



# LIBERO

COPPER

## **LIBERO COPPER CORPORATION**

**Unaudited condensed interim consolidated financial statements  
For the three months ended March 31, 2019**

**NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

**Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.**

**LIBERO COPPER CORPORATION****Condensed interim consolidated statements of financial position***(unaudited - expressed in Canadian dollars)*

<b>As at</b>	<b>Notes</b>	<b>March 31, 2019</b>	<b>December 31, 2018</b>
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		\$ 51,599	\$ 416,844
Amounts receivable		17,110	6,921
Prepaid expenses		161,125	199,196
		<u>229,834</u>	<u>622,961</u>
<b>Non-current assets</b>			
Property, plant and equipment	3	332,506	16,158
Mineral properties	4	1,280,540	1,219,564
		<u>1,613,046</u>	<u>1,235,722</u>
<b>Total assets</b>		<u>\$ 1,842,880</u>	<u>\$ 1,858,683</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	5	\$ 161,454	\$ 106,031
Current portion of lease liability	2	62,917	-
		<u>224,371</u>	<u>106,031</u>
<b>Non-current liabilities</b>			
Lease liability	2	246,425	-
		<u>246,425</u>	<u>-</u>
<b>Total liabilities</b>		<u>470,796</u>	<u>106,031</u>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	6	7,361,300	7,353,000
Contributed surplus		509,489	431,567
Deficit		(6,498,705)	(6,031,915)
<b>Total shareholders' equity</b>		<u>1,372,084</u>	<u>1,752,652</u>
<b>Total liabilities and shareholders' equity</b>		<u>\$ 1,842,880</u>	<u>\$ 1,858,683</u>
Nature of Operations and Going Concern	1		

On behalf of the Board of Directors:

(signed) "Jay Sujir"  
Director

(signed) "Ian Slater"  
Director

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

**LIBERO COPPER CORPORATION****Condensed interim consolidated statements of loss and comprehensive loss***(unaudited - expressed in Canadian dollars)*

<b>For the three months ended</b>	<b>Notes</b>	<b>March 31, 2019</b>	<b>March 31, 2018</b>
<b>EXPENSES</b>			
Exploration expenses	4	\$ 124,356	\$ 5,721
General and administration		87,318	6,705
Share-based payments	6(c)	77,922	2,528
Salaries and benefits		69,825	-
Investor relations and business development		52,330	4,256
Professional fees		26,613	5,391
Project evaluations		10,602	-
Filing fees		10,248	15,847
Depreciation	3	6,406	-
		<u>465,620</u>	<u>40,448</u>
<b>OTHER (INCOME) EXPENSES</b>			
Foreign exchange (gain) loss		(529)	461
Interest and other expense	2	1,699	-
		<u>1,170</u>	<u>461</u>
<b>Net loss and total comprehensive loss for the period</b>		<b>\$ 466,790</b>	<b>\$ 40,909</b>
Basic and diluted loss per share		\$ 0.01	\$ 0.001
Weighted average number of common shares outstanding		61,313,298	44,189,964

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

**LIBERO COPPER CORPORATION**

**Condensed interim consolidated statements of changes in equity**

*(unaudited - expressed in Canadian dollars)*

	Notes	Number of shares	Share capital	Contributed surplus	Deficit	Total
<b>Balance, December 31, 2017</b>		<b>44,189,964</b>	<b>\$ 6,030,804</b>	<b>\$ 357,818</b>	<b>\$ (5,681,616)</b>	<b>\$ 707,006</b>
Share-based payments	6(c)	-	-	2,528	-	2,528
Total comprehensive loss		-	-	-	(40,909)	(40,909)
<b>Balance, March 31, 2018</b>		<b>44,189,964</b>	<b>\$ 6,030,804</b>	<b>\$ 360,346</b>	<b>\$ (5,722,525)</b>	<b>\$ 668,625</b>
<b>Balance, December 31, 2018</b>		<b>61,256,631</b>	<b>\$ 7,353,000</b>	<b>\$ 431,567</b>	<b>\$ (6,031,915)</b>	<b>\$ 1,752,652</b>
Shares issued for mineral property acquisition	6(a)	100,000	8,300	-	-	8,300
Share-based payments	6(c)	-	-	77,922	-	77,922
Total comprehensive loss		-	-	-	(466,790)	(466,790)
<b>Balance, March 31, 2019</b>		<b>61,356,631</b>	<b>\$ 7,361,300</b>	<b>\$ 509,489</b>	<b>\$ (6,498,705)</b>	<b>\$ 1,372,084</b>

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

**LIBERO COPPER CORPORATION**  
**Condensed interim consolidated statements of cash flows**  
*(unaudited - expressed in Canadian dollars)*

For the three months ended	Notes	March 31, 2019	March 31, 2018
<b>OPERATING ACTIVITIES</b>			
<b>Net loss for the period</b>		\$ (466,790)	\$ (40,909)
<i>Adjustments for items not involving cash:</i>			
Share-based payments	6(c)	77,922	2,528
Depreciation	3	6,406	-
Interest expense	2	1,699	-
Foreign exchange gain		(529)	-
		<b>(381,292)</b>	<b>(38,381)</b>
<i>Net changes in non-cash working capital items:</i>			
Amounts receivable		(10,189)	(566)
Prepaid expenses		38,071	7,205
Accounts payable and accrued liabilities		38,035	(10,690)
<b>Net cash outflows from operating activities</b>		<b>(315,375)</b>	<b>(42,432)</b>
<b>FINANCING ACTIVITIES</b>			
Cash principal and interest payments of lease liability	2	(5,962)	-
<b>Net cash outflows from financing activities</b>		<b>(5,962)</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(8,811)	-
Transaction costs for acquisition of mineral properties		(35,097)	-
<b>Net cash outflows for investing activities</b>		<b>(43,908)</b>	<b>-</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(365,245)</b>	<b>(42,432)</b>
Cash and cash equivalents, beginning of the period		416,844	525,376
<b>Cash and cash equivalents, end of the period</b>		<b>\$ 51,599</b>	<b>\$ 482,944</b>

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

## **LIBERO COPPER CORPORATION**

### **Notes to the unaudited condensed interim consolidated financial statements**

*(expressed in Canadian dollars, unless otherwise stated)*

#### **1. NATURE OF OPERATIONS AND GOING CONCERN**

Libero Copper Corporation (“Libero” or the “Company”) was incorporated under the Business Corporations Act (British Columbia) on June 5, 2008.

The address and domicile of the Company’s registered office and its principal place of business is Suite 905 - 1111 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2JE. The Company is engaged in the acquisition and exploration of mineral properties.

##### **Going concern**

These financial statements have been prepared on the basis of generally accepted accounting principles applicable to a going concern that assumes that the Company will realize its assets and discharge its liabilities in the normal course of business. To date, the Company has not earned any revenues. The Company is in the process of exploring and evaluating its mineral property assets and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets and continuance of operations is dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain necessary financing to complete the development of those mineral reserves and maintain sufficient working capital, and upon future production or proceeds from the disposition thereof.

The Company incurred a net loss during the three months ended March 31, 2019 of \$466,790 (March 31, 2018: \$40,909). As at March 31, 2019, the Company had cash and cash equivalents of \$51,599 (December 31, 2018: \$416,844) and accounts payable and accrued liabilities of \$161,454 (December 31, 2018: \$106,031) as well as other commitments related to its properties.

The Company’s operations to date have been financed by issuing common shares. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing. There is no guarantee that the Company will be able to continue to secure additional financings in the future on terms that are favourable. The nature and significance of this factor may cast significant doubt upon the Company’s ability to continue as a going concern, and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business.

These unaudited condensed interim consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different than those reflected in the unaudited condensed interim consolidated financial statements. Such adjustments could be material.

#### **2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

The unaudited condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting, and, accordingly, they do not contain all information and disclosures required for complete financial statements in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”). Therefore, they should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2018, which have been prepared in accordance with IFRS.

The unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, and are presented in Canadian dollars, and follow the same accounting policies and methods of application as the most recent annual financial statements, except, as described below, for the effects of the adoption of new IFRS pronouncements.

The unaudited condensed interim consolidated financial statements of the Company for the three months ended March 31, 2019 were authorized for issue by the Board of Directors on May 30, 2019.

## LIBERO COPPER CORPORATION

### Notes to the unaudited condensed interim consolidated financial statements

(expressed in Canadian dollars, unless otherwise stated)

#### 2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE (CONTINUED)

##### IFRS 16 Leases

The Company has adopted the requirements of IFRS 16 Leases ("IFRS 16") as of January 1, 2019. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognize right of use assets and liabilities for leases. The Company elected to apply IFRS 16 using a modified retrospective approach; therefore, the comparative information has not been restated and continues to be reported under IAS 17, Leases. The details of the new accounting policy and the impact of the policy change are described below.

At inception of a contract, the Company must assess whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset over a period of time in exchange for consideration. The Company must assess whether the contract involves the use of an identified asset, whether it has the right to obtain substantially all of the economic benefits from the use of the asset during the term of the contract and if it has the right to direct the use of the asset.

As a lessee, the Company recognizes a right-of-use asset, which is included in property, plant and equipment, and a lease liability at the commencement date of the lease. The right-of-use asset is initially measured at cost, which is comprised of the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any decommissioning and restoration costs, less any lease incentives received.

The right-of-use asset is subsequently depreciated from the commencement date to the earlier of the end of the lease term, or the end of the useful life of the asset. In addition, the right-of-use asset may be reduced due to impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

A lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date discounted by the interest rate implicit in the lease or, if that rate cannot be readily determined, the incremental borrowing rate. The lease liability is subsequently measured at amortized cost using the effective interest method.

Lease payments included in the measurement of the lease liability comprise: fixed payments; variable lease payments that depend on an index or a rate; amounts expected to be payable under any residual value guarantee, and the exercise price under any purchase option that the Company would be reasonably certain to exercise; lease payments in any optional renewal period if the Company is reasonably certain to exercise an extension option; and penalties for any early termination of a lease unless the Company is reasonably certain not to terminate early.

The Company has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of twelve months or less and leases of low-value assets. The lease payments associated with these leases are charged directly to income on a straight-line basis over the lease term.

On the transition date of January 1, 2019 there was no impact on the Company's financial statements as it had only entered into short-term leases at that date. On March 1, 2019, the Company entered into a 5 year corporate office lease and recorded a right-of-use asset of \$313,605 within property, plant and equipment and a corresponding lease liability of \$313,605. The incremental borrowing rate for the lease liability recognized as of March 1, 2019 was 6.5%.

	<b>Lease Liability</b>	
<b>Balance, March 1, 2019</b>	\$	<b>313,605</b>
Cash principal and interest payments		(5,962)
Non-cash interest expense		1,699
<b>Balance, March 31, 2019</b>	<b>\$</b>	<b>309,342</b>
		Current portion of lease liability
		62,917
	<b>\$</b>	<b>246,425</b>
		<b>Long-term portion of lease liability</b>



**LIBERO COPPER CORPORATION**
**Notes to the unaudited condensed interim consolidated financial statements**
*(expressed in Canadian dollars, unless otherwise stated)*
**3. PROPERTY, PLANT AND EQUIPMENT**

	Right of Use Asset – Office lease (note 2)	Leasehold improvements	Field equipment	Office equipment	Total
<b>Cost</b>					
<b>Balance, December 31, 2018</b>	\$ -	\$ 14,040	\$ 2,465	\$ -	\$ 16,505
Additions	313,605	6,338	-	2,811	322,754
<b>Balance, March 31, 2019</b>	<b>\$ 313,605</b>	<b>\$ 20,378</b>	<b>\$ 2,465</b>	<b>\$ 2,811</b>	<b>\$ 339,259</b>
<b>Accumulated depreciation</b>					
<b>Balance, December 31, 2018</b>	\$ -	\$ -	\$ (347)	\$ -	\$ (347)
Depreciation	(5,227)	(964)	(145)	(70)	(6,406)
<b>Balance, March 31, 2019</b>	<b>\$ (5,227)</b>	<b>\$ (964)</b>	<b>\$ (492)</b>	<b>\$ (70)</b>	<b>\$ (6,753)</b>
<b>Net book value, March 31, 2019</b>	<b>\$ 308,378</b>	<b>\$ 19,414</b>	<b>\$ 1,973</b>	<b>\$ 2,741</b>	<b>\$ 332,506</b>
<b>Net book value, December 31, 2018</b>	<b>\$ -</b>	<b>\$ 14,040</b>	<b>\$ 2,118</b>	<b>\$ -</b>	<b>\$ 16,158</b>

**4. MINERAL PROPERTIES**

Mineral properties consist of all direct costs, including option payments and transaction costs, incurred by the Company to acquire its mineral properties. Mineral properties balances changed during the three months ended March 31, 2019, as follows:

	Mocoa	Tomichi	Big Red	Total
<b>Balance, December 31, 2018</b>	\$ 931,107	\$ 288,457	\$ -	\$ 1,219,564
Acquisition	-	-	60,976	60,976
<b>Balance, March 31, 2019</b>	<b>\$ 931,107</b>	<b>\$ 288,457</b>	<b>\$ 60,976</b>	<b>\$ 1,280,540</b>

**Mocoa Porphyry Copper-Molybdenum Deposit**

In June 2018, the Company closed a transaction with B2 Gold Corp. ("B2Gold") to acquire Mocoa Ventures Ltd., which holds 100% of the Mocoa porphyry copper-molybdenum deposit in Colombia ("Mocoa"), in return for the issuance of 10,400,000 common shares of the Company and a 2% net smelter return royalty.

For accounting purposes, the transaction has been treated as an asset acquisition as it did not meet the definition of a business combination.

Purchase consideration paid:

Fair value of 10,400,000 common shares of Libero issued to B2 Gold at a price of \$0.08 per share	\$ 832,000
Transaction costs	97,709
<b>Total consideration</b>	<b>\$ 929,709</b>

The purchase consideration has been allocated as follows:

Mineral properties	\$ 931,107
Property, Plant and Equipment (note 3)	2,465
Working capital deficit	(3,863)
<b>Net assets acquired</b>	<b>\$ 929,709</b>

## LIBERO COPPER CORPORATION

### Notes to the unaudited condensed interim consolidated financial statements

(expressed in Canadian dollars, unless otherwise stated)

#### 4. MINERAL PROPERTIES (CONTINUED)

##### Tomichi Porphyry Copper-Molybdenum Deposit

In December 2016, the Company entered into an option agreement to purchase the Tomichi porphyry copper-molybdenum deposit ("Tomichi") in Colorado, and incurred a total of \$288,457 of acquisition costs as at March 31, 2019 (December 31, 2018: \$288,457). The Company has a five-year option until December 16, 2021 to acquire 100% of Tomichi for an exercise price of US \$4 million (the "Exercise Price"). The Company must make the following option payments in order to maintain rights under the option agreement:

- US \$7,500 on December 16, 2016 (*paid*);
- US \$40,000 on January 16, 2017 (*paid*);
- US \$60,000 on December 16, 2017 (*paid*);
- US \$80,000 on December 16, 2018 (*paid*);
- US \$125,000 on December 16, 2019; and
- US \$150,000 on December 16, 2020.

Option payments made to maintain the option are not credited against the Exercise Price. However, at any time the option may be exercised early by paying the Exercise Price with no further option payments required.

##### Big Red Porphyry Gold-Copper Property

In February 2019, the Company closed an option agreement to acquire 100% of the Big Red porphyry gold-copper property in the Golden Triangle in British Columbia, Canada ("Big Red"), and incurred a total of \$60,976 of acquisition costs as at March 31, 2019 (December 31, 2018: \$nil). The Company, at its option, may acquire 100% of Big Red in return for the issuance of 2,000,000 common shares of the Company and cash payments of \$440,000 over four years (the "Option") as follows:

- \$20,000 and 100,000 common shares on January 25, 2019 (*paid and issued, respectively*);
- \$30,000 and 200,000 common shares on January 25, 2020;
- \$40,000 and 300,000 common shares on January 25, 2021;
- \$50,000 and 400,000 common shares on January 25, 2022; and
- \$300,000 and 1,000,000 common shares on January 25, 2023.

The vendors have retained a 1% net smelter return royalty, 0.5% of which may be repurchased by the Company at any time for \$10 million.

##### Exploration expenses

The following is a summary of the Mocoa, Tomichi, and Big Red exploration expenses for the three months ended March 31, 2019 and 2018:

For the three months ended March 31, 2019	Mocoa	Tomichi	Big Red	Total
Technical and geological consulting	\$ 58,942	\$ 2,338	\$ 17,960	\$ 79,240
License and permits	19,697	2,498	-	22,195
Field and camp	6,972	7,894	-	14,866
Legal and office administration	6,854	-	-	6,854
Travel and transportation	1,201	-	-	1,201
<b>Total exploration expenses</b>	<b>\$ 93,666</b>	<b>\$ 12,730</b>	<b>\$ 17,960</b>	<b>\$ 124,356</b>

**LIBERO COPPER CORPORATION**

**Notes to the unaudited condensed interim consolidated financial statements**

*(expressed in Canadian dollars, unless otherwise stated)*

**4. MINERAL PROPERTIES (CONTINUED)**

**Exploration expenses (continued)**

<b>For the three months ended March 31, 2018</b>	<b>Mocoa</b>	<b>Tomichi</b>	<b>Big Red</b>	<b>Total</b>
Technical and geological consulting	\$ -	\$ 625	\$ -	\$ 625
License and permits	-	1,488	-	1,488
Field and camp	-	3,608	-	3,608
<b>Total exploration expenses</b>	<b>\$ -</b>	<b>\$ 5,721</b>	<b>\$ -</b>	<b>\$ 5,721</b>

**5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

<b>As at</b>	<b>March 31, 2019</b>	<b>December 31, 2018</b>
Trade payables	\$ 128,989	\$ 43,260
Other accrued liabilities	32,465	62,771
<b>Total</b>	<b>\$ 161,454</b>	<b>\$ 106,031</b>

**6. SHARE CAPITAL**

**a) Authorized share capital**

Unlimited number of common shares without par value.

On February 8, 2019, the Company made a cash payment of \$20,000 and issued 100,000 common shares in accordance with the Big Red option agreement.

As at March 31, 2019, the Company had 61,356,631 common shares issued and outstanding.

**b) Warrants**

During the three months ended March 31, 2019, there was no change to the Company's warrants.

As at March 31, 2019, the Company had 4,250,000 warrants outstanding, with an exercise price of \$0.10 and a remaining life of 1.96 years:

<b>Expiry date</b>	<b>Warrants outstanding</b>	<b>Weighted average exercise price</b>	<b>Weighted average remaining life (years)</b>
March 1, 2021	2,550,000	\$ 0.10	1.92
April 8, 2021	1,700,000	0.10	2.02
	<b>4,250,000</b>	<b>\$ 0.10</b>	<b>1.96</b>

**c) Share Purchase Options**

Information regarding share purchase options outstanding at March 31, 2019 is as follows:

	<b>Options outstanding</b>	<b>Weighted average exercise price</b>
<b>Outstanding, December 31, 2018</b>	<b>5,350,000</b>	<b>\$ 0.08</b>
Granted	100,000	0.09
Expired	(250,000)	0.10
Forfeiture	(112,500)	0.08
<b>Outstanding, March 31, 2019</b>	<b>5,087,500</b>	<b>\$ 0.08</b>

**LIBERO COPPER CORPORATION****Notes to the unaudited condensed interim consolidated financial statements***(expressed in Canadian dollars, unless otherwise stated)***6. SHARE CAPITAL (CONTINUED)****c) Share Purchase Options (continued)**

Information regarding share purchase options outstanding and exercisable at March 31, 2019 is as follows:

<b>Expiry date</b>	<b>Options outstanding</b>	<b>Options exercisable</b>	<b>Exercise price</b>	<b>Weighted average remaining life (years)</b>
March 16, 2021	950,000	950,000	\$ 0.10	1.96
May 19, 2021	200,000	200,000	0.10	2.14
December 15, 2022	625,000	581,250	0.10	3.71
December 11, 2023	3,312,500	856,250	0.08	4.70
	<b>5,087,500</b>	<b>2,587,500</b>	<b>\$ 0.08</b>	<b>3.98</b>

During the three months ended March 31, 2019, 100,000 share purchase options were granted with an exercise price of \$0.085. The fair value of the options granted was estimated using the Black-Scholes option pricing model with the following assumptions:

	<b>February 8, 2019</b>
Risk free interest rate	1.79%
Expected volatility	140.83%
Expected life (years)	4.8
Expected dividends (yield)	0%
<b>Fair value per option</b>	<b>\$ 0.08</b>

Share-based payments expense related to share purchase options for the three months ended March 31, 2019, was \$77,922 (March 31, 2018: \$2,528).

**7. RELATED PARTY TRANSACTIONS**

Key management, directors, and officers received the following salaries and benefits during the three months ended March 31, 2019 and 2018:

<b>For the three months ended</b>	<b>March 31, 2019</b>		<b>March 31, 2018</b>	
Share-based payments	\$	69,842	\$	689
Employee salaries and benefits		85,985		-
	<b>\$</b>	<b>155,827</b>	<b>\$</b>	<b>689</b>

The following table provides the total amount of transactions, which have been entered into by the Company with related parties during the three months ended March 31, 2019 and 2018:

<b>For the three months ended</b>	<b>March 31, 2019</b>		<b>March 31, 2018</b>	
<b>Purchases:</b>				
Costs recharged from a company controlled by director Ian Slater	\$	75,000	\$	3,000
Legal fees to Farris, Vaughan, Wills & Murphy LLP in which director Jay Sujir is a partner	\$	17,228	\$	-

## LIBERO COPPER CORPORATION

### Notes to the unaudited condensed interim consolidated financial statements

(expressed in Canadian dollars, unless otherwise stated)

#### 7. RELATED PARTY TRANSACTIONS (CONTINUED)

The following table provides the total amount of transactions, which have been entered into by the Company with related parties during the three months ended March 31, 2019 and 2018 (continued):

As at	March 31, 2019	December 31, 2018
<b>Amounts owed to:</b>		
Farris, Vaughan, Wills & Murphy LLP in which director Jay Sujir is a partner	\$ 26,859	\$ 11,900

Related party transactions are measured at the amounts agreed upon by the parties.

#### 8. FINANCIAL INSTRUMENTS

##### Fair value

Management assessed that the fair values of cash and cash equivalents, amounts receivable, and accounts payable and accrued liabilities approximate their carrying amounts, largely due to the short-term maturities of these instruments. The Company currently has no financial instruments measured at fair value.

##### Financial risk management

###### Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's operations to date have been financed by issuing common shares. There is no guarantee that the Company will be able to secure additional financing in the future at terms that are favourable. Refer to note 1 – Nature of Operations and Going Concern.