**Condensed Interim Consolidated Financial Statements**

**For the six month period ended June 30, 2015 and 2014**

**Presented in Canadian dollars**

**(Unaudited)**

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OBAN MINING CORPORATION

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

| *As at,* | June 30, 2015 | December 31, 2014 |
|---|---|---|
| **Assets** | | |
| **Current assets** | | |
| Cash and cash equivalents | $ 8,352,968 | $ 10,998,647 |
| Restricted cash (note 10) | 881,182 | - |
| Other receivables | 5,903 | 43,705 |
| Loan receivable (note 9) | 1,000,000 | - |
| Prepaid expense (note 5) | 902,105 | 94,185 |
| Marketable securities (note 8) | 167,220 | 31,820 |
| **Current assets** | 11,309,378 | 11,168,357 |
| **Non-current assets** | | |
| Taxes receivable (note 6) | 200,033 | 71,085 |
| Restricted cash | 26,666 | 69,833 |
| Long term investment (note 10) | 300,000 | - |
| Plant and equipment (note 11) | 41,983 | 54,806 |
| Exploration and evaluation assets (note 12) | 1,142,615 | 7,454,324 |
| **Total non-current assets** | 1,711,297 | 7,650,048 |
| **Total assets** | $ 13,020,675 | $ 18,818,405 |
| **Liabilities** | | |
| **Current liabilities** | | |
| Other payables | $ 783,331 | $ 486,703 |
| Total current liabilities | 783,331 | 486,703 |
| **Equity** | | |
| Share capital (note 14) | 54,046,200 | 52,139,580 |
| Contributed surplus (note 14) | 3,655,589 | 3,444,416 |
| Accumulated other comprehensive income | 552,891 | 253,805 |
| Deficit | (46,017,336) | (37,506,099) |
| **Total equity attributed to equity holders of the Corporation** | 12,237,344 | 18,331,702 |
| **Total liabilities and equity** | $ 13,020,675 | $ 18,818,405 |

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

**Commitments (note 17)**

**Subsequent Events (notes 10 & 18)**

OBAN MINING CORPORATION

**Condensed Interim Consolidated Statement of Loss and Comprehensive Loss**
**(In Canadian dollars)**
**(Unaudited)**

| *For the period ended,* | Three months ended June 30, 2015 | Three months ended June 30, 2014 | Six months ended June 30, 2015 | Six months ended June 30, 2014 |
|---|---|---|---|---|
| **Expenses from continuing operations** | | | | |
| Compensation (note 7) | **$ 229,296** | $ 798,039 | **$ 594,337** | $ 1,063,974 |
| General and administration expenses (note 7) | **157,900** | 201,387 | **349,253** | 405,535 |
| General exploration (note 7) | **27,389** | 35,056 | **76,862** | 35,056 |
| Unrealized gain from marketable securities (note | **(71,445)** | (60,000) | **(78,804)** | (60,000) |
| Realized (gain) loss from marketable securities | **3,010** | - | **(45,766)** | - |
| Foreign currency exchange (gain) loss (note 7) | **27,301** | 60,133 | **(53,119)** | 60,912 |
| **Operating loss from continuing operations** | **373,451** | 1,034,615 | **842,763** | 1,505,477 |
| Finance income | **(14,289)** | (27,352) | **(31,499)** | (53,535) |
| Finance costs | **1,966** | 1,263 | **4,578** | 3,794 |
| **Net finance income from continuing** | **(12,323)** | (26,089) | **(26,921)** | (49,741) |
| **Loss for the period from continuing operations** | **361,128** | 1,008,526 | **815,842** | 1,455,736 |
| **Loss (income) for the period from discontinued operations (note 13)** | **(125,919)** | 1,308,997 | **7,695,395** | 1,337,900 |
| **Total loss for the period** | **$ 235,209** | $ 2,317,523 | **$ 8,511,236** | $ 2,793,636 |
| **Other comprehensive (income)** | | | | |
| Items that may be reclassified subsequently to profit and loss | **$ 6,296** | $ (67,310) | **$ (299,086)** | $ (75,637) |
| **Comprehensive loss (income) for the period** | **6,296** | (67,310) | **(299,086)** | (75,637) |
| **Total comprehensive loss** | **$ 241,505** | $ 2,250,213 | **$ 8,212,150** | $ 2,717,999 |
| **Basic and diluted loss per share** (note 14) | | | | |
| From continuing operations | **$ 0.01** | $ 0.03 | **$ 0.01** | $ 0.03 |
| From discontinued operations | **0.00** | 0.02 | **0.07** | 0.02 |
| **Total loss per share** | **$ 0.01** | $ 0.05 | **$ 0.08** | $ 0.05 |
| **Basic and diluted weighted average number of shares (note 14)** | **114,606,836** | 83,137,837 | **107,326,005** | 56,941,605 |

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

OBAN MINING CORPORATION

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

*Attributable equity to owners of the Corporation*

| | Number of Shares | Share Capital | Contributed Surplus | Accumulated other comprehensive income/(loss) | Deficit and Accumulated Deficit | Total |
|---|---|---|---|---|---|---|
| **Balance January 1, 2014** | 93,767,786 | $ 26,859,121 | $ 2,502,411 | $ 257,743 | $ (18,169,566) | $ 11,449,709 |
| Loss for the period from continuing operations | - | - | - | - | (1,455,736) | (1,455,736) |
| Loss for the period from discontinued operations | - | - | - | - | (1,337,900) | (1,337,900) |
| Foreign currency translation adjustment | - | - | - | 75,637 | - | 75,637 |
| Stock-based compensation (note 14) | - | - | 652,712 | - | - | 652,712 |
| Consolidation of shares (note 14) | (63,905,433) | | | | | - |
| Issuance of shares for purchase of assets (notes 4 and 14) | 70,019,208 | 25,280,459 | | | | 25,280,459 |
| **Balance June 30, 2014** | 99,881,561 | $ 52,139,580 | $ 3,155,123 | $ 333,380 | $ (20,963,203) | $ 34,664,881 |
| Loss for the period from continuing operations | - | - | - | - | (16,542,897) | (16,542,897) |
| Loss for the period from discontinued operations | - | - | - | - | - | - |
| Foreign currency translation adjustment | - | - | - | (79,575) | - | (79,575) |
| Stock-based compensation (note 14) | - | - | 289,293 | - | - | 289,293 |
| Consolidation of shares (note 14) | - | - | - | - | - | - |
| Issuance of shares for purchase of assets (notes 4 and 14) | - | - | - | - | - | - |
| **Balance December 31, 2014** | 99,881,561 | $ 52,139,580 | $ 3,444,416 | $ 253,805 | $ (37,506,100) | $ 18,331,702 |

*Attributable equity to owners of the Corporation*

| | Number of Shares | Share Capital | 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 | $ (37,506,100) | $ 18,331,702 |
| Loss for the period from continuing operations | - | - | - | - | (815,842) | (815,842) |
| Loss for the period from discontinued operations | - | - | - | - | (7,695,395) | (7,695,395) |
| Foreign currency translation adjustment | - | - | - | 299,086 | - | 299,086 |
| Stock-based compensation (note 14) | - | - | 211,173 | - | - | 211,173 |
| Private placement (note 14) | 20,000,000 | 1,906,620 | - | - | - | 1,906,620 |
| **Balance June 30, 2015** | 119,881,561 | $ 54,046,200 | $ 3,655,589 | $ 552,891 | $ (46,017,336) | $ 12,237,344 |

*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* | | **June 30, 2015** | | June 30, 2014 |
|---|---|---|---|---|
| **Cash flows used in operating activities** | | | | |
| Loss from continuing operations for the period | **$** | **(815,842)** | $ | (1,455,736) |
| Adjustments for: | | | | |
| Stock-based compensation (note 14) | | **184,406** | | 652,712 |
| Depreciation (note 11) | | **6,340** | | 8,720 |
| Unrealized gain from marketable securities (note 8) | | **(78,804)** | | (60,000) |
| Gain from collection of VAT receivable | | **(41,599)** | | (97,108) |
| Interest income | | **(31,498)** | | (53,535) |
| | | **(776,997)** | | (1,004,947) |
| Proceeds from collection of VAT receivable | | **41,599** | | 97,108 |
| Change in items of working capital: | | | | |
| Change in other receivables | | **30,645** | | 33,468 |
| Change in prepaid expenses and advances | | **(807,912)** | | 42,998 |
| Change in other payables and accrued liabilities | | **610,122** | | 326,396 |
| Change in taxes receivable (note 6) | | **(180,610)** | | 61,496 |
| Change in restricted cash | | **43,167** | | 59,667 |
| Net cash used in operating activities from continuing operations | | **(1,039,986)** | | (383,814) |
| **Cash flows (used in)/provided by investing activities** | | | | |
| Interest received | | **31,498** | | 53,481 |
| Addition to exploration and evaluation expenditures (note 12) | | **(899,190)** | | - |
| Proceeds on sale of discontinued operations (note 13) | | **-** | | 33,141 |
| Acquistion of plant and equipment | | **-** | | (1,540) |
| Proceeds on disposition of marketable securities (note 8) | | **35,570** | | - |
| Cash received from acqusition net of transaction costs (note 10) | | **-** | | 4,398,693 |
| Acquisition of long-term investment | | **(300,000)** | | |
| Acquisiton of marketable securities (note 8) | | **(92,165)** | | - |
| Restricted cash held in escrow (note 10) | | **(881,182)** | | - |
| Net cash provided by/(used in) investing activities from continuing operations | | **(2,105,469)** | | 4,483,775 |
| **Cash flows (used in)/provided by financing activities** | | | | |
| Cash provided to Eagle Hill (note 9) | | **(1,000,000)** | | - |
| Cash received from private placement (note 14) | | **1,906,620** | | - |
| Net cash provided by/(used in) financing activities from continuing operations | | **906,620** | | - |
| Decrease in cash and cash equivalents from continuing operations | | **(2,238,835)** | | 4,099,961 |
| Decrease in cash and cash equivalents from discontinued operations (note 13) | | **(406,844)** | | (1,442,413) |
| **Decrease in cash and cash equivalents** | | **(2,645,679)** | | **2,657,548** |
| **Cash and cash equivalents, beginning of period** | | **10,998,647** | | **11,054,929** |
| **Cash and cash equivalents, end of period** | **$** | **8,352,968** | **$** | **13,712,477** |
| | | | | |
| **Interest income received** | **$** | **31,498** | $ | 46,249 |

*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 150 York Street, Suite 410, Toronto, Ontario, Canada. The condensed interim consolidated financial statements of the Corporation at June 30, 2015 and 2014 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., (together the "Group" and individually as "Group entities"). The Corporation is primarily in the business of acquiring, exploring and developing mineral deposits in the Americas. On April 14, 2014 the Corporation completed the acquisition of Oban Exploration Limited; refer to note 4 for details on this transaction.

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 IAS 34 – Interim Financial Reporting on the basis of International Financial Reporting Standards ("IFRS") and interpretations as approved by the International Accounting Standards Board ("IASB") and are presented in Canadian dollars.

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, 2014.

### *b) Functional and presentation currency*

These financial statements are presented in Canadian dollars, which is Oban's functional currency. The functional currency of all of the Corporation's foreign subsidiaries is the United States dollar, which is the currency of the primary economic environment in which those entities operates. The financial information has been rounded to the nearest dollar.

### *c) Use of estimates and judgements*

The preparation of these condensed interim 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.

The estimates and underlying assumptions are reviewed by management on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period if the revision affects both current and future period.

## 3) Changes in IFRS accounting policies and future accounting pronouncements

The financial framework and accounting policies applied in preparation of these condensed interim consolidated financial statements are consistent with those as disclosed in its most recently completed audited consolidated annual financial statements for the year-ended December 31, 2014, except for the following new IFRS standards that became effective in the period.

**International Accounting Standard 16, “Property, plant and equipment” (“IAS 16”) and International Accounting Standard 38, “Intangible assets” (“IAS 38”)**

In May 2014, the IASB issued amendments to IAS 16 ‘Property, plant and equipment’ (“IAS 16”) and IAS 38 ‘Intangible assets’ (“IAS 38”). The amendments are effective for annual years beginning on or after January 1, 2016 and are to be applied prospectively. The amendments clarify the factors in assessing the technical or commercial obsolescence, to provide a rebuttable presumption for intangible assets and the resulting depreciation year of an asset and state that a depreciation method based on revenue is not appropriate. The Corporation has evaluated the requirements of the new standard and does not expect any material impact from the adoption of this standard.

**International Financial Reporting Standard 11, “Joint Arrangements” (“IFRS 11”)**

In May 2014, the IASB issued amendments to IFRS 11 ‘Joint Arrangements’ (“IFRS 11”). The amendments in IFRS 11 are effective for annual years beginning on or after January 1, 2016 and are to be applied prospectively. The amendments clarify the accounting for acquisition of interests in joint operations and require the acquirer to apply the principles on business combinations accounting in IFRS 3 ‘Business combinations’. The Corporation has evaluated the requirements of the new standard and does not expect any material impact from the adoption of this standard.

## 4) Acquisition of Oban Exploration Ltd.

On April 14, 2014 the Corporation completed the acquisition (‘the Acquisition”) of Oban Exploration Ltd. (“OEL”), by way of a three-cornered amalgamation, whereby OEL amalgamated with a wholly owned subsidiary of the Corporation. In connection with the Acquisition, the Corporation amended its articles to consolidate the Common Shares on the basis of one post-consolidation Common Share for every 3.14 pre-consolidation Common Shares and changed its name to "Oban Mining Corporation". The Common Shares commenced trading on the Toronto Stock Exchange (“TSX”) on a consolidated basis under the new symbol “OBM” on April 22, 2014.

Under the terms of the Acquisition, the holders of the Common Shares of OEL received 0.914 of a Common Share (on a post-consolidation basis) for each Common Share of OEL so held, for an aggregate of 70,019,211 Common Shares.

**(In Canadian dollars)**

## 4) Acquisition of Oban Exploration Ltd. (continued)

Upon completion of the Acquisition, including the consolidation, the Corporation had 99,881,561 Common Shares issued and outstanding on an undiluted basis, approximately 70% of which were held by former shareholders of OEL and approximately 30% of which were held by former shareholders of the Corporation immediately prior to the effective time of the Acquisition.

This transaction has been accounted for as an acquisition of assets and liabilities as neither the Corporation nor OEL meet the definition of a business under IFRS 3. The acquisition of the assets of OEL was recorded at the fair value of the assets acquired of $25,280,459, plus directly attributable transactions costs of $505,577. Additional transactions costs incurred by OEL in the amount of $160,373 were also incurred, which have been capitalized to the exploration and evaluation assets acquired.

The following table describes the estimated fair value of assets acquired and liabilities assumed as at the date of the Acquisition:

| **Net Assets Acquired** | |
|---|---|
| Cash | 4,904,270 |
| Current Assets | 79,387 |
| VAT Receivable | 1,148,186 |
| Plant and Equipment | 59,167 |
| Exploration and Evaluation Assets | 19,875,430 |
| Current Liabilities | (280,404) |
| **Total Net Assets acquired** | **25,786,036** |

| **Consideration** | |
|---|---|
| Share Capital | 25,280,459 |
| Transaction Costs | 505,577 |
| **Total Net Assets acquired** | **25,786,036** |

On April 22, the fair value of the identifiable assets acquired and liabilities assumed is supported by a formal independent valuation of the range of values representing the fair market value of OEL assets acquired by the Corporation.

## 5) Prepaid expense

| *For the period ended,* | | **June 30, 2015** | | December 31, 2014 |
|---|---|---|---|---|
| Prepaid expenses | **$** | **75,993** | $ | 94,185 |
| Transaction costs | | **826,112** | | - |
| Total advances and prepaid expenses | **$** | **902,105** | $ | 94,185 |

**(In Canadian dollars)**

## 6) Taxes recoverable

Value Added Tax (“VAT”) recoverable represents input tax credits, claimable from the government of Peru and is in respect of the Corporation’s exploration and development activities. This VAT is recoverable against future VAT payable; therefore the Corporation classified them as non-current, as the actual timing of a large portion of the balance is uncertain. During the prior year ended December 31, 2014, the Corporation determined that the recoverability of the VAT in Peru was not likely. As of June 30, 2015, the Corporation wrote-off $48,496 of the VAT balance recoverable in Peru. The balance remaining in the taxes recoverable relates to harmonized sales taxes (“HST”).

Further, the VAT recoverable balance also contains amounts claimable from the government of Mexico. As of June 30, 2015, the Corporation collected a total of $nil (2014 - $97,108), which had previously been written-off

## 7) Expenses from continuing operations

The following table summarizes information regarding the Corporation’s expenses from continuing operations for the three and six month periods ended June 30, 2015 and 2014:

| | Three months ended | | Six months ended | |
|---|---|---|---|---|
| *For the period ended* | **June 30, 2015** | June 30, 2014 | **June 30, 2015** | June 30, 2014 |
| **Compensation expense** | | | | |
| Stock-based compensation (note 14) | **$ 59,787** | $ 547,697 | **$ 184,406** | $ 652,712 |
| Salaries and benefits | **169,509** | 250,342 | **409,931** | 411,261 |
| Total compensation expenses | **$ 229,296** | $ 798,039 | **$ 594,337** | $ 1,063,973 |
| **General and administration expense** | | | | |
| Shareholder and regulatory expense | **$ 7,265** | $ 7,568 | **$ 15,265** | $ 35,465 |
| Administrative services | **3,645** | 10,020 | **3,645** | 40,020 |
| Travel expense | **21,174** | 46,564 | **37,309** | 70,778 |
| Professional fees | **89,714** | 63,982 | **189,924** | 168,314 |
| Office expense | **36,102** | 73,253 | **103,110** | 90,958 |
| Total general and administration expenses | **$ 157,900** | $ 201,387 | **$ 349,253** | $ 405,535 |
| **General exploration** | | | | |
| Canada | **$ 27,389** | $ 35,056 | **$ 76,862** | $ 35,056 |
| Total exploration expenses | **$ 27,389** | $ 35,056 | **$ 76,862** | $ 35,056 |
| **Marketable securities gain** | | | | |
| Realized loss (gain) from marketable securities (note 8) | **$ 3,010** | $ - | **$ (45,766)** | $ - |
| Unrealized gain from marketable securities( note 8) | **(71,445)** | (60,000) | **(78,804)** | (60,000) |
| Total marketable securities gain | **$ (68,435)** | $ (60,000) | **$ (124,570)** | $ (60,000) |
| **Foreign currency exchange** | | | | |
| Realized Foreign currency exchange loss | **$ -** | $ 152,428 | **$ 1,174** | $ 173,991 |
| Unrealized Foreign currency exchange loss (gain) | **27,301** | (92,295) | **(54,293)** | (113,079) |
| Total foreign exchange loss (gain) | **$ 27,301** | $ 60,133 | **$ (53,119)** | $ 60,912 |

**(In Canadian dollars)**

## 8) Marketable Securities

The Corporation has 150,000 shares of a public company, which were acquired in exchange for consulting services, on November 11, 2013; and 64,000 shares of another public company, acquired during the first quarter ended March 31, 2015 as a strategic investment. During the period ended June 30, 2015, the Corporation disposed all of these acquired shares resulting in a $45,766 realized gain.

During the six months ended June 30, 2015, the Corporation purchased shares in two public companies which has resulted in a $75,055 unrealized gain when marked to market for the quarter (2014 - $nil).

## 9) Loan Receivable

During the period ended June 30, 2015, the Corporation loaned $1,000,000 to a non-related party as part of the terms in the binding letter of agreement with Eagle Hill Resources Corporation ("Eagle Hill") (note 16). The loan is non-interest bearing and due the earliest of 120 days following the binding letter of agreement signed June 29$^{th}$, 2015 or the date the agreement is terminated.

## 10) Long-term Investment

As of June 30, 2015, the investment consists of 3,000,000 shares of a Northstar Gold Corporation ("Northstar"), acquired on March 3, 2015, in connection with an option agreement entered for the Miller property, with a deemed value of $0.10 per common share based on the most the company's' most recent financing, for an aggregate estimated value of $300,000.

During the period ended June 30, 2015, the Corporation agreed to purchase 6,527,274 common shares, representing 19.9% of the issued and outstanding common shares of BonTerra Resources Inc. ("BonTerra") at a price of $0.135 per common share. The Corporation advanced the purchase price prior to June 30, 2015 and the shares were held in escrow until the deal closed on July 6, 2015.

## 11) Plant and Equipment

The following table summarizes information regarding the Corporation's plant and equipment as at June 30, 2015 and December 31, 2014:

| June 30, 2015 | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Cost | | | | Accumulated Depreciation | | | | |
| Class | Opening Balance | Additions | Write-off / Disposals | Closing Balance | Opening Balance | Depreciation expense | Write-off / Disposals | Closing Balance | Net book value |
| Computer Equipment | $ 105,394 | $ - | $ (27,712) | $ 77,682 | $ 70,654 | $ 6,139 | $ (25,489) | $ 51,304 | $ 26,378 |
| Office Equipment | 22,137 | - | (3,040) | 19,097 | 7,107 | 1,717 | (1,100) | 7,724 | 11,373 |
| Leasehold Improvements | 8,060 | - | - | 8,060 | 3,024 | 804 | - | 3,828 | 4,232 |
| | $ 135,591 | $ - | $ (30,752) | $ 104,839 | $ 80,785 | $ 8,660 | $ (26,589) | $ 62,856 | $ 41,983 |

(In Canadian dollars)

| December 31, 2014 | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Cost | | | | | Accumulated Depreciation | | | | | |
| Class | Opening Balance | Additions | OEL Cost Balance | Write-off / Disposals | Closing Balance | Opening Balance | Depreciation expense | OEL Depreciation | Write-off / Disposals | Closing Balance | Net book value |
| Computer Equipment | $47,719 | $ - | $ 59,555 | $ (1,880) | $ 105,394 | $ 22,319 | $ 15,030 | $ 33,305 | $ - | $ 70,654 | $34,740 |
| Office Equipment | 10,983 | 1,747 | 31,337 | (21,930) | 22,137 | 2,112 | 3,116 | 11,990 | (10,111) | 7,107 | 15,030 |
| Leasehold Improvements | 4,030 | - | 14,443 | (10,413) | 8,060 | 739 | 5,117 | 873 | (3,705) | 3,024 | 5,036 |
| | $62,732 | $ 1,747 | $ 105,335 | $ (34,223) | $ 135,591 | $ 25,170 | $ 23,263 | $ 46,168 | $ (13,816) | $ 80,785 | $54,806 |

## 12) Exploration and evaluation assets

| | December 31, 2014 | Additions in the period | Write offs in the period | June 30, 2015 |
|---|---|---|---|---|
| Canadian properties | | | | |
| Urban Barry | $ 98,420 | $ 26,430 | $ - | $ 124,850 |
| Ogima - Catharine Fault | 123,611 | 445,560 | - | 569,171 |
| Northstar Miller - Catharine Fault | - | 336,515 | - | 336,515 |
| Golden Dawn - Catharine Fault | - | 78,544 | - | 78,544 |
| Ashley Gold - Catharine Fault | - | 33,535 | - | 33,535 |
| Peru properties | | | | |
| Arcopunco | 330,157 | 63,966 | (394,123) | - |
| Marcahui | 6,463,933 | (7,128) | (6,456,805) | - |
| 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 | $ 1,157,606 | $ (7,469,315) | $ 1,142,615 |

**(In Canadian dollars)**

## 12) Exploration and evaluation assets (continued)

| | December 31, 2013 | Acquisition of Oban Exploration Ltd. | Additions / (recoveries) in the period | Write offs in the period | December 31, 2014 |
|---|---|---|---|---|---|
| Canadian prospects | | | | | |
| Urban Barry | $ - | $ - | $ 98,420 | $ - | $ 98,420 |
| Catherine Fault | - | - | 123,611 | - | 123,611 |
| Peru properties | | | | | |
| Arcopunco | 196,880 | - | 133,277 | - | 330,157 |
| Antamayo | - | 11,803,165 | 1,555,518 | (13,358,683) | - |
| Marcahui | - | 6,412,333 | 51,600 | - | 6,463,933 |
| Magdalena | - | 289,183 | (65,008) | - | 224,175 |
| Bermejo | - | 41,958 | - | (41,958) | - |
| Chosicano | - | 950,367 | - | (950,367) | - |
| Generative properties | | | | | |
| Peru - Lithocaps | - | 115,678 | 36,700 | (52,701) | 99,677 |
| Peru - Low Capex | - | 171,268 | 214,185 | (271,102) | 114,351 |
| Peru - Deep Target | - | 91,478 | - | (91,478) | - |
| Total exploration and evaluation assets | $ 196,880 | $ 19,875,430 | $ 2,148,303 | $ (14,766,289) | $ 7,454,324 |

### Canadian properties

#### a) Urban Barry

As of June 30, 2015, 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) Catherine Fault

##### i) Ogima Project

On November 28, 2014 the Corporation signed a letter of agreement with a non-related titleholder to acquire the undivided 100% interest of the Cote property, located in northern Ontario. The definitive option agreement was executed on December 23, 2014, with an option payment of $60,000 paid on signing. Additional option payments of $75,000 are due upon the first anniversary date after signing, $85,000 on the second anniversary date after signing, $100,000 on the third anniversary date after signing and $140,000 upon the fourth anniversary date after signing. The agreement is also subject to a 2% net smelter royalty (“NSR”), which can be purchased for $1,000,000 per 1% NSR.

On February 23, 2015, the Corporation signed an agreement with a non-related company to acquire the undivided 100% interest of the Olsen property, located in northern Ontario, for an aggregate payment of $50,000, which was completed upon signing. The agreement is also subject to a 1% NSR, which can be purchased for $500,000 for each of the patented land that conforms the property.  Given the geographical location of this project, the property is included within the Ogima project.

On March 10, 2015, the Corporation signed a purchase agreement with a non-related private individual for 100% of a patent lot referred to as the Roach Property, for a single payment of $45,000. The patent lot is on the Catharine Township, south of Kirkland Lake with a legal description of PIN 61250-0087, Parcel 3653 SEC NND, N ½ Lot 12 Con 4, Township of Catharine, District of Timiskaming.

### ii) Northstar Miller Project

On February 22, 2015, the Corporation entered into the Miller Agreement with Northstar to acquire up to 70% undivided interest of the Miller Property, located in north-eastern Ontario. Under the terms of the Miller Agreement, the Corporation can earn up to a 51% interest in the Miller Property by subscribing for $300,000 in common shares of Northstar at $0.10 per share, and making payments of $510,000 and incurring exploration expenditures of $2,490,000 over three years. The Corporation can earn a further 9% interest by making a payment of $300,000 and incurring expenditures equal to $1,700,000 by the fifth anniversary, and a further 10% by the sixth anniversary for payment of $700,000 and expenditures equal to a further $1,300,000 and at the option of the Corporation, make either a $1,300,000 payment or commitment to fund the Miller Property through to completion of a pre-feasibility study. The Corporation can form a joint venture at anytime after it has acquired 51% interest in the Miller Property.

Once the joint venture is formed simple dilution will take place until one party has been diluted to 10% or less, at which time the remaining 10% interest will be converted to a 2% NSR of which 1% can be purchased for $2,000,000 and the remaining 1% will have the right of first refusal to purchase. The Corporation completed the acquisition of Northstar common shares on March 3, 2015 (note 9).

### iiI) Golden Dawn Project

On February 2, 2015, the Corporation signed an agreement with a non-related third party to acquire the undivided 100% interest of the Kirkland Lake property, located in northern Ontario, for a payment of $130,000. The Corporation made a first option payment of $65,000 upon signing, with an additional option payment of $65,000 due on the first anniversary date of signing. The property is also subject to an existing royalty granted to a third party for certain claims, which can be purchased for $500,000, as well as another 2% NSR granted to another known entity.

### iv) Ashley Gold Project

On February 4, 2015, the Corporation signed an agreement with a non-related third party to acquire an undivided 100% interest in the Hunter property, located in northern Ontario, for an aggregate payment of $150,000. The Corporation made a first option payment of $20,000 upon signing, with additional option payments due of $30,000 on the first anniversary date of signing, $45,000 on the second anniversary date of signing, and $55,000 on the first anniversary date of signing. The agreement also provides for the grant of a 2% NSR, which can be purchased for $1,000,000 per 1%.

### Peru properties

During the six months ended June 30, 2015, the Corporation decided to not continue pursuing the Peruvian properties, and therefore wrote-off all its Peruvian exploration assets. Further, the Corporation classified the Peruvian subsidiaries as discontinued operations, in accordance to IFRS 5 (note 12).

**(In Canadian dollars)**

## 13) Discontinued operations

During the six month period ended June 30, 2015, the Corporation decided to not continue with the mining interests held in Peru, and to initiate the liquidation of the Peruvian subsidiaries. Therefore, the Corporation classified these subsidiaries as discontinued operations, as required per IFRS 5.

The following table summarizes the results of discontinued operations for the three and six month periods ended June 30, 2015 and 2014:

| | Three months ended | | Six months ended | |
|---|---|---|---|---|
| *For the period ended* | **June 30, 2015** | June 30, 2014 | **June 30, 2015** | June 30, 2014 |
| **Peru** | | | | |
| Compensation expense | **$ 5,563** | $ 35,242 | **$ 21,426** | $ 39,599 |
| General administrative expense | **108,077** | 79,533 | **196,320** | 97,844 |
| General exploration expense | **-** | 51,133 | **1,492** | 55,871 |
| Exploration and evaluation assets written-off | **(241,306)** | 1,121,752 | **7,469,315** | 1,121,752 |
| Foreign currency exchange loss | **1,193** | 20,009 | **5,551** | 20,784 |
| Finance costs | **554** | 1,328 | **1,291** | 2,050 |
| **Total loss from discontinued operations** | **$ (125,919)** | **$ 1,308,997** | **$ 7,695,395** | **$ 1,337,900** |

During the period ended June 30, 2015, the Corporation had reversed the environmental liability on the Antamayo property for $241,306 which was offset to the write off of exploration and evaluation assets as the Corporation was not legally liable.

The following table summarizes the results of cash flows from discontinued operations included in the consolidated statements of cash flows for the quarter ended June 30, 2015 and 2014**:**

| *For the period ended* | **June 30, 2015** | June 30, 2014 |
|---|---|---|
| **Cash flows (used in)/provided by operating activities** | | |
| Loss from discontinued operations | **$ (7,695,395)** | $ (1,337,900) |
| Adjustments for: | | |
| Exploration and evaluation assets written-off | **7,503,354** | 1,121,752 |
| Write-off of plant and equipment and other receivables | **4,163** | - |
| Depreciation | **2,313** | - |
| | **(185,564)** | (216,148) |
| Change in items of working capital: | | |
| Change in other receivables | **7,157** | 15,870 |
| Change in advances | **-** | (10,996) |
| Change in VAT receivable | **51,662** | (50,516) |
| Change in other payables and accrued liabilities | **(303,556)** | (339,210) |
| Interest paid | **-** | - |
| Net cash used in operating activities from discontinued operations | **(430,301)** | (601,000) |
| **Cash flows (used in)/provided by investing activities** | | |
| Additions to exploration and evaluation assets | **23,455** | (841,413) |
| Net cash used by investing activities from discontinued operations | **23,455** | (841,413) |
| **Cash flows provided by financing activities** | **-** | - |
| **Decrease in cash and cash equivalents from discontinued operations** | **$ (406,846)** | $ (1,442,413) |

**(In Canadian dollars)**

## 14) Capital and other components of equity

### a) Share capital - Authorized

| | Number of Common Shares | | Amount |
|---|---|---|---|
| Balance January 1, 2014, June 30, 2014 and December 31, 2014 | 99,881,561 | $ | 52,139,580 |
| Private placement (net of transaction costs $93,380) | 20,000,000 | | 1,906,620 |
| **Balance June 30, 2015** | **119,881,561** | **$** | **54,046,200** |

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 April 14, 2014, as described in note 4, the Corporation consolidated the common shares on the basis of one post-consolidation common share for every 3.14 pre-consolidation common shares. Furthermore, in consideration for the Acquisition of OEL, the Corporation issued 0.914 of a common share (on a post-consolidation basis) for each common share of OEL so held, for an aggregate of 70,019,208 post-consolidation common shares.

On April 24, 2015, the Corporation completed a non-brokered private placement (the "Offering") of 5,000,000 common shares of the Company ("Common Shares") at a price of $0.10 per Common Share and 15,000,000 Common Shares issued as "flow-through shares" within the meaning of the Income Tax Act (Canada) ("Flow Through Shares") at a price of $0.10 per Flow-Through Share for aggregate gross proceeds of up to $2,000,000. The transaction costs amounted to $93,380 and have been netted against the gross proceeds on closing.

### b) Loss per share

The calculation of basic loss per share for the three and six month period ended June 30, 2015 and 2014 was based on the loss attributable to common shareholders and a weighted average number of common shares outstanding, calculated as follows:

| | Three months ended | | | | Six months ended | | | |
|---|---|---|---|---|---|---|---|---|
| *For the period ended* | | **June 30, 2015** | | June 30, 2014 | | **June 30, 2015** | | June 30, 2014 |
| Common shares outstanding, at beginning of the period | | **99,881,561** | | 93,767,786 | | **99,881,561** | | 93,767,786 |
| Consolidation of shares | | **-** | | (63,905,433) | | **-** | | (63,905,433) |
| Common shares issued during the period | | **14,725,275** | | 53,275,484 | | **7,444,444** | | 27,079,252 |
| **Balance, June 30** | | **114,606,836** | | 83,137,837 | | **107,326,005** | | 56,941,605 |
| **Net loss for the period from continuing operations** | **$** | **361,128** | $ | 1,008,526 | **$** | **815,842** | $ | 1,455,736 |
| **Net loss for the period from discontinued operations (note 12)** | | **(125,919)** | | 1,308,997 | | **7,695,395** | | 1,337,900 |
| **Net loss for the period** | **$** | **235,209** | $ | 2,317,523 | **$** | **8,511,236** | $ | 2,793,636 |
| **Loss per share from continuing operations** | **$** | **0.01** | $ | 0.01 | **$** | **0.01** | $ | 0.03 |
| **Loss per share from discontinued operations** | | **0.00** | | 0.02 | | **0.07** | | 0.02 |
| **Loss per share for the period** | **$** | **0.01** | $ | 0.03 | **$** | **0.08** | $ | 0.05 |

**(In Canadian dollars)**

### c) Dilutive earnings per share

The calculation of fully diluted loss per share has not been described in the note, as there were no dilutive instruments outstanding during the period. As at June 30, 2015, the Corporation had 7,040,000 (2014 – 5,900,000) stock options outstanding that have not been included as the impact would be anti-dilutive.

### d) Contributed surplus

On June 25, 2015, the Board of Directors re-issued an incentive stock-option plan to provide additional incentive to its directors, officers, employees and consultants. The maximum number of shares reserved for issuance under the incentive stock option plan is 10% of the issued and outstanding comment shares. The options issued under the Plan may vest at the discretion of the board of directors and are exercisable for a period of up to 5 years from the date of grant.

The following table summarizes the stock option transactions for the period ended June 30, 2015:

| | Number of stock options | | Weighted-average exercise price |
|---|---|---|---|
| Outstanding at January 1, 2014 | 5,950,000 | $ | 0.60 |
| Forfeited (pre-consolidation) | (50,000) | | 0.60 |
| Cancelled (pre-consolidation) | (5,900,000) | | 0.60 |
| Balance pre-consolidation | - | | |
| Granted | 7,040,000 | | 0.22 |
| Outstanding at June, 2014 | 7,040,000 | | 0.22 |
| **Outstanding at December 31, 2014 and June 30, 2015** | **7,040,000** | **$** | **0.22** |

On February 28, 2014, 50,000 options granted to an employee were forfeited.

On April 22, 2014, the 5,900,000 stock options outstanding were cancelled and replaced with 7,040,000 new stock options issued to directors, management and employees, at an exercise price of $0.22 for a period of 5 years. The options have been fair valued at $0.16 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.

The total recognized expense for stock options for the six month period ended June 30, 2015 was $211,173 (2014 - $652,712), from which $26,767 (2014 - $nil) was capitalized to the Canadian projects.

The following table summarizes information regarding the Corporation's outstanding and exercisable stock options as at June 30, 2015:

| | Exercise Price | Number of Stock Options Outstanding | Weighted-Average Remaining periods of Contractual Life | Number of Stock Options Exercisable | | Weighted Average Exercisable Price |
|---|---|---|---|---|---|---|
| **$** | **0.22** | **7,040,000** | **3.808** | **4,693,329** | **$** | **0.22** |

**(In Canadian dollars)**

## 15) 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.

During the three and six month period ended June 30, 2015 and 2014, consulting fees of $44,460/$168,613 (2014 – $40,020/$70,020) were incurred with Talisker Exploration Services Inc., a company related to Mr. Chris Lodder, Mr. Terence Harbort, and Mr. Ruben Padilla, whom are significant shareholders out of which an amount owing of $18,812 is included within accounts payable at June 30, 2015 $6,279 (2014 - $Nil). These consulting fees have been recorded at their exchange amount – being the amount agreed to by the parties and are included within discontinued operations in 2015 and within continuing operations in 2014.

On April 14, 2014, the Corporation completed the acquisition of OEL (note 4), which, was a related party to the Corporation due to having common directors and officers with the Corporation, being Mr. Jose Vizquerra, Mr. Blair Zaritsky, Mr. Gernot Wober, and Mr. John Burzynski.

Accrued directors fees for the period ended June 30, 2015 are $60,000.

## 16) 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 – Canada and Mexico. However, during the period ended June 30, 2015, the Corporation decided to leave Peru which as at June 30, 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.

The Corporation evaluates performance of its operating segments as follows:

| *For the period ended June 30, 2015* | | **Assets** | | **Loss for the period** |
|---|---|---|---|---|
| Canada | $ | 12,998,664 | $ | 815,842 |
| Mexico | | - | | - |
| Discontinued Operations | | 22,012 | | 7,695,394 |
| **Total** | $ | 13,020,676 | $ | 8,511,236 |

| *For the year ended December 31, 2014* | | Assets | | Loss for the period |
|---|---|---|---|---|
| Canada | $ | 11,662,180 | $ | 3,145,081 |
| Mexico | | 131,819 | | 41,873 |
| Discontinued operations | | 7,024,406 | | 16,149,579 |
| **Total** | $ | 18,818,405 | $ | 19,336,533 |

**(In Canadian dollars)**

## 17) Commitments

The Corporation has the following commitments as at June 30, 2015:

| (In CAD$) | Total | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|---|---|---|---|---|---|
| Catharine Fault - Ogima Project | $ 400,000 | $ 160,000 | $ 100,000 | $ 140,000 | $ - | $ - |
| Catharine Fault - Miller Project | $ 510,000 | $ 50,000 | $ 80,000 | $ 380,000 | $ - | $ - |
| Catharine Fault - Golden Dawn Project | $ 65,000 | $ 65,000 | $ - | $ - | $ - | $ - |
| Catharine Fault - Ashley Gold Project | $ 130,000 | $ 30,000 | $ 45,000 | $ 55,000 | $ - | $ - |
| Urban Barry Project - exploration commitment* | $ 1,504,800 | $ 1,504,800 | $ - | $ - | $ - | $ - |
| Catharine Fault - Miller Project, exploration commitment | $ 4,190,000 | $ 650,000 | $ 1,840,000 | $ 1,700,000 | $ - | $ - |
| **Total in CAD** | **$ 6,799,800** | **$ 2,459,800** | **$ 2,065,000** | **$ 2,275,000** | **$ -** | **$ -** |

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

On November 6, 2012 the Corporation signed a sublease agreement for office space, under which is committed to annual payments of approximately $220,000 for a five year term, which terminates on February 28, 2018. During the year ended December 31, 2014, the term of this lease was reduced to four years, now terminating on February 28, 2017.

In connection with the agreement, the Corporation signed an $80,000 letter of credit, which is supported by a GIC deposit at a Canadian Chartered Bank included within restricted cash. On March 3, 2015, the letter of credit was reduced to $26,667, upon completion of the second year of the lease agreement.

## 18) Subsequent events

On June 8, 2015, the Company entered into binding letter agreements providing for the launching of supported share exchange take-over bids with each of Eagle Hill Exploration Corporation (TSX-V:EAG) ("Eagle Hill"), Temex Resources Corp. (TSX-V: TME) (“Temex”), Ryan Gold Corp. (TSX-V: RYG) (“Ryan”) and Corona Gold Corporation (CSNX: CRG) (“Corona”) (the “Offer”).

In addition, Oban has agreed, subject to TSX approval, to complete a private placement with Osisko Gold Royalties Ltd. (TSX: OR) (“Osisko”) whereby Osisko will invest up to $20 million in common shares in the capital of Oban (“Oban Shares”) at a price of $0.11 per Oban Share provided that such investment shall not be for more than 19.9% of the issued and outstanding Oban Shares.

On June 30, 2015, the Company announced that, further to the entering into by Oban of binding letter agreements dated June 8, 2015 (the "Binding LOIs") in respect of the proposed acquisition by Oban of each of Eagle Hill, Ryan, Corona and Temex, Oban had entered into a definitive arrangement agreement with Eagle Hill, Ryan and Corona (the " Arrangement Agreement") and a definitive arrangement agreement with Temex (the "Temex Arrangement Agreement"). As provided for under the Binding LOIs, Oban determined it was appropriate to revise the transaction structure for the acquisitions and proceed by way of plans of arrangement. The Arrangement is subject to TSX and shareholder approval.

Pursuant to the Arrangement Agreement, Oban will acquire all of the common shares of each of Eagle Hill ("Eagle Hill Shares"), Ryan ("Ryan Shares") and Corona ("Corona Shares") pursuant to a plan of arrangement under Section 182 of the Business Corporations Act (Ontario) (the "Arrangement"). Under the Arrangement: each holder of Eagle Hill Shares

## 18) Subsequent events (continued)

(each an "Eagle Hill Shareholder") (other than Oban or any Eagle Hill Shareholders validly exercising their dissent rights) will receive ten common shares of Oban (each an "Oban Share") and five warrants entitling the holder to acquire one Oban Share (each an "Oban Warrant") at $0.15 per Oban Share for a period of three years following closing, in exchange for each Eagle Hill Share held; each holder of Ryan Shares (each a "Ryan Shareholder") (other than Oban or any Ryan Shareholders validly exercising their dissent rights) will receive 1.880 Oban Shares in exchange for each Ryan Share held; and each holder of Corona Shares (each a "Corona Shareholder") (other than Oban or any Corona Shareholders validly exercising their dissent rights) will receive 7.671 Oban Shares in exchange for each Corona Share held.

On July 16, 2015, Temex announced that it had received a binding proposal from Lake Shore Gold Corporation (“Lakeshore”) to acquire all the common shares of Temex at a value of $0.13 per share. The board of directors of Temex determined that it was a "superior proposal" to the Corporation's offer, as defined in the Temex Arrangement Agreement. On July 30, 2015, Oban's right to match such offer from Lakeshore under the Temex Arrangement Agreement expired and Temex terminated the Temex Arrangement Agreement and paid to Oban the termination fee payable under the Temex Arrangement Agreement of $691,856.

On July 6, 2015, the Corporation completed the purchase of 6,527,274 common shares, representing 19.9% of the issued and outstanding common shares of BonTerra Resources Inc. at a price of $0.135 per common share.

On August 5, 2015, the Corporation announced that it entered into a term sheet with SGX Resources Inc. (“SGX”) providing for Oban to subscribe for up to $135,000 in 8.0% coupon convertible debentures of SGX. The investment agreement will also provide Oban with rights to retain its pro rata interest in future SGX financings, nominate a director of SGX, acquire an NSR over the Timmins South (Edlestone) property on a payment of $2 million, acquire an interest in outstanding royalties and acquire a 30% interest in the South Property of SGX.