GREENLAND RESOURCES INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (unaudited)

SEPTEMBER 30, 2017 and 2016

(Expressed in Canadian dollars)

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FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 and 2016

(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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Expressed in Canadian dollars)

	September 30, 2017 $	March 31, 2017 $
ASSETS		
CURRENT		
Cash and cash equivalents	718,387	72,479
Advances (Note 6)	18,532	13,978
Sundry receivables	6,200	1,923
Prepaid expenses and deposits	9,157	7,912
TOTAL CURRENT ASSETS	752,276	96,292
NON-CURRENT ASSETS		
Investment (Notes 8 and 10)	396,000	396,000
Equipment (Note 5)	3,141	4,277
TOTAL NON-CURRENT ASSETS	399,141	400,277
TOTAL ASSETS	1,151,417	496,569
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	58,165	45,027
TOTAL LIABILITIES	58,165	45,027
SHAREHOLDERS' EQUITY		
CAPITAL STOCK (Note 7)	3,768,673	3,068,673
WARRANT RESERVE (Note 7)	23,250	23,250
STOCK OPTION RESERVE (Note 7)	250,000	250,000
DEFICIT	(2,948,671)	(2,890,381)
TOTAL SHAREHOLDERS' EQUITY	1,093,252	451,542
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	1,851,417	496,569

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

See accompanying notes to the consolidated financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
TO SEPTEMBER 30
(Expressed in Canadian dollars)

	Three months ended September 30		Six months ended September 30	
	2017	**2016**	**2017** $	**2016** $
EXPENSES AND OTHER INCOME				
General and administration expenses	1,545	4,579	3,593	8,743
Accounting and legal	19,826	4,080	21,840	9,086
Consulting (Note 6)	21,002	32,000	36,002	92,900
Stock-based compensation (Notes 6, 7)	-	-	-	6,503
Rent	-	2,000	-	5,000
Advertising and promotion	885	1,000	4,770	2,000
Investor relations	-	4,252	-	8,204
Travel	-	7,553	-	8,361
Exploration expenses (Note 9)	-	18,430	-	33,830
Transfer agent fees	718	75	1,479	249
Insurance	735	919	1,470	2,377
Depreciation and amortization	568	792	1,136	1,583
Shared office use (income)	(12,000)	-	(12,000)	-
Interest (income)	-	(232)	-	(732)
NET LOSS AND COMPREHENSIVE LOSS	33,279	75,448	58,290	178,104
NET LOSS PER SHARE				
- basic and diluted	0.001	0.005	0.001	0.005
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING				
- basic and diluted	35,225,000	35,225,000	35,225,000	35,225,000

See accompanying notes to the consolidated financial statements.

GREENLAND RESOURCES INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED SEPTEMBER 30
(Expressed in Canadian dollars)

	2017 $	2016 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the year	(58,290)	(178,104)
Adjustment for:		
Stock-based compensation	-	6,503
Unrealized gain on investment	-	-
Depreciation and amortization	1,136	1,583
	(57,154)	(170,018)
Changes in non-cash working capital balances:		
Sundry receivables	(4,276)	10,066
Prepaid expenses and deposits	(1,245)	21,057
Advances	(4,554)	(4,553)
Accounts payable and accrued liabilities	13,137	(20,804)
Cash flows from operating activities	(54,092)	(164,252)
CASH FLOWS FROM FINANCING ACTIVITIES		
Subscription for shares to be issued	700,000	-
Cash flows from financing activities	700,000	-
Increase (decrease) in cash and cash equivalents	645,908	(164,252)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	72,479	324,009
CASH AND CASH EQUIVALENTS, END OF PERIOD	718,387	159,757

CASH AND CASH EQUIVALENTS ARE COMPRISED OF:	2017 $	2016 $
Cash	717,284	18,852
Cash equivalents	1,103	140,905
Total cash and cash equivalents	718,387	159,757

See accompanying notes to the consolidated financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017 AND 2016
(Expressed in Canadian dollars)

	Common Shares #	Capital Stock $	Stock Option Reserve $	Warrant Reserve $	Deficit $	Total $
Balance, March 31, 2017	**35,225,000**	**3,068,673**	**250,000**	**23,250**	**(2,890,381)**	**451,542**
Subscribed shares to be issued	4,666,666	700,000	-	-	-	700,000
Net (loss) for the period	-	-	-	-	(58,290)	(58,290)
Balance, September 30, 2017	**39,891,666**	**3,068,673**	**250,000**	**23,250**	**(2,948,671)**	**1,093,252**

	Common Shares #	Capital Stock $	Stock Option Reserve $	Warrant Reserve $	Deficit $	Total $
Balance, March 31, 2016	**35,225,000**	**3,068,673**	243,497	**23,250**	**(2,700,874)**	**634,546**
Grant of stock options (Note 7)	-	-	6,503	-	-	6,503
Net (loss) for the period	-	-	-	-	(178,104)	(178,104)
Balance, September 30, 2016	**35,225,000**	**3,068,673**	**250,000**	**23,250**	**(2,878,978)**	**462,945**

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’s focus is now the acquisition, exploration and development of mineral properties. 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 and has limited working capital to pursue future opportunities.

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 September 30, 2017, the Company has not earned revenue and has an accumulated deficit of $2,948,671 and limited working capital. 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. These financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. These adjustments could be material. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern.

These financial statements were approved by the Board of Directors on November 24, 2017.

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 November 24, 2017, 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, 2017. Any subsequent changes to IFRS that may be given effect in the Company's annual financial statements for the year ending March 31, 2018 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
These interim statements follow the same accounting policies and methods of application as the most recent audited annual financial statements, dated March 31, 2017.

(Expressed in Canadian dollars)

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, 2017 or later periods. Many are not applicable to or do not have a significant impact on the Company and have been excluded. The following has not yet been adopted and is being evaluated to determine its impact on the Company.

IFRS 9 – *Financial Instruments* ("IFRS 9"), was issued in November 2009 with additions in October 2010 and May 2013 and will replace IAS 39 – Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9, except that an entity choosing to measure a financial liability at fair value will present the portion of any change in its fair value due to changes in the entity's own credit risk in other comprehensive income, rather than within profit or loss. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. Earlier adoption is permitted.

5. EQUIPMENT

For the six months ending September 30, 2017

	Field equipment	Computer equipment	Total
Net book value, beginning	$ 3,805	$ 472	$ 4,277
Amortization	(664)	(472)	(1,136)
Ending	3,141	-	3,141
Consisting of			
Cost	6,644	3,675	10,319
Accumulated amortization	(3,503)	(3,675)	(7,178)
	3,141	-	3,141

For the year ending March 31, 2017

	Field equipment	Computer equipment	Total
Net book value, beginning	$ 5,134	$ 1,862	$ 6,996
Additions	-	-	-
Amortization	(1,329)	(1,390)	(2,719)
Ending	3,805	472	4,277
Consisting of			
Cost	6,644	3,675	10,319
Accumulated amortization	(2,839)	(3,203)	(6,042)
	3,805	472	4,277

(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 (Q1-2)	Management fees ($)	Performance bonuses ($)	Stock options ($)	Consulting fees ($)	Total compensation ($)
Officers	2018	25,000	-	-	-	25,000
	2017	78,000	-	2,340	-	80,340
Directors *(not including officers)*	2018	-	-	-	-	-
	2017	-	-	1,560	4,000	5,560
Totals	2018	25,000	-	-	-	25,000
	2017	78,000	-	3,900	4,000	85,900

An officer and a director of the Company held expense advances at September 30, 2017, of $15,532 and $3,000 respectively ($13,978 at March 31, 2017). These amounts 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 of 1885683 Alberta Ltd., a private oil and gas company with property in western Canada. (See Note 8.) In the most recent quarter $12,000 was received from 1885683 Alberta Ltd. for use of office space and services. Two directors of the Company are directors and shareholders of 1885683 Alberta Ltd.

7. CAPITAL STOCK, WARRANTS AND STOCK OPTIONS

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

(b) Issued and to be issued

	Number of shares #	Amount $
Balance, March 31, 2017	35,225,000	3,068,673
Subscribed September 29, 2017	4,666,666	700,000
Balance, September 30, 2017	39,891,666	3,768,673

On September 29, 2017 an arm's length party subscribed for, and paid to acquire, 4,666,666 common shares of the Company at a price of $0.15 per share. These shares were part of a private placement that closed in November at which time the shares were issued (see also Note 15 – Subsequent Events.)

(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 September 30, 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 to its directors, officers, and consultants. 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 at the market price of the common shares, subject to all applicable regulatory requirements.

As at September 30, 2017, there was one 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	2.58	April 28, 2020

The following table summarizes changes in stock options.

	Options #	Grant Date Fair Value $	Exercise Price $
Balance of stock options, March 31, 2015	-	-	
Granted April 28, 2015	2,500,000	250,000	0.20
Balance, September 30, 2017	2,500,000	250,000	

On April 28, 2015, the Company granted 2,500,000 stock options to officers, directors and consultants with an exercise price of $0.20 per option. The options expire five years from the grant date, April 28, 2020. The options vested as to 33% immediately on granting, 33% at the end of six months from the date of grant and the remaining 34% at the end of twelve months from the date of grant. 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 0.96% 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 $250,000.

(Expressed in Canadian dollars)

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 2016 and March 2017, the investee company completed arm's length private placement financings in which an additional 19,100,000 common shares were sold, at a price of $0.198 per share, resulting in an unrealized gain of $96,000 being recognized in the Company's statement of loss for the year ended March 31, 2017 to increase the value of its investment accordingly.

The following securities were held at the dates indicated:

	September 30, 2017		September 30, 2016	
	Shares	$	Shares	$
1885683 Alberta Ltd.	2,000,000	396,000	2,000,000	300,000
Total investment		396,000		300,000

See also Note 6.

9. EXPLORATION AND EVALUATION PROPERTY

The Company's exploration license area in Greenland, held through its wholly owned subsidiary CMI, referred to as the Storø Project, is valid until December 31, 2018 after which the Company has the option to extend the license for a further six years, in two-year intervals, or to convert the license into an exploitation license.

There were no exploration and evaluation expenditures for the property during the three months ended June 30, 2017 (2016 - $15,400). Exploration expenditures incurred by the Company are summarized in the following table:

	6 months ended September 30, 2017 $	Year ended March 31, 2017 $	Year ended March 31, 2016 $
Consulting, geological	-	60,444	30,391
Insurance	-	372	-
Travel and accommodation	-	9,787	41,732
Aircraft charter	-	650	146,846
Communications	-	-	2,977
Shipping, postage, courier	-	-	23
QA/QC program	-	1,220	-
Assaying	-	-	22,027
Diamond drilling	-	3,100	259,914
Supplies and services	-	-	12,227
	-	75,573	516,137

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) on a recent 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.

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.

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 September 30, 2017, the Company had a cash and cash equivalents balance of $718,387 (March 31, 2017 - $72,479) to settle current liabilities of $58,165 (March 31, 2017 - $45,027). 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 September 30, 2017 and 2016, the Company's cash and cash equivalent balances were all held in Canadian dollars.

10. FINANCIAL INSTRUMENTS – Risk Factors (Continued)

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, 2017 would result in a change in interest income of approximately $7,180 (March 31, 2017 - $725) 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, 2017 would result in a change in the investment of approximately $40,000 (at March 31, 2017 - $40,000).

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 September 30, 2017.

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 under which 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.

14. SEGMENTED INFORMATION

The Company's operations consist of the acquisition, exploration and development of mineral properties. During the three months ended September 30, 2017 and the three months ended September 30, 2016, substantially all of the Company's assets and operations related to the acquisition, exploration and development of resource properties. As at September 30, 2017 and September 30, 2016, substantially all of the Company's assets were held in Canada. As at September 30, 2017, equipment valued at $3,141 ($3,968 at March 31, 2017) was located in Greenland.

15. SUBSEQUENT EVENTS

On November 9, 2017 the Company announced the closing of three separate, non-brokered private placement financings for aggregate gross proceeds of $2,015,000 as follows

- **First private placement:** Sale of 4,666,666 common shares at a price of $0.15 per share to an arm's length subscriber for gross proceeds of $700,000. These shares are included in the Company's share capital at September 30, 2017 because the subscription was completed on September 29 and the shares were pending issue (see Note 7.) As part of this private placement, 700,000 bonus options, each giving the subscriber the right to purchase a common share of the Company at $0.20 per share for a period of five years, were granted on the November 9 closing date. Under certain circumstances the subscriber must purchase an additional 8,666,667 common shares at a price of $0.15 per share as a subsequent transaction. As part of this subsequent transaction an additional 1,300,000 bonus options will be granted on the same terms as the earlier bonus options. After completion of the subsequent transaction the subscriber will have the right to nominate one director for appointment to the Company's board of directors so long as that subscriber retains at least a 5% ownership interest in the Company.
- **Second private placement:** Sale of 8,666,666 subscription receipts of the Company at a price of $0.15 per receipt to a subscriber for gross proceeds of $1,300,000. Each receipt will be automatically exercisable for one common share of the Company upon satisfaction of certain financing conditions. If the financing condition is not satisfied by February 28, 2018 the Company shall redeem the receipts by re-paying the funds to the subscriber. The subscriber may waive the financing conditions at any time. When the subscription receipts are exercised the Company will grant 600,000 bonus options, each giving the subscriber the right to purchase a common share of the Company at $0.20 per share for a period of five years.
- **Third private placement:** Sale of 100,000 common shares at a price of $0.15 per share for gross proceeds of $15,000.

All securities issued are subject to a statutory hold period expiring four months and one day after issue.