



Chimata Gold Corp.

Condensed Interim Financial Statements
For the three and nine months ended September 30, 2017 and 2016
(Unaudited)
(Expressed in Canadian dollars)

Notice of No Auditor Review of Condensed Interim Financial Statements

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

The accompanying unaudited condensed interim financial statements have been prepared by management, and were not reviewed by the Company's independent auditor.

Chimata Gold Corp.
Condensed Interim Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

As at	September 30, 2017	December 31, 2016
ASSETS		
CURRENT ASSETS		
Cash	\$ 484,929	\$ 23,205
GST receivable	29,496	-
Prepaid expenses	29,161	
NON-CURRENT ASSETS		
Exploration and evaluation asset	5,000	5,000
TOTAL ASSETS	\$ 548,586	\$ 28,205
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities (note 3)	\$ 79,786	\$ 42,291
TOTAL LIABILITIES	79,786	42,291
SHAREHOLDERS' DEFICIENCY		
Share capital (note 5)	868,710	833,802
Contributed surplus	136,639	61,994
Warrant reserve	878,687	62,500
Deficit	(1,415,236)	(972,382)
TOTAL SHAREHOLDERS' EQUITY (DEFICIENCY)	468,800	(14,086)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY DEFICIENCY	\$ 548,586	\$ 28,205

Subsequent Events (note 7)

These condensed interim financial statements were authorized for issue by the Board of Directors on November 29, 2017. They are signed on the Company's behalf by:

"Robert Rosner"

Director

"Michael Lebeuf"

Director

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

Chimata Gold Corp.
Condensed Interim Statements of Comprehensive Loss
(Unaudited - Expressed in Canadian dollars)

	For the three months ended September 30, 2017	For the three months ended September 30, 2016	For the nine months ended September 30, 2017	For the nine months ended September 30, 2016
EXPENSES				
Consulting	\$ 178,500	\$ 4,500	\$ 223,500	\$ 19,500
Management fees	6,377	-	7,877	-
Share based compensation	74,645		74,645	
Mineral property investigation fees	23,291		23,291	
Office and administration	46,452	-	58,285	52
Occupancy fees	2,567	4,500	4,067	7,500
Professional fees	13,513	4,400	9,047	7,407
Listing and filing fees	31,577	4,382	42,135	13,012
TOTAL EXPENSES	(376,922)	(17,782)	(442,847)	(47,471)
OTHER ITEMS:				
Accretion and interest	(552)	(1,720)	(7)	(5,185)
NET AND COMPREHENSIVE LOSS	\$ (377,474)	\$ (19,502)	(442,854)	\$ (52,656)
Loss per share - basic and diluted	\$ (0.03)	\$ (0.00)	(0.03)	(0.01)
Weighted average number of common shares outstanding	11,210,446	7,829,800	10,623,348	7,829,800

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

Chimata Gold Corp.
Condensed Interim Statements of Shareholders' Equity
(Unaudited - Expressed in Canadian dollars)

	Number of outstanding shares	Share capital	Contributed Surplus	Warrant Reserve	Deficit	Total shareholders' equity
Balance, December 31, 2015	7,829,800	\$ 646,302	\$ 61,994	\$ -	\$ (887,841)	\$ (179,545)
Net Loss					(52,656)	(52,656)
Balance, September 30, 2016	7,829,800	646,302	61,994	-	(940,497)	(232,201)
Balance, December 31, 2016	10,329,800	\$ 833,802	\$ 61,994	\$ 62,500	\$ (972,382)	\$ (14,086)
Private placement (note 9)	15,851,636	72,509		799,331		871,840
Share-based payments			74,645			74,645
Share issuance costs		(37,600)		16,856		(20,745)
Net Loss					(442,854)	(442,854)
Balance, September 30, 2017	26,181,436	\$ 868,711	\$ 136,639	878,687	\$ (1,415,237)	\$ 468,800

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

Chimata Gold Corp.
Condensed Interim Statements of Cash Flows
For the nine months ended September 30, 2017 and 2016
(Unaudited - Expressed in Canadian dollars)

	2017	2016
OPERATING ACTIVITIES		
Net loss for the period	\$ (442,854)	\$ (53,453)
Share-based compensation	74,645	
Other non cash interest	(1)	
Net changes in non-cash working capital items:		
GST Receivable	(29,496)	(2,581)
Prepaid Expenses	(29,161)	
Accounts payable and accrued liabilities	37,495	35,307
Cash used in operating activities	(389,372)	(19,730)
FINANCING ACTIVITIES		
Proceeds from promissory notes payable		18,040
Proceeds from private placements	888,696	-
Share issuance costs	(37,600)	
Cash provided by financing activities	851,096	18,040
Change in cash	461,724	(1,690)
Cash, beginning of the period	23,305	1,504
Cash, end of the period	\$ 484,929	\$ (186)

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

Chimata Gold Corp.
Notes to the condensed interim financial statements
For the three and nine months ended September 30, 2017 and 2016
(Unaudited - Expressed in Canadian dollars)

1 NATURE OF OPERATIONS

Chimata Gold Corp. (the "Company") was incorporated under the Business Corporations Act (British Columbia) on November 16, 2010. The Company's principal activity is the acquisition and exploration of mineral properties in Canada.

The Corporation is working towards commercializing its patented Dynamic Current Management ("DCM") technology and proprietary system architecture for rotating electrical machines. The registered records office and place of business of the Company is 202 – 905 West Broadway, Vancouver, BC V5Z 4M3.

2 BASIS OF PREPARATION

(a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting". They do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the fiscal year ended December 31, 2016, which have been prepared in accordance with International Financial Reporting Standards ("IFRS"). These financial statements follow the same accounting policies and methods of application as the Company's annual financial statements for the year ended December 31, 2016.

These condensed interim financial statements were authorized for issue on November 29, 2017 by the Board of Directors of the Company.

(b) Basis of preparation

These condensed consolidated interim financial statements for the nine-month period ended September 30, 2017 have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the Company's December 31, 2016 annual financial statements, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

The condensed consolidated interim financials statements have been prepared using accounting policies consistent with those used in the Company's annual financial statements.

(c) Going concern

These condensed consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will continue to realize its assets and discharge its obligations and commitments in the normal course of operations. At September 30, 2017, the Company is in the research stage, has accumulated losses of \$1,415,237 since its inception and expects to incur further losses in the development of its business. The Company will require additional funding to continue its research and development activities, which casts substantial doubt about the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management has a plan in place to address this concern and intends to obtain additional funds by equity financing to the extent there is a shortfall from operations. While the Company is continuing its best efforts to achieve the above plans, there is no assurance that any such activity will generate funds for operations.

If the going concern assumptions were not appropriate for these condensed consolidated interim financial statements, then adjustments would be necessary to the carrying value of assets and liabilities, the reported net loss and the financial position classifications used.

Chimata Gold Corp.
Notes to the condensed interim financial statements
For the three and nine months ended September 30, 2017 and 2016
(Unaudited - Expressed in Canadian dollars)

2 BASIS OF PREPARATION (CONTINUED)

(d) Functional and presentation currency

These condensed interim financial statements are presented in Canadian dollars, which is the Company's functional and reporting currency.

(e) Significant accounting judgements and estimates

The preparation of condensed interim financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the condensed interim financial statements and the reported amount of expenses during the reporting period. Significant areas requiring the use of management estimates relate to the determination of share based compensation and the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty.

(f) Accounting standards issued but not yet applied

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.

3 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30,	
		2017	December 31, 2016
Accounts payable	\$	64,068	\$ 26,573
Interest payable		15,719	15,718
	\$	79,787	\$ 42,291

4 RELATED PARTY TRANSACTIONS

Key management compensation

Key management consists of the Officers and Directors who are responsible for planning, directing and controlling the activities of the Company. As at September 30, 2017 and 2016, the following expenses were incurred to the Company's key management:

	Three months ended		Nine months ended	
	September 30,	September 30,	September 30,	September 30,
	2017	2016	2017	2016
Management fees	\$ 36,376	\$	\$ 36,376	
	\$ 36,376	\$	\$ 36,376	

There were no amounts owing to related parties as at September 30, 2017 (December 31, 2017: \$nil)

Chimata Gold Corp.
Notes to the condensed interim financial statements
For the three and nine months ended September 30, 2017 and 2016
(Unaudited - Expressed in Canadian dollars)

5 SHARE CAPITAL

(a) Authorized common shares

There are an unlimited number of common shares without par value authorized for issue.

(b) Issued

On May 31, 2017 the Company completed a 1 to 5 reverse stock-split where each shareholder. The financial statements have been updated retrospectively to reflect the reverse stock-split.

During the period ended September 30, 2017 the company completed a non-brokered private placement for 15,851,636 units for gross proceeds of \$871,840. Each unit consisted of one common share and one common share purchase warrant, with each share purchase warrant exercisable into one common shares at \$0.075 per warrant for a period of 36 months. The warrants have a grant date fair value of \$799,331. The fair value of the warrants was determined using black scholes option pricing model with the following weighted average assumptions: life 3 years; volatility 207%; dividend yield 0%; risk free rate 6%.

In connection with the private placement, the Company paid cash finders fees of \$20,743 and issued 377,160 finders warrants with an exercise price of \$0.075 with a 36 month life, and a grant date fair value of \$16,856. The grant date fair value of the finders warrants was determined using a black scholes option pricing model with the following assumption: life 3 years; volatility 211%; dividend yield 0%; and risk free rate 1.65%.

During the year ended December 31, 2016, the following share capital transactions occurred:

On October 28, 2016, the Company completed a private placement by issuing 2,500,000 units for gross proceeds of \$250,000. Each unit is comprised of one common share at \$0.02 and one share purchase warrant exercisable into one common share of the Company at \$0.25 per share, and expiring 5 years after issuance. The value allocated to the warrants was \$62,500 using the residual method of value assignment for these warrants.

Stock options

The Company's incentive stock option plan (the "Option Plan") provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the applicable stock exchange's requirements, grant to directors, officers, employees and consultants to the Company, non-transferable options to purchase common shares. Pursuant to the Option Plan, the Company may grant a total of options not exceeding 10% of the issued and outstanding common shares. As at September 30, 2017 there were 1,400,000 stock options granted and exercisable (December 30, 2016: no stock options granted or outstanding).

	Number of Options	Weighted Average Exercise Price
Balance December 31, 2016 and 2015	-	-
Issued	1,400,000	\$0.15
Balance, September 30, 2017	1,400,000	\$0.15

As at September 30, 2017 the remaining contractual life of the stock options under the stock option plan is 4.95 years (December 31, 2016: nil).

Chimata Gold Corp.
Notes to the condensed interim financial statements
For the three and nine months ended September 30, 2017 and 2016
(Unaudited - Expressed in Canadian dollars)

5 SHARE CAPITAL (Continued)

Warrants

	Number of Warrants	Price Per Share	Weighted Average Exercise Price
Balance December 31, 2015	300,000	\$0.30	\$0.30
Issued	2,500,000	\$0.25	\$0.25
Balance December 31, 2016	2,800,000	\$0.25	\$0.25
Issued	16,183,436	\$0.075	\$0.075
Balance, September 30, 2017	18,983,436	\$0.09	\$0.09

Expiry Date	Exercise Price	Number of Warrants	
		September 30, 2017	December 31, 2016
September 2019	\$0.25	2,800,000	2,800,000
September 2020	\$0.075	16,183,436	-
Total outstanding and exercisable	\$0.09	18,983,436	2,800,000

6 FINANCIAL INSTRUMENTS

The Company has designated its cash as fair value through profit or loss, accounts receivable as loans and receivables and accounts payable and accrued liabilities, related party payable and notes payable as other financial liabilities.

(a) Fair value

At September 30, 2017 and December 31, 2016, the carrying values of cash, accounts receivable, accounts payable and accrued liabilities, related party payable and loan payable approximate their fair values due to the relatively short period to maturity of those financial instruments.

The Company uses a fair value hierarchy to reflect the significance of the inputs used in making the measurements. The three levels of the fair value hierarchy are as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3: Inputs that are not based on observable market data.

For the period ended September 30, 2017, the Company has no level 1, 2, or 3 fair value measurements (2016: none).

(b) Financial risk management

The Company's activities potentially expose it to a variety of financial risks, including credit risk, liquidity risk, and market risk.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. As at September 30, 2017, the Company's exposure to credit risk is the carrying value of cash. The Company reduces its credit risk by holding its cash at a major Canadian financial institution.

6 FINANCIAL INSTRUMENTS (CONTINUED)

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. To secure the additional capital necessary to pursue these plans, the Company intends to raise additional funds through equity or debt financing.

The Company currently does not have adequate cash to meet short-term business requirements.

Market risk

The Company is not exposed to market risk, which consists of currency risk, interest rate risk and other price risks.

7 SUBSEQUENT EVENTS

On October 12, 2017 the Company has concluded the acquisition of a 100% undivided interest in the Troilus North Property. The property is made up of 139 contiguous claims totaling 7,502.6 hectares located 160 km north of the town of Chibougamau in the province of Quebec. The total purchase price is two hundred and fifty thousand dollars (\$250,000) with an initial payment of \$25,000 due to the Vendor upon closing, \$25,000 due within ninety (90) days following signing of the Agreement, \$50,000 due on or before September 30, 2018, \$50,000 due on or before March 31, 2019, \$50,000 due on or before September 30, 2019, and \$50,000 due on or before March 31, 2020. In addition, the Company has granted a 1.5% Net Smelter Royalty to the Vendor; 0.5% of which can be repurchased by the Company for \$500,000.

On October 13, 2017 the Company entered into an agreement with Bearclaw Capital Corp ("Bearclaw") to acquire a 100% interest in the Bam mineral property. The property is comprised of 1052 hectares located in the Pacific Golden Triangle mining district approximately 80 Km south of Telegraph Creek in the Liard mining division of northwest British Columbia, Canada.

Under the terms of the purchase agreement, the Company will pay \$60,000 cash and issue six hundred thousand common shares to Bearclaw as follows; \$15,000 cash and six hundred thousand common shares on closing of the agreement and the balance of the cash to be paid in three equal installments of \$15,000 over a twelve-month period. In addition, Bearclaw will retain a 2 % Net Smelter Royalty on the property, of which 1% may be purchased by the Company for \$1,000,000 at any time. The Company intends to release a 43-101 report in 2018. The purchase agreement is subject to the approval of the TSX Venture Exchange.