Jasper Mining Corporation

(an exploration stage corporation)

Interim Financial Statements

For the three and nine months ended September 30, 2013 and 2012

(unaudited – prepared by Management)

Notice of No Auditor Review of Interim Financial Statements

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Corporation discloses that its auditors have not reviewed these unaudited interim financial statements as at and for the three and nine months ended September 30, 2013 and 2012.

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Financial Position
(unaudited)

		September 30, 2013		December 31, 2012
Assets				
Current assets				
Cash	$	4,130	$	33,981
Due from related parties (Note 14)		–		13,599
Other receivables (Note 4)		463		1,064
		4,593		48,644
Non-current assets				
Mineral property security deposits		64,419		64,662
Investment		100		100
Property and equipment (Note 5)		163,501		176,043
Exploration and evaluation assets (Note 6)		197,510		179,541
		425,530		420,346
Total assets	$	430,123	$	468,990
Liabilities and Shareholders' Equity				
Current liabilities				
Trade and other payables (Note 7)	$	261,127	$	284,521
Due to related parties (Note 14)		8,863		–
Share premium liability		4,537		14,380
Current portion of long term debt (Note 8)		11,417		11,417
		285,944		310,318
Long term debt (Note 8)		22,216		30,712
		308,160		341,030
Shareholders' equity				
Share capital (Note 9)		9,425,549		9,384,887
Warrants (Note 10)		28,054		342,454
Contributed surplus		7,090,550		6,727,493
Deficit		(16,422,190)		(16,326,874)
		121,963		127,960
Total liabilities and shareholders' equity	$	430,123	$	468,990

Going concern (Note 1)
Commitments (Note 16)

Jasper Mining Corporation

(an exploration stage corporation)

Interim Statements of Loss and Comprehensive Loss
(unaudited)

	Three months ended September 30		Nine months ended September 30	
	2013	2012	2013	2012
Expenses				
General and administrative	$ 21,862	$ 22,402	$ 69,325	$ 88,917
Depreciation	3,184	4,916	9,552	14,748
Share-based compensation (Note 11)	39,664	–	39,664	35,472
	(64,710)	(27,318)	(118,541)	(139,137)
Finance income	79	180	290	373
Finance expense	(749)	(728)	(1,796)	(2,309)
Net finance expense (Note 13)	(670)	(548)	(1,506)	(1,936)
Loss for the period	(65,380)	(27,866)	(120,047)	(141,073)
Gain on settlement of accounts payable (Note 5)	4,340	–	14,888	–
Deferred income tax reduction	4,354	3,058	9,843	14,177
Net loss and comprehensive loss for the period	$ (56,686)	$ (24,808)	$ (95,316)	$ (126,896)
Net loss per share				
Basic and diluted (Note 12)	$ –	$ –	$ –	$ –

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Changes in Equity
(unaudited)

	Number of shares	Share Capital	Warrants	Contributed Surplus	Deficit	Total Shareholders' Equity
January 1, 2013	73,437,499	$9,384,887	$342,454	$6,727,493	$(16,326,874)	$127,960
Unit private placement	728,572	40,662	8,993	–-	–	49,655
Expiration of warrants	–	–	(323,393)	323,393	–	–
Share-based compensation	–	–	–	39,664	–	39,664
Net loss for the period	–	–	–	–	(95,316)	(95,316)
September 30, 2013	74,166,071	$9,425,549	$28,054	$7,090,550	$(16,422,190)	$121,963

	Number of shares	Share Capital	Warrants	Contributed Surplus	Deficit	Total Shareholders' Equity
January 1, 2012	72,687,499	$9,331,625	$344,507	$6,670,907	$(9,900,708)	$6,446,331
Unit private placement	250,000	16,558	7,219	–	–	23,777
Expiration of warrants	–	–	(21,114)	21,114	–	–
Share-based compensation	–	–	–	35,472	–	35,472
Net loss for the period	–	–	–	–	(126,896)	(126,896)
September 30, 2012	72,937,499	$9,348,183	$330,612	$6,727,493	$(10,027,604)	$6,378,684

Jasper Mining Corporation
(an exploration stage corporation)
Interim Statements of Cash Flows
(unaudited)

	Three months ended September 30		Nine months ended September 30	
	2013	2012	2013	2012
Cash flows used in operating activities				
Net loss for the period	$ (56,686)	$ (24,808)	$ (95,316)	$ (126,896)
Add back (deduct) non-cash items:				
Depreciation	3,184	4,916	9,552	14,748
Share-based compensation	39,664	–	39,664	35,472
Non cash gain on settlement of accounts payable (Note 5)	–	–	4,263	–
Deferred income tax (reduction)	(4,354)	(3,058)	(9,843)	(14,177)
Change in non-cash working capital (Note 15)	(12,312)	25,485	29,238	37,826
	(30,504)	2,535	(22,442)	(53,027)
Cash flows from financing activities				
Share issuance proceeds	51,000	–	51,000	25,000
Share issuance costs	(1,345)	–	(1,345)	(1,223)
Payments on loan	(3,825)	(2,702)	(8,496)	(7,983)
	45,830	(2,702)	41,159	15,794
Cash flows from investing activities				
Mineral property security deposits	(991)	(2,557)	242	(962)
Exploration and evaluation expenditures	(7,949)	(6,142)	(17,969)	(35,236)
Property and equipment expenditures	–	–	(1,271)	–
Change in non-cash working capital (Note 15)	(4,760)	1,838	(29,570)	(59,228)
	(13,700)	(6,861)	(48,568)	(95,426)
Change in cash	1,626	(7,028)	(29,851)	(132,659)
Cash, beginning of period	2,504	10,398	33,981	136,029
Cash, end of period	$ 4,130	$ 3,370	$ 4,130	$ 3,370

1. REPORTING ENTITY AND GOING CONCERN:

Jasper Mining Corporation (the "Corporation") is incorporated under the laws of the Province of Alberta and is listed on the TSX Venture Exchange. The Corporation is engaged in the business of mineral exploration in Canada. The Corporation's registered office is located at 501, 888 – 4th Avenue SW, Calgary, Alberta, T2P 0V2.

To date, the Corporation has not yet determined whether its mineral claims are economically recoverable nor has it found defined reserves and it is considered to be in the exploration stage. The Corporation believes that it has established and retains satisfactory title to all of its claims.

These unaudited interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") on a going concern basis, which contemplates the realization of assets and the discharging of liabilities and commitments in the normal course of operations. The ability of the Corporation to continue to operate as a going concern is largely dependent on its ability in the near term to access sufficient new capital to satisfy its current obligations and fund future exploration and development activities. Management plans to meet its capital requirements from available funds, equity financings, sale or farm-out of assets, and cash to be provided from the exercise of share options in the future. Management's assessment of the Corporation is based on its current cash flow forecast and financial model. There are material uncertainties that may cast significant doubt as to whether the Corporation is a going concern because of the following factors:

a) As at September 30, 2013, the Corporation has a working capital deficiency of $281,351 and no sources of revenue from its resource assets;

b) There are significant future capital expenditures required to further explore and develop the Corporation's resource assets; and

c) The current equity market environment may hamper the Corporation's ability to raise funds for its exploration programs.

Management's plans for addressing the above factors are as follows:

a) The Corporation will continue to seek appropriate financing initiatives that benefit the Corporation and its shareholders; and

b) The Corporation will continue to review opportunities to enter into joint venture/farm-out arrangements or the potential sale of existing resource interests.

These financial statements do not give effect to adjustments that would be necessary to the carrying values and classifications of assets and liabilities should the Corporation be unable to continue as a going concern and these adjustments could be material.

2. BASIS OF PREPARATION:

These unaudited interim financial statements have been prepared by management in accordance with IAS 34 *Interim Financial Reporting* from International Financial Reporting Standards as issued by the International Accounting Standards Board. These unaudited interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited financial statements for Jasper Mining Corporation for the year ended December 31, 2012.

These financial statements were authorized for issue by the Board of Directors on November 27th, 2013.

Expenses in the statement of loss are presented as a combination of function and nature in conformity with industry practice. Depletion and depreciation are presented on a separate line by their nature, while operating expenses and net general and administrative expenses are presented on a functional basis. Significant expenses such as salaries, wages and fees and share-based compensation are presented by their nature in the notes to the financial statements.

These unaudited interim financial statements have been presented in Canadian dollars.

3. SIGNIFICANT ACCOUNTING POLICIES:

These unaudited interim financial statements have been prepared following the same accounting policies as described in note 3 of the audited financial statements for the year ended December 31, 2012. The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

New accounting policies

Effective January 1, 2013, the Company adopted IFRS 10 *Consolidated Financial Statements,* IFRS 11 *Joint Arrangements,* IFRS 12 *Disclosure of Interests in Other Entities,* and IFRS 13 *Fair Value Measurement*. There has been no impact on the financial statements as a result of the adoption of these standards.

4. OTHER RECEIVABLES:

	September 30, 2013	December 31, 2012
GST	$ 463	$ 1,064

5. PROPERTY AND EQUIPMENT:

		Land		Equipment		Total
Cost						
As at January 1, 2012	$	123,387	$	165,741	$	289,128
Expenditures (dispositions)		–		(28,277)		(28,277)
As at December 31, 2012	$	123,387	$	137,464	$	260,851
Expenditures		–		1,271		1,271
Dispositions		–		(42,610)		(42,610)
As at September 30, 2013	$	123,387	$	96,125	$	219,512
Accumulated depreciation						
As at January 1, 2012	$	–	$	92,364	$	92,364
Disposition				(28,278)		(28,278)
Depreciation		–		20,722		20,722
As at December 31, 2012	$	–	$	84,808	$	84,808
Disposition		–		(38,349)		(38,349)
Depreciation		–		9,552		9,552
As at September 30, 2013	$	–	$	56,011	$	56,011
Net book value						
As at December 31, 2012	$	123,387	$	52,656	$	176,043
As at September 30, 2013	$	123,387	$	40,114	$	163,501

During the nine months ended September 30, 2013, accounts payable in the amount of $19,151 were settled by the transfer of ownership of a vehicle, which had a carrying value of $4,263, resulting in a gain on settlement of $14,888. The gain is calculated based on the difference between the net disposal proceeds, which is estimated to be the fair value of the accounts payable settled, and the carrying value of the asset transferred.

6. EXPLORATION AND EVALUATION ASSETS:

Cost	Isintok	McFarlane	Other	Total
As at January 1, 2012	$ 3,654,811	$ 3,090,255	$ 991,833	$ 7,736,899
Acquisition expenditures	–	–	13,772	13,772
Exploration expenditures	–	6,140	17,077	23,217
As at December 31, 2012	$ 3,654,811	$ 3,096,395	$ 1,022,682	$ 7,773,888
Acquisition expenditures	–	–	17,969	17,969
Exploration expenditures	–	–	–	–
As at September 30, 2013	$ 3,654,811	$ 3,096,395	$ 1,040,651	$ 7,791,857
Accumulated impairment				
As at January 1, 2012	$ –	$ –	$ 275,698	$ 275,698
Acquisition impairment	–	–	17,946	17,946
Exploration impairment	3,540,944	3,044,695	715,064	7,300,703
As at September 30, 2013 and December 31, 2012	$ 3,540,944	$ 3,044,695	$ 1,008,708	$ 7,594,347
Net book value				
As at December 31, 2012				
Acquisition	$ 113,867	$ 51,700	$ 13,974	$ 179,541
As at September 30,2013				
Acquisition	$ 113,867	$ 51,700	$ 31,943	$ 197,510

7. TRADE AND OTHER PAYABLES:

	September 30, 2013	December 31, 2012
Trade payables	$ 154,521	$ 140,915
Accruals	–	37,000
Flow-through share interest	106,606	106,606
	$ 261,127	$ 284,521

8. LONG TERM DEBT:

In May 2011, the Corporation obtained vehicle purchase financing in the amount of $58,814 with an implicit interest rate of 6.24% per annum having blended payments of $1,144 each month from June 2011 to May 2016 and secured by the vehicle with a net book value of $31,232. As at September 30, 2013, the balance of the loan outstanding was $33,623 which represents $11,417 due within the next year and $22,216 due for the remainder of the period.

9. SHARE CAPITAL:

ISSUED:

Common Shares	Number of Shares		Amount
Balance – January 1, 2012	72,687,499	$	9,331,625
Unit private placement	250,000		16,484
Unit private placement	500,000		39,455
Share issue costs	–		(2,677)
Balance – December 31, 2012	73,437,499	$	9,384,887
Unit private placement (a)	728,572		42,007
Share issue costs	–		(1,345)
Balance – September 30, 2013	74,166,071	$	9,425,549

a) In July 2013, the Corporation completed a private placement for a total of 728,572 units at $0.07 per unit for gross proceeds of $51,000. Each unit consisted of one common share and one half common share purchase warrant. Each whole warrant entitles the holder to purchase one common share at an exercise price of $0.12 per share for up to two years from the closing date.

At the time of the private placement, the fair value of the warrants was estimated to be $8,993 (Note 10) with the $42,007 balance of proceeds ascribed to common shares.

10. WARRANTS:

	Number of warrants		Value
Balance – January 1, 2012	2,366,225	$	344,507
Issued	125,000		8,516
Issued	250,000		10,545
Expired	(188,571)		(21,114)
Balance – December 31, 2012	2,552,654	$	342,454
Issued (a)	364,286		8,993
Expired	(2,177,654)		(323,393)
Balance – September 30, 2013	739,286	$	28,054

a) In July 2013, the Corporation issued 364,286 warrants with an exercise price of $0.12 per warrant and a term of 2 years. The Black-Scholes option pricing model was used to estimate the fair value of the warrants granted using a forfeiture rate of nil, a dividend yield of nil, interest rate of 1.18%, volatility of 133% and an expected life of 2 years resulting in a fair value of $8,993.

10. WARRANTS (CONTINUED):

Summary information with respect to warrants outstanding at September 30, 2013 is provided below:

Exercise price $	Number outstanding and exercisable	Weighted average contractual life remaining (years)	Weighted average exercise price $
0.12	364,286	1.80	0.12
0.20	375,000	0.97	0.20
	739,286	1.38	0.16

11. SHARE-BASED PAYMENTS:

The following is a continuity of stock options for which shares have been reserved:

	Number of options		Weighted-average exercise price
Balance – January 1, 2012	5,560,494	$	0.24
Expired	(985,494)		(0.34)
Balance – December 31, 2012	4,575,000	$	0.30
Issued	1,500,000		0.10
Expired	(1,175,000)		0.30
Balance – September 30, 2013	4,900,000	$	0.24

In July 2013, the Corporation granted 1,500,000 stock options exercisable at $0.10 to directors and officers. The options vested one-half immediately and the balance one year from the date of grant and expire in July 2018. The fair value of these options was estimated at $65,419 ($0.0423 per option). The Black-Scholes option pricing model calculations for the periods ended September 30, 2013 and December 2012 were based on the following significant assumptions:

	September 30, 2013	December 31, 2012
Risk-free interest rate	1.74%	1.12%
Expected forfeitures	3.0%	0.0%
Expected volatility	149%	125% - 134%
Expected life	5.0 years	2.0 years
Dividends	nil	nil

11. SHARE-BASED PAYMENTS: (CONTINUED)

Summary information with respect to options outstanding at September 30, 2013 is provided below:

Exercise price $	Number outstanding	Weighted average contractual life remaining (years)	Weighted average exercise price $	Number exercisable
0.10	1,500,000	4.8	0.10	750,000
0.15	1,900,000	1.8	0.15	1,900,000
0.26	300,000	0.7	0.26	300,000
0.27	1,200,000	2.5	0.27	1,200,000
	4,900,000	2.82	0.24	4,150,000

During the three and nine months ended September 30, 2013 the Corporation's share-based compensation expense was $39,664 and $39,664 (2012 – $nil and $35,472), of which all was recognized in share-based compensation in the statement of loss and comprehensive loss.

12. PER SHARE AMOUNTS:

Basic net loss per share is calculated as follows:

	Three months ended September 30		Nine months ended September 30	
	2013	2012	2013	2012
Net loss for the period	$ (56,686)	$ (24,808)	$ (95,316)	$ (126,896)
Weighted average number of shares:				
Issued common shares at beginning of period	73,437,499	72,687,499	73,437,499	72,687,499
Shares issued	498,913	250,000	168,132	104,927
Basic weighted average shares	73,936,412	72,937,499	73,605,631	72,792,426
Net loss per share – basic and diluted:	$ –	$ –	$ –	$ –

The effect of stock options and warrants is anti-dilutive in loss periods.

13. FINANCE INCOME AND EXPENSE:

	Three months ended September 30		Nine months ended September 30	
	2013	2012	2013	2012
Finance income:				
Interest on cash held in bank accounts	$ 79	$ 180	$ 290	$ 373
Finance expense:				
Interest on long term debt	749	728	1,796	2,309
Net finance expense	$ (670)	$ (548)	$ (1,506)	$ (1,936)

14. RELATED PARTY TRANSACTIONS:

Except as disclosed elsewhere in these financial statements, the Corporation had the following related party transactions in the normal course of operations and measured at the exchange amount:

a) Amounts due from related parties consist of amounts due from shareholders, officers and directors of the Corporation and companies controlled or significantly influenced by shareholders and officers of the Corporation. The amounts are non-interest bearing, unsecured and have no fixed terms of repayment.

b) During the three and nine months ended September 30, 2013, $5,250 and $15,750 (September 30, 2012 - $5,250 and $15,750) was charged for rent by a company owned by the President of the Corporation. Included in trade and other payables at September 30, 2013 is $15,750 (December 31, 2012 - $3,675) due to this company.

c) The Corporation has a receivable of $777 (December 31, 2012 - $777) from Jasper Diamonds Inc., 50% owned by the President of the Corporation at period end.

d) During the three and nine months ended September 30, 2013, $nil and $20,000 advance was provided by the President of the Corporation. This amount reduced the amount receivable of $12,822 from him as at December 31, 2012. During the three and nine months ended September 30, 2012, $1,960 and $960 expenses reduced the amount receivable. At September 30, 2013, there is $8,863 (December 31, 2012 - ($12,822)) in accounts payable (receivable) for expense advances from (to) the President of the Corporation.

e) During the three and nine months ended September 30, 2013, $5,250 and $15,750 (September 30, 2012 - $5,250 and $15,750) was charged by a company owned by the President of the Corporation for administrative services. Included in trade and other payables at September 30, 2013 is $22,280 (December 31, 2012 - $16,530) due to this company.

15. CHANGE IN NON-CASH WORKING CAPITAL:

	Three months ended September 30 2013	Three months ended September 30 2012	Nine months ended September 30 2013	Nine months ended September 30 2012
Trade and other receivables	$ 916	$ 40,388	$ 600	$ 51,191
Due from related parties	–	–	22,462	–
Trade and other payables	(17,988)	(13,065)	(23,394)	(72,593)
	$ (17,072)	$ 27,323	$ (332)	$ (21,402)

The change in non-cash working capital has been allocated to the following activities:

	Three months ended September 30 2013	Three months ended September 30 2012	Nine months ended September 30 2013	Nine months ended September 30 2012
Operating	$ (12,312)	$ 25,485	$ 29,238	$ 37,826
Investing	(4,760)	1,838	(29,570)	(59,228)
	$ (17,072)	$ 27,323	$ (332)	$ (21,402)

16. COMMITMENTS:

Except as disclosed elsewhere in these financial statements, the Corporation had the following commitments as at September 30, 2013:

a) Pursuant to flow-through financings completed in November and December 2009, the Corporation was to have incurred $1,050,000 of qualifying flow-through expenditures by December 2010. Approximately $1,018,495 of the qualifying expenditures were incurred to December 31, 2012 and an additional $17,969 has been incurred to September 30, 2013. The Corporation anticipates that it will incur the remaining $13,536 during the remainder of 2013.

b) The Corporation had a rental agreement on office premises which expired on May 31, 2013. The agreement has been renewed for a three year term expiring on May 31, 2016 resulting in commitments of $21,000 per year.

17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANANGEMENT:

The Corporation's financial instruments include cash, other receivables, due from/to related parties, investment, mineral property security deposits, trade and other payables, and long term debt. The carrying values of these financial instruments approximate their fair values due to their relatively short periods to maturity. The Corporation has exposure to credit risk, liquidity risk and market risk as a result of its use of financial instruments. The Corporation has policies and processes for measuring and managing these risks. Further quantitative disclosures are included throughout these financial statements.

17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANANGEMENT: (CONTINUED)

There have been no significant changes in these risks or the approach to managing the risks since disclosed in the Corporation's annual audited financial statements for the year ended December 31, 2012.

a) Credit risk

Credit risk is the risk of financial loss to the Corporation if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Corporation's policy is to ensure that its investments are liquid.

The Corporation's other receivables relates primarily to Goods and Services Tax input tax credits. Accordingly, the Corporation views credit risk on accounts receivable as minimal and has subsequently collected the outstanding amount.

b) Liquidity risk

Liquidity risk is the risk that the Corporation will incur difficulties meeting its financial obligations as they are due. The Corporation's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions without incurring unacceptable losses or risking harm to the Corporation's reputation.

The Corporation prepares annual expenditure budgets, which are regularly monitored and updated as considered necessary. To facilitate its expenditure program, the Corporation raises funds through private equity placements. The Corporation's liquidity position has weakened since the beginning of the year due to the cost of ongoing exploration and corporate activities exceeding funds raised during the period. Current market conditions resulting from the global credit crisis have created unfavourable terms for equity financings required for many junior mineral exploration companies, including the Corporation. As a result, the Corporation is currently evaluating alternatives to raise additional capital to improve liquidity.

As at September 30, 2013, the Corporation's financial liabilities were comprised of trade and other payables which have a maturity of less than one year and long term debt.

c) Market risk

Market risk consists of currency risk, commodity price risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns.

i) Currency risk

Foreign currency exchange rate risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in foreign exchange rates. Although the Corporation is considered to be in the exploration stage and has not yet developed commercial mineral interests, the underlying market prices in Canada for minerals are impacted by changes in the exchange rate between the Canadian and United States dollar. As all of the Corporation's transactions are denominated in Canadian dollars, the Corporation is not exposed to foreign currency exchange risk at this time.

17. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANANGEMENT: (CONTINUED)

c) Market risk (continued)

ii) Commodity price risk

Commodity price risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in commodity prices. Commodity prices for minerals are impacted by world economic events that dictate the levels of supply and demand as well as the relationship between the Canadian and United States dollar, as outlined above. As the Corporation has not yet developed commercial mineral interests, it is not exposed to commodity price risk at this time.

iii) Interest rate risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Corporation is exposed to interest rate risk primarily through its variable interest rate on its cash and mineral property security term deposits. For the three and nine months ended September 30, 2013, if interest rates had been 1% higher with all other variables held constant, loss for the period would have been $104 and $246 higher (September 30, 2012 – $65 and $195) due to increased interest income. An equal and opposite impact would have occurred had interest rates been lower by the same amounts.

The Corporation did not have any interest rate contracts outstanding at September 30, 2013 or December 31, 2012.

18. CAPITAL MANAGEMENT:

The Corporation's objectives when managing capital are to safeguard the Corporation's ability to continue as a going concern and to maintain a flexible capital structure which will allow it to pursue the development of its mineral properties. Therefore, the Corporation monitors the level of risk incurred in its mineral property expenditures relative to its capital structure.

The Corporation considers its capital structure to include its working capital deficit of $281,351 (December 31, 2012 – deficit of $261,674) and shareholders' equity of $121,963 (December 31, 2012 – $127,960). The Corporation monitors its capital structure and makes adjustments 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 issue new equity if available on favourable terms, option its mineral properties for cash and/or expenditure commitments from optionees, enter into joint venture arrangements, or dispose of mineral properties.

The Corporation's investment policy is to hold cash in interest bearing bank accounts and highly liquid short-term interest bearing investments with maturities of one year or less which can be liquidated at any time without penalties.

The Corporation is not subject to externally imposed capital requirements. There has been no change in the Corporation's approach to capital management during the three and nine months ended September 30, 2013. The Corporation has not paid or declared any dividends since the date of incorporation, nor are any contemplated in the foreseeable future.