GREENLAND RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (unaudited)

DECEMBER 31, 2018 and 2017

(Expressed in Canadian dollars)

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FOR THE NINE MONTHS ENDED DECEMBER 31, 2018 and 2017

(Expressed in Canadian dollars)

GREENLAND RESOURCES INC.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed consolidated interim financial statements of Greenland Resources Inc. (the "Company") are the responsibility of management and the Board of Directors.

The unaudited condensed consolidated interim financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed consolidated interim financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed consolidated interim financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established processes, which are in place to provide it with sufficient knowledge to support management representations that it has exercised reasonable diligence in that (i) the unaudited condensed consolidated interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed consolidated interim financial statements and (ii) the unaudited condensed consolidated interim financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of and for the periods presented by the unaudited condensed consolidated interim financial statements.

The Board of Directors is responsible for reviewing and approving the unaudited condensed consolidated interim financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed consolidated interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed consolidated interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed consolidated 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 condensed consolidated interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

"*Ruben Shiffman*"
Ruben Shiffman, Director

"*James Steel*"
James Steel, Director

GREENLAND RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

	December 31, 2018 $	March 31, 2018 $
ASSETS		
CURRENT		
Cash and cash equivalents	2,852,923	3,867,022
Advances (Notes 6)	30,493	130,264
Sundry receivables	41,228	20,051
Prepaid expenses and deposits	10,088	24,180
TOTAL CURRENT ASSETS	2,934,732	4,041,517
NON-CURRENT ASSETS		
Investment (Notes 8 and 10)	780,000	780,000
Equipment (Note 5)	1,479	2,476
TOTAL NON-CURRENT ASSETS	781,479	782,476
TOTAL ASSETS	3,716,211	4,823,993
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	80,215	272,030
TOTAL LIABILITIES	80,215	272,030
SHAREHOLDERS' EQUITY		
CAPITAL STOCK (Note 7)	8,283,722	5,683,722
SHARES PENDING ISSUE (Note 7)	-	2,600,000
WARRANT RESERVE (Note 7)	23,250	23,250
STOCK OPTION RESERVE (Note 7)	536,000	536,000
DEFICIT	(5,206,976)	(4,291,009)
TOTAL SHAREHOLDERS' EQUITY	3,635,996	4,551,963
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,716,211	4,823,993

NATURE OF OPERATIONS AND GOING CONCERN (Note 1)
COMMITMENTS AND CONTINGENCIES (Note 12)

APPROVED ON BEHALF OF THE BOARD:

Signed "*Ruben Shiffman*", Director

Signed "*James Steel*", Director

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
TO DECEMBER 31
(Expressed in Canadian dollars)

	Three months ended December 31		Nine months ended December 31	
	2018 **$**	**2017** **$**	**2018** **$**	**2017** **$**
EXPENSES AND OTHER INCOME				
General and administration expenses	14,038	4,413	53,771	8,006
Accounting and legal	7,163	103,773	7,481	125,614
Consulting (Note 6)	45,100	26,987	163,664	62,989
Rent	11,400	-	14,250	-
Advertising and promotion	1,770	28,241	2,655	33,010
Investor relations	9,565	8,126	41,729	8,126
Travel	19,401	21,654	30,003	21,654
Exploration & evaluation expenses (Note 9)	232,076	8,705	591,680	8,705
Transfer agent fees	2,778	715	4,574	2,194
Insurance	747	765	2,242	2,235
Depreciation and amortization	332	332	997	1,468
Shared office use (income)	-	-	-	(12,000)
Foreign exchange (gain)/loss	46	5,505	2,935	5,505
Interest (income)	(14)	-	(14)	-
NET LOSS AND COMPREHENSIVE LOSS	344,402	209,216	915,967	267,506
NET LOSS PER SHARE				
- basic and diluted	0.005	0.005	0.013	0.007

See accompanying notes to the consolidated financial statements.

GREENLAND RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED DECEMBER 31
(Expressed in Canadian dollars)

	2018 $	2017 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	(915,967)	(267,506)
Adjustment for:		
Stock-based compensation	-	-
Unrealized gain on investment	-	-
Amortization	997	1,468
	(914,970)	(266,038)
Changes in non-cash working capital balances:		
Sundry receivables	(21,178)	(7,400)
Prepaid expenses and deposits	14,093	(480)
Advances	99,771	(128,663)
Accounts payable and accrued liabilities	(191,815)	17,856
Cash flows from operating activities	(1,014,099)	(384,725)
CASH FLOWS FROM FINANCING ACTIVITIES		
Sale of common shares	-	700,000
Sale of subscription receipts	-	1,300,000
Share issue costs	-	(11,498)
Cash flows from financing activities	-	1,988,502
Increase (Decrease) in cash and cash equivalents	(1,014,099)	1,603,777
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	3,867,022	72,479
CASH AND CASH EQUIVALENTS, END OF PERIOD	2,852,923	1,676,256

CASH AND CASH EQUIVALENTS ARE COMPRISED OF:	2018 $	2017 $
Cash	2,852,923	1,676,256
Cash equivalents	-	-
Total cash and cash equivalents	2,852,923	1,676,256

See accompanying notes to the consolidated financial statements.

GREENLAND RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE MONTHS ENDED DECEMBER 31, 2018 AND 2017
(Expressed in Canadian dollars)

	Common Shares #	Subscribed Shares #	Capital Stock $	Shares pending issue $	Stock Option Reserve $	Warrant Reserve $	Deficit $	Total $
Balance, March 31, 2018	**54,919,697**	**17,333,333**	**5,683,722**	**2,600,000**	**536,000**	**23,250**	**(4,291,009)**	**4,551,963**
Shares issued (Note 7)	17,333,333	(17,333,333)	2,600,000	(2,600,000)	-	-	-	-
Net (loss) for the period	-	-	-	-	-	-	(915,967)	(915,967)
Balance, December 31, 2018	**72,252,030**	**-**	**8,283,722**	**-**	**536,000**	**23,250**	**(5,206,976)**	**3,635,996**

Balance, March 31, 2017	**35,225,000**	**-**	**3,068,673**	**-**	**250,000**	**23,250**	**(2,890,381)**	**451,542**
Shares issued (Note 7)	4,666,666	-	611,502	-	-	-	-	611,502
Grant of stock options (Note 7)	-	-	-	-	77,000	-	-	77,000
Net (loss) for the period	-	-	-	-	-	-	(267,506)	(267,506)
Balance, December 31, 2017	**39,891,666**	**-**	**3,680,175**	**-**	**327,000**	**23,250**	**(3,157,887)**	**872,538**

See accompanying notes to the consolidated financial statements.

1. NATURE OF OPERATIONS AND GOING CONCERN

Greenland Resources Inc. (the “Company”) was incorporated under the laws of the Province of Ontario by articles of incorporation dated February 7, 2008 and was engaged in early stage biomedical research. The Company had one project, which was to collaborate with and provide funding to the Hospital for Sick Children for a project involving certain brain tumour and stem cell research (see Note 13). The Company has changed its focus and is now engaged in the acquisition, exploration and development of mineral properties in Greenland. The Company owns a 100% interest in the Storø Gold Project, an exploration project located in Greenland. The Company’s registered office is at 390 Bay Street, Suite 806, Toronto, Ontario M5H 2Y2.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations on such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, social licensing requirements, unregistered prior agreements, unregistered claims, and non-compliance with regulatory and environmental requirements.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes the realization of assets and discharge of liabilities in the normal course of business. There are certain conditions that cast doubt on this assumption. The Company has incurred losses from operations since inception.

The ability of the Company to continue as a going concern is dependant upon the development and commercialization of its mineral exploration project, and the generation of positive cash flows from operations. The business of exploring for minerals involves a high degree of risk and there can be no assurance that future exploration and development programs will result in profitable mining operations. The Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise additional financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

As at December 31, 2018, the Company has not earned revenue and has an accumulated deficit of $5,206,976. The Company’s ability to continue as a going concern is dependent upon its ability to obtain additional financing and achieve profitable operations in the future. There is no assurance that the Company will be successful in achieving these objectives. Management believes it has sufficient working capital to support operations for the next twelve months. These financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

These financial statements were approved by the Board of Directors on February 28, 2019.

2. BASIS OF PREPARATION

Statement of compliance

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (“IASB”) and interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”). These consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (IAS34). Accordingly, they do not include all of the information required for full annual financial statements by IFRS as issued by IASB and interpretations issued by IFRIC.

2. BASIS OF PREPARATION (Continued)

The policies applied in these unaudited condensed interim financial statements are based on IFRSs issued and outstanding as of February 28, 2019, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these consolidated financial statements as in the most recent annual financial statements as at and for the year ended March 31, 2018. Any subsequent changes to IFRS that may be given effect in the Company's annual financial statements for the year ending March 31, 2019 could result in restatement of these unaudited condensed interim financial statements.

The policies have been consistently applied to all periods presented unless otherwise noted.

Basis of measurement
These consolidated financial statements are prepared on the historical cost basis, except for certain financial instruments that are carried at fair value. In addition, these consolidated financial statements are prepared using the accrual basis of accounting except for cash flow information. These consolidated financial statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiary.

Principles of consolidation
These financial statements include the accounts of the Company and its wholly owned subsidiary, Copenhagen Minerals Inc. ("CMI"). Intra-group balances and transactions are eliminated in preparing the consolidated financial statements.

Subsidiaries consist of entities over which the Company is exposed to, or has rights to, variable returns as well as the ability to affect those returns through the power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date control is transferred to the Company and are de-consolidated from the date control ceases. The financial statements include all the assets, liabilities, revenues, expenses and cash flows of the Company and its subsidiaries after eliminating inter-entity balances and transactions.

3. SIGNIFICANT ACCOUNTING POLICIES

Changes in accounting standards
During the period ended December 31, 2018, the Company adopted a number of new IFRS standards, interpretations, amendments and improvements of existing standards. These included IFRS 2, IFRS 9 and IFRIC 22. These new standards and changes did not have any material impact on the Company's financial statements.

4. FUTURE ACCOUNTING CHANGES

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods beginning on or after April 1, 2019 or later periods. Many are not applicable or do not have a significant impact to the Company and have been excluded. The following have not yet been adopted and are being evaluated to determine their impact on the Company.

IFRS 10 – *Consolidated Financial Statements* ("IFRS 10") and IAS 28 – Investments in Associates and Joint Ventures ("IAS 28") were amended in September 2014 to address a conflict between the requirements of IAS 28 and IFRS 10 and clarify that in a transaction involving an associate or joint venture, the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business. The effective date of these amendments is yet to be determined, however early adoption is permitted.

(Expressed in Canadian dollars)

IFRS 16 – *Leases* ("IFRS 16") was issued in January 2016 and replaces IAS 17 – Leases as well as some lease related interpretations. With certain exceptions for leases under twelve months in length or for assets of low value, IFRS 16 states that upon lease commencement a lessee recognises a right-of-use asset and a lease liability. The right-of-use asset is initially measured at the amount of the liability plus any initial direct costs. After lease commencement, the lessee shall measure the right-of-use asset at cost less accumulated depreciation and accumulated impairment. A lessee shall either apply IFRS 16 with full retrospective effect or alternatively not restate comparative information but recognise the cumulative effect of initially applying IFRS 16 as an adjustment to opening equity at the date of initial application. IFRS 16 requires that lessors classify each lease as an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. Otherwise it is an operating lease. IFRS 16 is effective for annual periods beginning on or after January 1, 2019. Earlier adoption is permitted if IFRS 15 has also been applied.

IFRIC 23 – *Uncertainty Over Income Tax Treatments* ("IFRIC 23") was issued in June 2017 and clarifies the accounting for uncertainties in income taxes. The interpretation committee concluded that an entity shall consider whether it is probable that a taxation authority will accept an uncertain tax treatment. If an entity concludes it is probable that the taxation authority will accept an uncertain tax treatment, then the entity shall determine taxable profit (tax loss), tax bases, unused tax losses and credits or tax rates consistently with the tax treatment used or planned to be used in its income tax filings. If an entity concludes it is not probable that the taxation authority will accept an uncertain tax treatment, the entity shall reflect the effect of uncertainty in determining the related taxable profit (tax loss), tax bases, unused tax losses and credits or tax rates. IFRIC 23 is effective for annual periods beginning on or after January 1, 2019. Earlier adoption is permitted.

5. EQUIPMENT

For the nine months ending December 31, 2018

	Field equipment	Computer equipment	Total
Net book value, beginning	$ 2,476	$ -	$ 2,476
Amortization	(997)	-	(997)
Ending	1,479	-	1,479
Consisting of			
Cost	6,644	3,675	10,319
Accumulated amortization	(5,165)	(3,675)	(8,840)
	1,479	-	1,479

For the year ending March 31, 2018

	Field equipment	Computer equipment	Total
Net book value, beginning	$ 3,805	$ 472	$ 4,277
Additions	-	-	-
Amortization	(1,329)	(472)	(1,801)
Ending	2,476	-	2,476
Consisting of			
Cost	6,644	3,675	10,319
Accumulated amortization	(4,168)	(3,675)	(7,843)
	2,476	-	2,476

(Expressed in Canadian dollars)

6. RELATED PARTY TRANSACTIONS

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any directors (executive and non-executive) of the Company. The following table shows the compensation paid to key management personnel.

Key Management	Period (Q1-3)	Management fees ($)	Performance bonuses ($)	Stock options ($)	Consulting fees ($)	Total compensation ($)
Officers	2019	131,664	15,000	-	-	146,664
	2018	40,000	-	-	-	40,000
Directors *(not including officers)*	2019	27,000	-	-	27,000	27,000
	2018	10,000	-	-	-	-
Totals	2019	131,664	15,000	-	27,000	173,664
	2018	50,000	-	-	-	50,000

An officer of the Company who is also a director held an advance at December 31, 2018, of $30,493 ($13,465 at March 31, 2018) for reimbursable expenses being incurred on behalf of the Company. Such advances are unsecured, non-interest bearing and due on demand.

The above transactions were conducted in the normal course of business and were accounted for at the exchange amount which is the amount agreed between the parties.

During the year ended March 31, 2016 the Company made a $300,000 investment in the shares, which it still holds, of 1885683 Alberta Ltd., a private oil and gas company with property in western Canada. (See Note 8.) Two directors of the Company are directors and shareholders of 1885683 Alberta Ltd.

(Expressed in Canadian dollars)

7. CAPITAL STOCK, WARRANTS AND STOCK OPTIONS

(a) Authorized
Unlimited number of common shares with no par value

(b) Issued and pending issue

	Number of shares #	Amount $
Opening Balance, March 31, 2016 and 2017	35,225,000	3,068,673
Private placement (i)	4,666,666	700,000
Compensation share issuance (ii)	7,000,000	1,050,000
Private placements (iii)	8,028,031	1,204,205
Share issue costs	-	(339,156)
Shares issued during year	19,694,697	2,615,049
Subscription receipts (iv) (shares pending issue)	8,666,666	1,300,000
Private placement (v) (shares pending issue)	8,666,667	1,300,000
All additions during year	37,028,030	5,215,049
Balance, issued and pending issue, March 31, 2018	72,253,030	8,283,722
Issue shares pending at March 31, 2018 (iv), (v)		
Balance, December 31, 2018	72,253,030	8,283,722

i. On September 29, 2017, an arm's length party subscribed for 4,666,666 common shares of the Company at a price of $0.15 per share in a private placement for gross proceeds of $700,000. Under certain circumstances the subscriber was required to purchase an additional 8,666,667 common shares at a price of $0.15 per share as a subsequent transaction. After completion of the subsequent transaction the subscriber had the right to nominate one director for appointment to the Company's board of directors so long as that subscriber retained at least a 5% ownership interest in the Company.

ii. On February 21, 2018, 7,000,000 common shares were issued to three directors of the Company for past compensation for activities including identifying and concluding the Malmbjerg Molybdenum Project acquisition in Greenland. The shares were valued at $0.15 per share, the price of the most recent private placement equity financings with arms length parties. The transactions were charged to "Stock-based compensation".

iii. On March 29, 2018, 8,028,031 shares were issued to arm's length subscribers to a private placement financing at a price of $0.15 per share, for gross proceeds to the Company of $1,204,205.

iv. On November 9, 2017, 8,666,666 subscription receipts of the Company were sold at a price of $0.15 per receipt to a subscriber who is an insider of the Company by virtue of holding 10% or more of the securities of the Company, for gross proceeds of $1,300,000. Each receipt was automatically exercisable for one common share of the Company. The subscription receipts were exercised during the year ended March 31, 2018. Gross proceeds of the total transaction were $1,300,000. These shares, included under "Shares pending issue" at March 31, 2018, were issued on April 2, 2018.

v. On April 2, 2018, 8,666,667 shares were issued to the subscriber in 7(b)(i) who had completed the subsequent transaction described therein, for gross proceeds to the Company of $1,300,000. At March 31, 2018, these shares were included under "Shares pending issue".

(Expressed in Canadian dollars)

7. CAPITAL STOCK, WARRANTS AND STOCK OPTIONS (Continued)

(c) Warrants

	Warrants	Grant Date Fair Value	Exercise Price
	#	$	$
Balance, March 31 and December 31, 2017	250,000	23,250	0.10

250,000 warrants were issued to an agent pursuant to a financing. These non-assignable agent's warrants are exercisable at $0.10 per share for a period of 24 months following the date of listing of the common shares on a recognized stock exchange.

(d) Stock options

The Company has granted options for the purchase of common shares, both under its stock option plan dated April 28, 2015 for employees, officers, directors and consultants of the Company and as investor stock options which are separate from the stock option plan. The options are non-assignable and may be granted for a term not exceeding five years. The exercise price of the options is fixed by the Board of Directors of the Company at the time of grant not less than the market price of the common shares, subject to all applicable regulatory requirements.

As at September 30, 2018, there were three series of stock options outstanding, as follows:

Number of Options #		Exercisable Options #	Exercise Price ($ per share)	Weighted Average Remaining Contractual Life (years)	Expiry Date
2,500,000		2,500,000	0.20	1.58	April 28, 2020
700,000	(i)	700,000	0.20	4.11	November 9, 2022
1,900,000	(ii), (iii)	1,900,000	0.20	4.49	March 29, 2023
5,100,000		5,100,000	0.20	3.00	

The following table summarizes changes in stock options:

	Options #	Grant Date Fair Value $	Exercise Price $
Balance, March 31, 2016 and 2017	2,500,000	250,000	0.20
Granted November 9, 2017 (i)	700,000	77,000	0.20
Granted March 29, 2018 (ii) and (iii)	1,900,000	209,000	0.20
Balance, March 31, 2018 and December 31, 2018	5,100,000	536,000	0.20

i. As part of the September 29, 2017 private placement described above in Note 7(b)(i), 700,000 investor stock options, each giving the right to purchase a common share of the Company at $0.20 per share for a period of five years, were granted to the subscriber on November 9, 2017. The options were fully vested at the grant date. The grant date fair value was estimated using the Black Scholes pricing model with the following assumptions: current stock price of $0.15, expected dividend yield of 0%, expected volatility of 100%, risk free rate of 1.7% and expected life of 5 years. Volatility was based on the historical volatility of comparable companies. The grant date fair value of the options granted was estimated to be $77,000, which amount is allocated to share issue cost.

(Expressed in Canadian dollars)

7. CAPITAL STOCK, WARRANTS AND STOCK OPTIONS (Continued)

ii. In conjunction with the exercise of the subscription receipts described in Note 7(b)(iv), 600,000 investor stock options, each giving the right to purchase a common share of the Company at $0.20 per share for a period of five years, were granted to the subscriber on March 29, 2018. The options were fully vested at the grant date. The grant date fair value was estimated using the Black Scholes pricing model with the following assumptions: stock price of $0.15, expected dividend yield of 0%, expected volatility of 100%, risk free rate of 1.96% and expected life of 5 years. Volatility was based on the historical volatility of comparable companies. The grant date fair value of the options granted was estimated to be $66,000, which amount is allocated to share issue cost.

iii. In conjunction with the purchase of the additional shares contemplated by the subscription described above in Note 7(b)(i) and Note 7(b)(v), 1,300,000 investor stock options, each giving the right to purchase a common share of the Company at $0.20 per share for a period of five years, were granted to the subscriber on March 29, 2018. The options were fully vested at the grant date. The grant date fair value was estimated using the Black Scholes pricing model with the following assumptions: stock price of $0.15, expected dividend yield of 0%, expected volatility of 100%, risk free rate of 1.96% and expected life of 5 years. Volatility was based on the historical volatility of comparable companies. The grant date fair value of the options granted was estimated to be $143,000, which amount is allocated to share issue cost.

8. INVESTMENT

On June 9, 2015, the Company participated in a private placement under which it acquired 2,000,000 common shares of a private oil and gas company at $0.15 per share, for a total investment of $300,000.

In December of 2017, the investee company completed an arm's length private placement financing in which an additional 3,961,538 common shares were sold, at a price of $0.39 per share. As a result, the Company recognized an unrealized gain of $384,000 in the carrying value of its investment for the year ended March 31, 2018.

The following table shows the securities, with percentage of ownership in the investee company that the shares owned by the Company represented, held by the Company at the dates indicated:

	September 30, 2018			September 30, 2017		
	Shares	%	$	Shares	%	$
1885683 Alberta Ltd.	2,000,000	3.8	780,000	2,000,000	5.1	396,000
Total investment			780,000			396,000

See Note 6.

9. EXPLORATION AND EVALUATION PROPERTIES

The Company holds two exploration license areas in Greenland, held through its wholly owned subsidiary CMI.

License 2014/11, referred to as the Storø Project, was renewed for a further five years following expiry of its first term on December 31, 2018. The Company applied for and was granted a renewal of the key mineralized area and dropped the separate blocks that made up the original license area and had been determined to have only limited exploration potential.

(Expressed in Canadian dollars)

9. EXPLORATION AND EVALUATION PROPERTIES (Continued)

License 2018/11, referred to as the Malmbjerg Molybdenum Project, was acquired in December, 2017 and is valid until December 31, 2022 as long as minimum annual work requirements are met. For the 11 km^2 license these requirements are approximately $39,000 in each of the first two years and approximately $90,000 in each of the third through fifth years. The Company has the option to extend the license for a further six years from December 31, 2022 in two-year intervals, or to convert the license into an exploitation license. The Company has incurred sufficient expenditures on engineering studies of Malmbjerg to satisfy the required minimum amount for the first license renewal date of December 31, 2018.

The Company incurred exploration and evaluation expenses in the quarter of $224,563 for the Malmbjerg project (2017 - $7,400), It also incurred expenses in the quarter of CAD 7,513 for the Storø project (2017 - $1,637), bringing the total for both projects for the nine months to $ 591,680 (same period in 2017 - $9,037) detailed as follows.

a) Storø Project

The only exploration and evaluation expenditures for the Storø property during the nine months ended December 31, 2018 totalled $7,513 in tenure costs for renewing the license (full year ended March 31, 2018 - $14,105). Exploration expenditures incurred by the Company are summarized in the following table:

	Nine months ended September 30, 2018 $	Year ended March 31, 2018 $	Year ended March 31, 2017 $
Tenure	7,513	-	-
Consulting, geological	-	-	60,444
Consulting, deposit studies	-	12,800	-
Insurance	-	-	372
Travel, accommodation and meals	-	1,305	9,787
Aircraft charter	-	-	650
QA/QC program	-	-	1,220
Diamond drilling	-	-	3,100
	7,513	14,105	75,573

(Expressed in Canadian dollars)

9. EXPLORATION AND EVALUATION PROPERTIES (Continued)

b) Malmbjerg Molybdenum Project

Exploration and evaluation expenditures for the Malmbjerg Molybdenum property during the nine months ended December 31, 2018 totalled $584,167 (full year ended March 31, 2018 - $23,497). These expenditures incurred by the Company for the Malmbjerg project are summarized in the following table:

	Nine months ended December 31, 2018 $	Year ended March 31, 2018 $
License fees, tenure	-	7,400
Consulting, deposit studies	568,195	15,536
Travel, meals and accommodation	13,445	
Communications	1,151	-
Supplies and services	1,376	561
	584,167	23,497

10. FINANCIAL INSTRUMENTS

Fair Value

IFRS requires that the Company disclose information about the fair value of its financial assets and liabilities. Fair value estimates are made at the reporting date based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties in significant matters of judgment and therefore cannot be determined with precision. Changes in assumptions could significantly affect these estimates.

The carrying values of cash and cash equivalents, advances, sundry receivables and accounts payable and accrued liabilities approximate their fair values due to their short-term nature.

The Company based its estimate of the fair value of its investment in 1885683 Alberta Ltd. (see Note 8) as at March 31, 2018 on a December 2017 transaction price. In December 2016 and March 2017, 1885683 Alberta Ltd. completed arm's length, non-brokered private placement equity financings at $0.20 per unit, with each unit comprised of one common share and an oil and gas net profits interest ("NPI"). 1885683 Alberta Ltd. allocated $0.002 to the NPI, based on a discounted cash flow analysis, with the balance of $0.198 attributed to the common share. In December of 2017 a further private placement was completed by 1885683 Alberta Ltd., at a share price of $0.39 per share. The Company therefore adjusted the value of its holdings to this newly established price.

Risk Factors

The Company's risk exposures and the impact on the Company's financial instruments are summarized below. There have been no changes in the risks, objectives, policies and procedures from the previous period.

10. FINANCIAL INSTRUMENTS (Continued)
Risk Factors (Continued)

Liquidity Risk:

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at December 31, 2018, the Company had a cash and cash equivalents balance of $2,852,923 (March 31, 2018 - $3,867,022) to settle current liabilities of $80,215 (March 31, 2018 - $272,030). All of the Company's accounts payable and accrued liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.

Interest Rate Risk:

The Company has cash balances and no interest-bearing debt. The Company's current policy is to invest excess cash in money market funds and investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks.

Credit Risk:

The Company's credit risk is primarily attributable to sundry receivables. The Company has no significant concentration of credit risk arising from operations. Management believes that the credit risk concentration with respect to these financial instruments included in sundry receivables is remote.

Foreign Exchange Risk:

The Company's functional and reporting currency is the Canadian dollar and purchases of goods and services have generally been transacted in Canadian dollars. The Company funds certain operations, exploration and administrative expenses on a cash basis in Danish Krone (DKK) or other currencies converted from its Canadian dollar bank accounts held in Canada. Management believes the foreign exchange risk derived from currency conversions is, for the foreseeable future, negligible and therefore does not hedge its foreign exchange risk. As at December 31, 2018 and 2017, the Company’s cash balances were all held in Canadian dollars.

Price Risk:

Prices of goods and services consumed in the course of the Company’s activity can fluctuate in response to supply and demand and are often driven by industry cycles. Fluctuations in commodity prices may influence financial markets and may indirectly affect the Company’s ability to raise capital to fund exploration. If they vary materially from forecasts made when budgets are set it could affect the ability of the Company to complete work programs. Generally, the Company’s planning time horizons are short enough that this does not present a significant risk.

The Company is also subject to price risk with respect to changes in value of its investment.

Sensitivity Analysis:

Sensitivity to a plus or minus 1 percentage point change in interest rates, based on the balance of cash and cash equivalents as at September 30, 2018 would result in a change in interest income of approximately $28,530 (March 31, 2018 - $38,670) if held in interest bearing form over a twelve-month period.

Sensitivity to a plus or minus 10 percentage point change in the value of the investment at September 30, 2018 would result in a change in the investment of approximately $78,000 (at March 31, 2018 - $78,000).

11. CAPITAL MANAGEMENT

The Company considers its capital structure to consist of capital stock, warrant and stock option reserves and accumulated deficit. The Company manages its capital structure and makes adjustments to it based on the funds available to the Company, in order to fund its exploration activities. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The project in which the Company currently has an interest is in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration programs and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the quarter ended December 31, 2018.

12. COMMITMENTS AND CONTINGENCIES

The Company's exploration and evaluation activities are subject to various international and federal laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

13. PREVIOUS RESEARCH PROJECT

On February 8, 2008, the Company entered into a research agreement with The Hospital for Sick Children ("HSC") regarding funding and collaboration with respect to certain research conducted by HSC regarding brain tumour stem cells and the Company funded $300,000 of research expenses. The Company is entitled to 10% of HSC's net proceeds from any commercialization agreements pertaining to intellectual property derived from that research. HSC reports that the larger research project, which includes some of the materials subject to the Company's interest, is ongoing.

14. SEGMENTED INFORMATION

The Company's operations consist of the acquisition, exploration and development of mineral properties. During the three months ended September 30, 2018 and the six months ended September 30, 2017, substantially all of the Company's assets and operations related to the acquisition, exploration, evaluation and development of resource properties. As at September 30, 2018 and September 30, 2017, substantially all of the Company's assets were held in Canada. As at September 30, 2018, equipment valued at $1,479 ($2,476 at March 31, 2017) was located in Greenland.