



UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

Six months ended August 31, 2015

The attached unaudited condensed interim financial statements have been prepared by Management of Sphinx Resources Ltd. and have not been reviewed by the auditors

SPHINX RESOURCES LTD.
Statements of Financial Position

As at August 31, 2015
(Unaudited, in Canadian Dollars)

	Notes	August 31, 2015	February 28, 2015
		\$	\$
ASSETS			
Current assets			
Cash		19,905	897,148
Sales tax receivable		70,837	118,922
Tax credits receivable	2	739,190	708,899
Advances for exploration		-	145,327
Prepaid expenses		32,126	27,065
Total current assets		862,058	1,897,361
Non-current assets			
Non-current portion of tax credits receivable		14,548	8,317
Total non-current assets		14,548	8,317
TOTAL ASSETS		876,606	1,905,678
LIABILITIES AND EQUITY			
Current liabilities			
Trade and other payables		375,202	291,928
Tax credits payable		404,688	371,534
Loan payable		161,787	160,790
Flow-through share premium		-	175,313
Current portion of sublease loss reserve	4	41,160	41,160
Total current liabilities		982,837	1,040,725
Non-current liabilities			
Sublease loss reserve	4	68,404	67,588
Convertible debentures	5	300,418	275,299
Total non-current liabilities		368,822	342,887
Total liabilities		1,351,659	1,383,612
Equity			
Capital stock		58,217,117	57,882,141
Equity component of convertible debentures		62,949	62,949
Warrants		1,582,370	1,582,370
Contributed surplus		9,554,850	9,553,131
Deficit		(69,892,339)	(68,558,525)
Total equity		(475,053)	522,066
TOTAL LIABILITIES AND EQUITY		876,606	1,905,678

Going concern

1.2

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

SPHINX RESOURCES LTD.**Statements of Loss and Comprehensive Loss**

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

	Notes	Three months ended August 31		Six months ended August 31	
		2015	2014	2015	2014
		\$	\$	\$	\$
Expenses					
Exploration and evaluation expenditures	3	342,582	54,735	1,042,746	280,769
General and administrative	8	195,984	208,145	374,378	548,951
Operating loss		(538,566)	(262,880)	(1,417,124)	(829,720)
Other expenses (income)					
Interest income		(83)	(678)	(777)	(3,134)
Finance costs	9	63,138	79,716	92,780	169,715
Loss before income taxes		(601,621)	(341,918)	(1,509,127)	(996,301)
Current tax expense		-	247	-	247
Flow-through share premium		(9,613)	(1,433)	(175,313)	(53,822)
Loss and comprehensive loss for the period		(592,008)	(340,732)	(1,333,814)	(942,726)
Weighted average number of common shares outstanding					
- basic and diluted		42,081,650	15,649,945	40,536,080	15,310,099
Basic and diluted loss per common share		(0.01)	(0.02)	(0.03)	(0.06)

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

SPHINX RESOURCES LTD.

Statements of Changes in Equity

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

	Common Shares Number	Capital Stock \$	Equity component of convertible debenture	Warrant \$	Contributed Surplus \$	Deficit \$	Total Equity \$
Balance at February 28, 2014	13,898,948	55,864,540	-	1,572,839	9,108,715	(66,064,558)	481,536
Shares issued for:							
Private placements	1,540,000	117,476	-	33,731	4,312	-	155,519
Project acquisitions	588,235	47,059	-	-	-	-	47,059
Loss and comprehensive loss	-	-	-	-	-	(942,726)	(942,726)
Balance at August 31, 2014	16,027,183	56,029,075	-	1,606,570	9,113,027	(67,007,284)	(258,612)
Balance at February 28, 2015	36,294,859	57,882,141	62,949	1,582,370	9,553,131	(68,558,525)	522,066
Shares issued for:							
Project acquisitions	8,584,615	307,538	-	-	-	-	307,538
Share for debt	100,000	5,000	-	-	-	-	5,000
Interest on convertible debentures	448,767	22,438	-	-	-	-	22,438
Share-based payment	-	-	-	-	1,719	-	1,719
Loss and comprehensive loss	-	-	-	-	-	(1,333,814)	(1,333,814)
Balance at August 31, 2015	45,428,241	58,217,117	62,949	1,582,370	9,554,850	(69,892,339)	(475,053)

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

SPHINX RESOURCES LTD.**Statements of Cash Flows**

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

	Notes	Six months ended August 31,	
		2015	2014
		\$	\$
Operating activities			
Loss for the period		(1,333,814)	(942,726)
Adjustments for:			
Share-based payments		1,719	-
Shares issued for project acquisition	3	307,538	47,059
Shares for debt	3.3 b)	5,000	-
Share issued for interest on convertible debentures	5	22,438	-
Finance income		(777)	(3,134)
Finance costs		31,427	89,999
Flow-through share premium		(175,313)	(53,822)
Changes in non-cash working capital items	10	268,257	926,775
Cash flow from operating activities		(873,525)	64,151
Financing activities			
Finance costs paid		(4,495)	(102,587)
Loan payable repayments			(1,640,000)
Common shares issued		-	200,200
Issue costs		-	(44,681)
Cash flow from financing activities		(4,495)	(1,587,068)
Investing activities			
Finance income received		777	3,134
Cash flow from investing activities		777	3,134
Change in cash during the period		(877,243)	(1,519,783)
Cash, beginning of period		897,148	1,731,202
Cash, end of period		19,905	211,419

Supplemental cash flow information

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

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

1. NATURE OF OPERATIONS, BASIS OF PRESENTATION AND GOING CONCERN

Sphinx Resources Ltd. (the "Corporation") was incorporated on June 28, 2005 and is governed by the *Canada Business Corporations Act*. The Corporation's shares are listed on the TSX Venture Exchange ("Exchange") under the trading symbol "SFX". The Corporation's head office is situated at 1 Place Ville Marie, Suite 2001, Montreal, Quebec, H3B 2C4. The Corporation operates in one segment, being the acquisition, exploration and development of mineral properties.

The measurement of certain assets and liabilities is dependent on future events, therefore the preparation of these unaudited condensed interim financial statements ("Financial Statements") requires the use of estimates, which may vary from actual results. The success of the Corporation's exploration and evaluation activities is influenced by significant financial risks, legal and political risks, commodity prices, and the ability of the Corporation to discover economically recoverable reserves.

1.1 Basis of presentation

These Financial Statements have been prepared in accordance International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34, Interim Financial Reporting. The Financial Statements should be read in conjunction with the annual financial statements for the year ended February 28, 2015, which have been prepared in accordance with IFRS as issued by the IASB. The accounting policies, methods of computation and presentation applied in these Financial Statements are consistent with those of the previous financial year.

The Financial Statements of the Corporation for the six months ended August 31, 2015 were reviewed, approved and authorized for issue by the Board of Directors on October 19, 2015.

1.2 Going concern

The Financial Statements have been prepared using IFRS applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, Management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. Management is aware in making its assessment of material uncertainties related to events and conditions that lend a significant doubt upon the Corporation's ability to continue as a going concern and accordingly, the appropriateness of the use of IFRS applicable to a going concern, as described in the following paragraph. These Financial Statements do not reflect the adjustment to the carrying values of assets and liabilities, expenses and financial position classifications that would be necessary if the going concern assumption would not be appropriate. These adjustments could be material.

The Corporation recorded a loss of \$1,333,814 for the six months ended August 31, 2015, and has an accumulated deficit of \$69,892,339 as at August 31, 2015. In addition to ongoing working capital requirements, the Corporation must secure sufficient funding to meet its other obligations, existing commitments for the exploration and evaluation programs and pay general and administration costs. As at August 31, 2015, the Corporation had a negative working capital of \$120,779. These conditions indicate the existence of material uncertainty that may cast a significant doubt regarding the Corporation's ability to continue as a going concern.

The Corporation's ability to continue as a going concern is dependent upon its ability to raise additional financing to further explore its mineral properties. While Management has secured financing in the past, there can be no assurance it will be able to do so in the future or that these sources of funding or initiatives will be available for the Corporation or that they will be available on terms which are acceptable to the Corporation. If Management is unable to obtain new funding, the Corporation may be unable to continue its operations, and amounts realized for assets might be less than amounts reflected in these financial statements and this could have a significant impact on the financial position of the Corporation, its financial performance and its cash flows.

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

2. TAX CREDITS RECEIVABLE AND PAYABLE

	August 31, 2015	February 28, 2015
	\$	\$
Refundable tax credit for resources	189,609	159,318
Quebec refundable credits on mining duties for losses	690,461	684,230
Tax credits receivable – provision	(126,332)	(126,332)
Total tax credits receivable	753,738	717,216
Less: non-current portion of tax credits receivable	(14,548)	(8,317)
Tax credits receivable – current	739,190	708,899
Tax credits payable – current	404,688	371,534

3. MINERAL PROPERTIES

Mineral properties that have not reached technical feasibility, exploration and evaluation expenditures are charged to operations as they are incurred.

Exploration and evaluation expenditures for three months:

	Three months ended August 31, 2015				Three months ended August 31, 2014			
	Acquisition and maintenance	Exploration and evaluation expenditures	Tax credits	Total	Acquisition and maintenance	Exploration and evaluation expenditures	Tax credits	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Green Palladium	-	231,514	(32,528)	198,986	-	-	-	-
Calumet Sud	41,538	-	-	41,538	-	-	-	-
Somanike	111,000	(6,954)	(3,994)	100,052	-	-	-	-
Samson	535	308	-	843	-	-	-	-
Adam	-	1,163	-	1,163	-	-	-	-
Valmond	-	-	-	-	-	6,823	-	6,823
Preissac	-	-	-	-	47,912	-	-	47,912
Generation	-	-	-	-	-	-	-	-
Total	153,073	226,031	(36,522)	342,582	47,912	6,823	-	54,735

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

3. MINERAL PROPERTIES (CONT'D)

Exploration and evaluation expenditures for six months:

	Six months ended August 31, 2015				Six months ended August 31, 2014			
	Acquisition and maintenance	Exploration and evaluation expenditures	Tax credits	Total	Acquisition and maintenance	Exploration and evaluation expenditures	Tax credits	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Green Palladium	160,185	305,562	(32,528)	433,219	-	-	-	-
Calumet Sud	41,538	-	-	41,538	-	-	-	-
Somanike	111,190	237,431	(3,994)	344,627	-	-	-	-
Samson	2,966	202,654	-	205,620	-	-	-	-
Adam	-	17,742	-	17,742	-	-	-	-
Valmond	-	-	-	-	-	228,936	-	228,936
Preissac	-	-	-	-	47,912	-	-	47,912
Generation	-	-	-	-	-	3,921	-	3,921
Total	315,879	763,389	(36,522)	1,042,746	47,912	232,857	-	280,769

3.1 Green Palladium project

On March 12, 2015, the Corporation signed a definitive agreement with Amixam Resources Inc. ("Amixam") for the acquisition of 100% of the Green Palladium project, located in the Pontiac MRC, adjacent to the Quebec Abitibi-Temiscamingue region. Under the terms of this agreement, the Corporation acquired the Green Palladium project by issuing 4,000,000 common shares, valued at \$160,000 based on the Exchange share price of \$0.04 on the date of the share issuance. Another 461,536 common shares will be issued at the earliest on January 20, 2016 under certain conditions. Amixam was granted with a 2% of net smelter return ("NSR"). In addition, the Corporation must complete the following exploration work, falling which the property will be returned to Amixam:

	Work	
	Commitment	Completed
	\$	\$
January 20, 2016	50,000	50,000
January 20, 2017	100,000	100,000
January 20, 2018	600,000	158,992
Total	750,000	308,992

3.2 Calumet Sud Project

On August 6, 2015, the Corporation signed a definitive agreement with Gardin Inc. ("Gardin") for the acquisition of 100% of the Calumet Sud project in the Pontiac MRC in southwestern Quebec. The Corporation acquired the project by issuing 1,384,615 common shares, valued at \$41,538 based on the Exchange share price of \$0.03 on the date of the share issuance. Another 1,923,077 common shares will be issued at the earliest on August 6, 2016 and 2,846,231 common shares at the earliest on August 6, 2017, under certain conditions. One of these conditions is that Gardin (and Gardin's affiliates and joint actors) would beneficially own no more than 19.9% of the common shares outstanding immediately after giving effect to such issuance.

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

3. MINERAL PROPERTIES (CONT'D)

In addition the Corporation will: (i) make cash payments by the third anniversary to Gardin totaling \$93,000 in reimbursement of expenses spent by Gardin on the Project, and (ii) fund not less than \$350,000 in exploration expenditures over three years as follow:

	Work	
	Commitment	Completed
	\$	\$
August 6, 2016	50,000	-
August 6, 2017	100,000	-
August 6, 2018	200,000	-
Total	350,000	-

The Corporation must complete the share issuances, cash payments and exploration work, failing which the property will be returned to Gardin. A 2% NSR royalty was granted to Gardin.

Michel Gauthier, president of Gardin and director of Amixam, was elected director of the Corporation on August 27, 2015.

3.3 Somanike property

a) Marbridge agreement

On June 1, 2015, the Corporation signed an acquisition agreement with Royal Nickel Corporation ("Royal Nickel") for the purchase of 100% of the Marbridge nickel-copper mine project ("Marbridge") by issuing 2,000,000 common shares (valued at \$70,000). This project comprises 8 claims and 2 mining concessions for a total surface area of about 5.8 km² and is located within the municipality of La Motte just east of the Corporation's Preissac project. Royal Nickel also received a 2% NSR on the Marbridge mining concessions and the Corporation has the right and option to purchase this 2% NSR for \$2,000,000. The 8 mining claims remain subject to a 2% NSR in favour of Jefmar Inc. and the Corporation has the right to purchase 50% of this NSR for \$1,000,000.

b) Pikogan agreement

The Preissac and Marbridge projects are renamed the Somanike project in connection with the signing of a cooperation agreement between the Corporation and the Abitibiwinni first nation (the "Abitibiwinni Nation"), based at Pikogan, Quebec. In connection with the cooperation provided and services rendered by the Abitibiwinni Nation in finalizing all of these initiatives, the Corporation issued 142,857 common shares (valued at \$5,000) to the Abitibiwinni Nation.

c) Globex agreement

On June 15, 2015, the Corporation signed a definitive agreement to acquire 7 Claims from Globex Mining Enterprises Inc. ("Globex") in the area of the Somanike project, now 100% owned by the Corporation and located in the Abitibi region of Quebec. Globex assigns, transfers and sells to Sphinx all of its rights, titles and interests in and to the 7 Claims, for consideration that is comprised of:

- 1,200,000 common shares of the Corporation valued at \$36,000; and
- a graduated Gross Metal Royalty ("GMR") defined as 1% of all metals produced from the 7 Claims when the nickel ("Ni") price quote is \$6.00 US/lb. or less, 1.5% GMR when it is greater than \$6.00 US/lb. but less than \$8.00 US/lb. and 2% GMR when it is \$8.00 US/lb. or greater.

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

3. MINERAL PROPERTIES (CONT'D)

In addition, the Corporation must complete the following exploration work, falling which the 7 claims will be returned to Globex:

	Work	
	Commitment	Completed
	\$	\$
June 15, 2016	100,000	-
June 15, 2017	100,000	-
June 15, 2018	100,000	-
June 15, 2019	100,000	-
June 15, 2020	100,000	-
Total	500,000	-

3.4 Valmond

On August 11, 2015, the Corporation terminated the Valmond agreement with Midland Exploration Inc. ("Midland").

3.5 Samson project

On September 3, 2014, the Corporation signed an agreement with Midland for the Samson project, located about 50 km west of the town of Matagami, in Abitibi, Québec. Under the terms of this agreement, the Corporation may earn 50% of Midland's interest over a period of 4 years, by fulfilling the following conditions:

	Payments in cash		Works	
	Commitment	Completed	Commitment	Completed
	\$	\$	\$	\$
Upon signing the agreement	40,000	40,000	-	-
September 3, 2015 ¹⁾	40,000	-	500,000	500,000
September 3, 2016	50,000	-	700,000	65,494
September 3, 2017	70,000	-	900,000	-
September 3, 2018	75,000	-	1,400,000	-
Total	275,000	40,000	3,500,000	565,494

1) Extension to the September 3, 2015 cash payment is under discussion.

3.6 Dollier

On August 5, 2015, the Corporation terminated the Dollier agreement with Cartier Resources Inc.

3.7 Adam

On December 12, 2014, the Corporation signed an agreement with Midland for the Adam project, located about 50 km west of the town of Matagami, in Abitibi, Québec. Under the terms of this agreement, the Corporation may earn 50% of Midland's interest over a period of 4 years, by fulfilling the following conditions:

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

3. MINERAL PROPERTIES (CONT'D)

	Payments in cash		Works	
	Commitment	Completed	Commitment	Completed
	\$	\$	\$	\$
Upon signing the agreement	20,000	20,000	-	-
December 12, 2015 (\$200,000 work is a firm commitment)	40,000	-	400,000	180,318
December 12, 2016	50,000	-	400,000	-
December 12, 2017	70,000	-	1,000,000	-
December 12, 2018	70,000	-	1,200,000	-
Total	250,000	20,000	3,000,000	180,318

4. SUBLEASE LOSS RESERVE

The changes in the sublease loss reserve are as follows:

	Six months ended August 31,	
	2015	2014
	\$	\$
Balance, beginning of period	108,748	147,672
Accretion expense	816	1,118
Balance, end of period	109,564	148,790
Less current portion of sublease loss reserve	(41,160)	(41,160)
Non-current portion of sublease loss reserve	68,404	107,630

5. CONVERTIBLE DEBENTURES

	Six months ended August 31
	2015
	\$
Balance, beginning of year	275,299
Accretion expense	22,545
Issuance cost amortization	2,574
Convertible debentures	300,418

The Corporation issued 448,767 common shares in lieu of a cash payment for the first 6 months interest of \$22,438 payable in accordance with the terms of the convertible debentures issued by the Corporation on December 19, 2014.

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

6. COMMON SHARES AND WARRANTS

6.1 Warrants

The changes in warrants issued are as follows:

	Six months ended August 31, 2015		Six months ended August 31, 2014	
	Number of warrants	Weighted average exercise prices	Number of warrants	Weighted average exercise prices
		\$		\$
Balance, beginning of period	23,566,189	0.42	122,917	19.20
Issued	-	-	1,015,300	6.0
Expired	-	-	-	-
Balance, end of period	23,566,189	0.42	1,138,217	7.2

Outstanding warrants entitle their holder to subscribe to an equivalent number of common shares as follow:

Expiry date	August 31, 2015	
	Number	Exercise price
		\$
February 14, 2016	6,551,666	0.16
February 21, 2016	2,077,300	0.16
March 28, 2016	1,540,000	0.175
September 5, 2016	8,389,615	0.175
September 12, 2016	1,925,000	0.175
December 19, 2016	625,000	0.11
December 19, 2016	1,442,308	0.17
July 17, 2018	941,900	6.00
August 7, 2018	73,400	6.00
	23,566,189	

6.2 Agent's compensation options and underlying warrants

The changes in agent's compensation options and underlying warrants issued are as follows:

	Six months ended		Six months ended	
	August 31, 2015		August 31, 2014	
	Number	Weighted average exercise prices	Number	Weighted average exercise prices
		\$		
Balance, beginning of period	1,007,978	0.38	486,565	4.52
Issued	-	-	176,000	0.15
Expired	(176,000)	0.15	(97,688)	16.40
Balance, end of period	831,978	0.42	564,877	1.10

SPHINX RESOURCES LTD.

Notes to the Financial Statements

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

6. COMMON SHARES AND WARRANTS (CONT'D)

Outstanding agent's compensation options and underlying warrants entitle their holder to subscribe to an equivalent number of common shares as follow:

Expiry date	August 31, 2015	
	Number	Exercise price
		\$
Options ¹⁾	September 5, 2015	16,000
Underlying warrants ¹⁾	September 5, 2016	16,000
Options ¹⁾	September 12, 2015	154,000
Underlying warrants ¹⁾	September 12, 2016	154,000
Warrants	July 17, 2016	78,450
Warrants	August 7, 2016	6,606
Warrants	December 19, 2016	406,922
		831,978

1) These instruments expired after August 31, 2015 and were not exercised.

7. SHARE-BASED PAYMENTS

The changes in stock options issued are as follows:

	Six months ended			
	August 31, 2015		August 31, 2014	
	Number of options	Weighted average exercise prices	Number of options	Weighted average exercise prices
		\$		\$
Balance, beginning of period	1,525,000	0.125	40,833	18.00
Expired	-	-	(40,833)	18.00
Forfeited	(25,000)	0.125	-	-
Balance, end of period	1,500,000	0.125	-	-

Outstanding stock options entitling their holder to subscribe to an equivalent number of common shares as follow:

Expiry Date	August 31, 2015	
	Number of options	Exercise price
		\$
October 10, 2024	1,500,000	0.125
	1,500,000	

SPHINX RESOURCES LTD.**Notes to the Financial Statements**

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

8. GENERAL AND ADMINISTRATION

	Three months ended August 31,		Six months ended August 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Administration fees	-	-	-	30,000
Directors fees	9,000	6,000	18,000	12,000
Filing and transfer agent fees	12,386	15,616	20,685	19,987
Management fees	24,324	45,427	50,134	112,483
Office and miscellaneous	6,175	11,240	17,045	26,177
Professional fees	50,033	53,220	70,155	211,506
Promotion	19,504	23,883	51,483	75,671
Rent	-	773	-	(1,823)
Salaries and benefit	67,040	45,031	135,956	44,844
Share-based payments	573	-	1,719	-
Travel	6,949	6,955	9,201	18,106
General and administration	195,984	208,145	374,378	548,951

9. FINANCE COSTS

	Three months ended August 31		Six months ended August 31	
	2015	2014	2015	2014
	\$	\$	\$	\$
Accretion sublease reserve	408	559	816	1,118
Accretion of convertible debentures	205	-	22,545	-
Issuance costs on convertible debentures	1,287	-	2,574	-
Common shares issued in lieu of interest payment on convertible debentures	22,438	-	22,438	-
Interest paid and accrued on loan payable	5,646	79,157	11,253	168,597
Interest accrued on tax credits payable	33,154	-	33,154	-
Finance costs	63,138	79,716	92,780	169,715

10. SUPPLEMENTAL CASH FLOW INFORMATION

Non cash transactions included in the statement of financial position are the following:

	Six months ended August 31,	
	2015	2014
	\$	\$
Agent compensation options issued as a share issue cost	-	4,312

SPHINX RESOURCES LTD.**Notes to the Financial Statements**

Six months ended August 31, 2015

(Unaudited, in Canadian Dollars)

10. SUPPLEMENTAL CASH FLOW INFORMATION (CONT'D)

Change in non-cash working capital items:

	Six months ended August 31,	
	2015	2014
	\$	\$
Trade and other receivables	48,085	(112,456)
Tax credits receivables	(36,522)	1,637,450
Advances for exploration, development and operations costs	145,327	-
Prepaid expenses	(5,061)	(22,313)
Trade and other payables	83,274	(380,756)
Tax credit payable	33,154	(195,150)
	268,257	926,775