OBAN
MINING CORPORATION

Condensed Interim Consolidated Financial Statements

For the three month periods ended March 31, 2016 and 2015

Presented in Canadian dollars

(Unaudited)

OBAN MINING CORPORATION

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OBAN MINING CORPORATION

Condensed Interim Consolidated Statements of Financial Position
(In Canadian dollars)
(Unaudited)

As at,		**March 31, 2016**		**December 31, 2015**
Assets				
Current assets				
Cash and cash equivalents	$	**62,205,348**	$	55,985,912
Restricted cash		**-**		-
Other receivables		**35,108**		364,070
Advances and prepaid expense		**142,636**		199,485
Taxes recoverable		**1,435,700**		1,109,197
Marketable securities (note 5)		**12,135,957**		8,707,396
Current assets		**75,954,749**		66,366,059
Non-current assets				
Reclamation deposit		**968,023**		968,023
Long-term investment		**300,000**		300,000
Investment in associate (note 7)		**1,237,221**		-
Non-current asset held for sale		**-**		647,000
Plant and equipment		**1,006,045**		1,001,117
Exploration and evaluation assets (note 8)		**117,623,585**		50,056,191
Total non-current assets		**121,134,874**		52,972,331
Total assets	$	**197,089,623**	$	119,338,390
Liabilities				
Current liabilities				
Accounts payable and accrued liabilities	$	**5,051,430**	$	2,696,819
Total current liabilities		**5,051,430**		2,696,819
Non-current liabilities				
Flow-through premium liability (note 9(a))		**1,171,206**		2,091,975
Asset retirement obligation		**864,327**		873,341
Total non-current liabilities		**2,035,533**		**2,965,316**
Total liabilities		**7,086,963**		5,662,135
Equity				
Share capital (note 9(a))		**215,473,873**		150,989,118
Contributed surplus (note 9(d))		**8,452,662**		5,759,370
Warrants (note 9(e))		**14,635,760**		6,787,186
Accumulated other comprehensive income		**656,716**		649,395
Deficit		**(49,216,351)**		(50,508,813)
Total equity attributed to equity holders of the Corporation		**190,002,660**		113,676,256
Total liabilities and equity	$	**197,089,623**	$	119,338,390

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

Commitments (note 12)
Subsequent Events (note 13)

OBAN MINING CORPORATION

Condensed Interim Consolidated Statements of (Income) Loss and Comprehensive (Income) Loss
(In Canadian dollars)
(Unaudited)

For the period ended,		**March 31, 2016**		March 31, 2015
Expenses from continuing operations				
Compensation (note 6)		**3,243,462**	$	365,041
General and administration expenses (note 6)		**695,502**		191,353
General exploration (note 6)		**82,266**		49,473
Exploration and evaluation assets written off (note 8)		**17,410**		-
Flow-through premium income (note 9(a))		**(920,770)**		-
Unrealized gain from marketable securities (note 5)		**(3,352,146)**		(7,359)
Realized gain from marketable securities (note 5)		**(1,007,165)**		(48,776)
Foreign currency exchange loss/(gain) (note 6)		**210,460**		(80,420)
Other income		**(288,001)**		-
Operating (income)/loss from continuing operations		**(1,318,982)**		469,312
Finance income		**(149,445)**		(17,210)
Finance costs		**165,186**		2,612
Net finance income from continuing operations		**15,741**		(14,598)
Share of loss of associate (note 7)		**10,779**		-
(Income)/loss for the period from continuing operations		**(1,292,462)**		454,714
Loss for the period from discontinued operations		**-**		7,821,314
Total (income)/loss for the period	**$**	**(1,292,462)**	$	8,276,028
Other comprehensive (income)				
Items that may be reclassified subsequently to profit and loss: foreign currency translation	**$**	**(7,321)**	$	(305,382)
Comprehensive (income) for the period		**(7,321)**		(305,382)
Total comprehensive (income)/loss	**$**	**(1,299,783)**	$	7,970,646
Basic (earnings)/loss per share (note 9(b))				
From continuing operations	**$**	**(0.02)**	$	0.09
From discontinued operations		**-**		1.57
Total basic (earnings)/loss per share	**$**	**(0.02)**	$	1.66
Basic weighted average number of shares (note 9(b))		**73,881,585**		4,994,078
Diluted (earnings)/loss per share (note 9(c))				
From continuing operations	**$**	**(0.02)**	$	-
From discontinued operations		**-**		-
Total diluted (earnings)/loss per share	**$**	**(0.02)**	$	-
Diluted weighted average number of shares (note 9(c))		**74,803,182**		4,994,078

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

Condensed Interim Consolidated Statements of Changes in Equity
(In Canadian dollars)
(Unaudited)

Attributable equity to owners of the Corporation

	Number of Shares	Share Capital	Warrants	Contributed Surplus	Accumulated other comprehensive income	Deficit and Accumulated Deficit	Total
Balance January 1, 2015	99,881,561	$ 52,139,580	$ -	$ 3,444,416	$ 253,805	$ (37,506,099)	$ 18,331,702
Loss for the period from continuing operations	-	-	-	-	-	(454,714)	(454,714)
Loss for the period from discontinued operations	-	-	-	-	-	(7,821,314)	(7,821,314)
Foreign currency translation adjustment	-	-	-	-	305,382	-	305,382
Stock-based compensation (note 9(d))	-	-	-	141,504	-	-	141,504
Balance March 31, 2015	99,881,561	$ 52,139,580	$ -	$ 3,585,920	$ 559,187	$ (45,782,127)	$ 10,502,560

Attributable equity to owners of the Corporation

	Number of Shares	Share Capital	Warrants	Contributed Surplus	Accumulated other comprehensive income	Deficit and Accumulated Deficit	Total
Balance January 1, 2016	**58,694,202**	**$ 150,989,118**	**$ 6,787,186**	**$ 5,759,370**	**$ 649,395**	**$ (50,508,813)**	**$ 113,676,256**
Income for the period from continuing operations	**-**	**-**	**-**	**-**	**-**	**1,292,462**	**1,292,462**
Foreign currency translation adjustment	**-**	**-**	**-**	**-**	**7,321**	**-**	**7,321**
Stock-based compensation (note 9(d))	**-**	**-**	**-**	**1,977,008**	**-**	**-**	**1,977,008**
Issuance of stock options on acquisition (note 4(a))	**-**	**-**	**-**	**1,014,581**	**-**	**-**	**1,014,581**
Issuance of warrants on acquisition (note 4(a))	**-**	**-**	**473,957**	**-**	**-**	**-**	**473,957**
Issuance of shares on acquisition of assets	**500,000**	**525,000**	**-**	**-**	**-**	**-**	**525,000**
Issuance of shares on acquisition of Niogold (note 4(a))	**54,544,247**	**58,907,787**	**-**	**-**	**-**	**-**	**58,907,787**
Issuance of shares on conversion of subscription receipts	**10,521,700**	**4,469,273**	**-**	**-**	**-**	**-**	**4,469,273**
Issuance of warrants on conversion of subscription receipts	**-**	**-**	**7,374,617**	**-**	**-**	**-**	**7,374,617**
Issuance of shares upon exercise of stock options	**416,700**	**582,695**	**-**	**(298,297)**	**-**	**-**	**284,398**
Balance March 31, 2016	**124,676,849**	**$ 215,473,873**	**$ 14,635,760**	**$ 8,452,662**	**$ 656,716**	**$ (49,216,351)**	**$ 190,002,660**

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

OBAN
MINING CORPORATION

Condensed Interim Consolidated Statements of Cash Flows
(In Canadian dollars)
(Unaudited)

For the period ended		**March 31, 2016**		March 31, 2015
Cash flows used in operating activities				
Income(loss) from continuing operations for the period	**$**	**1,292,462**	$	(454,714)
Adjustments for:				
Stock-based compensation (note 9(d))		**1,879,459**		124,619
Exploration and evaluation of assets write off (note 8)		**17,410**		-
Depreciation		**55,246**		3,265
Flow-through premium income (note 9(a))		**(920,770)**		-
Unrealized gain from marketable securities (note 5)		**(3,352,146)**		(7,359)
Share of loss of associates (note 7)		**10,779**		-
Accretion on asset retirement obligation		**(1,681)**		-
Interest income		**(148,178)**		(17,210)
		(1,167,419)		(351,399)
Change in items of working capital:				
Change in other receivables		**(9,238)**		(17,906)
Change in prepaid expenses and advances		**95,328**		12,883
Change in accounts payable and accrued liabilities		**636,940**		5,567
Change in taxes recoverable		**(93,471)**		19,423
Change in restricted cash		**-**		26,667
Net cash used in operating activities from continuing operations		**(537,860)**		(304,765)
Cash flows used in investing activities				
Interest received		**148,178**		23,042
Addition to exploration and evaluation expenditures (note 8)		**(5,067,320)**		(451,832)
Acquistion of plant and equipment		**(12,902)**		-
Proceeds on disposition of marketable securities (note 5)		**882,102**		79,845
Net cash and cash equivalents received from acqusitions (note 4(a))		**(277,931)**		-
Acquisition of long-term investment		**-**		(300,000)
Acquisiton of marketable securities (note 5)		**(1,043,120)**		(26,560)
Net cash used in investing activities from continuing operations		**(5,370,992)**		(675,505)
Cash flows provided by financing activities				
Cash received from subscription receipt issuance (note 9)		**11,843,890**		-
Cash received from exercise of stock options (note 9)		**284,398**		-
Net cash provided by financing activities from continuing operations		**12,128,288**		-
Increase in cash and cash equivalents from continuing operations		**6,219,436**		(980,270)
Decrease in cash and cash equivalents from discontinued operations		**-**		(302,199)
Increase (decrease) in cash and cash equivalents		**6,219,436**		**(1,282,469)**
Cash and cash equivalents, beginning of period		**55,985,912**		**10,998,647**
Cash and cash equivalents, end of period	**$**	**62,205,348**	**$**	**9,716,178**
Interest income (paid) received	**$**	**148,178**	$	105,109

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

1) Reporting entity

Oban Mining Corporation ("**Oban**" or the "**Corporation**") is a Canadian Corporation domiciled in Canada and was incorporated on February 26, 2010 under the Ontario Business Corporations Act. The address of the Corporation's registered office is 155 University Ave, Suite 1440, Toronto, Ontario, Canada. The consolidated financial statements of the Corporation at March 31, 2016 include the Corporation and its subsidiaries, Braeval Mexico S.A. de CV., Braeval Peru S.A.C, Oban Exploration Ltd., Oban Peru S.A.C, Oban Exploration (Barbados) Ltd., 2407574 Ontario Inc., Eagle Hill Exploration Corporation, Ryan Gold Corp., Ryan Gold USA Inc., Minera Valdez Gold S.A. de C.V., Corona Gold Corporation, Northern Gold Mining Inc. and Niogold Mining Corporation (together the "Group" and individually as "Group entities"). The Corporation is primarily in the business of acquiring, exploring and developing mineral deposits in Canada.

The business of exploring and mining for minerals involves a high degree of risk. Oban is in the exploration stage and is subject to risks and challenges similar to companies in a comparable stage. These risks include, but are not limited to, the challenges of securing adequate capital, exploration, development and operational risks inherent in the mining industry; changes in government policies and regulations; the ability to obtain the necessary environmental permitting; challenges in future profitable production or, alternatively Oban's ability to dispose of its interest on an advantageous basis; as well as global economic and commodity price volatility; all of which are uncertain. There is no assurance that Oban's funding initiatives will continue to be successful. The underlying value of the mineral properties is dependent upon the existence and economic recovery of mineral reserves and is subject to, but not limited to, the risks and challenges identified above. Changes in future conditions could require material write-downs of the carrying value of mineral properties and deferred exploration.

2) Basis of preparation

a) Statement of compliance

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

These unaudited condensed interim consolidated financial statements do not include all of the disclosures required for annual financial statements and therefore should be read in conjunction with the Corporation's audited annual consolidated financial statements and notes thereto for the year ended December 31, 2015.

These consolidated financial statements were authorized for issuance by the Corporation's Board of Directors on May 9, 2016.

b) Significant accounting policies

The significant accounting policies followed in these condensed interim consolidated financial statements are consistent with those applied in the Corporation's audited annual consolidated financial statements for the year ended December 31, 2015.

c) Use of estimates and judgements

The preparation of these consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses.

2) Basis of preparation (continued)

c) Use of estimates and judgements (continued)

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these condensed interim consolidated financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation were the same as those that applied to the consolidated financial statements as at and for the year ended December 31, 2015, except for those noted below.

Determination of significant influence over equity investments:

Judgment is needed to assess whether the Corporation's interest in a marketable security meets the definition of significant influence and therefore would be accounted for under the equity method as opposed to fair value through profit and loss. Management makes this determination based on its legal ownership interest, board representation and through an analysis of the Corporation's participation in entities' policy making process. Management is of the view at December 31, 2015 that for each of the investments held they did not meet the criteria to exert significant influence over the investee and therefore have recorded the investment at fair value through profit and loss. In the three-month period ended March 31, 2016, management determined it was able to exert significant influence over Kilo Goldmines Ltd. and started to account for this investment as an associate under the equity method.

3) Changes in IFRS accounting policies and future accounting pronouncements

Certain pronouncements were issued by the IASB or the International Financial Reporting Interpretations Committee that are mandatory for accounting years ended after December 31, 2016. Many are not applicable or do not have a significant impact to the Corporation and have been excluded from the summary below.

International Financial Reporting Standard 15, "Revenue from Contracts with Customers" ("IFRS 15")

In May 2015, the IASB issued IFRS 15. The core principle of the new standard is for companies to recognize revenue to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the company expects to be entitled in exchange for those goods or services. The new standard will also result in enhanced disclosures about revenue, provide guidance for transactions that were not previously addressed comprehensively (for example, service revenue and contract modifications) and improve guidance for multiple-element arrangements. This standard is effective for annual periods beginning on or after January 1, 2018. Earlier application is permitted. The Corporation is in the process of evaluating the impact of adopting these amendments to its consolidated financial statements.

International Financial Reporting Standard 9, "Financial Instruments" ("IFRS 9")

In July 2015, the IASB issued IFRS 9 to 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. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. A new hedge accounting model is introduced and represents a substantial overhaul of hedge accounting which will allow entities to better reflect their risk management activities in the financial statements.

3) Changes in IFRS accounting policies and future accounting pronouncements (continued)

International Financial Reporting Standard 9, "Financial Instruments" ("IFRS 9") (continued)

The most significant improvements apply to those that hedge non-financial risk, and so these improvements are expected to be of particular interest to non-financial institutions. This standard is effective for annual periods beginning on or after January 1, 2018. Earlier application is permitted. The Corporation is in the process of evaluating the impact of adopting these amendments to its consolidated financial statements.

International Financial Reporting Standard 16, "Leases" ("IFRS 16")

In January 2016, the IASB issued IFRS 16. The new standard brings most leases on-balance sheet for lessees under a single model, eliminating the distinction between operating and finance leases. Lessor accounting however remains largely unchanged and the distinction between operating and finance leases is retained. This standard is effective for annual reporting periods on or after January 1, 2019. Early adoption is permitted if IFRS 15 has also been adopted. The Corporation is in the process of evaluating the impact of adopting these amendments to its consolidated financial statements.

IAS 7, "Statement of Cash Flows" ("IAS 7")

In January 2016, the IASB issued amendments to IAS 7 pursuant to which entities will be required to provide enhanced information about changes in their financial liabilities, including changes from cash flows and non-cash changes. The IAS 7 amendments are effective for annual periods beginning on or after January 1, 2017. The Corporation is in the process of evaluating the impact of adopting these amendments to its consolidated financial statements.

IAS 12, "Income Taxes" ("IAS 12")

In January 2016, the IASB issued amendments to IAS 12, which clarify guidance on the recognition of deferred tax assets related to unrealized losses resulting from debt instruments that are measured at their fair value. The IAS 12 amendments are effective for annual periods beginning on or after January 1, 2017. The Corporation does not currently measure any of its debt instruments at fair value. Therefore, the implementation of IFRS 12 is not expected to have a material impact to the Corporation's financial statements.

4) Acquisitions

a) Acquisition of Niogold Mining Corporation

On March 11, 2016 the Corporation completed the acquisition (the "Arrangement Agreement") of Niogold Mining Corporation ("Niogold") by way of a court approved plan of arrangement.

Under the terms of the Arrangement Agreement, Oban acquired all of the common shares of each of Niogold ("Niogold Shares") under Division 5 of Part 9 of the Business Corporations Act (British Columbia). Under the Arrangement, each holder of Niogold Shares (each a "Niogold Shareholder") received 0.4167 Common Shares in exchange for each Niogold Share held.

This Arrangement Agreement has been accounted for as an acquisition of assets and liabilities as Niogold does not meet the definition of a business under IFRS 3. The acquisition of the assets of Niogold were recorded at the fair value of the consideration paid of $61,757,949.

(In Canadian dollars)

4) Acquisitions (continued)

a) Acquisition of Niogold Mining Corporation (continued)

Consideration Paid		
Share consideration	**$**	**58,907,787**
Transaction costs		**1,361,624**
Stock options		**1,014,581**
Warrants		**473,957**
	$	**61,757,949**

Net assets acquired		
Cash	**$**	**1,083,694**
Current assets		**449,710**
Plant and equipment		**47,274**
Exploration and evaluation assets		**61,346,470**
Current liabilities		**(1,169,199)**
Total net assets acquired	**$**	**61,757,949**

5) Marketable Securities

The Corporation holds shares and warrants in various public companies, the majority of which were acquired as part of an acquisition that took place on August 25, 2015. These shares and warrants are marked-to-market which resulted in an unrealized gain of $3,352,146 and $48,776 for the period ended March 31, 2016 and 2015, respectively. The Corporation sold shares during the period ended March 31, 2016 which resulted in a realized gain of $1,007,165 (2015 - $7,359).

The following table summarizes information regarding the Corporation's marketable securities as at March 31, 2016 and December 31, 2015:

As at	**March 31, 2016**	December 31, 2015
Balance, beginning of period	**$ 8,707,396**	$ 31,820
Additions	**2,028,468**	2,935,307
Acquisitions (note 4(a))	**178,199**	5,705,278
Transfer to investments in associates (note 7)	**(1,248,000)**	-
Disposals	**(1,889,417)**	(1,341,398)
Realized gain on disposals	**1,007,165**	742,350
Unrealized gain on mark-to-market	**3,352,146**	634,039
Balance, end of period	**$ 12,135,957**	$ 8,707,396

(In Canadian dollars)

6) Expenses from continuing operations

The following table summarizes information regarding the Corporation's expenses from continuing operations for the period ended March 31, 2016 and 2015:

For the period ended		**March 31, 2016**		March 31, 2015
Compensation expense				
Stock-based compensation (note 9(d))	**$**	**1,879,459**	$	124,619
Salaries and benefits		**1,364,003**		240,422
Total compensation expenses	**$**	**3,243,462**	$	365,041
General and administration expense				
Shareholder and regulatory expense	**$**	**214,313**	$	8,000
Administrative services (note 10)		**85,948**		-
Travel expense		**80,772**		16,135
Professional fees		**151,639**		100,210
Office expense		**162,830**		67,008
Total general and administration expenses	**$**	**695,502**	$	191,353
General exploration				
Canada	**$**	**82,266**	$	49,473
Total exploration expenses	**$**	**82,266**	$	49,473
Marketable securities (gain)/loss				
Realized gain from marketable securities (note 5)	**$**	**(1,007,165)**	$	(48,776)
Unrealized (gain)/loss from marketable securities (note 5)		**(3,352,146)**		(7,359)
Total marketable securities gain	**$**	**(4,359,311)**	$	(56,135)
Foreign currency exchange				
Realized Foreign currency exchange loss	**$**	**209,262**	$	1,174
Unrealized Foreign currency exchange loss/(gain)		**1,198**		(81,594)
Total foreign exchange loss/(gain)	**$**	**210,460**	$	(80,420)

7) Investment in Associate

On March 8, 2016, Oban filed an early warning report in respect of its holdings in Kilo Goldmines Ltd ("Kilo"). Management has determined that Oban has significant influence over the decision making process of Kilo and has therefore classified its investment in Kilo using the equity basis of accounting.

The Corporation's investment relating to its interest in Kilo is detailed as follows:

As at		**March 31, 2016**		December 31, 2015
Balance, beginning of period	**$**	**-**	$	-
Transfers from marketable securities		**1,248,000**		-
Share of loss for the period		**(10,779)**		-
Balance, end of period	**$**	**1,237,221**	$	-

(In Canadian dollars)

8) Exploration and evaluation assets

	December 31, 2015	Acquisitions in the period	Additions in the period	Write offs in the period	March 31, 2016
Canadian properties					
Urban Barry	$ 472,146	$ -	$ 859,125	$ -	$ 1,331,271
Windfall Lake	39,103,702	-	4,091,498	-	43,195,200
Ogima - Catharine Fault	893,815	-	249,967	-	1,143,782
Garrcon - Garrison	9,582,004	-	86,272	-	9,668,276
Gold Pike - Garrison	-	-	39,639	-	39,639
Buffonta - Garrison	4,524	-	60,182	-	64,706
Northstar Miller - Catharine Fault	-	-	17,410	(17,410)	-
Souart Property	-	-	725,078	-	725,078
Marban - Marban Block	-	21,271,690	66,486	-	21,338,176
Malarctic - Marban Block	-	36,927,002	38,797	-	36,965,799
Siscoe East - Marban Block	-	2,475,485	2,569	-	2,478,054
Héva - Marban Block	-	672,293	1,311	-	673,604
Total exploration and evaluation assets	$ 50,056,191	$ 61,346,470	$ 6,238,334	$ (17,410)	$ 117,623,585

	December 31, 2014	Acquisitions in the year	Additions in the year	Write offs in the year	December 31, 2015
Canadian properties					
Urban Barry	$ 98,420	$ -	$ 373,726	$ -	$ 472,146
Windfall Lake	-	36,638,816	2,464,886	-	39,103,702
Ogima - Catharine Fault	123,611	-	770,204	-	893,815
Garrcon - Garrison	-	9,547,578	34,426	-	9,582,004
Gold Pike - Garrison	-	-	-	-	-
Buffonta - Garrison	-	-	4,524	-	4,524
Northstar Miller - Catharine Fault	-	-	1,073,071	(1,073,071)	-
Golden Dawn - Catharine Fault	-	-	83,288	(83,288)	-
Ashley Gold - Catharine Fault	-	-	38,049	(38,049)	-
Peru properties					
Arcopunco	330,157	-	66,650	(396,807)	-
Marcahui	6,463,933	-	14,316	(6,478,249)	-
Magdalena	224,175	-	31,243	(255,418)	-
Generative properties					
Peru - Lithocaps	99,677	-	129,732	(229,409)	-
Peru - Low Capex	114,351	-	19,209	(133,560)	-
Total exploration and evaluation assets	$ 7,454,324	$ 46,186,394	$ 5,103,324	$ (8,687,851)	$ 50,056,191

(In Canadian dollars)

8) Exploration and evaluation assets (continued)

Canadian properties

a) Urban Barry

As of March 31, 2016, the Corporation had staked claims in the Urban Barry area of Quebec. The exploration expenditures on the property were for the cost of staking the land and geological mapping. In order to maintain the claims, the Corporation is required to spend $1,504,800 within two years from the date of staking of which is due November of 2016.

b) Windfall Lake Property

The Corporation acquired the Windfall Lake Property through the Arrangement, which took place on August 25, 2015. The Windfall Lake Property is 100% owned is located in the prolific Abitibi Greenstone Belt in Quebec, Canada. The majority of the property is subject to the following residual net smelter royalties ("NSR").

Location	NSR	Buyback option
Centre of property, hosting the majority of the mineral resource	1.5%	Buyback 1% NSR for $1 million
North of the majority of the mineral resource, hosting small portion of the mineral resource	1%	Buyback 1% NSR for $1 million ($500,000 for each 0.5% NSR)
Northern part of property	2%	Buyback 2% NSR for $1 million ($500,000 for each 1% NSR)
Southeast of the mineral resource	2%	Buyback 1% NSR for $500,000
Eastern edge of property	2%	Buyback 1% NSR for $1 million, right of first refusal for remaining 1% NSR

8) Exploration and evaluation assets (continued)

c) Souart Property

The Corporation acquired 100% of the Souart Property on February 3, 2016, located in the Urban Barry greenstone belt, in Souart and Barry Townships, Québec. The Corporation issued 500,000 common shares of Oban and a cash payment of $200,000 for 100% of the property. The property consists of 33 claims comprising of 1,286 hectare. The Souart Property is subject to a 2% NSR which can be purchased at any time for $2,000,000.

d) Garrison Properties

i) Garrcon Project

The Corporation acquired the Garrcon Project through the Agreement with Northern Gold, which took place on March 22, 2015. The Garrcon Project is 100% owned is located in the prolific Abitibi Greenstone Belt in Quebec, Canada. The property consists of 66 contiguous mining claims with NSR's ranging from 1% to 2%.

8) Exploration and evaluation assets (continued)

d) Garrison Properties (continued)

ii) Jonpol Project

The Corporation acquired the Jonpol Project through the Agreement with Northern Gold which was completed on March 22, 2015. The Jonpol Project is 100% owned and is located on the same property as the Garcon Project in the prolific Abitibi Greenstone Belt in Ontario, Canada.

iii) Buffonta Project

The Corporation acquired the Buffonta Project through the Agreement with Northern Gold which was completed on March 22, 2015. The Buffonta Project is 87.5-100% owned and is located in the prolific Abitibi Greenstone Belt in Ontario, Canada. The property consists of 120 contiguous mining claims. The Buffonta Project is subject to a 3% NSR of which 0.5% can be purchased for $1,000,000.

e) Marban Block Properties

i) Marban Project

The Corporation acquired the Marban property through the acquisition of Niogold. The Marban project is 100% owned and is the result of an amalgamation of the former Marban, First Canadian, Norlartic and Gold Hawk claims.

ii) Malarctic Project

The Corporation acquired the Malartic property through the acquisition of Niogold. The Malartic Block property includes the Camflo West, the Malartic Hygrade, the Malartic Hygrade-NSM and the Malartic H properties. The Camflo West claims are subject to various NSR's ranging from 1.5% to 3.0%, certain of which, or portions thereof, can be repurchased for payments ranging from $200,000 to $1,500,000. The Malartic H claims are 85% owned and the remaining 15% can be purchased by paying $25,000.

iii) Siscoe East Project

The Corporation acquired the Siscoe East property through the acquisition of Niogold. NioGold owns a 50% interest in the claims covering the Siscoe East property, the remaining 50% interest being held by another company. Some claims are subject to NSR's of 2.0%. Half of the NSR's may be repurchase for a total of $2,750,000.

iv) Hêva Project

The Corporation acquired the Héva property through the acquisition of Niogold. Some of the claims of the Héva property are subject to a 1.5% NSR of which half may be repurchased for $200,000.

(In Canadian dollars)

9) Capital and other components of equity

a) Share capital – Authorized

	Number of Common Shares		Amount
Balance, January 1, 2015	99,881,561		52,139,580
Private placement (net of transaction costs $93,380)	20,000,000		1,906,620
Issuance of shares on acquisition of EAG, RYG and CRG	643,701,492		64,977,410
Private placement - Osisko Gold Royalties	161,750,984		17,677,346
Consolidation of shares	(879,067,335)		-
Private placement (net of transaction costs $766,213)	8,427,500		9,768,162
Issuance of shares on acquisition of NGM	4,000,000		4,520,000
Balance December 31, 2015	**58,694,202**	**$**	**150,989,118**
Issuance of shares on acquisition of Souart property	500,000		525,000
Issuance of shares on acquisition of Niogold (note 4(a))	54,544,247		58,907,787
Conversion of subscription receipts (net of transaction costs $782,150)	10,521,700		4,469,273
Issuance of shares upon exercise of stock options	416,700		582,695
Balance March 31, 2016	**124,676,849**	**$**	**215,473,873**

The authorized capital of Oban consists of an unlimited number of common shares. The holders of common shares are entitled to one vote per share at shareholder meetings of the Corporation. All shares rank equally with regard to the Corporation's residual assets.

On September 30, 2015, the Corporation completed a private placement of 8,427,500 post-consolidation common shares of the Corporation at a price of $1.55 per Common Share issued as flow-through shares for aggregate gross proceeds of $13,062,625. The flow-through shares were issued at a $0.31 premium to the current market price of the Corporations shares at the day of issue. The premium was recognized as a long-term liability for $2,528,250 with a subsequent pro-rata reduction of the liability recognized as flow-through premium income as the required expenditures are incurred. Flow-through premium income of $920,770 was recognized for the period ended March 31, 2016 (2015 - $nil). The transaction costs amounted to $766,213 and have been netted against the gross proceeds on closing.

On March 8, 2016, the Corporation acquired the Souart property in exchange for a cash payment of $200,000 as well as the issuance of 500,000 Common Shares.

On March 11, 2016, as described in note 4(a), the Corporation acquired Niogold. In consideration for the acquisition of Niogold, the Corporation issued 0.4167 Common Shares for each common share of Niogold so held, for an aggregate of 54,544,247 Common Shares.

On February 3, 2016, the Corporation completed an offering of subscription receipts pursuant to which it issued and sold 10,521,700 subscription receipts at a price of $1.20 per subscription receipt for gross proceeds of $12,626,040. The transaction costs amounted to $782,150 and have been netted against the gross proceeds on closing. In conjunction with the completion of the Arrangement Agreement on March 11, 2016, each subscription receipt was converted into one Common Share and one Common Share purchase warrant. Each Common Share purchase warrant is exercisable into one Common Share until February 3, 2019, at an exercise price of $1.44. The fair value of the Common Share purchase warrants upon conversion was $7,374,617 and this fair value has been netted against the gross proceeds on closing.

On March 22, 2016, a total of 416,700 stock options were exercised for gross proceeds of $582,695 in exchange for the issuance of 416,700 Common Shares.

(In Canadian dollars)

9) Capital and other components of equity (continued)

b) Basic (earnings)/loss per share

The calculation of basic (earnings)/loss per share for the period ended March 31, 2016 and 2015 was based on the (income)/loss attributable to common shareholders and a basic weighted average number of common shares outstanding, calculated as follows (prior period numbers have been adjusted to reflect the share consolidation of 20:1 on August 25, 2015):

For the period ended		**March 31, 2016 Weighted average shares**		March 31, 2015 Weighted average shares
Common Shares outstanding, at beginning of the year		**58,694,202**		4,994,078
Consolidation of Common Shares		**-**		-
Common Shares issued during the period		**15,187,383**		-
Basic weighted average number of Common Shares		**73,881,585**		4,994,078
Net (income)/loss for the year from continuing operations	**$**	**(1,292,462)**	$	454,714
Net loss for the period from discontinued operations		**-**		7,821,314
Net (income)/loss for the period	**$**	**(1,292,462)**	$	8,276,028
Basic (earnings)/loss per share from continuing operations	**$**	**(0.02)**	$	0.09
Basic loss per share from discontinued operations		**-**		1.57
Basic (earnings)/loss per share for the period	**$**	**(0.02)**	$	1.66

c) Diluted (earnings)/loss per share

The calculation of diluted (earnings)/loss per share for the period ended March 31, 2016 and 2015 was based on the (income)/loss attributable to common shareholders and a diluted weighted average number of common shares outstanding, calculated as follows:

For the period ended		**March 31, 2016 Weighted average shares**		March 31, 2015 Weighted average shares
Basic weighted average number of Common Shares (note 9(b))		**73,881,585**		4,994,078
Effect of dilutive stock options		**921,597**		-
Diluted weighted average number of Common Shares		**74,803,182**		4,994,078
Net (income)/loss for the period from continuing operations	**$**	**(1,292,462)**	$	454,714
Net loss for the period from discontinued operations		**-**		7,821,314
Net (income)/loss for the period	**$**	**(1,292,462)**	$	8,276,028
Diluted (earnings)/loss per share from continuing operations	**$**	**(0.02)**	$	-
Diluted loss per share from discontinued operations		**-**		-
Diluted (earnings)/loss per share for the period	**$**	**(0.02)**	$	-

(In Canadian dollars)

9) Capital and other components of equity (continued)

d) Contributed surplus

The following table summarizes the stock option transactions for the period:

	Number of stock options		Weighted-average exercise price
Outstanding at December 31, 2014	**7,040,000**	**$**	**0.22**
Forfeited (pre-consolidation)	(7,500)		0.22
Cancelled (pre-consolidation)	(6,688,000)		0.22
Balance post-consolidation	344,500		4.40
Granted	4,525,000		1.19
Outstanding at December 31, 2015	**4,869,500**	**$**	**1.42**
Issuance of stock options on acquisition of Niogold	1,391,772		0.68
Granted	4,700,000		1.08
Exercise	(416,700)		0.68
Outstanding at March 31, 2016	**10,544,572**	**$**	**1.20**

In connection with the Arrangement Agreement (note 4(a)), consent was received from each Niogold stock option holder that, subsequent to the Arrangement Agreement, each Niogold stock option will be exercisable into 0.4167 Common Shares for each Niogold Share the holder would have otherwise been entitled to acquire. On March 11, 2016, a total of 1,391,772 stock options were issued in connection with the Arrangement Agreement.

On March 11, 2016, 4,700,000 stock options were issued to directors, management and employees, at an exercise price of $1.08 for a period of 5 years. The options have been fair valued at $0.87 per option using the Black-Scholes option-pricing model. One third of these options vest immediately with the remaining thirds each vesting on the first and second anniversaries from the date of grant.

On March 22, 2016, a total of 416,700 stock options were exercised for gross proceeds of $582,695 in exchange for the issuance of 416,700 Common Shares.

The total recognized expense for stock options for the period ended March 31, 2016 was $1,977,008 (2015 - $141,504), from which $97,548 (2015 - $16,885) was capitalized to the Canadian projects.

The following table summarizes the assumptions used for the valuation of the replacement Niogold stock options issued during the period:

For the period ended March 31,		**2016**
Fair value at grant date	**$**	**0.73**
Forfeiture rate		**0.0%**
Share price at grant date	**$**	**1.08**
Exercise price	**$**	**0.68**
Expected volatility		**112%**
Dividend yield		**0.0%**
Option life (weighted average life)		**2.2 years**
Risk-free interest rate (based on government bonds)		**0.60%**

(In Canadian dollars)

9) Capital and other components of equity (continued)

d) Contributed surplus (continued)

The following table summarizes the assumptions used for the valuation of the 4,700,000 stock options issued during the period:

For the period ended March 31,		2016
Fair value at grant date	$	0.87
Forfeiture rate		0.0%
Share price at grant date	$	1.08
Exercise price	$	1.08
Expected volatility		115%
Dividend yield		0.0%
Option life (weighted average life)		5 years
Risk-free interest rate (based on government bonds)		0.74%

The following table summarizes information regarding the Corporation's outstanding and exercisable stock options as at March 31, 2016:

	Weighted-Average Exercise Price	Number of Stock Options Outstanding	Weighted-Average Remaining periods of Contractual Life	Number of Stock Options Exercisable		Weighted Average Exercisable Price
	0.48 to 0.89	908,402	2.4	783,392		0.48 to 0.89
	1.01 to 1.08	4,766,670	4.9	1,633,332		1.01 to 1.08
	1.16	600,000	4.6	199,998		1.16
	1.20	3,925,000	4.4	1,308,329		1.20
	4.40	344,500	3.1	229,670		4.40
$	**1.20**	**10,544,572**	**4.4**	**4,154,721**	**$**	**1.22**

e) Warrants

The following table summarizes information regarding the Corporation's outstanding warrants as at March 31, 2016:

	Number of warrants		Weighted-average exercise price
Outstanding at December 31, 2014	-	$	-
Former EAG warrants acquired	7,120,692		1.85
Issuance of warrants on acquisition of EAG	130,132,585		0.15
Former NGM warrants acquired	696,048		5.27
Outstanding at December 31, 2015	**137,949,325**	**$**	**0.26**
Issuance of warrants on conversion of subscription receipts	10,521,700		1.44
Issuance of warrants on acquisition of Niogold	1,010,477		1.15
Outstanding at March 31, 2016	**149,481,502**	**$**	**0.35**

(In Canadian dollars)

9) Capital and other components of equity (continued)

e) Warrants (continued)

On February 3, 2016, the Corporation completed an offering of subscription receipts pursuant to which it issued and sold 10,521,700 subscription receipts. In conjunction with the completion of the Arrangement Agreement on March 11, 2016, each subscription receipt was converted into one Common Share and one Common Share purchase warrant. Each Common Share purchase warrant is exercisable into one Common Share until February 3, 2019, at an exercise price of $1.44.

The following table summarizes the assumptions used for the valuation of the 10,521,700 warrants issued in conjunction with the conversion of the subscription receipts:

For the period ended March 31,		**2016**
Fair value at grant date	**$**	**0.70**
Forfeiture rate		**0.0%**
Share price at grant date	**$**	**1.08**
Exercise price	**$**	**1.44**
Expected volatility		**120%**
Dividend yield		**0.0%**
Warrant life (weighted average life)		**2.9 years**
Risk-free interest rate (based on government bonds)		**0.56%**

In connection with the Arrangement Agreement (note 4(a)), consent was received from each Niogold warrant holder that, subsequent to the Arrangement Agreement, each Niogold warrant will be exercisable into 0.4167 Common Shares for each Niogold Share the holder would have otherwise been entitled to acquire. On March 11, 2016, a total of 1,010,477 warrants were issued in connection with the Arrangement Agreement.

The following table summarizes the assumptions used for the valuation of the 1,010,477 warrants replaced during the period:

For the period ended March 31,		**2016**
Fair value at grant date	**$**	**0.43**
Forfeiture rate		**0.0%**
Share price at grant date	**$**	**1.08**
Exercise price	**$**	**1.15**
Expected volatility		**112%**
Dividend yield		**0.0%**
Warrant life (weighted average life)		**1.03 years**
Risk-free interest rate (based on government bonds)		**0.58%**

10) Related party transactions

Balances and transactions between the Corporation and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Details of the transactions between the Corporation and other related parties are disclosed below.

(In Canadian dollars)

10) Related party transactions (continued)

During the period ended March 31, 2016, management fees, rent and legal fees of $139,654 (2015 - $nil) were incurred with Osisko Gold Royalties ("Osisko"), a company related to Mr. John Burzynski, President and CEO of the Corporation, as well as Mr. Sean Roosen, Chairman of the Board. Osisko has a one-time right, should the Corporation seek financing in debt or equity markets, to provide first financing to the Corporation equal to $5 million in exchange for the granting by the Corporation of a 1% NSR over such properties wholly-owned by the Corporation. Additionally, as long as Osisko holds Common Shares equal to at least 10% of the issued and outstanding Common Shares on a non-diluted basis, Osisko will have the right to a) participate in future equity financings by the Corporation on a pro rata basis to its non-diluted shareholding immediately prior to any such financing; b) nominate three directors to the Board; c) refuse any agreement involving the sale of a similar interest in products; d) provide management services to the Corporation and e) cause the Corporation to exercise its rights of repurchase over any existing royalty, purchase any royalty held over properties of the Corporation and to sell to Osisko any royalties from properties owned by third parties that the Corporation may hold. These services and rights were provided as part of the private placement agreement that was entered into with Osisko on August 25, 2015.

During the period ended March 31, 2016, financial advisory service fees of $84,000 were incurred with Dundee Capital Markets ("Dundee"), a company related to a Director (note 6). On October 1, 2015, the Corporation signed an agreement with Dundee whereas Dundee will provide financial advisory services for the Corporation at a cost of $28,000 per month plus a non-refundable retainer fee of $500,000. The agreement expires September 1, 2017.

Accrued directors' fees for the period ended March 31, 2016 are $102,500 (2015 - $30,000).

The following table summarizes remuneration attributable to key management personnel for the period ended March 31, 2015 and 2016:

For the period ended		**March 31, 2016**		March 31, 2015
Salaries expense of key management	**$**	**1,337,085**	$	169,122
Directors' fees		**147,500**		30,000
Stock-based compensation		**1,983,691**		121,632
	$	**3,468,276**	$	320,754

11) Segmented information

The Corporation is involved in the exploration and development of mineral deposits. Segmented information is provided on the basis of geographical segments as the Corporation manages its business and exploration activities through geographical regions which in 2015 consist of Canada. However, during the period ended March 31, 2015, the Corporation decided to leave Peru which as at March 31, 2015 has been classified as discontinued operations.

The business segments presented reflect the management structure of the Corporation and the way in which the Corporation's management reviews business performance.

(In Canadian dollars)

11) Segmented information (continued)

The Corporation evaluates performance of its operating segments as follows:

For the period ended March 31, 2016		**Assets**		**Income for the period**
Canada	**$**	**197,089,623**	**$**	**1,292,462**
Total	**$**	**197,089,623**	**$**	**1,292,462**

For the period ended March 31, 2015		Assets		Loss for the period
Canada	$	10,834,646	$	436,652
Mexico		-		18,059
Discontinued operations		121,230		7,821,317
Total	$	10,955,876	$	8,276,028

12) Commitments

The Corporation has the following exploration commitments as at March 31, 2016:

		Total		**2016**		**2017**		**2018**
Catharine Fault - Ogima Project (note 8(c))	$	400,000	$	160,000	$	100,000	$	140,000
Urban Barry Project - exploration commitment* (note 8(a))	$	1,504,800	$	1,504,800	$	-	$	-
Total	**$**	**1,904,800**	**$**	**1,664,800**	**$**	**100,000**	**$**	**140,000**

** Quebec Prospects minimum exploration commitment of $1,200 per claim (1,254 ha) to be made within two years from the date of grant.*

In addition to the option payments, on October 1, 2015, the Corporation signed an agreement with Dundee whereas Dundee will provide financial advisory services for the Corporation at a cost of $28,000 per month. The agreement expires September 1, 2017.

As of March 31, 2016, the Corporation has a total of $87,715 remaining to be spent of the Ontario flow through funds raised in April 2015 and $6,051,229 remaining to be spent on the Quebec flow through funds raised in September 2015.

13) Subsequent events

On April 8, 2016, Oban announced the closing of the acquisition of the mining claims comprising part of the DeSantis Property in the Porcupine Mining Division in Ogden Township, Ontario, from Excellon Resources Inc. (“Excellon”). The Corporation delivered 620,400 Common Shares in exchange for the mining claims and expects to issue a further 229,600 Common Shares upon completion of the transfer of the mining leases. The transfer of the mining leases comprising the remainder of the DeSantis Property will be completed upon receipt of the ordinary course consent of the Ministry of Northern Development and Mines.

On April 12, 2016, Oban completed the sale of various mining equipment to an arms length party for $400,000.