NORSEMONT CAPITAL INC.

Condensed Interim Consolidated Financial Statements
(Unaudited)

For the three months ended March 31, 2018 and 2017

(Expressed in Canadian Dollars)

NORSEMONT CAPITAL INC.

(the “Company”)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Three months ended March 31, 2018 and 2017

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The management of Norsemont Capital Inc. is responsible for the preparation of the accompanying unaudited condensed interim consolidated financial statements. The unaudited condensed interim consolidated financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of condensed interim consolidated financial statements and are in accordance with IAS 34 - Interim Financial Reporting.

The Company’s auditor has not performed a review of these condensed interim consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity’s auditor.

May 15, 2018

NORSEMONT CAPITAL INC.
Condensed Interim Consolidated Statements of Financial Position (Unaudited)
(Expressed in Canadian Dollars)

	March 31, 2018	December 31, 2017
	$	$
Assets		
Current:		
Cash and cash equivalents	135,325	201,705
Interest receivable	1,118	1,038
Goods and services tax recoverable	2,387	2,007
Prepaid expenses and deposits	5,292	9,525
	144,122	214,275
Equipment (Note 4)	1,101	1,134
	145,223	215,409
Liabilities		
Current:		
Accounts payable	2,746	2,753
Accrued liabilities	11,360	9,036
	14,106	11,789
Shareholders' equity		
Share capital (Note 5)	4,633,526	4,633,526
Stock option reserve (Note 5)	230,635	230,635
Deficit	(4,733,044)	(4,660,541)
	131,117	203,620
	145,223	215,409

Nature of Operations (Note 1)

The condensed interim consolidated financial statements were approved by the Board of Directors on May XX, 2018 and were signed on its behalf by:

"Sheri Rempel"
Director

"Al Larmour"
Director

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

NORSEMONT CAPITAL INC.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss (Unaudited)
(Expressed in Canadian Dollars)

	Three months ended March 31,	
	2018	2017
	$	$
Administrative Expenses:		
Consulting fees	45,000	30,000
Depreciation (Note 4)	61	56
Office, rent and administration (Note 6)	14,373	9,866
Professional fees (Note 6)	7,470	7,390
Regulatory fees	4,867	4,917
Share-based payments (Note 5)	-	9,992
Transfer agent	1,093	2,183
	72,864	64,404
Loss before other items	(72,864)	(64,404)
Other items:		
Interest income	568	477
Loss on disposal of assets	(207)	-
Comprehensive loss for the period	(72,503)	(63,927)
Loss per common share – basic and diluted	(0.01)	(0.01)
Weighted average number of common shares outstanding – basic and diluted	11,428,162	11,228,162

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

NORSEMONT CAPITAL INC.

Condensed Interim Consolidated Statements of Changes in Equity (Unaudited)
(Expressed in Canadian Dollars)

		Share capital				
	Notes	Common shares	Amount	Stock option reserve	Deficit	Shareholders' equity
		#	$	$	$	$
Balance, December 31, 2016		**11,228,162**	**4,619,526**	**220,319**	**(4,415,269)**	**424,576**
Share-based payments		-	-	9,992	-	9,992
Net loss for the period		-	-	-	(63,927)	(63,927)
Balance, March 31, 2017		**11,228,162**	**4,619,526**	**230,311**	**(4,479,196)**	**370,641**
Warrants exercised		200,000	14,000	-	-	14,000
Share-based payments		-	-	324	-	324
Net loss for the period		-	-	-	(181,345)	(181,345)
Balance, December 31, 2017		**11,428,162**	**4,633,526**	**230,635**	**(4,660,541)**	**203,620**
Net loss for the period		-	-	-	(72,503)	(72,503)
Balance, March 31, 2018		**11,428,162**	**4,633,526**	**230,635**	**(4,733,044)**	**131,117**

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

NORSEMONT CAPITAL INC.

Condensed Interim Consolidated Statements of Cash Flows (Unaudited)
(Expressed in Canadian Dollars)

	Three months ended March 31, 2018	2017
	$	$
Operating activities:		
Loss for the period	(72,503)	(63,927)
Adjustments for non-cash items:		
Depreciation	61	56
Loss on disposal of asset	207	-
Share-based payments	-	9,992
Changes in non-cash working capital items:		
Interest receivable	(80)	(463)
Goods and services tax recoverable	(380)	13,028
Prepaid expenses and deposits	4,233	-
Accounts payable	(7)	1,349
Accrued liabilities	2,324	2,140
Cash used in operations	(66,145)	(37,825)
Investing activities:		
Disposal of equipment	372	-
Equipment purchase	(607)	-
Cash used in investing activities	(235)	-
Decrease in cash and cash equivalents	(66,380)	(37,825)
Cash and cash equivalents, beginning of period	201,705	414,628
Cash and cash equivalents, end of period	135,325	376,803
Cash and cash equivalents are comprised of the following:		
Cash	7,325	63,803
Guaranteed Investment Certificates	128,000	313,000
Cash and cash equivalents, end of period	135,325	376,803

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

1. Nature of Operations

The Company was incorporated on July 26, 2000 under the Canada Business Corporations Act and continued into BC under the British Columbia Corporations Act on January 30, 2016 as Norsemont Capital Inc. The Company is engaged in the acquisition, exploration and development of mineral properties in Canada. The Company's common shares are traded on the Canadian Securities Exchange ("Exchange") under the symbol "NOM".

The head office, principal address and records office of the Company are located at Suite 610 – 700 West Pender Street, Vancouver, BC, Canada, V6C 1G8. The Company's registered office address is Suite 700 - 1199 West Hastings Street, Vancouver, British Columbia, Canada, V6E 3T5.

These financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at March 31, 2018, the Company had not advanced its property to commercial production and is not able to finance day to day activities through operations. As at March 31, 2018, the Company had working capital of $130,016 (December 31, 2017 -$202,486) and an accumulated deficit of $4,733,044 (December 31, 2017 -$4,660,541). The Company's continuation as a going concern is dependent upon the successful results from its mineral property 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 may cast significant doubt about the Company's ability to continue as a going concern. Management has estimated that the Company will have adequate funds from existing working capital to meet corporate, administrative and other obligations over the next twelve months. While the Company has been successful in securing financings in the past, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be available on acceptable terms. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its statement of financial position.

2. Basis of Presentation and Significant Accounting Policies

(a) Basis of presentation and consolidation

The unaudited condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standards 34, *Interim Financial Reporting* ("IAS 34"), using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). The accounting policies and methods of computation applied by the Company in these unaudited condensed interim consolidated financial statements are the same as those applied in the Company's annual financial statements as at and for the year ended December 31, 2017.

The unaudited condensed interim consolidated financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2017.

These unaudited condensed interim consolidated financial statements were approved and authorized for issue by the Board of Directors of the Company on May ●, 2018.

The unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis and are presented in Canadian dollars.

(b) Significant accounting estimates and judgments

The preparation of the Company's financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the condensed interim

(Expressed in Canadian Dollars - Unaudited)

2. Basis of Presentation and Significant Accounting Policies (continued)

consolidated unaudited financial statement and the reported amounts of revenues and expenses during the reporting period. There has been no significant change to the Company's estimation and judgment from those disclosed in note 2 to the audited financial statements for the year ended December 31, 2017.

3. Future and Recently Adopted Accounting Standards

The Company is assessing the impact of this new standard but does not expect it to have a significant effect on the financial statements. Pronouncements that are not applicable or do not have a significant impact to the Company have been excluded herein.

IFRS 9, Financial Instruments

The IASB issued a new standard, IFRS 9, "Financial Instruments" ("IFRS 9") replaces IAS 39, "Financial Instruments: Recognition and Measurement" ("IAS 39"). IFRS 9 replaces the multiple classification and measurement models in IAS 39 with a single model that has only two classification categories: amortized cost and fair value. The new standard also requires a single impairment method to be used, provides additional guidance on the classification and measurement of financial liabilities, and provides a new general hedge accounting standard.

During the period ended March 31, 2018, the company adopted IFRS 9 and the adoption of IFRS 9 did not have a material impact on the financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. Equipment

	Computer Hardware	Office Equipment	Total
	$	$	$
Costs:			
Balance, December 31, 2017	6,455	490	6,945
Additions	607	-	607
Disposal	(682)	-	(682)
Balance, March 31, 2018	6,380	490	6,870
Depreciation:			
Balance, December 31, 2017	5,437	374	5,811
Disposal of asset	(103)	-	(103)
Charge for the period	55	6	61
Balance, March 31, 2018	5,389	380	5,769
Carrying amounts:			
March 31, 2018	991	110	1,101
December 31, 2017	1,018	116	1,134

(Expressed in Canadian Dollars - Unaudited)

5. Share Capital and Reserves

(a) Authorized

An unlimited number of common shares without par value.

(b) Issued share capital

As at March 31, 2018, there were 11,428,162 issued and fully paid common shares (December 31, 2017 – 11,428,162).

(c) Warrants

The continuity of share purchase warrants issued and outstanding is as follows:

	Warrants	Weighted Average Exercise Price
	#	$
Balance, December 31, 2016	3,298,750	0.12
Exercised	(200,000)	0.07
Balance March 31, 2018 and December 31, 2017	3,098,750	0.12
Weighted average remaining contractual life		1.72 years

Warrants outstanding at March 31, 2018 are as follows:

Exercise Price	Warrants Outstanding	Expiry Date
$	#	
0.30	738,750	September 14, 2018
0.07	1,860,000	May 4, 2020
0.07	500,000	May 27, 2020
	3,098,750	

(d) Stock options

The Company has an incentive stock option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees and consultants, non-transferable options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the issued and outstanding common shares of the Company. Options granted under the plan have a term not to exceed 10 years and vesting periods that range from zero to 18 months.

The continuity of stock options issued and outstanding is as follows:

	Options Outstanding	Weighted Average Exercise Price
	#	$
Balance March 31, 2018 and December 31, 2017	1,101,000	0.17
Weighted average remaining contractual life		6.33 years

(Expressed in Canadian Dollars - Unaudited)

5. Share Capital and Reserves (Continued)

(d) Stock options (continued)

Stock options outstanding at March 31, 2018, are as follows:

Exercise Price	Options Outstanding	Expiry Date	Options Exercisable
$	#		#
0.10	41,667	April 17, 2019	41,667
0.07	8,333	April 17, 2019	8,333
0.10	8,333	June 14, 2020	8,333
0.07	6,667	June 14, 2020	6,667
0.10	35,000	October 5, 2021	35,000
0.07	114,000	October 5, 2021	114,000
0.10	55,000	January 5, 2022	55,000
0.32	50,000	February 2, 2022	50,000
0.10	100,000	March 20, 2024	100,000
0.18	497,000	October 30, 2025	497,000
0.28	185,000	November 2, 2026	185,000
	1,101,000		1,101,000

No options were granted during the period ended March 31, 2018. During the period ended March 31, 2017, the Company granted 50,000 stock options. These options have an exercise price of $0.32 and an expiry date of February 2, 2022. The Company recorded share-based payments of $9,992 for stock options granted during the period.

The fair value of the stock options granted during the three months ended March 31, 2017 was estimated using the Black-Scholes option pricing model, with the following weighted average assumptions:

	2018	2017
Risk free interest rate	-	1.16%
Expected dividend yield	-	0%
Expected stock price volatility	-	86.64%
Expected life	-	5 years

The weighted average fair value of options granted during the period ended March 31, 2017 was $0.20 per option.

(Note 9)

(e) Stock option reserve

The stock option reserve records items recognized as share-based compensations until such time that the stock options are exercised, at which time the corresponding amount will be transferred to share capital.

(Expressed in Canadian Dollars - Unaudited)

6. Related Party Balances and Transactions

(a) Related party transactions

The Company incurred the following transactions with companies having directors or officers in common:

	Three Months Ended March 31,	
	2018	2017
	$	$
Office, rent and administration	-	6,674
Professional fees [(1)]	5,250	-

(1) Professional fees paid to a company controlled by a director of the Company for accounting and corporate secretarial services provided.

(b) Compensation of key management personnel

The Company's key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company and consist of its Directors, Chief Executive Officer and Chief Financial Officer. No management compensation was incurred during the period ended March 31, 2018 (2017 - $Nil).

(c) Related party balances

The following related party amounts are included in accounts payables:

	March 31, 2018	December 31, 2017
	$	$
Company having directors and officers in common	1,842	1,845

7. Financial Instruments and Risk Management

a) Fair value of financial instruments

At March 31, 2018, the Company's financial instruments consist of cash and cash equivalents, interest receivable and accounts payable. The carrying values of these financial instruments approximates their fair value due to their short-term nature.

b) Financial instrument risk

The Company's financial instruments are exposed in varying degrees to a variety of financial risks. The Board approves and monitors the risk management processes:

Credit risk
Credit risk exposure primarily arises with respect to the Company's cash and amounts receivables. The Company places its instruments in banks of high credit worthiness within Canada and continuously monitors the collection of other receivables. Credit risk is assessed as low.

Liquidity risk
Liquidity risk is the risk that the Company cannot meet its financial obligations as they become due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to settle liabilities and obligations when they become due. As at March 31, 2018, the Company had cash, cash equivalents and amounts receivable of $138,830 (December 31, 2017 - $204,750) to settle current liabilities of $14,106 (December 31, 2017 - $11,789) which primarily consisted of short term accounts payable. Liquidity risk is assessed as low.

7. Financial Instruments and Risk Management (Continued)

b) Financial instrument risk (continued)

Market risk
Market risk consists of currency risk, interest rate risk and other price risk. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns. The Company has no foreign exchange rate risk as all amounts are denominated in Canadian dollars. The Company also holds no financial instruments that expose it to other price risk.

Interest rate and commodity price risk
Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Commodity price risk is the risk of financial loss resulting from movements in the price of the Company's commodity inputs and outputs. The Company is not significantly exposed to interest rate or commodity price risk.

8. Capital Management

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern such that it can continue to provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in shareholders' equity as capital. The management of the capital structure is based on the funds available to the Company in order to support the acquisition, exploration and development of mineral properties and to maintain the Company in good standing with the various regulatory authorities. In order to maintain or adjust its capital structure, the Company may issue new shares or debt or sell assets to settle liabilities.

The Company's historical sources of capital have consisted of the sale of equity securities and interest income. In order for the Company to carry out planned activities and pay for administrative costs, the Company will spend its working capital and expects to raise additional amounts externally as needed.

The Company has no debt and is not subject to externally imposed capital requirements.

There were no changes in the Company's management of capital during the period ended March 31, 2018.

9. Subsequent Events

The Company granted 40,000 stock options exercisable at $0.40 per common share for a period of five years expiring on April 27, 2023 to an officer of the Company.