



NORTHERN VERTEX
MINING CORP

Condensed Interim Consolidated Financial Statements

For the Three Months Ended September 30, 2017 and 2016

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, "Continuous Disclosure Obligations", Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed interim consolidated 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 consolidated financial statements of the Company have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company.

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

NORTHERN VERTEX MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at September 30, 2017 and June 30, 2017
Expressed in Canadian Dollars

	Notes	September 30 2017	June 30 2017
ASSETS			
Current assets			
Cash		\$ 32,277,486	\$ 24,985,035
Accounts receivable	4	93,143	82,553
Prepaid expenses and deposits		307,639	183,236
Total current assets		32,678,268	25,250,824
Non-current assets			
Restricted cash and non-current deposits		1,852,533	1,161,837
Property, plant and equipment	5	36,486,417	17,067,579
Mining interests	6	27,622,263	28,365,380
Deferred financing costs		-	12,977
Total assets		\$ 98,639,481	\$ 71,858,597
LIABILITIES			
Current liabilities			
Trade and other payables	7	\$ 8,534,469	\$ 3,708,108
Current portion of long term debt	8	4,160,000	720,944
Current portion of finance lease	9	965,164	-
Total current liabilities		13,659,633	4,429,052
Non-current liabilities			
Long term debt	8	18,146,403	15,586,925
Finance lease	9	4,899,717	-
Gold call options	10	555,014	543,560
Provision for reclamation and remediation	11	2,151,385	2,078,876
Total liabilities		39,412,152	22,638,413
EQUITY			
Share capital	12	51,529,056	40,571,513
Subscriptions received in advance		-	2,381,600
Share option reserve	12	5,737,436	5,812,653
Warrant reserve	12	25,192,642	20,103,160
Equity component of convertible debentures	8	1,479,734	1,479,734
Accumulated other comprehensive loss		(2,787,996)	(1,751,068)
Deficit		(21,923,543)	(19,377,408)
Total equity		59,227,329	49,220,184
Total liabilities and equity		\$ 98,639,481	\$ 71,858,597

Nature of operations and going concern	1
Commitments	5, 17
Subsequent events	21

Approved and authorized on behalf of the Board:

"Kenneth Berry"
Director

"David Farrell"
Director

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

NORTHERN VERTEX MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS
Three Months Ended September 30, 2017 and September 30, 2016
Expressed in Canadian Dollars

	Notes	2017	2016
Administrative expenses			
Depreciation	\$	3,486	\$ 3,417
Management fees		58,821	30,000
Marketing and travel		228,840	121,821
Office and miscellaneous		48,021	39,824
Professional fees		131,395	194,813
Rent		10,884	10,517
Salaries, wages and severance expenses		145,145	572,905
Share-based payments	12	65,167	307,001
Transfer agent and filing fees		23,922	6,411
Loss before other expenses		(715,681)	(1,286,709)
Other (expenses) income			
Foreign exchange (loss) gain		(1,712,095)	1,598
Finance costs	13	(118,359)	(155,506)
Net loss before taxes		(2,546,135)	(1,440,617)
Deferred income taxes		-	514,429
Net loss for the period		(2,546,135)	(926,188)
Foreign currency translation		(1,036,928)	400,944
Comprehensive loss for the period		(3,583,063)	(525,244)
Basic and diluted loss per share	\$	(0.02)	\$ (0.01)
Weighted average number of shares outstanding		166,020,501	95,301,142

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

NORTHERN VERTEX MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
Three Months Ended September 30, 2017 and September 30, 2016
Expressed in Canadian Dollars

	Notes	Number of Shares	Share Capital	Subscriptions Received in Advance	Stock Option Reserve	Warrant Reserve	Equity Component of Convertible Debentures	Accumulated Other Comprehensive Income (Loss)	Deficit	Total Equity
Balance, June 30, 2016		95,288,461	\$ 23,045,440	\$ -	\$ 5,034,817	\$ 15,249,235	\$ -	\$ (1,708,364)	\$ (14,886,166)	\$ 26,734,962
Convertible debentures issued		-	-	-	-	-	1,464,146	-	-	1,464,146
Exercise of options		33,334	11,522	-	(3,189)	-	-	-	-	8,333
Warrants issued for convertible debt financing		-	-	-	-	163,215	-	-	-	163,215
Share-based payments	12	-	-	-	307,001	-	-	-	-	307,001
Foreign currency translation		-	-	-	-	-	-	400,944	-	400,944
Net loss		-	-	-	-	-	-	-	(926,188)	(926,188)
Balance, September 30, 2016		95,321,795	23,056,962	-	5,338,629	15,412,450	1,464,146	(1,307,420)	(15,812,354)	28,152,413
Balance, June 30, 2017		141,279,215	\$ 40,571,513	\$ 2,381,600	\$ 5,812,653	\$ 20,103,160	\$ 1,479,734	\$ (1,751,068)	\$ (19,377,408)	\$ 49,220,184
Private placements		29,679,730	10,022,919	-	-	5,172,372	-	-	-	15,195,291
Subscriptions received in advance		-	-	(2,381,600)	-	-	-	-	-	(2,381,600)
Exercise of warrants		943,000	507,240	-	-	(82,890)	-	-	-	424,350
Exercise of options		750,000	427,384	-	(140,384)	-	-	-	-	287,000
Share-based payments	12	-	-	-	65,167	-	-	-	-	65,167
Foreign currency translation		-	-	-	-	-	-	(1,036,928)	-	(1,036,928)
Net loss		-	-	-	-	-	-	-	(2,546,135)	(2,546,135)
Balance, September 30, 2017		172,651,945	\$ 51,529,056	\$ -	\$ 5,737,436	\$ 25,192,642	\$ 1,479,734	\$ (2,787,996)	\$ (21,923,543)	\$ 59,227,329

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

NORTHERN VERTEX MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
Three Months Ended September 30, 2017 and September 30, 2016
Expressed in Canadian Dollars

	Notes	2017	2016
Cash flows from operating activities			
Net loss before taxes for the period		\$ (2,546,135)	\$ (1,440,617)
Items not affecting cash:			
Share-based payments	12	65,167	307,001
Depreciation		3,486	3,417
Fair value loss on gold call options	10	31,763	-
Interest expense	13	191,058	171,823
Unrealized foreign exchange loss		1,950,944	-
Changes in non-cash working capital balances:			
Trade and other receivables		(12,994)	(1,221)
Prepaid expenses and deposits		(127,131)	(58,034)
Trade and other payables		52,402	62,332
Cash used in operating activities		(391,440)	(955,299)
Cash flows from financing activities			
Proceeds of long term debt, net of issue costs		6,259,055	6,685,692
Proceeds of finance lease	9	7,351,921	-
Repayment of finance lease	9	(1,487,040)	-
Issuance of share capital, net of issue costs		15,904,781	8,333
Subscriptions received in advance		(2,381,600)	(150,000)
Interest paid		(469,953)	-
Non-current deposits		(735,192)	-
Cash provided by financing activities		24,441,972	6,544,025
Cash flows from investing activities			
Mining interest expenditures		(110,139)	(247,978)
Property, plant and equipment expenditures		(14,782,344)	(621,939)
Cash used in investing activities		(14,892,483)	(869,917)
Effect of foreign exchange on cash		(1,865,598)	(6,699)
Increase in cash during the period		7,292,451	4,712,110
Cash, beginning of the period		24,985,035	1,297,416
Cash, end of the period		\$ 32,277,486	\$ 6,009,526

Supplemental disclosure of non-cash activities 14

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

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

1 Nature of operations and going concern

Nature of operations

Northern Vertex Mining Corp. (the "Company") is a resident Canadian mineral exploration and development company incorporated under the Business Corporations Act (British Columbia). The address of the Company's registered office is Suite 1820 – 1055 West Hastings St. Vancouver, British Columbia, Canada.

The Company's principal business is to acquire, explore and develop mineral properties principally located in the United States and Canada with the mandate of identifying mineralized deposits that demonstrate near-term production potential and long-term sustainable growth.

The Company's primary project is the Moss Gold-Silver deposit (the "Moss Mine") located in Mohave County, Arizona.

Going concern

These condensed interim consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. There are conditions and events, which constitute material uncertainties that may cast significant doubt on the validity of this assumption.

The Company has experienced operating losses and negative operating cash flows since inception and has no assurances that sufficient financing will be available to continue in operation for the foreseeable future. Ongoing operations and continual development of the Moss Mine are dependent on the Company's ability to obtain equity financing by the issuance of share capital and to secure debt financing.

During the three months ended September 30, 2017, the Company raised gross proceeds of \$15,857,810 from private placements and warrant exercises, closed the third tranche of its senior credit facility for \$6,240,000 (US\$5,000,000) (Note 8) and secured a finance lease for \$7,351,921 (US\$5,890,963) (Note 9). To continue development at the Moss Mine, the Company may require additional financing. While the Company has been successful at raising funds in the past, there can be no assurance that it will be able to do so in the future.

These condensed interim consolidated financial statements do not reflect any adjustments, which may be material, to the carrying values of assets and liabilities, which may be required should the Company be unable to continue as a going concern.

As at September 30, 2017 and June 30, 2017 the Company had the following working capital and deficit balances:

	September 30, 2017	June 30, 2017
Working capital	\$ 19,018,635	\$ 20,821,772
Deficit	\$ (21,923,543)	\$ (19,377,408)

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

2 Statement of compliance

These condensed interim consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards and Interpretations ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standards ("IAS") 34, Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB").

These condensed interim consolidated financial statements were approved and authorized for issue by the Board of Directors of the Company on November 27, 2017.

3 Significant accounting policies

The significant accounting policies applied in the preparation of these condensed interim consolidated financial statements are consistent with the accounting policies disclosed in Note 3 of the audited consolidated financial statements for the year ended June 30, 2017 except as noted below. These condensed interim consolidated statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended June 30, 2017.

During the period the Company adopted the following significant accounting policies:

Finance leases

Leases that transfer substantially all the risks and rewards incidental to ownership of the leased item to the Company, as a lessee, are capitalized at the inception of the lease at the lower of the fair value of the leased asset and the present value of the minimum lease payments. Lease payments are apportioned between finance costs and the lease liability.

Capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset and the lease term, unless there is a reasonable certainty the lessee will obtain ownership of the asset by the end of the lease term, in which case the asset is depreciated over the useful life of the asset.

Future accounting policy changes issued but not yet in effect

Pronouncements that are not applicable or that do not have a significant impact to the Company have not been included in these condensed interim consolidated financial statements. The following standards are those that the Company reasonably expects to have an impact on disclosures, financial position or performance when applied at a future date. The Company is currently evaluating the impact of these standards on its consolidated financial statements.

In January 2016, the IASB issued IFRS 16, Leases, which replaces IAS 17, Leases, and other lease related interpretations. The new standard established the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a lease contract. The standard is effective for annual periods beginning on or after January 1, 2019, with early adoption permitted only in conjunction with IFRS 15.

In July 2014, the IASB issued the final version of IFRS 9, Financial Instruments, that replaces IAS 39 Financial Instruments - Recognition and Measurement, in its entirety and reduce the complexity in the classification and measurement of financial instruments. The completed version of IFRS 9 includes classification and measurement, impairment and hedge accounting requirements and is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted.

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

3 Significant accounting policies (continued)

In May 2014, the IASB issued IFRS 15, Revenue from Contracts and Customers, that will replace IAS 18, Revenue, IAS 11, Construction Contracts, and related interpretations. IFRS 15 establishes a single five-step model to be applied for all contracts with customers. The standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. In April 2016, amendments to IFRS 15 were issued to clarify three aspects of the standard – identifying performance obligations, principal versus agent considerations, and licensing.

4 Trade and other receivables

	September 30, 2017	June 30, 2017
Trade accounts receivable	\$ 65,262	\$ 64,636
Value-added taxes receivable	27,881	17,917
	\$ 93,143	\$ 82,553

5 Property, plant and equipment

Property, plant and equipment for the three months ended September 30, 2017 and the year ended June 30, 2017 were as follows:

	Buildings	Vehicles	Machinery and plant equipment	Office, furniture and leasehold	Construction in progress	Total
Net book value at June 30, 2017	\$ 22,484	\$ 26,657	\$ 257,942	\$ 35,354	\$ 16,725,142	\$ 17,067,579
Additions	-	313,446	-	11,248	19,805,638	20,130,332
Disposal & write-down	-	-	-	-	-	-
Depreciation	(4,720)	(16,503)	(59,548)	(6,783)	-	(87,554)
Foreign exchange movement	(860)	(1,021)	(9,879)	(742)	(611,438)	(623,940)
Net book value at September 30, 2017	\$ 16,904	\$ 322,579	\$ 188,515	\$ 39,077	\$ 35,919,342	\$ 36,486,417
Consisting of:						
Cost	94,133	483,329	1,297,869	152,258	35,919,342	37,946,931
Accumulated depreciation	(77,229)	(160,750)	(1,109,354)	(113,181)	-	(1,460,514)
	\$ 16,904	\$ 322,579	\$ 188,515	\$ 39,077	\$ 35,919,342	\$ 36,486,417
Net book value at June 30, 2016	\$ 41,921	\$ 61,725	\$ 565,871	\$ 40,200	\$ 694,197	\$ 1,403,914
Additions	-	-	-	16,931	16,239,231	16,256,162
Disposal & write-down	-	-	(33,568)	-	-	(33,568)
Depreciation	(19,976)	(35,976)	(281,906)	(21,585)	-	(359,443)
Foreign exchange movement	539	908	7,545	(192)	(208,286)	(199,486)
Net book value at June 30, 2017	\$ 22,484	\$ 26,657	\$ 257,942	\$ 35,354	\$ 16,725,142	\$ 17,067,579
Consisting of:						
Cost	97,881	176,649	1,349,555	143,881	16,725,142	18,493,108
Accumulated depreciation	(75,397)	(149,992)	(1,091,613)	(108,527)	-	(1,425,529)
	\$ 22,484	\$ 26,657	\$ 257,942	\$ 35,354	\$ 16,725,142	\$ 17,067,579

As at September 30, 2017, the Company had contractual commitments to acquire property, plant, and equipment for \$12,704,374 (US\$10,179,787) (June 30, 2017 - \$14,227,207 (US\$10,963,402)).

During the three months ended September 30, 2017, the Company capitalized borrowing costs of \$578,793 (June 30, 2017 - \$760,131) related to the Moss Mine project into construction in progress at a capitalization rate of 12.99% (June 30, 2017 - 14.86%).

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

5 Property, plant and equipment (continued)

Included in construction in progress as at September 30, 2017 were finance lease assets with a net book value of \$7,351,921 (June 30, 2017 – \$Nil) and direct costs incurred in connection with the finance lease of \$280,800 (US\$225,000) (June 30, 2017 - \$Nil).

6 Mining interests

Mining interests for the three months ended September 30, 2017 and the year ended June 30, 2017 were as follows:

	Development		Exploration		Total
	Moss Mine Property		Moss Property	Silver Creek Property	
Net book value at June 30, 2017	\$ 27,169,699	\$	841,242	\$ 354,439	\$ 28,365,380
Additions	291,992		13,567	37,676	343,235
Foreign exchange movement	(1,040,559)		(32,218)	(13,575)	(1,086,352)
Net book value at September 30, 2017	\$ 26,421,132	\$	822,591	\$ 378,540	\$ 27,622,263
Net book value at June 30, 2016	\$ 25,470,094	\$	-	\$ 204,416	\$ 25,674,510
Additions	1,591,080		857,159	150,328	2,598,567
Foreign exchange movement	108,525		(15,917)	(305)	92,303
Net book value at June 30, 2017	\$ 27,169,699	\$	841,242	\$ 354,439	\$ 28,365,380

Moss Mine Property – Mohave County, Arizona

The Company owns 100% of the Moss Mine project.

On March 7, 2011, the Company entered into an agreement with Patriot Gold Corp. ("Patriot Gold") whereby the Company was granted the right to earn a 70% interest in the Moss Mine project under certain terms. During the year ended June 30, 2016 the Company satisfied the terms of the agreement and earned a 70% interest in the Moss Mine project.

On May 26, 2016, the Company completed an agreement with Patriot Gold, whereby the Company purchased Patriot Gold's remaining 30% interest in the Moss Gold/Silver Mine for \$1,200,000 cash and 857,140 common shares plus the retention by Patriot Gold of a 3% net smelter returns ("NSR") royalty. The common shares were issued with a fair value of \$342,856.

In addition, the Company has royalty agreements with various parties whereby the Company pays NSR royalties ranging from 1% to 3.5% on certain patented and unpatented claims.

On commercial production, a fee of up to US\$15 per troy ounce of gold produced and up to US\$0.35 per troy ounce of silver produced is payable to a non-related party. The fee can be purchased by the Company for US\$2,400,000. During the year ended June 30, 2017, the Company settled and paid a 3% finder's fee on exploration expenditures in the amount of \$133,378 to non-related parties.

Silver Creek Property – Mohave County, Arizona

On May 7, 2014, the Company secured an option on the Silver Creek property, located adjacent to the Moss Mine with La Cuesta International, Inc. ("LCI"). To fulfill the terms of the 35 year mineral lease and option agreement, the Company paid LCI US\$5,000 and issued 100,000 common shares of the Company upon execution of the agreement.

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

6 Mining interests (continued)

On June 28, 2017, the Company entered into an amendment to the mineral lease and option agreement to defer the minimum work commitment of US\$200,000 from May 7, 2017 to May 7, 2019. Upon the execution of the amendment, the Company must meet the following commitments:

- i. Pay LCI US\$10,000 cash (paid) and fund a minimum of US\$15,000 (completed) on work commitments by May 7, 2015;
- ii. Pay LCI US\$20,000 cash (paid) and fund a minimum of US\$20,000 (completed) on work commitments by May 7, 2016;
- iii. Pay LCI US\$30,000 cash (paid) by May 7, 2017 and US\$20,000 cash (paid) by July 28, 2017;
- iv. Pay LCI US\$45,000 cash by May 7, 2018;
- v. Pay LCI US\$50,000 cash by May 7, 2019 and fund a minimum of US\$200,000 on work commitments by May 7, 2019; and
- vi. Pay LCI US\$25,000 cash every six months, thereafter.

The agreement provides for a production royalty of 1.5% NSR on claims owned 100% by LCI and 0.5% NSR on third party claims within the claim block. To acquire the claims, the Company is required to make payments to LCI totalling US\$4,000,000 in any combination of aggregate royalty payments and lump-sum payments at its sole discretion. All payments other than the work commitments are credited against the royalty. Once US\$4,000,000 has been paid, the NSR rates, on claims not otherwise acquired, reduce by 50%.

7 Trade and other payables

	September 30, 2017	June 30, 2017
Trade accounts payable	\$ 5,204,049	\$ 1,706,199
Accrued liabilities	3,330,420	2,001,909
	\$ 8,534,469	\$ 3,708,108

8 Long term debt

	Note	September 30, 2017	June 30, 2017
Senior secured credit facility, net of issue costs	(i)	\$ 17,239,001	\$ 11,270,247
Convertible debentures	(ii)	5,067,402	5,037,622
		\$ 22,306,403	\$ 16,307,869
Current portion of long term debt		(4,160,000)	(720,944)
		\$ 18,146,403	\$ 15,586,925

(i) Senior secured credit facility:

The Company closed a senior secured credit facility ("the Facility") pursuant to which up to \$24,960,000 (US\$20,000,000) may be advanced to fund construction costs of the Moss Mine Project. The Facility is available to be drawn in up to four tranches, of which, three tranches totalling \$18,720,000 (US\$15,000,000) have been advanced to the Company. The remaining tranche of \$6,240,000 (US\$5,000,000) may be drawn subject to the satisfaction of certain conditions.

Interest is due monthly at an annual interest rate of 8% plus the greater of twelve month USD LIBOR or 1.25%. Commencement of principal payments is dependent on the number of tranches drawn. As the balance drawn does not exceed \$18,720,000 (US\$15,000,000), monthly principal payments will commence in June 2018. Final interest and principal payments are due when the Facility matures in November 2019.

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

8 Long term debt (continued)

The Facility is secured with a first charge over assets and shares of all subsidiaries. Fees of 3% of the principal amount outstanding are due on November 4 of each year and are payable in cash or shares at the option of the lender. Subsequent to the three months ended September 30, 2017 and pursuant to the terms of the Facility agreement, the Company issued an aggregate of 1,267,024 common shares as 3% anniversary fee (Note 21).

In connection with the closing of the Facility the Company paid fees of \$402,090, issued 1,498,202 common shares with a fair value of \$629,245 and issued call options (the "Gold Call Options") to purchase 6,000 ounces of gold at an exercise price of US\$1,350 per ounce (Note 10).

(ii) Convertible debentures:

	Three Months Ended September 30, 2017	Year Ended June 30, 2017
Balance, beginning of period	\$ 5,037,622	\$ -
Issued	-	7,352,000
Equity portion	-	(1,999,912)
Conversion	-	(680)
Financing costs	-	(760,143)
Interest accretion	29,780	446,357
Balance, end of period	\$ 5,067,402	\$ 5,037,622

On July 14, 2016 and November 2, 2016, the Company completed tranches of a private placement of \$7,225,000 and \$127,000, respectively, of unsecured convertible debentures for total proceeds of \$7,352,000.

The convertible debentures mature on May 31, 2021 and bear interest at 5% per year with interest payable semi-annually on November 30 and May 31 with the first payment due on November 30, 2016. The convertible debentures are convertible into common shares at the option of the holder at any time prior to maturity at a conversion price of \$0.50 per common share. The debentures may be redeemed in cash on or after July 14, 2018 upon redemption notice at a redemption price equal to their face value plus accrued interest provided the trading price of the common shares for 20 consecutive trading days, ending five trading days prior to the date of the redemption notice, must be less than the conversion price. The Company also has the option, to repay the face value of the debentures in common shares, provided certain circumstances are met including: no default has occurred and the trading price of the common shares for 20 consecutive trading days ending five trading days prior to the date of the redemption notice or maturity date is at least 150% of the conversion price. Interest may be payable in cash or common shares at the option of the Company.

During the year ended June 30, 2017, the Company issued 710,360 common shares with a fair value of \$325,752 in payment of interest expense and paid \$2,489 in cash of interest expense.

9 Finance lease

On September 26, 2017, the Company executed a definitive Master Lease Agreement (the "MLA") for up to \$11,232,000 (US\$9,000,000) of equipment purchases. The significant terms and conditions of the MLA include: a maximum of US\$9,000,000 available to fund equipment purchases with 20% to 30% due as advance payments at lease commencement, fixed quarterly payments over a four year lease period, interest rate of 3-month USD LIBOR plus interest rates ranging from 5.00% to 6.25% and the right to buy the equipment at the end of the lease period for nominal consideration. The MLA is secured with the acquired assets in favour of the lender and a guarantee from the Company.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

9 Finance lease (continued)

The Company paid fees of \$280,800 (US\$225,000) in connection with the MLA (Note 5) and commitment fees of 0.05% of the unused portion of the MLA are due quarterly.

Minimum lease payments and present value of finance lease are as follows:

	Three Months Ended September 30, 2017		Year Ended June 30, 2017
Balance, beginning of period	\$	-	\$ -
Minimum lease payments		8,344,168	-
Principal payments		(1,487,040)	-
Finance charges		(992,247)	-
		5,864,881	-
Current portion of finance lease		(965,164)	-
Balance, end of period	\$	4,899,717	\$ -

	Within 1 Year		2-5 Years	Total
Future minimum lease payments	1,285,711	5,571,417	6,857,128	6,857,128
Finance charges	(320,547)	(671,700)	(992,247)	(992,247)
Present value of finance lease	\$ 965,164	\$ 4,899,717	\$ 5,864,881	\$ 5,864,881

10 Gold Call Options

	Three Months Ended September 30, 2017		Year Ended June 30, 2017
Balance, beginning of period	\$	543,560	\$ -
Gold Call Options issued		-	841,105
Gold Call Options revaluation		31,763	(290,233)
Foreign exchange movement		(20,309)	(7,312)
Balance, end of period	\$	555,014	\$ 543,560

In connection with the senior secured credit facility (Note 8), the Company issued Gold Call Options to the lender to purchase 6,000 ounces of gold at an exercise price of US\$1,350 per ounce. The Gold Call Options expire on November 4, 2021 and may be settled by a cash payment, or an increase in the principal amount of the Facility, based on the difference between the exercise price and the prevailing market price of gold at the time of settlement.

The fair value of the Gold Call Options was calculated when issued and are revalued each reporting period using the Black-Scholes option pricing model with the fair value gain or loss recorded in the consolidated statements of loss. The following assumptions were used when valuing the options:

	September 30, 2017	June 30, 2017	At Issue
Gold price (US\$)	\$1,283	\$1,242	\$1,303
Volatility	13.8%	15.2%	14.5%
Interest rate	1.52%	1.09%	0.52%
Expected life of options (years)	1.60	1.85	2.5

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

11 Provision for reclamation and remediation

	Three Months Ended		Year Ended
	September 30,		June 30,
	2017		2017
Balance, beginning of period	\$	2,078,876	\$ 1,055,130
Change in estimate		141,427	995,946
Accretion		10,699	22,899
Foreign exchange movement		(79,617)	4,901
Balance, end of period	\$	2,151,385	\$ 2,078,876

The Company's provision for reclamation and remediation relates to the environmental restoration and closure costs associated with the Moss Mine. The provision has been recorded at its net present value using a discount rate of 2.16% and a long-term inflation rate of 2%, with expenditures anticipated over a ten-year period beginning in 2024. The provision is re-measured at each reporting date, with accretion being charged to the associated property asset.

During the year ended June 30, 2017, an updated reclamation plan for the Moss Mine was completed due to the advancement of the Moss Mine project. Estimates for the cost of restoration activities were updated to reflect the disturbances which occurred during construction. The total undiscounted amount of the Company's estimated obligation, based on land disturbances at the Moss Mine as of September 30, 2017, was \$2,546,379 (US\$2,040,368). All assumptions used in the calculation of the reclamation and remediation provision are subject to change.

12 Share capital and contributed surplus

a) Share Capital

Authorized share capital consists of an unlimited number of common shares without par value.

Private placements completed during the three months ended September 30, 2017 and the year ended June 30, 2017 were as follows:

During the three months ended September 30, 2017, the Company completed the final tranche of a US\$20,000,000 non-brokered private placement, issuing 23,849,230 units at a price of \$0.52 per unit for gross proceeds of \$12,401,600 (US\$9,213,670). Each unit consists of one common share of the Company and one half non-transferable common share purchase warrant. Each warrant has a term of five years and entitles the holder to acquire one common share of the Company at an exercise price of \$0.91 for a period of two years from the date of issuance of the warrant and at a price of \$1.04 for the remainder of the term of the warrant.

The Company also closed a non-brokered private placement raising gross proceeds of \$3,031,860, of which \$2,381,600 was received during the year ended June 30, 2017. Pursuant to the private placement, the Company issued an aggregate of 5,830,500 units at a purchase price of \$0.52 per unit. Each unit consists of one common share of the Company and one half non-transferable common share purchase warrant. Each warrant has a term of five years and entitles the holder to acquire one common share of the Company at an exercise price of \$0.91 for a period of two years from the date of issuance of the warrant and at a price of \$1.04 for the remainder of the term of the warrant. Cash finders' fees of 6% on a portion of the gross proceeds raised under the private placement, totaling \$147,513 were paid to certain finders at arm's length to the Company.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

12 Share capital and contributed surplus (continued)

In June 2017, the Company completed the initial tranche of a US\$20,000,000 non-brokered private placement for gross proceeds of \$13,997,420 (US\$10,786,330) by issuing a total of 27,920,000 units at a price of \$0.52 per unit. Each unit consists of one common share of the Company and one half non-transferable share purchase warrant. Each warrant has a term of five years and entitles the holder to acquire one common share of the Company at an exercise price of \$0.91 until July 18, 2019 and at a price of \$1.04 from July 19, 2019 to June 9, 2022. The fair value of warrants issued was \$4,284,034.

In December 2016, the Company completed a non-brokered private placement for gross proceeds of \$1,354,500 by issuing an aggregate of 3,386,250 units at a purchase price of \$0.40 per unit. Each unit consists of one common share of the Company and one half transferable share purchase warrant. Each warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.65 expiring on December 3, 2018. The fair value of warrants issued was \$351,651. The Company paid total cash finders' fees of \$61,600 and share issuance costs of \$15,929.

b) Stock Options

The Company has adopted an incentive stock option plan under the rules of the TSX Venture Exchange ("TSXV") pursuant to which it is authorized to grant options to employees, consultants, directors and officers, enabling them to acquire up to 10% of the issued and outstanding common shares of the Company. Under the plan, the exercise price of each option is equal to the market price of the Company's shares on the date of grant. The options can be granted for a maximum term of 10 years with vesting terms determined by the Board of Directors. No individual may be granted options exceeding 5% of the Company's common shares outstanding in any 12 month period.

Continuity of the Company's stock options issued and outstanding was as follows:

	September 30, 2017		June 30, 2017	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Outstanding, beginning of period	8,505,000	\$ 0.71	6,093,334	\$ 0.83
Granted	750,000	0.68	2,895,000	0.46
Exercised	(750,000)	0.38	(183,334)	0.25
Forfeited /cancelled	(150,000)	0.36	(100,000)	0.46
Expired	(1,800,000)	1.28	(200,000)	1.30
Outstanding, end of period	6,555,000	\$ 0.59	8,505,000	\$ 0.71

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

12 Share capital and contributed surplus (continued)

As at September 30, 2017, the following stock options were outstanding and exercisable:

Exercise price	Number of options outstanding	Expiry date	Number of options exercisable	Remaining contractual life (years)
1.40	900,000	November 11, 2017	900,000	0.12
0.85	200,000	June 6, 2018	200,000	0.68
0.65	735,000	September 25, 2018	735,000	0.99
0.25	1,625,000	February 24, 2020	1,625,000	2.40
0.25	75,000	March 31, 2020	75,000	2.50
0.46	1,770,000	July 15, 2021	1,180,000	3.79
0.46	250,000	September 14, 2021	250,000	3.96
0.46	250,000	October 26, 2021	83,333	4.07
0.68	750,000	September 29, 2022	-	5.00
	6,555,000		5,048,333	2.67

The weighted-average remaining contractual life of options outstanding at June 30, 2017 was 1.92 years.

c) Share-based payment expense

Share-based payment expense is measured at fair value and recognized over the vesting period from the date of grant. Share-based payment expense recognized in the condensed interim consolidated statements of loss for the three months ended September 30, 2017 totalled \$65,167 (2016: \$307,001).

The fair value of stock options granted was estimated using the Black-Scholes option pricing model with the following assumptions:

	September 30, 2017	June 30, 2017
Risk-free interest rate	1.75%	0.58% - 0.73%
Expected life of options	5.0 years	1.1 – 5.0 years
Dividend rate	Nil	Nil
Expected forfeiture rate	0%	0% - 5%
Expected volatility	109%	110% - 117%

Option pricing models require the input of highly subjective assumptions, including the expected price volatility. The Company has used historical volatility in its share price to estimate expected volatility. Changes in the subjective input assumptions can materially affect the fair value estimated.

d) Warrants

Share purchase warrants enable the holders to acquire common shares of the Company upon exercise. Continuity of warrants issued and outstanding for the period ended September 30, 2017 and the year ended June 30, 2016 were as follows:

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

12 Share capital and contributed surplus (continued)

	September 30, 2017		June 30, 2017	
	Number of warrants	Weighted average exercise price	Number of warrants	Weighted average exercise price
Outstanding, beginning of period	38,246,845	\$ 0.72	38,487,598	\$ 0.76
Issued	14,839,865	0.91	21,526,529	0.90
Exercised	(943,000)	0.45	(12,290,608)	0.46
Expired	(7,772,441)	0.48	(9,476,674)	1.63
Outstanding, end of period	44,371,269	\$ 0.83	38,246,845	\$ 0.72

As at September 30, 2017, the Company had outstanding share purchase warrants as follows:

Number of warrants	Exercise price	Expiry date
1,693,125	\$ 0.65	December 3, 2018
7,504,875	0.50	March 31, 2019
500,000	0.50	April 4, 2019
516,600	0.50	July 14, 2019
5,356,804	1.00	March 24, 2021
13,960,000	0.91	June 9, 2022
2,676,250	0.91	July 13, 2022
11,924,615	0.91	July 19, 2022
239,000	0.91	July 14, 2022
44,371,269	\$ 0.83	

The fair value of warrants issued is estimated using the Black-Scholes option-pricing model and is included in warrant reserve until exercised, at which time the fair value is reclassified to share capital.

The weighted average remaining life of the outstanding warrants as at September 30, 2017 was 3.84 years (June 30, 2017: 2.82 years).

During the three months ended September 30, 2017, the Company issued an aggregate total of 14,839,865 warrants in relation to the private placements completed during the quarter. The fair value of warrants issued related to the private placements was \$5,172,372.

In March 2017, the Company completed a warrant exercise incentive program (the "Program"), pursuant to which, the Company issued an aggregate of 5,356,804 common share purchase warrants to warrant holders who exercised their warrants under the Program. Each incentive warrant entitles the holder to purchase one additional common share at an exercise price of \$1.00 until March 24, 2021. The incentive warrants were issued with a fair value of \$1,851,136.

In July 2016, the Company issued 516,600 finders' warrants to parties at arm's length for a non-brokered private placement of unsecured convertible debentures. Each finders' warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.50 until July 14, 2019. The finders' warrants were issued with a fair value of \$163,215.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

12 Share capital and contributed surplus (continued)

The following assumptions were used for the Black-Scholes valuation of warrants issued and amended:

	September 30, 2017	June 30, 2017
Risk-free interest rate	1.31%-1.63%	0.55%-1.12%
Expected life of warrants	3.5 years	2-4 years
Dividend rate	Nil	Nil
Expected volatility	115%-116%	114%-122%
Fair value per warrant issued and/or amended	\$0.35-\$0.37	\$0.21-\$0.35

13 Finance costs

	Three Months Ended	
	September 30, 2017	September 30, 2016
Interest on long term debt	\$ 191,058	\$ 165,069
Fair value loss on Gold Call Options	31,763	-
Interest income	(104,462)	(9,563)
	\$ 118,359	\$ 155,506

14 Supplemental disclosure of non-cash activities

The following non-cash investing and financing activities occurred:

	Three Months Ended	
	September 30, 2017	September 30, 2016
Convertible debentures financing finder's warrants	\$ -	\$ 163,215
Changes in trade and other payables included in mining interests	\$ (2,693)	\$ 124,298
Changes in trade and other payables included in property, plant and equipment	\$ 4,841,259	-
Depreciation and accretion included in mining interests	\$ 94,767	\$ 127,826

15 Related party transactions

Related party transactions were incurred in the normal course of business and measured at their fair value as determined by management. Amounts due to or from related parties are non-interest bearing, unsecured and due on demand.

Balances due to related parties are as follows:

	September 30, 2017	June 30, 2017
Shared office expenses receivable	\$ 8,224	\$ 1,373
Consulting fees payable	\$ -	\$ 17,863

Related party transactions are as follows:

		Three Months Ended	
	Notes	September 30, 2017	September 30, 2016
Consulting fees	(i)	\$ 78,250	\$ 67,500
Shared office (recovery) expenses	(ii)	\$ (6,772)	\$ 1,148

NORTHERN VERTEX MINING CORP.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended September 30, 2017 and 2016

(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

15 Related party transactions (continued)

- (i) Consulting fees charged by companies controlled by certain directors of the Company are included in professional fees, salaries and wages, and mining interest expenditures.
- (ii) Shared office expenses charged to and from a company with directors in common are included in marketing, rent, travel, and office expenses.

Commitments with related parties

The Company has entered into a corporate services agreement with a related company for clerical, accounting, regulatory filing and geological services. The minimum monthly fee under the agreement is \$10,000 and renews annually.

16 Key management personnel compensation

The remuneration of the Company's directors and other key management personnel for the three months ended September 30, 2017 and 2016 is as follows:

	Three Months Ended	
	September 30, 2017	September 30, 2016
Salaries and short-term benefits	\$ 238,577	\$ 274,083
Termination benefits	\$ -	\$ 400,000
Share-based payments	\$ 45,998	\$ 242,816

Termination benefits were due to a one-time event and are not expected to occur annually.

17 Commitments

The Company has entered into contracts for leased premises, which expire at various dates through to March 2022. Total future minimum lease payments (net of sub-lease arrangement) under these contracts are as follows:

Within 1 year	\$ 98,446
2 to 3 years	9,385
4 to 5 years	4,741

18 Financial instruments and financial risk management

The carrying values of cash, trade and other receivables, and trade and other payables approximate their fair values due to the short-term nature of these instruments.

In evaluating fair value information, considerable judgment is required to interpret the market data used to develop the estimates. The use of different market assumptions and different valuation techniques may have a material effect on the estimated fair value amounts. Accordingly, the estimates of fair value presented herein may not be indicative of the amounts that could be realized in a current market exchange.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

18 Financial instruments and financial risk management (continued)

The Company classifies its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value in the fair value hierarchy.

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly. The Company has classified Gold Call Options in Level 2.

Level 3 – Inputs that are not based on observable market data. The Company has no financial instruments classified in Level 3.

The following table illustrates the classification of the Company's financial instruments within the fair value hierarchy as at September 30, 2017:

	Level 1	Level 2	Level 3	Total
Financial Assets				
Cash	\$ 32,277,486	\$ -	\$ -	\$ 32,277,486
Accounts receivable	93,143	-	-	93,143
	32,370,629	-	-	32,370,629
Financial Liabilities				
Trade and other payables	(8,534,469)	-	-	(8,534,469)
Current portion of long term debt	(4,160,000)	-	-	(4,160,000)
Current portion of finance lease	(965,164)	-	-	(965,164)
Gold Call Options	-	(555,014)	-	(555,014)
	\$ 18,710,996	\$ (555,014)	\$ -	\$ 18,155,982

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to market conditions and the Company's activities. The Company has exposure to credit risk, liquidity risk and market risk as a result of its use of financial instruments.

This note presents information about the Company's exposure to each of the above risks and the Company's objectives, policies and processes for measuring and managing these risks. Further quantitative disclosures are included throughout the consolidated financial statements. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board has implemented and monitors compliance with risk management policies.

(a) Credit risk

Credit risk is the risk of financial loss to the Company if a client or counterparty to a financial instrument fails to meet its contractual obligations. The Company has credit risk in respect of its cash, trade and other receivables, and reclamation deposits. The Company considers the risk of loss relating to cash and reclamation deposits to be low because these instruments are held only with a Canadian Schedule I financial institution, a US-chartered commercial bank and a US government agency. Accounts receivables at September 30, 2017 related primarily to amounts for a refund and value-added taxes are expected to be collectible in full due to the nature of the counterparties and previous history of collectability.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

18 Financial instruments and financial risk management (continued)

(b) Liquidity risk

Liquidity risk is the risk that the Company will incur difficulties meeting its financial obligations as they are due. The Company'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 Company's reputation.

The Company manages its liquidity risk through the preparation of annual expenditure budgets, which are regularly monitored and updated as management considers necessary, and through the Company's capital management activities.

(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 values or future cash flows of the Company's financial instruments will fluctuate as a result of changes in foreign exchange rates. The Company is considered to be in development stage and has not yet developed commercial mineral interests; the underlying market prices realized by the Company for mineral sales are impacted by changes in the exchange rate between the Canadian and the US dollar. The Company has not entered into any formal arrangements to hedge currency risk but does maintain cash balances within each currency. Canadian dollars are exchanged when needed to meet foreign denominated liabilities.

At September 30, 2017, \$26,658,822 (US\$21,361,235) of the Company's cash was denominated in US dollars. A 10% variation in the US dollar exchange rate would result in an impact of approximately \$1,822,299 on consolidated the statements of loss.

(ii) Commodity price risk

Commodity price risk is the risk that the current and future cash flows from the Company's financial instruments 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 US dollar, as outlined above. Management closely monitors trends in commodity prices of gold and other precious and base metals as part of its routine activities, as these trends could significantly impact future cash flows. Fluctuations in gold prices affect the fair market value of the Gold Call Options as the fair value is based on the market price of gold at the end of each period. A 10% fluctuation in the price of gold would result in an impact of approximately US\$448,916 on the consolidated statements of loss.

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

18 Financial instruments and financial risk management (continued)

(iii) Interest rate risk

Interest rate risk is the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate as a result of changes in market interest rates. Interest rate risk arises from the interest rate impact on cash, which are held at variable market rates. The Company is also exposed to interest rate risk on its outstanding borrowings. The Company pays interest monthly for its senior secured credit facility, at an annual interest rate of 12-month USD LIBOR plus 8% and pays interest quarterly for its finance lease, at an annual rate of 3-month USD LIBOR plus interest rates ranging from 5% to 6.25%. With other variables unchanged, a 1% increase on the Company's floating rate debt would increase annual interest expense by \$245,849 (US\$196,994). The Company closely monitors its exposure to interest rate risk and has not entered into any derivative contracts to manage this risk.

19 Capital management

The Company manages its capital to ensure that it will be able to continue as a going concern (Note 1) while maximizing the return to stakeholders through the optimization of the debt and equity. The Company manages capital through its operating and financial budgeting and forecasting processes on a regular basis. The Company reviews its working capital and future cash flow forecasts which are reviewed and approved by the Board of Directors. The Company continually makes strategic and financial adjustments according to market conditions to meet its objectives.

The capital structure of the Company consists of non-current debt, equity comprised of share capital, share option reserve, warrant reserve, equity component of convertible debentures, accumulated other comprehensive loss and deficit.

The Company is in compliance with externally imposed debt covenants relating to its debt facilities as at September 30, 2017.

20 Segmented information

The Company has one reportable operating segment, being the acquisition, exploration and future development of mineral properties. Reporting by geographical area follows the same accounting policies as those used to prepare the consolidated financial statements. Non-current assets (other than financial instruments) by geographic location are as follows:

	September 30, 2017		
	Canada	USA	Total
Property, plant and equipment	\$ 12,473	\$ 36,473,944	\$ 36,486,417
Restricted cash and reclamation deposits	-	1,852,533	1,852,533
Mining interests	-	27,622,263	27,622,263
Total	\$ 12,473	\$ 65,948,740	\$ 65,961,213

	June 30, 2017		
	Canada	USA	Total
Property, plant and equipment	\$ 15,960	\$ 17,051,619	\$ 17,067,579
Restricted cash and reclamation deposits	-	1,161,837	1,161,837
Mining interests	-	28,365,380	28,365,380
Total	\$ 15,960	\$ 46,578,836	\$ 46,594,796

NORTHERN VERTEX MINING CORP.
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended September 30, 2017 and 2016
(All dollar amounts expressed in Canadian dollars, unless otherwise noted)

21 Subsequent events

Subsequent to September 30, 2017:

- the Company issued 1,267,024 common shares to satisfy an anniversary fee of US\$450,000 in accordance with the terms of the senior secured credit facility agreement.
- 900,000 options at an exercise price of \$1.40 expired on November 11, 2017.
- \$250,000 convertible debentures were converted into 500,000 shares at a conversion price of \$0.50 per common share.