of Directors at the time of grant. Share option awards have a maximum term of five years.

The changes in stock options were as follows:

	Number of Options	Weighted Average Exercise Price (Cdn\$)
<b>Options outstanding, March 31, 2013</b>	<b>5,236,500</b>	<b>\$0.47</b>
Options granted	250,000	\$0.25
Options forfeited	(450,000)	\$0.38
Options expired	(200,000)	\$0.80
<b>Options outstanding, March 31, 2014</b>	<b>4,836,500</b>	<b>\$0.45</b>
Options granted	3,080,000	\$0.10
Options forfeited	(145,000)	\$0.27
Options expired	(489,000)	\$0.42
<b>Options outstanding, December 31, 2014</b>	<b>7,282,500</b>	<b>\$0.31</b>

As at December 31, 2014, the following options were exercisable and outstanding:

Grant date	Outstanding		Exercisable		Expiry date
	Exercise price	Number of options	Exercise price	Number of options	
February 17, 2010	\$0.64	1,947,500	\$0.64	1,947,500	February 17, 2015
November 2, 2010	\$0.80	100,000	\$0.80	100,000	November 2, 2015
May 25, 2011	\$0.65	130,000	\$0.65	130,000	May 25, 2016
December 5, 2012	\$0.25	250,000	\$0.25	187,500	December 5, 2017
February 15, 2013	\$0.25	1,435,000	\$0.25	1,076,250	February 15, 2018
March 26, 2013	\$0.25	90,000	\$0.25	67,500	March 26, 2018
January 21, 2014	\$0.25	250,000	\$0.25	250,000	January 21, 2019
August 27, 2014	\$0.10	2,980,000	\$0.10	-	August 27, 2019
September 10, 2014	\$0.10	100,000	\$0.25	-	September 10, 2019
<b>Weighted average</b>	<b>\$0.31</b>	<b>7,282,500</b>	<b>\$0.48</b>	<b>3,758,750</b>	

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

### 5. Capital and equity reserve (continued)

Following the spin-out of Candente Gold from Candente Copper in January 2010, the Company has a commitment to issue shares of Candente Gold upon exercise of certain outstanding Candente Copper options ("Deemed Options"). The Company was deemed to have issued 1,638,350 Deemed Options, representing 8,191,750 options of Candente Copper with exercise prices ranging from CDN\$0.42 to CDN\$1.40 and expiry dates ranging from January 3, 2011 to November 24, 2014. The Deemed Options had a fair value of \$476,500 at the date of the spin-out and as of the period end December 31, 2014, these options had expired.

The Company used the Black-Scholes option-pricing model under the following weighted average assumptions and recorded total share-based compensation for the three months period ended December 31, 2014 and 2013 of \$25,912 and \$42,784 respectively:

	Three months ended December 31, 2014	Three months ended December 31, 2013
Dividend yield	0.00%	0.00%
Risk-free interest rate	1.52%	1.81%
Volatility range	97.96%	94.48%
Expected life	5	3.85
Forfeiture rate	0.85%	0.85%

#### d. Warrants

	Number of Warrants	Weighted Average Exercise Price (CDN\$)
<b>Warrants outstanding, March 31, 2013</b>	-	-
Granted	629,000	0.07
<b>Warrants outstanding, March 31, 2014 and December 31, 2014</b>	<b>629,000</b>	<b>\$0.07</b>

During the year ended March 31, 2014, the Company issued 629,000 finders warrants with an exercise price of CDN\$0.07 in relation to the private placement. All these warrants expire on December 23, 2015.

### 6. Related party disclosures

The Company's related parties consist of companies owned by executive officers and directors. The following is a list of the related parties that the Company enters into trading transactions with:

- Ridley Rocks Inc. – Management and exploration fees
- SW Project Management – Project management and engineering fees
- Michael Thicke Geological Consulting Inc. – Exploration fees
- Phoenix One Consulting Inc. – CFO and management fees starting June 20, 2012 and ending on November 29, 2013
- CJ Dong Consulting Inc. - CFO and management fees starting November 29, 2013
- Candente Copper Corp. - shared administrative expenses with a Company related by directors and management in common

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

### 6. Related party disclosures (continued)

The Company incurred the following fees and expenses in the normal course of operations in connection with companies owned by key management and directors. Expenses have been measured at the exchange amount that is determined on a cost recovery basis.

	Nine months ended	
	December 31, 2014	December 31, 2013
Salaries and management and exploration fees	\$ 22,738	\$ 61,575
Share-based payment	19,334	64,327
	<b>\$ 42,072</b>	<b>\$ 125,902</b>

- Share-based payments are the fair value of options expensed to directors and key management personnel during the nine months ended December 31, 2014.
- The Company does not remunerate the directors of the Company unless its market capitalization is greater than \$75 million. During the nine month period ended December 31, 2014, the Company paid \$nil in directors fees (2013 - \$nil).

Amounts due to related parties are unsecured, non-interest bearing and due on demand. Accounts payable at December 31, 2014 included approximately \$2,633 due to related parties (March 31, 2014 – \$1,000) and approximately \$635,000 (March 31, 2014 - \$569,593) due to Candente Copper Corp., a shareholder of the Company.

From September to December 2014, certain directors of the Company loaned CAD\$122,000 to the Company. The funds were advanced to assist in the operations of the Company. Subsequent to the period end, the loans were converted to equity and included as part of the CAD\$ 528,900 private placement (see Note 9).

### 7. Expenses

Included in general and administrative expenses are the following:

	Three Months Ended		Nine Months Ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
<b>GENERAL AND ADMINISTRATIVE</b>				
Amortization	\$ 2,436	6,201	\$ 11,926	\$ 16,425
Audit and tax advisory fees	2,508	(232)	25,450	38,534
Bank charges and interest	563	1,582	2,691	2,630
Consulting	2,702	3,556	13,227	67,578
Corporate development	-	522	82	682
Legal	-	21,143	7,675	35,837
Management fees, office salaries and benefits	5,149	53,540	47,851	150,366
Office, rent and miscellaneous	20,944	27,435	95,722	71,075
Travel and accommodations	25	680	421	1,878
Regulatory and filing fees	-	10,963	24,294	41,249
Shareholder communications	-	12,489	4,652	27,656
Share-based payment	25,912	42,784	66,049	201,771
<b>Total general and administrative expenses</b>	<b>\$ 60,239</b>	<b>180,663</b>	<b>\$ 300,041</b>	<b>\$ 655,681</b>

# Candente Gold Corp.

## Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2014 and 2013 (unaudited)

(Expressed in United States dollars unless otherwise noted)

### 7. Expenses (continued)

Included in exploration expenses are the following:

	Three Months Ended		Nine Months Ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
<b>EXPLORATION</b>				
Project administration	\$ 8,197	\$ 111,989	\$ 77,006	\$ 259,592
Community engagement and initiatives	-	13,619	6,615	17,187
Drilling	-	38	150	38
Exploration	63,582	95,556	287,489	296,855
<b>Total exploration expenses</b>	<b>\$ 71,779</b>	<b>\$ 221,202</b>	<b>\$ 371,260</b>	<b>\$ 573,672</b>

### 8. Segmented information

The Company operates in one segment being the exploration of mineral properties. The Company operates in three geographical areas, being Peru, Mexico and Canada. The following is an analysis of the Company's assets by geographical area and reconciled to the Company's consolidated financial statements

	December 31, 2014			
	Canada	Peru	Mexico	Total
Value-added tax credit	\$ -	\$ 74,563	\$ -	\$ 74,563
Unproven mineral right interests	-	1,389,489	8,083,592	9,473,081
Equipment	3,308	1,975	34,797	40,080
	<b>\$ 3,308</b>	<b>\$ 1,466,027</b>	<b>\$ 8,118,389</b>	<b>\$ 9,587,724</b>

	March 31, 2014			
	Canada	Peru	Mexico	Total
Value-added tax credit	\$ -	\$ 75,165	\$ -	\$ 75,165
Unproven mineral right interests	-	1,557,000	8,056,592	9,613,592
Equipment	5,970	2,593	42,530	51,093
	<b>\$ 5,970</b>	<b>\$ 1,634,758</b>	<b>\$ 8,099,122</b>	<b>\$ 9,739,850</b>

### 9. Subsequent event

On February 6, 2015, the Company completed a first tranche of a non-brokered private placement issuing a total of 17,630,000 common shares (4,400,001 issued to directors of the Company) at a price of CDN\$0.03 per common share for total gross proceeds of CDN\$ 528,900. Finders' fees totaling CDN\$6,552 were paid along with the issuance of 218,400 finders' warrants exercisable at CDN\$0.06 until February 7, 2017. Additional subscriptions totaling approximately CDN\$ 43,000 has been accepted to close a second tranche.