Condensed Interim Financial Statements

(Stated in Canadian Dollars)

(Unaudited)

WOLFDEN
Resources Corporation

For the nine months ended September 30, 2017

WOLFDEN
Resources Corporation

NOTICE TO SHAREHOLDERS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim financial statements of Wolfden Resources Corporation were prepared by management in accordance with International Financial Reporting Standards ('IFRS"). Only changes in accounting policies have been disclosed in these unaudited condensed interim financial statements. Management acknowledges responsibility for the preparation and presentation of the unaudited condensed interim financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Corporation's circumstances.

Management has established processes, which are in place to provide them sufficient knowledge to support management representations that they have exercised reasonable diligence that (i) the unaudited condensed interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the unaudited condensed interim financial statements and (ii) the unaudited condensed interim financial statements fairly present in all material respects the financial position, results of operations and cash flows of the Corporation, as of the date of and for the periods presented by the unaudited condensed interim financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim financial statements together with other financial information of the Corporation and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim financial statements together with other financial information of the Corporation. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim financial statements together with other financial information of the Corporation for issuance to the shareholders.

Management recognizes its responsibility for conducting the Corporation's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

In accordance with National Instrument 51-102 released by the Canadian Securities Administration, the Corporation discloses that its auditors have not reviewed the unaudited condensed interim financial statements for the period ended June 30, 2017.

WOLFDEN
Resources Corporation
(Incorporated under the laws of Ontario)

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

(Stated in Canadian Dollars)
(Unaudited)

As at	**September 30 2017 $**	December 31 2016 $
ASSETS		
Current assets		
Cash and cash equivalents	**1,538,299**	459,402
Accounts receivable	**66,038**	19,503
Prepaids	**23,349**	11,856
Investments [note 4]	**186,610**	1,286,622
Total current assets	**1,814,296**	1,777,383
Non-current assets		
Equipment and leaseholds [note 5]	**5,267**	15,525
Total assets	**1,819,563**	1,792,908
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	**74,823**	119,445
EQUITY		
Share capital [note 7]	**21,743,468**	20,562,117
Share purchase warrants [note 7]	**336,141**	336,141
Equity settled employee benefits [note 7]	**1,061,496**	912,826
Deficit	**(21,396,365)**	(20,137,621)
Total equity	**1,744,740**	1,673,463
Total liabilities and equity	**1,819,563**	1,792,908

Commitments [note 10]
See accompanying notes to the condensed consolidated interim financial statements

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on November 15, 2017.

They are signed on the Corporation's behalf by:

"Don Hoy"	*"Dan Mechis"*
Director	Director

WOLFDEN
Resources Corporation
(Incorporated under the laws of Ontario)

CONDENSED INTERIM STATEMENTS OF COMPREHENSIVE LOSS

(Stated in Canadian Dollars)
(Unaudited)

	For the three months ended September 30		For the nine months ended September 30	
	2017	2016	**2017**	2016
	$	$	**$**	$
REVENUE				
Investment income	**1,092**	2,185	**6,036**	4,442
EXPENSES				
Depreciation *[note 5]*	**(494)**	5,376	**10,258**	16,128
Exploration expenses *[note 6]*	**746,802**	165,386	**1,517,403**	355,416
Flow through interest penalty	**450**	-	**1,710**	-
General and administrative expenses *[note 9]*	**85,035**	79,572	**306,406**	348,512
Professional fees	**16,353**	38,593	**31,583**	95,325
Share-based payments *[note 7]*	**147,420**	139,904	**147,420**	139,904
	995,566	428,831	**2,014,780**	955,285
Loss for the period	**(994,474)**	(426,646)	**(2,008,744)**	(950,843)
Gain on sale of mineral properties	**750,000**	750,000	**750,000**	750,000
Earnings (loss) before income taxes	**(244,474)**	323,354	**(1,258,744)**	(200,843)
Income taxes (recovered)				
Current	**-**	-	**-**	(794)
	-	-	**-**	(794)
Loss for the period	**(244,474)**	323,354	**(1,258,744)**	(200,049)
Loss and comprehensive loss for period	**(244,474)**	323,354	**(1,258,744)**	(200,049)
Basic and diluted loss per share *[note 8]*	**(0.01)**	-	**(0.02)**	-

See accompanying notes to the condensed consolidated interim financial statements

WOLFDEN
Resources Corporation
(Incorporated under the laws of Ontario)

CONDENSED INTERIM STATEMENTS OF CASH FLOW

(Stated in Canadian Dollars)
(Unaudited)

For the nine months ended September 30

	2017 **$**	2016 $
OPERATING ACTIVITIES		
Comprehensive loss for the period	**(1,258,744)**	(200,049)
Add charges to earnings not involving a current payment of cash		
Depreciation	**10,258**	16,128
Share based payments	**147,420**	139,904
Shares issued for mineral properties	**15,000**	26,000
Non-cash general and administrative expense	**1,250**	-
	(1,084,816)	(18,017)
Changes in non-cash working capital balances related to operations		
Accounts receivable	**(46,535)**	62,445
Prepaids	**(11,493)**	2,909
Accounts payable and accrued liabilities	**(44,622)**	(98,317)
Cash used in operating activities	**(1,187,466)**	(50,980)
INVESTMENT ACTIVITIES		
Redemption (purchase) of investments, net	**1,100,012**	(755,492)
Cash provided by (used in) investment activities	**1,100,012**	(755,492)
FINANCING ACTIVITIES		
Proceeds from private placement	**1,172,500**	357,500
Proceeds from the issuance of share purchase warrants	**76,193**	-
Share issue costs	**(82,342)**	(26,726)
Cash provided by financing activities	**1,166,351**	330,774
Increase (decrease) in cash and cash equivalents during the period	**1,078,897**	(475,698)
Cash and cash equivalents, beginning of the period	**459,402**	762,642
Cash and cash equivalents, end of the period	**1,538,299**	286,944

See accompanying notes to the condensed consolidated interim financial statements

WOLFDEN
Resources Corporation
(Incorporated under the laws of Ontario)

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

(Stated in Canadian Dollars)
(Unaudited)

	Share Capital				Reserves			
Issued and outstanding:	**Number of Shares**	**Share Capital**	**Shares subscribed**	**Warrants**	**Equity Settled Employee Benefits**	**Foreign currency translation**	**Deficit**	**Total Equity**
Balance as at December 31, 2015	70,651,589	19,871,884	-	336,141	758,047	-	(19,688,481)	1,277,591
Private placement	3,250,000	357,500	-	-	-	-	-	357,500
Share-based payments	-	-	-	-	139,904	-	-	139,904
Share issued for mineral properties	100,000	13,000	13,000	-	-	-	-	26,000
Share issue costs	-	(26,726)	-	-	-	-	-	(26,726)
Comprehensive loss for the period	-	-	-	-	-	-	(200,049)	(200,049)
Balance as at September 30, 2016	74,001,589	20,215,658	13,000	336,141	897,951	-	(19,888,530)	1,574,220
Private placement	3,500,000	350,000	-	-	-	-	-	350,000
Obligation to issue stock options	-	-	-	-	14,875	-	-	14,875
Shares issued for general and administrative expenses	100,000	13,000	(13,000)	-	-	-	-	-
Share issue costs	-	(16,541)	-	-	-	-	-	(16,541)
Comprehensive income for the period	-	-	-	-	-	-	(249,091)	(249,091)
Balance as at December 31, 2016	77,601,589	20,562,117	-	336,141	912,826	-	(20,137,621)	1,673,463
Private placement #1 *[note 7]*	3,500,000	472,500	-	-	-	-	-	472,500
Private placement #2 *[note 7]*	4,375,000	700,000	-	-	-	-	-	700,000
Share-based payments	-	-	-	-	148,670	-	-	148,670
Shares issued for mineral properties	100,000	15,000	-	-	-	-	-	15,000
Share issue costs	-	(82,342)	-	-	-	-	-	(82,342)
Exercise of warrants	471,591	76,193	-	-	-	-	-	76,193
Comprehensive loss for the period	-	-	-	-	-	-	(1,258,744)	(1,258,744)
Balance as at September 30, 2017	**86,048,180**	**21,743,468**	**-**	**336,141**	**1,061,496**	**-**	**(21,396,365)**	**1,744,740**

See accompanying notes to the condensed consolidated interim financial statements

WOLFDEN Resources Corporation
(Incorporated under the laws of Ontario)

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Stated in Canadian Dollars)
(Unaudited)

For the nine months ended September 30, 2017
(with comparative figures for the year ended December 31, 2016)

1. NATURE OF BUSINESS

Wolfden Resources Corporation (the "Corporation" or "Wolfden") was incorporated under the laws of the Province of Ontario on August 12, 2009. The principal business activity of the Corporation is the acquisition, exploration and development of mineral properties that it believes contain mineralization that will be economically recoverable in the future.

Going concern

The Corporation, being in the exploration stage, is subject to risks and challenges similar to companies in a comparable stage of development. These risks include the challenges of securing adequate capital for exploration, development and operational risks inherent in the mining industry as well as global economic and gold price volatility. At September 30, 2017 the Corporation has not yet achieved profitable production and has accumulated losses of $21,396,365, which may cast substantial doubt on the Corporation's ability to continue as a going concern. The Corporation’s continuance as a going concern is dependent upon its ability to obtain adequate financing or to reach profitable levels of operation. It is not possible to predict whether financing efforts will be successful or if the Corporation will attain profitable level of operation. These condensed interim financial statements do not include any adjustments to the carrying values of assets and liabilities and the reported expenses and statement of comprehensive loss classification that would be necessary should the Corporation be unable to continue as a going concern. These adjustments could be material.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The condensed interim financial statements for the six months ended September 30, 2017 have been prepared in accordance with IAS 34 *Interim Financial Reporting*. The condensed interim financial statements do not include all of the information and disclosures required in the annual financial statements, and should be read in conjunction with the Corporation's annual financial statements as at December 31, 2016.

The financial statements of the Corporation for the period ended September 30, 2017 were approved and authorized by the Board of Directors on November 15, 2017.

3. RECENT ACCOUNTING PRONOUNCEMENTS

The accounting policies adopted in the preparation of these condensed interim financial statements have been prepared on the basis of all IFRS and interpretations effective as at September 30, 2017.

The following standards were applied for the periods beginning on or after January 1, 2017 and had no material effect on the Corporation's financial statements:

Accounting Standards issued and effective January 1, 2017

- Amendments to IAS 7 - Statement of Cash Flows require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flow and non-cash changes. The amendments apply prospectively for annual periods beginning on or after January 1, 2017, with earlier application permitted. The Corporation intends to adopt the amendments to IAS 7 in its financial statements for the annual period beginning January 1, 2017.

- Amendments to IAS 12 - Deferred Tax Assets for Unrealized Losses apply retrospectively for periods beginning on or after January 1, 2017 and earlier application is permitted. The amendments clarify that the existence of a deductible temporary difference depends solely on a comparison of carrying amount of an assets and its tax base at the end of the reporting period, and is not affected by possible future changes in the carrying amount. The Corporation intends to adopt the amendments to IAS 7 in its financial statements for the annual period beginning January 1, 2017.

The additional required disclosures of applying the above standard were incorporated in the notes to these financial statements.

The Corporation has not applied the following revised or new IFRS that have been issued but were not yet effective at September 30, 2017.

Accounting standards issued and effective January 1, 2018

The Corporation is currently assessing the impact that the following changes to accounting standards will have on the financial statements:

- IFRS 15, Revenue from Contracts with Customers establishes an single model in accounting for revenue arising from contracts with customers. This will supercede current revenue recognition guidance including IAS 18 Revenue, IAS 11 Construction Contracts and the related interpretations
-
- IFRS 9, Financial Instruments introduces new requirements for the classification and measurement of financial assets and liabilities.

Accounting standards issued and effective January 1, 2019

The Corporation is currently assessing the impact that the following changes to accounting standards will have on the financial statements:

- IFRS 16, Leases introduces new requirements for the classification and measurement of leases.

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Stated in Canadian Dollars)
(Unaudited)

For the nine months ended September 30, 2017
(with comparative figures for the year ended December 31, 2016)

4. INVESTMENTS

At September 30, 2017, the Corporation holds guaranteed investment certificates of $186,610 maturing May 22, 2018, yielding 0.90% [December 31, 2016 - guaranteed investment certificates of $533,959 maturing May 18, 2017, yielding 0.90%, and guaranteed investment certificates of $752,663 maturing August 8, 2017, yielding 0.90%.].

5. EQUIPMENT AND LEASEHOLDS

	Computer Equipment $	Vehicles $	Leaseholds $	Total $
Cost				
Balance, September 30, 2016	13,120	27,068	88,148	128,336
Balance, December 31, 2016	13,120	27,068	88,148	128,336
Balance, September 30, 2017	**13,120**	**27,068**	**88,148**	**128,336**
Accumulated depreciation				
Balance, September 30, 2016	9,798	22,132	76,390	108,320
Depreciation for the period	(164)	248	4,407	4,491
Balance, December 31, 2016	9,634	22,380	80,797	112,811
Depreciation for the period	1,440	1,467	7,351	10,258
Balance, September 30, 2017	**11,074**	**23,847**	**88,148**	**123,069**
Carrying amounts				
December 31, 2016				15,525
September 30, 2017				**5,267**

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Stated in Canadian Dollars)
(Unaudited)

For the nine months ended September 30, 2017
(with comparative figures for the year ended December 31, 2016)

6. EXPLORATION AND EVALUATION

	Rice Island	Nickel-Island	Teta-gouche	Other	Total for current period	2016	Total inception to date
Analytical / Sampling	9,105	-	840	6,002	**15,947**	16,561	**488,729**
Geological	71,311	500	36,342	316,222	**424,375**	120,498	**1,242,959**
Geophysical	150,988	-	10,390	49,936	**211,314**	61,130	**801,752**
Geochemical	10,607	-	1,380	-	**11,987**	-	**163,022**
Transportation/ Accommodation	19,207	6,453	105	17,898	**43,663**	117,731	**317,754**
Exploratory Drilling	445,291	-	3,020	271,625	**719,936**	68,453	**2,472,142**
Property Work	-	-	6	32,546	**32,552**	1,910	**437,994**
Operations Support	30,224	28	1,724	10,204	**42,180**	20,114	**244,269**
Administration	78,225	7,756	44	14,008	**100,033**	138,827	**464,145**
Total Exploration	814,958	14,737	53,851	718,441	**1,601,987**	545,224	**6,632,766**
Acquisition / Development Costs	(87,046)	52	12,870	(10,460)	**(84,584)**	(50,742)	**9,326,493**
Total	727,912	14,789	66,721	707,981	**1,517,403**	494,482	**15,959,259**

Mineral property acquisitions and agreements

Manitoba

Rice Island property

On September 15, 2015, the Corporation acquired a 100% interest in the Rice Island nickel-copper deposit situated on the Rice Island property (the "Property") through claim staking. The Property, consisting of 704 hectares, is located 10 kilometres south-southeast of the Town of Snow Lake in west-central Manitoba.

During the fourth quarter of 2015, a Notice of Dispute (the "Notice") was filed with the Province of Manitoba with respect to the Rice Island, Manitoba claims. Specifically, the Notice states that an individual (the "Disputant") has taken the position that one of the claims recorded in favour of Wolfden is invalid due to the existence of the Disputant's claims on the land prior to Wolfden's staking of the claim. Wolfden has responded to the Notice and is confident that it has clear and legal title to the subject claim as confirmed by the issuing of the recording certificate by the Manitoba Mining Recorder. This matter was brought to a resolution in conjunction with the signing of the Rice Island Tie-On Property agreement described below.

On September 21, 2016 the Corporation entered into an option agreement to expand the Rice Island property by earning a 100% interest in the Rice Island Tie-On Property (the "RITOP"), located adjacent to Wolfden's existing Rice Island property. Under terms of the option agreement with the Vendor, to earn a 100% interest in the RITOP, the Corporation must make cash payments totalling $250,000 and issue 500,000 common shares of Wolfden over a five year period. ($25,000 and 100,000 common shares on signing). In addition, the Corporation must incur $1,000,000 in exploration expenditures over the same five year period ($100,000 in year one). Upon earning a 100% interest in the RITOP, the Vendor retains a 2.5% Net Smelter Royalty on the RITOP as well as on the Rice Island property; of which, Wolfden can purchase 1.5% of the Net Smelter Royalty for the sum of $1,500,000 (0.5% increments at $500,000 per each increment) for each of the properties. Wolfden also retains the right of first refusal on the remaining 1.0% Net Smelter Royalty held by the Vendor for each of the RITOP and Rice Island property.

Nickel Island property

On May 21, 2015, the Corporation acquired a 100% interest in a nickel-copper property by claim staking (the "Property"). The Property comprises 600 hectares and is located in east-central Manitoba.

New Brunswick

Tetagouche Property

On January 6, 2014 the Corporation closed a definitive purchase agreement (the "Agreement") to acquire a large strategic land package situated in the Bathurst Mining Camp and surrounding area in north-eastern New Brunswick. Collectively, the property acquisition comprises land holdings totaling more than 20,000 hectares (the “Property”).

Wolfden acquired the Property from 8100896 Canada Inc., a wholly-owned subsidiary of GeoVenCap Inc. (the "Vendor"). Pursuant to the terms of the Agreement, the Corporation purchased all of the Vendor's right, title and interest to and in the Property for cash consideration of $125,000 and 571,428 common shares of Corporation (the "Consideration Shares") having a value of $100,000. The Consideration Shares were subject to a four-month hold period under applicable securities laws in Canada.

Orvan Brook property

On January 3, 2017 the Corporation acquired through claim staking the Orvan Brook property located in the Bathurst Mining Camp, 35 kilometres west of the town of Bathurst, New Brunswick.

Clarence Stream Agreements

(i) On March 7, 2012 the Corporation executed an agreement, which was amended March 29, 2012, and further amended September 6, 2012, to purchase a 30% interest in the Clarence Stream property located in New Brunswick from Rockport Mining Corp. ("RMC"). On the Closing Date, October 18, 2012, RMC sold, assigned and transferred to the Corporation the Subject Interest and the Exploration Data, and the Corporation purchased the Subject Interest and Exploration Data from RMC, for the following consideration:

(a) A non-refundable deposit of $75,000 paid on signing of the agreement;

(b) the sum of $1,000,000, paid by the Corporation to RMC (or its designated Affiliate); and

(c) the allotment and issuance by the Corporation to RMC (or its designated Affiliate, subject to compliance with Applicable Securities Laws), of that number of IPO Securities having a deemed aggregate value equal to $560,000 (the “Transaction Units”) at a price per Transaction Unit equal to the IPO price of the IPO Securities.

(ii) On January 13, 2012 the Corporation executed an agreement to purchase a 70% interest in the Clarence Stream property located in New Brunswick from Cliffs Chromite Ontario Inc. ("Cliffs"). On the Effective Date, October 18, 2012, Cliffs sold, assigned and transferred to the Corporation the Subject Interest and the Exploration Data, and the Corporation purchased the Subject Interest and Exploration Data from Cliffs, for the following consideration:

(a) the sum of $10, paid by the Corporation to Cliffs on the Effective Date;

(b) the sum of $2,000,000, paid by the Corporation to Cliffs (or its designated Affiliate);

(c) the allotment and issuance by the Corporation to Cliffs (or its designated Affiliate, subject to compliance with Applicable Securities Laws), of that number of Shares having a deemed aggregate value equal to $1,600,000 (the “Transaction Shares”) at a price per Share equal to the IPO price of the Shares;

(d) the grant by, and agreement of, the Corporation to pay on behalf of itself and its successors and assigns, and the reservation by Cliffs on behalf of itself and its successors and assigns of, a 1% net smelter returns royalty on the Property (the “Net Smelter Returns Royalty”) in perpetuity for each year with respect to all Minerals, all as more formally provided in the Royalty Agreement; and

(e) the assumption of certain liabilities by the Corporation.

There is a 2% and 1 % Net Smelter Royalty ("NSR") on the property, and the Corporation is required to make $15,000 advance royalty payments annually which are deductible against the 2% NSR.

On August 2, 2016, the Corporation entered into a definitive option agreement (the “Option Agreement”) with 2520885 Ontario Inc. and Galway Metals Inc. (collectively the “Optioner”), whereby the Optioner has agreed to acquire a 100% undivided interest in Wolfden’s Clarence Stream property (the “Property”), located in southwestern New Brunswick.

In order to earn a 100% interest in the Property, the Optioner will make cash payments to Wolfden totaling $3,250,000 over a 3-year period (the “Option Period”). In addition, the Optioner will grant Wolfden a 1% Net Smelter Return Royalty (the “NSR”) from any minerals produced on the Property; the Optioner can purchase the NSR from Wolfden at any time for the sum of $2,000,000.

Under the terms of the Option Agreement, the Optioner will make scheduled cash payments to Wolfden comprising $750,000 on signing of the Option Agreement (the “Effective Date”), $750,000 on or before the first anniversary of the Effective Date (received subsequent to period end), $1,000,000 on or before the second anniversary of the Effective Date and $750,000 on or before the third anniversary of the Effective Date.

During the Option Period, the Optioner is solely responsible for carrying out and administering exploration, development and mining work on the Property and obtaining all regulatory and third party consents, approvals and authorizations to carry out such work. In the event that the Optioner fails to make any of the cash payments stipulated above, the Option Agreement shall terminate and Wolfden will continue to hold an undivided 100% interest in the Property.

Brunswick No. 6 West Property

On April 29, 2015 the Corporation acquired, by claim staking, the Brunswick No. 6 West property (the “Property). The wholly-owned Property comprising 154 mineral claims totaling 3,367 hectares adjoins the formerly producing Brunswick No. 6 mine and is located proximal to infrastructure, 20 kilometers southwest of the City of Bathurst, in the heart of the Bathurst Mining Camp.

Maine, U.S.A.

Pickett Mountain Property, Maine, U.S.A

On September 7, 2017 the Corporation entered into a purchase and sale agreement (the “Purchase Agreement”) with Sylvan Timberlands LLC to acquire a 100% interest in the Pickett Mountain Property (the “Property”), located in Penobscot County, northern Maine, U.S.A for a cash purchase price of US$8.5 million (the “Acquisition”).

The Property is host to the Mount Chase Zn-Pb-Cu-Ag deposit, considered by Wolfden management to be one of the highest-grade undeveloped volcanogenic massive sulphide (“VMS”) deposits in North America. The deposit was discovered by Getty Mines Ltd. in 1979, using a combination of soil surveys ground surveys and diamond drilling and has not been explored since 1989.

The Corporation has also entered into a non-binding proposal (the "Financing Proposal") with Altius Resources Inc. (“Altius”), a wholly-owned subsidiary of Altius Minerals Corporation, to fund the Acquisition whereby Altius would subscribe and purchase from the Corporation on a non-brokered private placement basis, 14,200,000 subscription receipts of the Corporation (the “Subscription Receipts”), at a price of C$0.25 per Subscription Receipt, for aggregate gross proceeds of C$3,550,000 (the “Private Placement”) and obtain from Wolfden a 1.35% gross sales royalty on the Mount Chase project for cash consideration of US$6,000,000. Under the Financing Proposal, Altius will have an option to purchase an additional 0.50% gross sales royalty at any time before the first anniversary of commercial production for US$7,500,000. The Corporation will also have the right to place additional participants in the Private Placement, on identical terms, for up to C$1,250,000.

7. SHARE CAPITAL AND RESERVES

i. Authorized

The Corporation is authorized to issue an unlimited number of common shares.

ii. Details of share issuances

2017

Private Placement #1

On January 18, 2017 the Corporation completed a non-brokered private placement (the "Offering") of 3,500,000 flow-through units (the "Flow-through Units") at a price of $0.135 per Flow-through Unit for gross proceeds of $472,500. Each Flow-through Unit consists of one common share of the Corporation that is a "flow-through share" within the meaning of the Income Tax Act (Canada) and one-half of one non-transferable common share purchase warrant (each whole warrant a "Warrant"). Each such Warrant entitles the holder to the purchase of one common share of the Corporation at a price of $0.15 per common share until January 18, 2019. The Flow-Through Unit Shares and Warrants issued under the Offering are subject to a four-month hold period that expires May 18, 2017.

Private Placement #2

On June 19, 2017 the Corporation completed a non-brokered private placement (the "Offering") of 4,375,000 common shares of the Corporation that are flow-through common shares within the meaning of the Income Tax Act (Canada) (the "Flow-through Shares") at a price of $0.16 per Flow-through Share for gross proceeds of $700,000. The Flow-Through Shares issued under the Offering are subject to a four-month hold period that expires October 16, 2017. In connection with the offering the Corporation paid $14,400 in cash finder's fees.

2016

Private Placement #1

On May 31, 2016 the Corporation completed a non-brokered private placement (the "Offering") of 3,250,000 flow-through units (the "Flow-through Units") at a price of $0.11 per Flow-through Unit for gross proceeds of $357,500. Each Flow-through Unit consists of one common share of the Corporation that is a "flow-through share" within the meaning of the Income Tax Act (Canada) and one-half of one non-transferable common share purchase warrant (each whole warrant a "Warrant"). Each such Warrant entitles the holder to the purchase of one common share of the Corporation at a price of $0.20 per common share until May 31, 2018. The Flow-Through Unit Shares and Warrants issued under the Offering were subject to a four-month hold period that expired October 1, 2016. In connection with the Offering, the Corporation paid an aggregate of $10,000 in finder's fees to certain arm's length parties.

Private Placement #2

On December 16, 2016 the Corporation completed a non-brokered private placement (the "Offering") of 3,500,000 flow-through units (the "Flow-through Units") at a price of $0.10 per Flow-through Unit for gross proceeds of $350,000. Each Flow-through Unit consists of one common share of the Corporation that is a "flow-through share" within the meaning of the Income Tax Act (Canada) and one-half of one non-transferable common share purchase warrant (each whole warrant a "Warrant"). Each such Warrant entitles the holder to the purchase of one common share of the Corporation at a price of $0.15 per common share until December 15, 2018. The Flow-Through Unit Shares and Warrants issued under the Offering are subject to a four-month hold period that expires April 16, 2017. In connection with the Offering, the Corporation paid an aggregate of $5,000 in finder's fees to certain arm's length parties.

(Stated in Canadian Dollars)

Shares issued to Independent Contractor

On July 14, 2016, the Corporation entered into an independent contractor agreement (the "Agreement") with Mr. Wim Vanderklift (the "Contractor") pursuant to which the Contractor will provide exploration opportunity consulting services to the Corporation. As consideration for his services, the Contractor received, among other things, 100,000 common shares of the Corporation ("Common Shares") valued at $13,000. In addition, the Contractor is entitled to receive up to 200,000 options to purchase Common Shares ("Options") upon the satisfaction of certain conditions set out in the Agreement. The Options will be issued pursuant to and in accordance with the Corporation's stock option plan.

Shares Issued for Mineral Property

In respect of the option agreement related to the Rice Island Tie-On Property signed September 21, 2016 (see Note 6 - Exploration and Evaluation), the Corporation issued 100,000 common shares to the vendor upon signing. These were valued at $0.13 per common share, totalling $15,000.

iii. Warrants

The following table reflects the continuity of warrants as at September 30, 2017:

Expiry Date	Exercise Price $	2017 Opening Balance #	Warrants Issued #	Warrants Exercised #	Warrants Expired #	2017 Closing Balance #
December 30, 2017	0.20	1,800,000	-	-	(109,091)	**1,690,909**
May 31, 2018	0.20	1,625,000	-	-	-	**1,625,000**
December 15, 2018	0.15	1,750,000	-	-	(362,500)	**1,387,500**
January 18, 2019	0.15	-	1,750,000	-	-	**1,750,000**
		5,175,000	1,750,000	-	(471,591)	**6,453,409**
Weighted average exercise price		0.18	0.15	-	0.16	**0.18**

The following table reflects the continuity of warrants as at December 31, 2016:

Expiry Date	Exercise Price $	2016 Opening Balance #	Warrants Issued #	Warrants Exercised #	Warrants Expired #	2016 Closing Balance #
April 10, 2016	0.27	3,125,000	-	-	(3,125,000)	-
December 18, 2016	0.30	5,109,500	-	-	(5,109,500)	-
December 30, 2017	0.20	1,800,000	-	-	-	1,800,000
May 31, 2018	0.20	-	1,625,000	-	-	1,625,000
December 15, 2018	0.15	-	1,750,000	-	-	1,750,000
		10,034,500	3,375,000	-	(8,234,500)	5,175,000
Weighted average exercise price		0.27	0.17	-	0.29	0.18

(Stated in Canadian Dollars)

iv. Share purchase option compensation plan

The Corporation has a share incentive plan (the "Plan") which is restricted to directors, officers, key employees and consultants of the Corporation. The number of common shares subject to options granted under the Plan (and under all other management options and employee stock purchase plans) is limited to 10% in the aggregate and 5% with respect to any one optionee of the number of issued and outstanding common shares of the Corporation at the date of the grant of the option. Options issued under the Plan may be exercised during a period determined by the Board of Directors which cannot exceed ten years.

The following table reflects the stock options outstanding as at September 30, 2017:

Expiry Date	**Exercise Price $**	**2017 Opening Balance #**	**Granted #**	**Exercised #**	**Expired/ Cancelled #**	**2017 Closing Balance #**
March 09, 2022	0.75	1,510,000	-	-	-	**1,510,000**
July 22, 2018	0.25	1,601,250	-	-	-	**1,601,250**
December 04, 2018	0.25	250,000	-	-	(250,000)	**-**
February 05, 2019	0.25	100,000	-	-	-	**100,000**
August 29, 2019	0.15	1,185,000	-	-	(100,000)	**1,085,000**
August 18, 2021	0.13	1,280,000	-	-	-	**1,280,000**
March 09, 2022	0.14	-	50,000	-	-	**50,000**
July 20, 2022	0.14	-	1,260,000	-	-	**1,260,000**
		5,926,250	1,310,000	-	(350,000)	**6,886,250**
Weighted average exercise price		0.33	0.14	-	0.22	**0.32**

The Corporation applies the fair value method of accounting for all stock based compensation awards and accordingly, $147,420 was recorded as compensation for the period (2016 - $139,904 was recorded as compensation for the period). As of September 30, 2017 there were no unvested stock options (2016 - no unvested stock options).

For purposes of the options granted, the fair value of each option was estimated on the date of grant using the Black-Scholes option pricing model, with the following assumptions:

	2017	2016
Risk-free interest rate	**1.07% - 1.54%**	-%
Annualized volatility	**122.36% - 124.89%**	-%
Expected dividend	**NIL**	NIL
Expected option life	**5 years**	0

NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS

(Stated in Canadian Dollars)
(Unaudited)

For the nine months ended September 30, 2017
(with comparative figures for the year ended December 31, 2016)

8. LOSS PER SHARE

Both the basic and diluted earnings per share have been calculated using the loss attributable to shareholders of the Corporation as the numerator. No adjustments to profit were necessary in 2017 or 2016.

	2017	2016
Numerator:		
Earnings (loss) for the period	**(1,258,744)**	323,354
Denominator:		
Weighted average number of common shares	**82,561,421**	72,125,677
Basic and diluted loss per share	**(0.02)**	-

9. RELATED PARTIES TRANSACTIONS

The Corporation's related parties include key management personnel and entities over which they have control or significant influence as described below.

	Nature of transactions
The Alyris Group	Accounting, management and facilities rental
Alyris Leasing Inc.	Facilities rental
DRAX Services Limited	Corporate secretarial and filing services

Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were given or received. Outstanding balances are usually settled in cash.

The following are the related party transactions, recorded at the exchange amount as agreed to by the parties:

(a) Included in general and administrative expenses are amounts totaling $86,938 (2016 - $100,376), for IT consulting, and accounting and management services provided by 1752466 Ontario Inc., O/A The Alyris Group, a company related to the Corporation through Ewan Downie, Director of Wolfden and Dan Mechis, Director of Wolfden.

(b) Included in general and administrative expenses are amounts totaling $27,265 (2016 - $49,073) for rent, common cost, and co-op cost paid by Alyris Leasing Inc., a company related to the Corporation through Ewan Downie, Director of Wolfden and Dan Mechis, Director of Wolfden.

(c) Included in general and administrative expenses are amounts totaling $9,621 (2016 - $9,581) for corporate secretarial services and filing service provided by DRAX Services Limited., a company related to the Corporation through Shaun Drake, Corporate Secretary of Wolfden.

Key management personnel remuneration includes the following amounts:

	2017 $	2016 $
Salary and wages	**137,692**	209,923
Share-based payments	**91,845**	85,801
Other compensation	**5,481**	5,906
	235,019	301,630

(Stated in Canadian Dollars)

10. COMMITMENTS

The Corporation has commitments relating to an office lease expiring June 2020.

The minimum payments are as follows:

	$
2017	4,380
2018	15,016
2019	15,016
2020	6,882
	41,294

Flow-through renunciation

As at December 31, 2016, the Corporation renounced 100% of its flow-through related resource expenditures to investors. The Corporation had until February 1, 2017 to incur the expenditures before monthly interest charges begin to accrue on unspent funds. Interest charges incurred by the Corporation as a result of this income tax legislation are charged to income in the period incurred. Of the $707,500 in flow-through financing raised in 2015, the Corporation has incurred $707,500 in exploration expenses, and thus fulfilling its obligation in relation to these renounced expenditures.

On January 18, 2017, the Corporation completed a flow-through financing to raise $472,500. The Corporation will renounce 100% of the flow-through raised in 2017 to investors as at December 31, 2017. The Corporation has until February 1, 2018 to incur expenditures before monthly interest charges begin to accrue on unspent funds. Interest charges incurred by the Corporation as a result of this income tax legislation are charged to income in the period incurred. Of the $472,500 in flow-through financing raised in 2017, the Corporation has incurred $472,500 in exploration expenses, and thus fulfilling its obligation in relation to these renounced expenditures.

On June 19, 2017, the Corporation completed a flow-through financing to raise $700,000. The Corporation will renounce 100% of the flow-through raised in 2017 to investors as at December 31, 2017. The Corporation has until February 1, 2018 to incur expenditures before monthly interest charges begin to accrue on unspent funds. Interest charges incurred by the Corporation as a result of this income tax legislation are charged to income in the period incurred. Of the $700,000 in flow-through financing raised in this financing in 2017, the Corporation has incurred $384,703 in exploration expenses, and thus has $315,297 remaining to be spent by December 31, 2018.

11. FINANCIAL INSTRUMENTS AND RELATED RISKS

The Corporation's operations include the acquisition and exploration of mineral properties in Canada. The Corporation examines the various financial risks to which it is exposed and assesses the impact and likelihood of occurrence. These risks may include credit risk, liquidity risk, currency risk, interest rate risk and other risks. Where material, these risks are reviewed and monitored by the Board of Directors.

[a] Credit risk
Counterparty credit risk is the risk that the financial benefits of contracts with a specific counterparty will be lost if a counterparty defaults on its obligations under the contract. This includes any cash amounts owed to the Corporation by those counterparties, less any amounts owed to the counterparty by the Corporation where a legal right of off-set exists and also includes the fair values of contracts with individual counterparties which are recorded in the financial statements.

i) Trade credit risk
The Corporation is in the exploration stage and has not yet commenced commercial production or sales. Therefore, the Corporation is not exposed to significant credit risk and overall the Corporation's credit risk has not changed significantly from the prior year.

ii) Cash and cash equivalents
In order to manage credit and liquidity risk the Corporation invests only in highly rated investment grade instruments that have maturities of six months or less and are cashable at any time. Limits are also established based on the type of investment, the counterparty and the credit rate.

iii) Derivative financial instruments
As at September 30, 2017, the Corporation has no derivative financial instruments. It may in the future enter into derivative financial instruments in order to manage credit risk, it will only enter into derivative financial instruments with highly rate investment grade counterparties.

[b] Liquidity risk
Liquidity risk is the risk that the Corporation will not be able to meet its financial obligations as they fall due. The Corporation manages liquidity risk through the management of its capital structure.

Accounts payable and accrued liabilities are due within the current operating period.

[c] Interest rate risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Corporation will realize a significant loss as a result of a decline in the fair market value is limited as the Corporation holds all of its funds in cash and guaranteed investment certificates.

The Corporation does not invest in derivatives to mitigate these risks.

The following table sets forth the Corporation's financial assets measured at fair value by level within the fair value hierarchy.

	Level 1 $	Level 2 $	Level 3 $	Total $
Assets				
Investments	-	186,610	-	**186,610**

12. MANAGEMENT OF CAPITAL RISK

The Corporation manages its common shares, stock options and warrants as capital. The Corporation's objectives when managing capital are to safeguard the Corporation's ability to continue as a going-concern in order to pursue the exploration of its mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Corporation manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Corporation may attempt to issue new shares and, acquire or dispose of assets.

In order to maximize ongoing exploration efforts, the Corporation does not pay out dividends. The Corporation's investment policy is to invest its short-term excess cash in highly liquid short-term interest-bearing investments with short-term maturities, selected with regard to the expected timing of expenditures from continuing operations.

The Corporation expects its current capital resources will be sufficient to carry out its exploration plans and operations through 2017.

13. SUBSEQUENT EVENT

On November 14, 2017 the Corporation completed the previously announced acquisition of a 100% interest in the Pickett Mountain Property, located in Penobscot County, northern Maine, U.S.A (the "**Property**") for a cash purchase price of US$8.5 million (the "**Acquisition**"). The Property comprises 6,871 acres of timberland and all minerals, mining, subsurface and surface rights owned by the seller, and includes the Pickett Mountain base metal deposit (the "**Pickett Mountain Project**").

To fund the Acquisition, the Corporation granted a 1.35% gross sales royalty on the Pickett Mountain Project to a subsidiary of Altius Minerals Corporation ("**Altius**", **ALS:TSX**) for cash consideration of US$6,000,000 and completed a non-brokered private placement (the "**Offering**") of 20,200,000 subscription receipts ("**Subscription Receipts**") at a price of C$0.25 per Subscription Receipt for gross proceeds of C$5,050,000, with Altius subscribing for 14,200,000 Subscription Receipts.

The Financing

Immediately prior to the completion of the Acquisition, upon satisfaction of the escrow release conditions in respect of the Subscription Receipts, each holder of Subscription Receipts received, without the payment of additional consideration or further action on the part of the holder, one unit of the Corporation (each a "**Unit**"). Each Unit comprised of one common share of the Corporation (a "**Common Share**") and one half (1/2) of one common share purchase warrant of the Corporation (each whole warrant, a "**Warrant**"). Each Warrant is exercisable to acquire one Common Share (a "**Warrant Share**") at price of C$0.35 for a period of 60 months from the closing date of the Offering.

All securities issued pursuant to the Offering are subject to a statutory four-month hold period in accordance with Canadian securities legislation and the TSX Venture Exchange.

In connection with the Offering, the Corporation has paid an aggregate of $49,775 in cash finder's fees to Medalist Capital Ltd., Sprott Global Resources Investments, Ltd. and Haywood Securities Inc. in connection with purchases of Subscription Receipts made by subscribers introduced by such parties. A further $177,500 in cash finder's fees and, subject to the approval of the TSX Venture Exchange, a $100,000 advisory fee will be paid by the Corporation to Cormark Securities Inc. in connection with the Offering and the Altius royalty, respectively.

A related party of the Corporation has participated in the Offering on the same terms as arm's length investors. The Corporation did not file a material change report more than 21 days before the expected closing date of the Offering as the details of the Offering, including participation therein by related parties of the Corporation, had not been confirmed at that time and the Offering was completed taking into account the timeframe of the Acquisition. A copy of the material change report in respect of the matters referenced in this news release will be available on www.sedar.com.

The Royalty Agreement

Pursuant to the royalty agreement between Altius and the Corporation (the "**Royalty Agreement**"), Altius has the option to purchase an additional 0.50% gross sales royalty at any time before the first anniversary of commercial production for US$7,500,000. Under the Royalty Agreement, the Corporation has also granted to Altius certain rights to convert the royalty to equity under certain circumstances or to exchange the royalty for a similar royalty on the Corporation's Orvan Brook property.