AURANIA

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Unaudited)

For the Three Months Ended March 31, 2017

(*Expressed in Canadian Dollars)*

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING and NOTICE TO READER

The accompanying unaudited condensed consolidated interim financial statements of Aurania Resources Ltd. (the "Company") for the three months ended March 31, 2017 are the responsibility of the Company's management ("Management") and have been prepared by Management and include the selection of appropriate accounting principles, judgments and estimates necessary to prepare these condensed consolidated interim financial statements in accordance with International Accounting Standard ("IAS") 34 *Interim Financial Reporting* using the accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for condensed consolidated interim financial statements.

In accordance with National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor. The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professionals Accountants of Canada for a review of condensed consolidated interim financial statements by an entity's auditor.

AURANIA RESOURCES LTD.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (Unaudited)
(*Expressed in Canadian Dollars*)

AS AT	MARCH 31, 2017	DECEMBER 31, 2016
	$	$
ASSETS		
Current assets		
Cash	**10,035**	3,942
Prepaid expenses and receivables	**32,311**	2,512
Total assets	**42,346**	6,454
LIABILITIES AND SHAREHOLDERS' (DEFICIENCY) EQUITY		
Current liabilities		
Trade and other payables	**358,331**	260,611
Promissory note *(note 5)*	**479,012**	380,740
Total liabilities	**837,343**	641,351
SHAREHOLDERS' (DEFICIENCY) EQUITY		
Share capital *(note 6)*	**229**	229
Share premium	**5,485,705**	5,485,705
Contributed surplus	**719,773**	692,868
Deficit	**(7,000,704)**	(6,813,699)
Total shareholders' (deficiency) equity	**(794,997)**	(634,897)
Total liabilities and shareholders' (deficiency) equity	**42,346**	6,454

Nature of operations and business continuance *(note 1)*
Commitments and contingencies *(note 10)*
Subsequent events *(note 11)*

APPROVED BY THE BOARD:

Signed, "Marvin K. Kaiser", Director

Signed, "Keith M. Barron", Director

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

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' (DEFICIENCY) EQUITY (Unaudited)

(*Expressed in Canadian Dollars)*

	ISSUED CAPITAL					
	Common Shares #	Share Capital $	Share Premium $	Contributed Surplus $	Deficit $	Total Shareholders' (Deficiency) Equity $
Balance - December 31, 2015	**22,759,735**	**229**	**5,485,705**	**586,017**	**(6,312,232)**	**(240,281)**
Net loss for the period	-	-	-	-	(85,960)	(85,960)
Balance - March 31, 2016	**22,759,735**	**229**	**5,485,705**	**586,017**	**(6,398,192)**	**(326,241)**
Stock-based compensation *(note 7)*	-	-	-	123,683	-	123,683
Expiry of warrants *(note 7)*	-	-	-	(16,832)	16,832	-
Net loss for the period	-	-	-	-	(432,339)	(432,339)
Balance - December 31, 2016	**22,759,735**	**229**	**5,485,705**	**692,868**	**(6,813,699)**	**(634,897)**
Stock-based compensation *(note 7)*	-	-	-	26,905	-	26,905
Net loss for the period	-	-	-	-	(187,005)	(187,005)
Balance - March 31, 2017	**22,759,735**	**229**	**5,485,705**	**719,773**	**(7,000,704)**	**(794,997)**

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

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited)

(*Expressed in Canadian dollars)*

Three months ended MARCH 31,	**2017**	2016
	$	$
Expenses:		
Bank charges and interest	**847**	411
Exploration expenditures *(note 4)*	**66,504**	1,216
Insurance	**2,109**	2,216
Investor relations	**7,529**	7,836
Management and consulting fees *(note 8)*	**30,000**	30,000
Office and general	**19,548**	18,540
Professional and administration fees	**19,922**	16,150
Regulatory and transfer agent fees	**14,160**	9,053
Stock-based compensation *(note 7)*	**26,905**	-
Total expenses	**187,524**	85,422
Other (income) expenses:		
(Gain) loss on foreign exchange	**(519)**	538
Net loss and comprehensive loss for the period	**187,005**	85,960
Basic and diluted loss per share	**$0.008**	$0.004
Weighted average common shares outstanding – basic and diluted	**22,759,735**	22,759,735

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

AURANIA RESOURCES LTD.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (Unaudited)

(Expressed in Canadian dollars)

Three months ended MARCH 31,	2017	2016
	$	$
Cash flows from the following activities:		
Operating		
Net loss for the period	**(187,005)**	(85,960)
Non-cash item:		
Stock-based compensation	**26,905**	-
Net change in non-cash working capital:		
Prepaid expenses and receivables	**(29,799)**	(27,633)
Trade and other payables	**97,720**	56,158
Net cash used in operating activities	**(92,179)**	(57,435)
Financing		
Promissory note	**98,272**	53,797
Net cash provided by financing activities	**98,272**	53,797
Increase (decrease) in cash	**6,093**	(3,638)
Cash – beginning of period	**3,942**	7,753
Cash – end of period	**10,035**	4,115

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

1. NATURE OF OPERATIONS AND BUSINESS CONTINUANCE

During the three months ended March 31, 2017 (the “ Reporting Period”)

Aurania Resources Ltd. (the “Company”) is a junior exploration mining company engaged in the identification, evaluation, acquisition and exploration of mineral property interests, with a focus on precious metals.

Historically, through its 100% wholly-owned subsidiary AuroVallis Sàrl (“AVS”), the Company has been exploring certain exploration property interests in Switzerland (the “Properties”).

On March 2, 2017, the Company announced that it had entered into a definitive purchase and sale agreement to acquire an Ecuador-based company, owned by the principal shareholder of the Company, in order to acquire all the rights, title and interest in 42 mineral exploration licenses in Ecuador. *See note 4 – Exploration Expenditures and note 11 - Subsequent Events.*

At March 31, 2017, the Company had cash of $10,035 (December 31, 2016 - $3,942) and liabilities of $837,343 (December 31, 2016 - $641,351) including a promissory note of $479,012 ($380,740 at December 31, 2016) which is due on demand and owing to a company controlled by a principal shareholder and director of the Company (the “Lender”). Further, the Company had an accumulated deficit of $7,000,704 (December 31, 2016 - $6,813,699) and a working capital deficiency of $794,997 (December 31, 2016 - $634,897).

During the three months ended March 31, 2017 and 2016, the Company did not complete any equity financings however the Lender did advance $98,272 (2016 - $53,797) for working capital. These condensed consolidated interim financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

Post Reporting Period

Mining exploration operations of companies such as Aurania are highly dependent on their Managements’ ability to continually secure financing to fund exploration and general corporate costs. On April 20, 2017, the Company completed a financing with the issuance of 3,200,890 subscription receipts of Aurania (the “Subscription Receipts”) at a price of $2.00 per Subscription Receipt (the “Issue Price”) for total gross proceeds of $6,401,780 (collectively the “Offering”). This Offering is subject to agents’ commissions, professional legal fees and regulatory and transfer agent costs. *See note 3 – Capital and Financial Risk Management and note 11 – Subsequent Events.*

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with IAS 34 - *Interim Financial Reporting* using the accounting policies consistent with IFRS as issued by the IASB.

The accounting policies applied in these condensed consolidated interim financial statements are based on IFRS policies issued and outstanding as of the date the Board of Directors approved these interim financial statements (May 26, 2017). The same accounting policies and methods of computation are followed in these condensed consolidated interim financial statements as those applied in *note 2* of the Company’s most recent annual consolidated financial statements for the year ended December 31, 2016 and have been consistently applied throughout all periods presented, as if these policies had always been in effect. Any subsequent changes to IFRS that are given effect in the Company’s annual financial statements for the year ending December 31, 2017 could result in the restatement of these condensed consolidated interim financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(b) Basis of presentation

These condensed consolidated interim financial statements have been prepared on a historical cost basis using the accrual basis of accounting except for cash flow information. All amounts have been expressed in Canadian dollars, the functional currency, unless otherwise stated and CHF represents Swiss francs and USD represents United States dollars.

(c) Basis of consolidation

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly-owned subsidiary AVS, incorporated under the laws of Switzerland. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

(d) Significant accounting judgments and estimates

The application of the Company's accounting policies in compliance with IFRS requires Management to make certain judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. These estimates and assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Significant assumptions about the future and other sources of estimation uncertainty that Management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

(i) the inputs used in accounting for valuation of warrants and options which are included in the condensed consolidated interim statement of financial position;

(ii) the inputs used in accounting for stock-based compensation expense in the condensed consolidated interim statement of loss;

(iii) the $nil provision for decommissioning and restoration obligations which are included in the condensed consolidated interim statement of financial position; and

(iv) the existence and estimated amount of contingencies (*note 10 – Commitments and Contingencies*).

(e) Changes in Accounting Policies

During the three months ended March 31, 2017, the Company adopted a number of new IFRS standards, interpretations, amendments and improvements of existing standards including IAS 1. These new standards and changes did not have any material impact on the Company's condensed consolidated interim financial statements.

3. CAPITAL AND FINANCIAL RISK MANAGEMENT

Capital management

The Company considers the capital that it manages to include share capital, share premium, contributed surplus and deficit, which at March 31, 2017 was a deficiency of $794,997 (December 31, 2016 - $634,897). The Company manages its capital structure and makes adjustments to it, based on the funds needed in order to support the acquisition, exploration and development of mineral properties. Management does this in light of changes in economic conditions and the risk characteristics of the underlying assets. There has

3. CAPITAL AND FINANCIAL RISK MANAGEMENT, Continued

Capital management, Continued

been no change with respect to the overall capital risk management strategy during the three months ended March 31, 2017.

The Company is not subject to externally imposed capital requirements by a lending institution or regulatory body, other than those of the TSX Venture Exchange ("TSXV"), which requires adequate working capital or financial resources of the greater of (i) $50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of six months.

The Company's continued existence is dependent upon the ability to obtain the necessary financing to complete exploration and development and obtain necessary government approvals. For the three months ended March 31, 2017, the Company continued to rely on related party loans to meet its ongoing financial commitments, however, on April 20, 2017, the Company completed an Offering. *See note 11 – Subsequent Events.*

Financial risk management

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate, foreign exchange rate, and commodity price risk). Risk management is carried out by Management with guidance from the Audit Committee under policies approved by the Board of Directors. The Board of Directors also provides regular guidance for overall risk management. There have been no changes in the risks, objectives, policies and procedures during the reporting period.

(a) Credit risk

Credit risk is the risk of an unexpected loss if a third party to a financial instrument fails to meet its contractual obligations. The Company has no significant concentration of credit risk arising from its operations. Cash is held at select Canadian and Swiss financial institutions, from which management believes the risk of loss to be remote.

The Company does not have any material risk exposure to any single debtor or group of debtors.

(b) Liquidity risk

Liquidity risk arises through an excess of financial obligations over financial assets at any point in time. The Company's approach to managing liquidity risk is to maintain sufficient readily available cash to continue operations and meet its financial obligations as they become due.

As at March 31, 2017, the Company had $10,035 in cash to settle 358,331 of trade and other payables and a promissory note of $479,012 (December 31, 2016 - $3,942) in cash to settle $260,611 of trade and other payables and a promissory note of $380,740). The liquidity risk at period end was material.

Post Reporting Period

Liquidity risk subsequent to period end was significantly reduced due to the completion of the Offering. The proceeds of the Offering will be used to reduce payables, repay debt, and finance ongoing corporate and exploration expenditures for the coming year.

(c) Market risk

Market risk is the risk related to changes in the market prices, such as fluctuations in foreign exchange rates and interest rates that will affect the Company's net earnings or the value of its financial instruments.

3. CAPITAL AND FINANCIAL RISK MANAGEMENT, Continued

Financial risk management, Continued

(i) Interest rate risk

Cash balances are deposited in highly-accessible and low-interest bank accounts that are used for short-term working capital requirements. The Company regularly monitors compliance to its cash management policy.

(ii) Foreign currency risk

Certain of the Company's expenses are incurred in Swiss francs (CHF) and United States dollars (USD) and are therefore subject to gains or losses due to fluctuations in these currencies. Management believes that the foreign exchange risk derived from currency conversions is best served by not hedging its foreign exchange risk. At March 31, 2017 and December 31, 2016, the Company's exposure to foreign currency risk with respect to amounts denominated in CHF and USD, was substantially as follows:

In Canadian $ equivalents	**March 31, 2017**	December 31, 2016
Cash	**$2,815**	$3,108
Trade and other payables	**(36,850)**	(40,340)
Net exposure	**$(34,035)**	$(37,232)

(d) Commodity price risk

Commodity price risk is defined as the potential adverse future impact on earnings and economic value due to commodity price movements and volatility. The ability of the Company to develop its mineral properties and the future profitability of the Company is directly related to the market price of gold, uranium, and other metal commodities.

Commodity prices have fluctuated significantly in recent years. There is no assurance that these metals will be produced in the future or that a profitable market will exist for them. As of March 31, 2017 and December 31, 2016 the Company was not a metals commodity producer.

(e) Sensitivity analysis

As of March 31, 2017 and December 31, 2016, both the carrying and fair value amounts of the Company's financial instruments are approximately equivalent due to their short-term nature.

Based on Management's knowledge and experience of the financial markets, the Company believes that a 10% strengthening of the Canadian dollar against the CHF and the USD would have increased the net asset position of the Company as at March 31, 2017 by $3,404 ($3,723 at December 31, 2016). A 10% weakening of the Canadian dollar against the same would have had an equal but opposite effect.

4. EXPLORATION EXPENDITURES

(a) ECUADOR

On March 2, 2017, the Company ("Purchaser") announced that it had entered into a definitive agreement (the "Agreement") to acquire EcuaSolidus, S.A. ("ESA"), (the "Transaction"), from Dr. Keith Barron, (the "Vendor"). Terms of the Agreement include:

(i) A cash payment of $500,000 shall be made to the Vendor;
(ii) The issuance of 1,000,000 fully paid and non-assessable newly issued common shares of the Company to the Vendor; and

4. EXPLORATION EXPENDITURES, Continued

(a) ECUADOR, Continued

(iii) The settlement by the Company to the Lender, of outstanding debt owed by the Company, for cash advances and service cost agreement monthly payments, by issuing common shares of the Company to the Lender, or as he may so direct, at a price of $2.00 per common share, in an aggregate amount of $750,000 (the "Debt Settlement").

Concurrent with the Transaction, but not forming a part of it, includes the following:

(iv) A further cash payment of $1,000,000 USD to the Vendor, for the repayment of a loan, made by the Vendor to ESA, for the purpose of the payment of annual concession fees totaling $2,000,000 USD. These costs were required to be paid by the concession holder, prior to March 31, 2017.
(v) A two percent (2%) net smelter returns royalty on metal production, and a two percent (2%) net sales return royalty on non-metallic products, will be held by the Vendor.

ESA holds the rights, title and interest in 42 mineral exploration licenses ("Patentes") spanning 207,807 ha, in Ecuador (the "Lost Cities – Cutucu Project" or the "Project"). The Transaction is subject to final shareholder and regulatory approvals.

During the three months ended March 31, 2017, the Company recorded exploration expenses for the Project, totaling $60,450, as follows:

a) $34,685 for technical consulting fees, travel and supplies costs for the Company's Chief Geologist, incurred for final due diligence and developing a Phase 1 exploration programme, (the "Programme") for the Project, and b) $25,765 for the fees and expenses of a professional consultant engaged to design a Corporate Social Responsibility ("CSR") program, integral to commencing exploration on the Project.

(b) SWITZERLAND

The Company, through its wholly-owned subsidiary AVS, has been maintaining a 100% interest in three exploration permits (the "Permits") in Switzerland, in the Canton of Valais (the "Canton") subject to a 3% gross value royalty payable to the Canton and a 0.75% gross value royalty payable to the surface rights holders. During the three months ended March 31, 2017, the Company recorded $6,054 expended for fees and services related to maintenance of the Permits and properties.

Permit Status

In 2015, the Company made formal application to obtain new five-year Permits and were advised that the Canton Authority (the "Ministry") intended to revise the Swiss Mining Law (the "ML") prior to issuing new permits. The applications were deemed legally "frozen", therefore Management believes all rights, title and interest under the Permits, have been preserved.

To March 31, 2017, Management is unaware of any change in the status of the Permits.

(Expressed in Canadian Dollars)

The following table summarizes the Company's cumulative exploration expenditures from inception:

	Cumulative Balance, December 31, 2015 $	Additions Expensed $	Cumulative Balance December 31, 2016 $	Additions Expensed $	Cumulative Balance March 31, 2017 $
ECUADOR					
Lost Cities - Cutucu					
Geology, travel, supplies	**-**	62,660	62,660	34,685	**97,345**
CSR	**-**	-	**-**	25,765	**25,765**
		62,660	**62,660**	60,450	**123,110**
SWITZERLAND					
Mont Chemin					
Permits, maintenance	**36,600**	8,427	**45,027**	2,054	**47,081**
Exploration	**950,596**	-	**950,596**	-	**950,596**
	987,196	8,427	**995,623**	2,054	**997,677**
Siviez					
Permits, maintenance	**39,634**	3,104	**42,738**	2,000	**44,738**
Exploration	**1,118,415**	-	**1,118,415**	-	**1,118,415**
	1,158,049	3,104	**1,161,153**	2,000	**1,163,153**
Marécottes					
Permits, maintenance	**17,056**	2,000	**19,056**	2,000	**21,056**
Exploration	**576,022**	-	**576,022**	-	**576,022**
	593,078	2,000	**595,078**	2,000	**597,078**
	2,738,323	76,191	**2,814,514**	66,504	**2,881,018**

5. PROMISSORY NOTE

During the Period

During the three months ended March 31, 2017 and 2016, the Company received a total of $98,272 (2016 - $53,797) short-term advances from the Lender. *See note 1*. These advances are evidenced by an unsecured, non-interest-bearing promissory note, and are repayable on demand by the Lender. As at March 31, 2017, the Lender has advanced a total of $479,012 (December 31, 2016 - $380,740).

Post Reporting Period

A debt settlement agreement for the promissory note and other outstanding debt has been agreed to by the Lender and the Company. This settlement transaction will be completed concurrently with the final closing of the Transaction. *See notes 4(a)(iii) – Exploration Expenditures and 11(b) – Financing and Debt and Loan Repayments.*

6. SHARE CAPITAL

(i) Authorized share capital at December 31, 2016 and 2015 is 1,000,000,000 common shares with a par value of $0.00001 per share. All shares issued are fully paid.

(ii) Issued and outstanding common shares at March 31, 2017 and December 31, 2016 - 22,759,735.

(iii) During the three months ended March 31, 2017 and 2016, there were no share issuances.

(Expressed in Canadian Dollars)

7. STOCK-BASED COMPENSATION

The Company maintains a stock option plan (the "Plan") for the benefit of directors, officers, employees and consultants. The maximum number of common shares reserved for issuance with respect to the Plan cannot exceed 10% of the issued and outstanding common shares of the Company at the date of grant.
Stock options generally vest 1/3 annually.

(i) During the three months ended March 31, 2017 and 2016, there were no new issuances of stock options under the Plan.

(ii) On July 13, 2016, the Company granted 415,000 stock options to directors and officers. Each option is exercisable to acquire one common share at a price of $0.60. These options expire on July 13, 2021, and vest as follows: 1/3 on the grant date, 1/3 on July 13, 2017 and the remaining 1/3 on July 13, 2018. A total value of $218,232 has been assigned to the options using the Black-Scholes option pricing model using the following assumptions: expected forfeiture rate of 0%, expected dividend yield of 0%, expected volatility of 137%, a risk-free interest rate of 0.65% and an expected life of 5 years. Volatility was based on the historical trading of the Company's shares. During the three months ended March 31, 2017, $26,905 (2016 – nil) was expensed in relation to the vesting of options. To March 31, 2017, a total of $150,588 of the total value has been recorded.

(iii) On July 13, 2016, a total of 80,000 stock options previously granted to a consultant, expired. The value of $16,832 was reclassified to accumulated deficit.

(iv) The following summarizes the stock options/broker warrant activity during the three months ended March 31, 2017 and 2016:

	Number of Options/Broker Warrants	Weighted Average Exercise Price	Estimated Fair Value at Grant/Issue Date
Balance - December 31, 2015	**1,830,000**	**$0.40**	**$538,016**
Issued	415,000	$0.60	$218,232
Expired	(80,000)	$(0.40)	$(16,832)
Balance - December 31, 2016 and March 31, 2017	**2,165,000**	**$0.44**	**$739,416**

(v) The following summarizes the stock options outstanding at March 31, 2017:

Issued Number of Options	Exercisable Number of Options	Exercise Price	Expiry Date	Estimated Fair Value at Grant/Issue Date
1,750,000	1,750,000	$0.40	April 11, 2018	$521,184
415,000	138,333	$0.60	July 13, 2021	$218,232
2,165,000	**1,888,333**			**$739,416**

The weighted average contractual life remaining for stock options as at March 31, 2017 is 1.65 (2016 – 1.95) years. The above stock options were not included in the computation of diluted net loss per share for the periods presented as they are anti-dilutive.

8. RELATED PARTY TRANSACTIONS

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. The Company entered into the following transactions with related parties:

(i) During the three months ended March 31, 2017 a total of $15,000 (2016 - $15,000), plus applicable taxes was charged to the Company by the CFO on account of management consulting fees. Included in trade and other payables at March 31, 2017 is $11,300 (December 31, 2016 - $5,650) owing to the

(Expressed in Canadian Dollars)

8. RELATED PARTY TRANSACTIONS, Continued

CFO, for unpaid consulting fees. These amounts are unsecured, non-interest bearing and due on demand.

(ii) During the three months ended March 31, 2017 a total of $15,000 (2016 - $15,000) was recorded for directors' fees. Included in trade and other payables at March 31, 2017 is $45,000 (December 31, 2016 - $30,000) owing to directors for unpaid directors' fees. These amounts are unsecured, non-interest bearing and due on demand.

(iii) During the three months ended March 31, 2017, the Company incurred $32,400 of service costs, provided by Geosource Exploration Ltd. ("Geosource"), a company controlled by the Chairman and President. These costs were approved by the Board of Directors under an agreement in effect since January 1, 2013 *(note 10).* These costs were allocated in the condensed consolidated interim financial statements as follows: $17,100 to office and general (including $15,000 rent), $2,700 to investor relations, $6,000 to operations in Switzerland and $6,600 to professional and administration fees. Included in trade and other payables at March 31, 2017 is $195,522 (December 31, 2016 - $163,122) owing to Geosource for these unpaid costs. These amounts are unsecured, non-interest - bearing and due on demand.

See note 11 – Subsequent Events

(iv) In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and nonexecutive) of the Company.

The remuneration of key management and directors of the Company (net of applicable taxes) was as follows:

For the three months ended March 31,	**2017**	2016
Management fees (note 8 (i))	**$15,000**	$15,000
Directors fees (note 8 (ii))	**15,000**	15,000
Stock-based compensation (note 7(ii))	**26,905**	-
	$56,905	$30,000

9. SEGMENTED INFORMATION

At March 31, 2017, the Company's operations comprised a single reporting operating segment engaged in mineral exploration in Switzerland. Cash of $7,321 (December 31, 2016 - $834 is held in a Canadian chartered bank, with the balance of $2,714 (December 31, 2016 - $3,108) being held in a Swiss chartered bank.

10. COMMITMENTS AND CONTINGENCIES

Environmental Contingencies

The Company's exploration activities are subject to various federal, provincial, municipal and international laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations.

10. COMMITMENTS AND CONTINGENCIES, Continued

Service Costs and Consulting Agreements

Geosource provides office space, investor relations, administrative and IT services to the Company at a monthly cost of $10,800. This agreement may be terminated by the Company with 90 days' written notice provided to Geosource of the Company's intention to terminate the agreement.

The Company's CFO and Chief Geologist provide services pursuant to annual, renewable consulting agreements. Accordingly, the CFO is remunerated at the rate of $60,000 per annum (plus applicable taxes) and the Chief Geologist is contracted on an 'as needed' basis and compensated at a rate of CHF 545 (CAD 725) per diem. Early termination of the contracts requires 90 days' written notice by the party terminating the agreement therein.

The Company has entered into a consulting agreement (the "Contract" with a professional CSR company to design and implement a CSR program to be run in conjunction with the Project exploration programme. Compensation for services is stipulated at $1,000 per diem up to 10 days per month ("the Base Services"). Any additional services to be performed over and above the Base Services must be pre-approved in writing. Both parties may terminate the contract with 30 days' written notice.

11. SUBSEQUENT EVENTS

(a) Promissory note

Subsequent to March 31, 2017, the Lender advanced $98,700 to the Company, in the form of a short-term loan. This advance forms part of a step promissory note. (See notes 1 and 5 – Promissory Note). A debt settlement agreement for this promissory note and other outstanding debt has been agreed to by the Lender and the Company. This debt settlement transaction will be completed concurrently with the final closing of the Transaction. *See note 11(ii) – Financing and debt and loan repayments*

(b) Financing and Debt and Loan Repayments

On April 19, 2017, the Company a completed a financing with the issuance of 3,200,890 subscription receipts of Aurania (the "Subscription Receipts") at a price of $2.00 per Subscription Receipt (the "Issue Price") for total gross proceeds of $6,401,780 (collectively, the "Offering"). The Offering is subject to the payment of agents' fees, professional legal fees, regulatory and transfer agent costs. The net proceeds of the Offering will be used to fund the Transaction, to advance exploration on the Lost Cities – Cutucu Project, to make loan repayments and for working capital. This Offering was completed on May 29, 2017 (the "Final Closing Date").

Subsequent to the Final Closing Date, the Company satisfied all escrow release conditions and accordingly the net proceeds of the Offering were released to the Company. Each Subscription Receipt will be automatically exchanged for one unit of the Company (a "Unit"). Each Unit of the Company will consist of one common share of Aurania ("Share") and one-half of one common share purchase warrant ("Warrant"). Each whole Warrant shall entitle the holder thereof to acquire one common share at a price of $3.00 (the "Exercise Price") for a period of 18 months following the Closing Date. If the volume weighted average trading price of the Company's Shares on the Company's principal stock exchange exceeds $3.00 for a period of 20 consecutive trading days, the Company may accelerate the expiry date to the date which is 30 days following the date upon which notice of the accelerated expiry date of the Warrants is provided by the Company to the holders of the Warrants. The Subscription Receipts and underlying securities are subject to a resale restriction until August 20, 2017.

11. SUBSEQUENT EVENTS, Continued

(i) Financing and Debt and Loan Repayments, Continued

Brokered Offering

The Company will pay the co-agents a cash commission of $237,300 being 7% of the aggregate gross proceeds of the Brokered Offering. In addition, the Company will reimburse the Agents for their reasonable expenses and disbursements and issue 118,650 compensation options ("Compensation Options") equal to 7% of the number of Subscription Receipts sold to subscribers therein. Each Compensation Option is exercisable into one Unit at a price of $2.00 for a period of 18 months following the closing date of the Offering. Each Unit consists of one common share of the Company and one-half of one common share purchase warrant ("Compensation Warrant"). Each whole compensation Warrant entitles the holder thereof to acquire one common share (a "Warrant Share") at a price of $3.00 until October 19, 2018. If the volume weighted average trading price of the Company's common shares on the Company's principal stock exchange exceeds $3.00 for a period of 20 consecutive trading days, the Company may accelerate the expiry date to the date which is 30 days following the date upon which notice of the accelerated expiry date of the Compensation Warrants is provided by the Company to the holders of the Compensation Warrants.

Non-Brokered Offering

The Company will pay a cash commission of $51,100 to an institutional investor (the "Finder") equal to 7% of the aggregate gross proceeds raised by the Finder and 25,550 Compensation Options equal to 7% of the number of Subscription Receipts sold to subscribers.

The Subscription Receipts and underlying securities of both Offerings are subject to a hold period until August 20, 2017.