



## **Condensed Interim Financial Statements**

March 31, 2017

**(Unaudited - Prepared by Management)**

### **NOTICE OF NO AUDITOR REVIEW**

The accompanying unaudited interim financial statements have been prepared by management.

The company's independent auditors have not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditors.

**Tarku Resources Ltd.**  
**Statements of Financial Position**  
**(Expressed in Canadian Dollars)**

	<b>March 31, 2017</b> <b>(Unaudited)</b>	<b>September 31, 2016</b> <b>(Audited)</b>
<b>Current</b>		
Cash and cash equivalents	\$ 48,829	\$ 246,625
Trade and other receivables	8,669	10,153
Prepaid	92,971	12,100
Quebec mining tax credit receivable	-	58,100
	<b>150,469</b>	<b>326,978</b>
<b>Non-current</b>		
Exploration and evaluation assets (note 3)	337,356	186,356
<b>Total assets</b>	<b>\$ 487,825</b>	<b>\$ 513,334</b>
<b>Liabilities</b>		
<b>Current</b>		
Trade and other payables (note 6)	\$ 151,256	\$ 110,625
	<b>151,256</b>	<b>110,625</b>
<b>Equity</b>		
Share capital (note 4)	2,385,706	2,249,706
Contributed surplus	123,750	-
Deficit	(2,172,887)	(1,846,997)
	<b>336,569</b>	<b>402,709</b>
<b>Total liabilities and equity</b>	<b>\$ 487,825</b>	<b>\$ 513,334</b>

**Nature of business and continuance of operations (note 1)**  
**Events after the reporting period (note 11)**

**APPROVED ON BEHALF OF THE BOARD**

“Sylvain Laberge”

Sylvain Laberge, Director

“Tim Termuende”

Tim Termuende, Director

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

**Tarku Resources Ltd.**  
**Statements of Loss and Comprehensive Loss**  
**(Expressed in Canadian Dollars)**

	Three Months Ended March 31,		Six Months Ended March 31,	
	2017	2016	2017	2016
<b>Expenses</b>				
Administrative expenses (note 6)	<b>\$8,749</b>	\$7,912	<b>\$29,509</b>	\$12,175
Consulting fees (note 6)	<b>29,000</b>	-	<b>60,999</b>	2,500
Exploration costs (notes 3 and 6)	-	224	<b>26,280</b>	224
Investor Relations expenses	<b>20,505</b>	120	<b>39,090</b>	538
Listing and filing fees	<b>13,569</b>	13,578	<b>19,922</b>	15,814
Professional fees	<b>19,209</b>	6,658	<b>26,340</b>	8,392
Share-based compensation (note 4)	-	-	<b>123,750</b>	-
	<b>(91,032)</b>	(28,492)	<b>(325,890)</b>	(39,643)
<b>Loss and Comprehensive loss for the period</b>	<b>\$(91,032)</b>	<b>\$(39,643)</b>	<b>\$(325,890)</b>	<b>\$(93,260)</b>
<b>Basic and diluted loss per share</b>	<b>(0.00)</b>	(0.00)	<b>(0.01)</b>	(0.00)
<b>Weighted average number of shares outstanding basic and diluted</b>	<b>32,228,112</b>	20,214,167	<b>32,436,145</b>	20,214,167

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

**Tarku Resources Ltd.**  
**Statements of Cash Flows**  
**(Expressed in Canadian Dollars)**

<b>For the six months ended March 31,</b>	<b>2017</b>	<b>2016</b>
<u>Operating activities</u>		
Loss for the period	\$(325,890)	\$(39,643)
Adjustments:		
Share based compensation (note 4)	123,750	-
Interest accrued on related party loans	-	3,712
Changes in non-cash working capital items:		
Prepaid	(80,871)	-
Trade and other receivables	1,484	(37)
Quebec mining tax credit receivable	58,100	-
Trade and other payables	25,631	14,744
	<u>(197,796)</u>	<u>(21,224)</u>
<u>Financing activities</u>		
Cash received from related parties	-	23,210
	-	23,210
Increase (decrease) in cash and cash equivalents	(197,796)	1,986
Cash and cash equivalents, beginning of period	246,625	5,598
<b>Cash and cash equivalents, end of period</b>	<b>\$ 48,829</b>	<b>\$ 7,584</b>
Cash and Cash Equivalents consists of:		
Cash	\$ 31,229	\$ 5,384
Term Deposit	17,600	2,200
	<u>\$ 48,829</u>	<u>\$ 7,584</u>
<u>Additional cash flow information</u>		
Interest received in cash	\$ -	\$ -
Interest paid in cash	\$ -	\$ -
Income taxes paid in cash	\$ -	\$ -

Non-cash investing and financing activities

During the six month period ended March 31, 2017, the Company issued 2,800,000 (March 31, 2016 – nil) common shares with a value of \$136,000 (March 31, 2016 - nil) pursuant to a mineral property option agreement and property acquisition agreement.

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

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**Tarku Resources Ltd.****Statements of Changes in Equity****(Expressed in Canadian Dollars)**

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	<b>Number of Common Shares</b>		<b>Share Capital</b>		<b>Contributed Surplus</b>		<b>Deficit</b>		<b>Equity</b>
<b>Balance, September 30, 2015</b>	<b>20,214,167</b>	<b>\$</b>	<b>1,771,430</b>	<b>\$</b>	<b>-</b>	<b>\$ (1,628,208)</b>	<b>\$ 143,222</b>		
Net loss and comprehensive loss	-		-		-	(39,643)	(39,643)		
<b>Balance, March 31, 2016</b>	<b>20,214,167</b>	<b>\$</b>	<b>1,771,430</b>	<b>\$</b>	<b>-</b>	<b>\$ (1,667,851)</b>	<b>\$ 103,579</b>		

	<b>Number of Common Shares</b>		<b>Share Capital</b>		<b>Contributed Surplus</b>		<b>Deficit</b>		<b>Equity</b>
<b>Balance, September 30, 2016</b>	<b>30,418,167</b>	<b>\$</b>	<b>2,249,706</b>	<b>\$</b>	<b>-</b>	<b>\$ (1,846,997)</b>	<b>\$ 402,709</b>		
Shares issued for mineral property	2,800,000		136,000		-	-	136,000		
Share based compensation	-		-		123,750	-	123,750		
Net loss and comprehensive loss	-		-		-	(325,890)	(325,890)		
<b>Balance, March 31, 2017</b>	<b>33,218,167</b>	<b>\$</b>	<b>2,385,706</b>	<b>\$</b>	<b>123,750</b>	<b>\$ (2,172,887)</b>	<b>\$ 336,569</b>		

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

# Tarku Resources Ltd.

## Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

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### 1. Nature of business and continuance of operations

The Company's principal business activity is the exploration for mineral resources in the provinces of Saskatchewan and Quebec. The Company's corporate office is located at Suite 602, 224 4th Ave S., Saskatoon, Saskatchewan.

The financial statements have been prepared on a going concern basis which assumes the Company will realize its assets and discharge its liabilities in the normal course of business. The Company's ability to continue as a going concern is dependent upon its ability in the future to achieve profitable operations and, in the meantime, to obtain the necessary financing to meet its obligations and repay its liabilities when they become due. External financing, predominantly by the issuance of equity to the public, will be sought to finance the operations of the Company. Although the Company has a history of raising money, there is no guarantee of this in the future. As a result, there exists material uncertainty which raises significant doubt about the Company's ability to continue as a going concern. These financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue in business.

### 2. Significant Accounting Policies

The significant accounting policies used in the preparation of these condensed interim financial statements are set out below. These policies have been consistently applied to all the periods presented.

(a) Statement of compliance

The These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain information and disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the IASB, has been omitted or condensed.

The same accounting policies and methods of computation were followed in the preparation of these condensed interim financial statements as were followed in the preparation and described in Note 2 of the annual audited financial statements as at and for the year ended September 30, 2016. Accordingly, these condensed interim financial statements for the three and six month periods ended March 31, 2017 and 2016 should be read together with the annual financial statements as at and for the year ended September 30, 2016.

These financial statements were authorized for issue by the Board of Directors on May 12, 2017.

(b) Basis of preparation

These financial statements have been prepared on a historical cost basis and are prepared and presented in Canadian dollars, which is the Corporation's functional currency. In addition, these financial statements are based on the accrual method of accounting, with the exception of cash flow information.

# Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

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## 3. Exploration and evaluation assets

### Chateau Fort gold property, Quebec

On March 24, 2015, Anthem Resources Inc. ("Anthem"), a company related by a common director, signed a binding letter of intent ("LOI") to option its Chateau Fort gold property in central Quebec to the Company.

On July 27, 2015, Boss Power Corp. completed the acquisition of Anthem and changed its name to Eros Resources Corp. ("Eros"). The option agreement continues with Eros.

The Company will have the option to acquire a 100% interest in the property, subject to reservations of diamonds on the claims identified as Melkior OJV and royalty interests on the property, by funding expenditures on the property, issuing shares and making cash payments, according to the following schedule:

- (i) \$5,000 deposit payable on execution of the LOI (paid);
- (ii) make total cash payments of \$95,000 and issue a total of 8,000,000 shares of Tarku as follows:
  - (1) on approval of the TSX Venture Exchange, no later than April 21, 2015, or such later date as mutually agree upon, \$10,000 in cash (paid) and 2,000,000 shares (issued);
  - (2) on or before March 31, 2016, \$20,000 in cash (unpaid) and 1,500,000 shares (unissued);
  - (3) on or before March 31, 2017, \$20,000 in cash and 1,500,000 shares;
  - (4) on or before March 31, 2018, \$20,000 in cash and 1,500,000 shares;
  - (5) on or before March 31, 2019, \$25,000 in cash and 1,500,000 shares;
- (iii) fund expenditures of not less than \$200,000 and renew claims in the amount of \$25,000 (completed) on or before July 10, 2015 which expenditures will be a firm commitment.

The Company also has a requirement to complete a private placement financing of not less than \$400,000 by April 21, 2015, of which Eros has deemed satisfied by way of the Company's private placement financing of \$219,450 completed in June 2015.

Anthem (subsequently Eros) retains a 2% net smelter return royalty on claims not subject to other underlying agreements. The Company will have the right to buy down the royalty to 1% for \$2,000,000 on or before commencement of commercial production. In addition, Anthem retains the right to maintain its pro rata percentage ownership of the Company via future financings, and first right of refusal on third party offers to purchase the property.

On July 29, 2016, the property option agreement was amended as follows: 100% of the property was transferred to the Company with no other liabilities or consideration or commitments and the right to buy down the royalty to 1% was reduced from \$2,000,000 to \$500,000.

During the period ended March 31, 2017 the Company incurred \$26,280 (2015 - nil) in exploration expenditures in connection with this property.

## **Tarku Resources Ltd.**

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

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### **3. Exploration and evaluation assets (continued)**

#### **Berthiaume gold property, Quebec**

On March 29, 2017, the Company acquired 29 mineral claims in the municipality of Matagami, Quebec, from Marche des Capitaux The Ask (the "Ask") and Syndicated Capital Corp ("Syndicated"), two arms-length parties, subject to the following terms:

- (i) \$15,000 cash payment (\$11,250 to the Ask, \$3,750 to Syndicated) - (accrued)
- (ii) 800,000 common shares (600,000 shares to the Ask, 200,000 to Syndicated) - (issued)
- (iii) 1% net smelter royalty (0.75% to the Ask, .25% to Syndicated)

The net smelter royalty can be reduced by 50% with the payment of \$500,000 (\$375,000 to the Ask, \$125,000 to Syndicated)

#### **Virgin River property, Saskatchewan**

On January 15, 2014, the Company entered into an option agreement with Eagle Plains Resources Ltd. ("Eagle Plains") (related by virtue of common directors) to earn an undivided 60% interest in the Virgin River property situated in Saskatchewan subject to the following terms:

- (i) make total cash payments of \$500,000 to the Eagle Plains as follows:
  - (1) \$10,000 within 5 business days of the execution of the option agreement (paid);
  - (2) \$25,000 on or before May 21, 2014 (paid);
  - (3) \$50,000 on or before May 21, 2015 (unpaid);
  - (4) \$75,000 on or before May 21, 2016 (unpaid);
  - (5) \$100,000 on or before May 21, 2017;
  - (6) \$120,000 on or before May 21, 2018;
  - (7) \$120,000 on or before May 21, 2019;
- (ii) issue a total of 1,200,000 common shares of the Company to the Optionor as follows:
  - (1) 200,000 on or before May 21, 2014 (issued);
  - (2) 200,000 on or before May 21, 2015 (unissued);
  - (3) 200,000 on or before May 21 2016 (unissued);
  - (4) 200,000 on or before May 21, 2017;
  - (5) 200,000 on or before May 21, 2018;
  - (6) 200,000 on or before May 21, 2019;
- (iii) incur total expenditures of \$5,000,000 on the Virgin River Property as follows:
  - (1) \$200,000 on or before May 21, 2015 (incurred);
  - (2) \$500,000 on or before May 21, 2016 (not incurred);
  - (3) \$800,000 on or before May 21, 2017;
  - (4) \$1,500,000 on or before May 21, 2018;
  - (5) \$2,000,000 on or before May 21, 2019;

## Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

### 3. Exploration and evaluation assets (continued)

#### Virgin River property, Saskatchewan (continued)

On August 16, 2016, the property option agreement was amended as follows: 100% of the property was transferred to the Company with no other liabilities or commitments. In consideration the Company issued 2,000,000 common shares. Eagle Plains will maintain a 2% net smelter royalty, whereby the Company will have the right to buy down such royalty to 1% for \$1,000,000 on or before commencement of commercial production.

The Company wrote down the property by nil during the period ended March 31, 2017 (\$96,677 during the year ended September 30, 2015 as there was no exploration work planned for the property at that stage).

The following is a summary of changes to exploration and evaluation assets:

<u>Expenditures</u>	Chateau Fort Quebec	Berthiaume Quebec	Virgin River Saskatchewan	Total
Balance at September 30, 2015	<u>\$ 179,320</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 179,321</u>
<u>Additions</u>				
Acquisition and renewal costs	7,035	-	-	7,035
Balance at September 30, 2016	186,355	-	1	186,356
<u>Additions</u>				
Acquisition and renewal costs	-	51,000	100,000	151,000
<b>Balance at March 31, 2017</b>	<b><u>\$ 186,355</u></b>	<b><u>\$ 51,000</u></b>	<b><u>\$ 100,001</u></b>	<b><u>\$ 337,356</u></b>

### 4. Share capital

#### (a) Authorized

Unlimited common shares with no par value

#### Issued

- (i) During the year ended September 30, 2016, the Company completed a private placement for gross proceeds of \$510,200 as follows: issued 10,204,000 non-flow-through units at a price of \$0.05 per unit. Each unit consists of one non-flow-through common share and one share purchase warrant. No value was attributed to the warrant component of the units sold. The Company incurred share issue costs of \$31,924.
- (ii) During the period ended March 31, 2017, 2,000,000 common shares were issued at a fair value of \$0.05 per share to Eagle Plains pursuant to the amended option agreement in respect of the Virgin river property, Saskatchewan (Note 3).
- (iii) During the period ended March 31, 2017, 800,000 common shares were issued at a fair value of \$0.045 per share to The Ask and Syndicated, in total, pursuant to a property purchase agreement in respect of the Berthiaume property, Quebec (Note 3).

# Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

## 4. Share capital (continued)

### (b) Stock option Plan

The Company has a stock option plan whereby options to purchase common shares are granted by the board of directors to directors, officers, employees and consultants to the Company. Under the terms of the plan, the Company has reserved an amount of common shares for options up to 10% of the issued and outstanding common shares. Options granted under this plan are non-transferable; expire no later than the tenth anniversary of the date the option is granted and must comply with the requirements of the regulatory authorities.

A summary of the status of the stock option plan and changes to outstanding and exercisable stock option during the year is presented below.

	March 31, 2017		September 30, 2016	
	Options	Price	Options	Price
Beginning of period	-	\$ -	-	\$ -
Options granted	2,750,000	0.10	-	-
<b>End of period</b>	<b>2,750,000</b>	<b>\$ 0.10</b>	<b>-</b>	<b>\$ -</b>

As at March 31, 2017, the weighted average remaining life of stock options is 4.58 years.

On October 26, 2016, the board of directors of the Corporation approved the grant of 2,750,000 stock options pursuant to the Option Plan. 2,250,000 of the options were granted to directors and executive officers with the balance granted to consultants and the advisory board. The options are exercisable at \$0.10 per share, vest immediately and, if not exercised, expire October 26, 2021, subject to earlier expiration in accordance with the Option Plan and applicable policies of the TSX-V.

The value of options issued on October 26, 2016, using the Black-Scholes option pricing model, was \$123,750 which was allocated to the share based compensation expense with a corresponding increase in contributed surplus. Assumptions used in the pricing model for the year are as follows: risk-free interest rate of 0.62%, expected life of 5 years, annualized volatility 159.32% and dividend rate of nil.

### (c) Warrants

During the period ended March 31, 2017 the Company had the following warrant activities:

Total issued and outstanding	Number of Warrants	Exercise Price	Weighted Avg. Exercise Price
Balance, September 30, 2015	2,659,167		\$0.20
Issued	10,204,000	\$0.10	\$0.10
<b>Balance, September 30, 2016 and March 31, 2017</b>	<b>12,863,167</b>		<b>\$0.12</b>

## Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

### 4. Share capital (continued)

#### (c) Warrants (continued)

At March 31, 2017, the following table summarizes information about warrants outstanding:

Total issued and outstanding	Warrants Outstanding	Expiry Date	Exercise Price
	2,659,167	June 3, 2017	\$0.20
	7,104,000	June 24, 2018	\$0.10
	3,100,000	July 21, 2018	\$0.10
<b>Balance, March 31, 2017</b>	<b>12,863,167</b>		<b>\$0.12</b>

#### (d) Escrow shares

At March 31, 2017, a total of 2,867,250 common shares are held in escrow (September 30, 2016 - 2,867,250) to be released during the year ended September 30, 2017.

### 5. Commitments and contingencies

As of March 31, 2017, the Company had \$17,600 (September 30, 2016 - \$17,600) in term deposits with a Canadian financial institution for the guarantee of business credit cards.

Under the terms of the Company's by-laws, the Company indemnifies individuals who have acted at the Company's request to be a director and/or officer of the Company. The claims covered by such indemnifications are subject to statutory and other legal limitation periods.

### 6. Related party transactions

The Company had the following related party transactions during the six months ended March 31, 2017:

- (a) A director and former officer of the Company provided consulting services to the Company. Fees incurred during the year were \$12,500 (2016 - \$2,500).
- (b) An officer of the Company provided consulting services to the Company. Fees incurred during the year were \$30,000 (2016 - \$nil).
- (c) An officer of the Company provided consulting services to the Company. Fees incurred during the year were \$12,000 (2016 - \$nil).
- (d) The Company paid \$1,450 (2015 - \$nil), which were recorded to administrative expenses, to Eagle Plains which has common directors with the Company.

## Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

### 6. Related party transactions (continued)

Key Management Compensation

Six months Ended March 31,	2017	2016
Consulting fees	\$ 54,500	\$ 2,500
Share based compensation to directors and officers	101,250	-
	155,750	2,500

### 7. Segmented information

The Company operates in one operating segment, being the exploration of mineral properties. The Company's exploration and evaluation assets by geographic location are as follows:

	March 31, 2017	September 31, 2016
Saskatchewan, Canada	\$ 151,001	\$ 1
Quebec, Canada	186,355	186,355
	\$337,356	\$186,356

### 8. Capital management

The Company includes cash and cash equivalents and equity, comprising of issued common shares, contributed surplus and deficit, in the definition of capital.

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period ended March 31, 2017. The Company was not subject to any externally imposed capital requirements, other than maintained term deposits for the guarantee of business cards (note 5).

# Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

## 9. Financial risk management

The Company is exposed in varying degrees to a variety of financial instrument related risks by virtue of its activities. The overall financial risk management program focuses on preservation of capital, and protecting current and future Company assets and cash flows by reducing exposure to risks posed by the uncertainties and volatilities of financial markets.

The types of risk exposure and the way in which such exposures are managed are as follows:

*Credit Risk* - The Company's credit risk is primarily attributable to its liquid financial assets. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash and cash equivalents with high-credit quality financial institutions. The Company does not have financial assets that are invested in asset backed commercial paper.

*Liquidity Risk* – The Company ensures that there is sufficient capital in order to meet short term business requirements. The Company had a cash infusion from directors and officers subsequent to year end to provide working capital. The Company believes that these sources will be sufficient to cover the likely short term cash requirements.

*Interest rate risk* – In respect to the Company's financial assets, the interest rate risk mainly arises from the interest rate impact on our cash and cash equivalents. For the period ended March 31, 2017, every 1% fluctuation in interest rates up or down would have had little impact on net loss.

*Commodity price risk* – The value of the Company's mineral resource properties is related to the price of various commodities and the outlook for them. Commodity prices have historically fluctuated widely and are affected by numerous factors outside of the Company's control, including, but not limited to, industrial retail demand, central bank lending, forward sales by producers and speculators, level of worldwide production and short-term changes in supply and demand.

*Fair Value* - The Company has various financial instruments comprised of cash and cash equivalents, trade and other receivables and trade and other payables.

For disclosure purposes, all financial instruments measured at fair value are categorized into one of three hierarchy levels, described below. Each level is based on the transparency of the inputs used to measure the fair values of assets and liabilities:

**Level 1** – Values based on unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.

**Level 2** – Values based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the asset or liability.

**Level 3** – Values based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement.

March 31, 2017	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Cash and cash equivalents	\$ 48,829	\$ -	\$ -	\$ 48,829

  

September 30, 2016	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Cash and cash equivalents	\$ 246,625	\$ -	\$ -	\$ 246,625

# Tarku Resources Ltd.

Notes to the Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

## 10. Income taxes

The significant components of the Corporation's temporary differences, unused tax credits and unused tax losses that have not been included on the statement of financial position are as follows:

<b>As at September 31,</b>	<b>2016</b>	<b>Expiry Date Range</b>	<b>2015</b>	<b>Expiry Date Range</b>
Exploration and evaluation assets	\$ 323,000	No expiry date	\$ 266,000	No expiry date
Share issue costs	\$ 59,000	2017 to 2020	\$ 48,000	2034 to 2037
Non-capital losses available for future period	\$ 1,459,000	2017 to 2036	\$1,278,000	2016 to 2035

Tax attributes are subject to review, and potential adjustment, by tax authorities.

## 11. Events after the reporting period

On April 19, 2017, the Company completed a private placement for gross proceeds of \$193,500 as follows: issued 3,870,000 non-flow-through units at a price of \$0.05 per unit. Each unit consists of one non-flow-through common share and one-half of a common share purchase warrant. Each full warrant will entitle the holder to purchase one common share of the Company at a price of \$0.08, expiring April 19, 2019. No value was attributed to the warrant component of the units sold. The Company incurred share issue costs of \$4,900.

On April 25, 2017, the Company entered into a Letter agreement (the "agreement") to merge with Eureka Exploration Inc. ("Eureka"), a private issuer. Pursuant to the terms of the agreement the Company will acquire all of the issued and outstanding common shares and common share purchase warrants of Eureka, by issuing 10,000,000 common shares and 900,000 common share purchase warrants of the Company. Each new warrant issued will entitle the holder to purchase one common share of the Company at a price of \$.10, expiring June 29, 2018. Upon closing of the transaction two current directors of the Company will step down and Julien Davy and Benoit Lafrance will be appointed to the board of directors. In addition, Julien Davy will become the President and Benoit Lafrance will become the exploration manager of the Company. The completion of the transaction is subject a number of conditions, including, but not limited to, the approval of the TSX Venture Exchange and all other necessary approvals.