ARMOR MINERALS INC.

Condensed Consolidated Interim Financial Statements

For the Three and Six Months Ended September 30, 2017

Notice to Reader

These unaudited condensed consolidated interim financial statements have been prepared by management and have not been reviewed by the Company's auditor.

Armor Minerals Inc.

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

	September 30, 2017	March 31, 2017
Assets		
Current assets:		
Cash and cash equivalents	$ 545,745	$ 646,758
Amounts receivable	1,123	650
Prepaid expenses	1,600	9,748
	548,468	657,156
Non-current assets:		
Other assets (note 7)	12,935	-
	$ 561,403	$ 657,156
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities (note 4)	$ 12,157	$ 62,593
Due to related party (note 7)	1,842	319
	13,999	62,912
Shareholders' equity (deficit)		
Share capital (note 6)	27,625,170	27,625,170
Reserves (note 6)	4,001,547	4,002,029
Deficit	(31,079,313)	(31,032,955)
	547,404	594,244
	$ 561,403	$ 657,156

Nature of operations and liquidity (note 1)
Commitments (note 8)

See accompanying notes to the condensed consolidated interim financial statements.

Armor Minerals Inc.

Condensed Consolidated Interim Statements of Net Loss and Comprehensive Loss
(Unaudited – Canadian dollars)

	Three months ended September 30, 2017	Three months ended September 30, 2016	Six months ended September 30, 2017	Six months ended September 30, 2016
Expenses:				
Listing and filing fees	$ 9,314	$ 11,065	$ 11,942	$ 14,121
Salaries and benefits	9,110	15,220	16,602	26,153
General office expenses	7,243	9,864	11,086	15,784
Professional fees	4,254	15,929	7,635	24,435
Investor relations	505	595	835	3,335
Exploration and evaluation costs (note 5)	-	9,687	-	98,004
Loss before other items	(30,426)	(62,360)	(48,100)	(181,832)
Finance income	1,024	857	1,872	646
Foreign exchange loss	(21)	(1,011)	(130)	(237)
Net loss	(29,423)	(62,514)	(46,358)	(181,423)
Other comprehensive loss:				
Items that may be reclassified to profit or loss:				
Foreign currency translation loss	29	471	(482)	310
Comprehensive loss	$ (29,394)	$ (62,043)	$ (46,840)	$ (181,113)
Basic and diluted net loss per share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Weighted average number of shares outstanding	41,319,015	39,985,319	41,319,015	38,174,616

See accompanying notes to the condensed consolidated interim financial statements.

Armor Minerals Inc.

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity (Deficit)
(Unaudited – Canadian dollars)

	Share Capital			Reserves									
	Number of shares		Amount		Foreign currency translation reserve		Options and warrants		Total		Deficit		Total deficit
Balance, April 1, 2017	41,319,015	$	27,625,170	$	1,330	$	4,000,699	$	4,002,029	$	(31,032,955)	$	594,244
Comprehensive loss	-		-		(482)		-		(482)		(46,358)		(46,840)
Balance, September 30, 2017	41,319,015	$	27,625,170	$	848	$	4,000,699	$	4,001,547	$	(31,079,313)	$	547,404

	Share Capital			Reserves									
	Number of shares		Amount		Foreign currency translation reserve		Options and warrants		Total		Deficit		Total deficit
Balance, April 1, 2016	36,344,015	$	26,950,489	$	-	$	3,682,872	$	3,682,872	$	(30,558,566)	$	74,795
Units issued on private placement	5,000,000		682,173		-		317,827		317,827		-		1,000,000
Share issue costs	-		(6,751)		-		-		-		-		(6,751)
Comprehensive income (loss)	-		-		310		-		310		(181,423)		(181,113)
Balance, September 30, 2016	41,344,015	$	27,625,911	$	310	$	4,000,699	$	4,001,009	$	(30,739,989)	$	886,931

See accompanying notes to the condensed consolidated interim financial statements.

Armor Minerals Inc.

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

	Three months ended September 30, 2017	Three months ended September 30, 2016	Six months ended September 30, 2017	Six months ended September 30, 2016
Cash provided by (used in):				
Operating activities:				
Net loss	$ (29,423)	$ (62,514)	$ (46,358)	$ (181,423)
Items not affecting cash:				
Foreign exchange loss (gain)	53	866	(196)	257
Net changes in non-cash working capital items:				
Amounts receivable	(919)	(3,229)	(473)	(697)
Prepaid expenses	8,127	(907)	8,148	21,307
Accounts payable and accrued liabilities	(5,341)	(16,175)	(50,436)	(47,639)
Due to related parties	1,523	(6,865)	1,523	4,327
	(25,980)	(88,824)	(87,792)	(203,868)
Financing activities:				
Proceeds from private placement	-	1,000,000	-	1,000,000
Share issue costs	-	(6,751)	-	(6,751)
	-	993,249	-	993,249
Investing activities:				
Other assets	(12,935)	-	(12,935)	-
	(12,935)	-	(12,935)	-
Effect of exchange rate changes on cash and cash equivalents	(24)	(395)	(286)	53
Increase in cash and cash equivalents	(38,939)	904,030	(101,013)	789,434
Cash and cash equivalents, beginning of period	584,684	7,771	646,758	122,367
Cash and cash equivalents, end of period	$ 545,745	$ 911,801	$ 545,745	$ 911,801
Supplementary information:				
Cash and cash equivalents, end of period comprise:				
Cash and balances with banks	$ 2,798	$ 10,671	$ 2,798	$ 10,671
Short-term investments	542,947	901,130	542,947	901,130
	$ 545,745	$ 911,801	$ 545,745	$ 911,801

See accompanying notes to the condensed consolidated interim financial statements.

1. Nature of Operations and Liquidity

Armor Minerals Inc. (the "Company" or "Armor") is incorporated in British Columbia, Canada. The Company's head office is located at Suite 555 – 999 Canada Place, Vancouver, British Columbia, V6C 3E1. The condensed consolidated interim financial statements as at September 30, 2017 consist of Armor and it wholly owned subsidiary, Armor Minerals (US) Inc. ("Armor US") organized under the laws of Virginia. The Company is publicly traded with shares listed on the TSX Venture Exchange (the "TSX-V").

The Company is engaged in the acquisition and exploration of mineral property interests. The business of mining and the exploration for minerals involves a high degree of risk and there can be no assurance that such activities will result in profitable mining operations.

At September 30, 2017 the Company had cash and cash equivalents of $545,745, working capital of $534,469, net loss for the six months ended September 30, 2017 of $46,358, and a deficit of $31,079,313. Based on anticipated cash flows, the Company is expected to have sufficient resources to meet its committed expenditures for the next twelve months. However, depending on the level of exploration activities, additional funds may be required and the Company may need to seek additional funding to finance such activities. The Company has historically raised funds principally through the sale of securities and will continue to seek to obtain funding through similar or other means depending on market conditions and other relevant factors at the time. However, there can be no assurance that the Company will be able to obtain such additional funding or obtain it on acceptable terms.

The Company's financial statements have been prepared on the basis of a going concern, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of operations. These financial statements do not reflect the adjustments to carrying values of assets and liabilities that would be necessary should the going concern assumption prove to be inappropriate, and these adjustments could be material.

2. Basis of Presentation

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting* ("IAS 34"). Accordingly, they do not include all of the information and notes to the consolidated financial statements required by IFRS for complete financial statements and should be read in conjunction with the Company's most recent audited consolidated financial statements.

These unaudited condensed consolidated interim financial statements follow the same accounting policies and methods of application used in the Company's audited consolidated financial statements as at and for the year ended March 31, 2017. The Board of Directors authorized these financial statements for issuance on November 24, 2017.

3. Recent Accounting Pronouncements

Certain new standards, interpretations and amendments to existing standards have been issued by the IASB or IFRIC. Some updates that are not applicable or are not consequential to the Company may have been excluded.

IFRS 9, *Financial Instruments* is mandatorily effective for the Company's consolidated financial statements for the year ending March 31, 2019. IFRS 9 brings together the classification and measurement, impairment and hedge accounting phases of the IASB's project to replace IAS 39, *Financial Instruments: Recognition and Measurement*. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortized cost; fair value through profit and loss; and fair value through other comprehensive income. IFRS 9 introduces the expected credit loss model for impairment of financial assets which replaces the incurred loss model used in IAS 39. IFRS 9 amends the rules on hedge accounting to align the accounting treatment with the risk management practices of the business. Lastly, IFRS 9 amends some of the requirements of IFRS 7, *Financial Instruments: Disclosures*, including added disclosures about investments in equity instruments measured at fair value in other comprehensive income, and guidance on financial liabilities and derecognition of financial instruments. The Company is currently assessing the effect of this standard and its related amendments on its financial statements. At this stage, the Company does not expect this standard to have a material effect on its financial statements.

On January 13, 2016, the IASB issued IFRS 16 *Leases* ("IFRS 16") in accordance with which, all leases will be recorded on the statement of financial position of lessees, except those that meet the limited exception criteria. As a result, for the Company's office rental leases, rent expense will be removed and replaced by the recording of depreciation and finance expenses. IFRS 16 is mandatorily effective for the Company's consolidated financial statements for the year ending March 31, 2020.

4. Accounts Payable and Accrued Liabilities

		September 30, 2017		March 31, 2017
Trade and other payables	$	12,157	$	22,627
Due to Jack's Fork Exploration, Inc. (note 5)		-		39,966
	$	12,157	$	62,593

5. Exploration and Evaluation Costs

The following is a summary of exploration and evaluation costs by category for the three and six months ended September 30, 2017 and 2016:

	Three months ended September 30,				Six months ended September 30,			
		2017		2016		2017		2016
Option and royalty payments	$	-	$	-	$	-	$	32,618
Assay and analysis		-		2,016		-		36,027
Geologic consulting and support		-		5,971		-		22,784
Travel, food and accommodations		-		1,700		-		4,840
Supplies and other		-		-		-		1,735
	$	-	$	9,687	$	-	$	98,004

On October 28, 2015, the Company signed a definitive Earn-in Agreement (the "Agreement") with Jack's Fork Exploration, Inc. ("Jack's Fork"), to acquire up to an 80% joint venture interest in the Warmister and Tower Hill gold properties (the "Properties") located in Virginia, USA. On April 7, 2016, the Company assigned the Agreement to its wholly owned subsidiary, Armor US.

On February 24, 2017 in accordance with the Agreement, Armor gave thirty days' advance notice of termination to Jack's Fork. Upon expiry of the thirty day notice period, the Agreement was of no further force or effect and Armor has no further obligation to incur expenses on or for the benefit of the Properties and has no further obligations or liabilities to Jack's Fork under the Agreement or with respect to the Properties, other than to reimburse Jack's Fork for Work Expenditures initiated on the Properties prior to the termination date.

As at September 30, 2017, the Company has incurred Work Expenditures totaling US$455,040 and has earned a 10% interest in the Properties.

6. Share Capital and Reserves

a) Share capital

In connection with a units for debt transaction there are a total of 7,685,432 units remaining in escrow as at September 30, 2017 (March 31, 2017 – 11,528,148). Each unit is comprised of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at a price of $0.05 per common share until April 22, 2020. The remaining escrowed units are to be released on October 22, 2017 and April 22, 2018.

b) Warrants

The following summarizes the Company's warrants at September 30, 2017:

Date of Issue	Exercise Price	Expiry Date	March 31, 2017	Issued	Expired	September 30, 2017
April 29, 2015	$0.05	April 22, 2020	25,618,106	-	-	25,618,106
April 29, 2015	$0.08	April 29, 2018	4,000,000	-	-	4,000,000
October 7, 2015	$0.15	October 7, 2020	5,000,000	-	-	5,000,000
July 25, 2016	$0.40	July 25, 2021	2,500,000	-	-	2,500,000
			37,118,106	-	-	37,118,106

The weighted average exercise price of the warrants outstanding at September 30, 2017 is $0.09 (March 31, 2017 – $0.09).

7. Related Party Disclosures

Commencing March 1, 2015, the Company shares office space, equipment, personnel, consultants and various administrative services with other companies (Arizona Mining Inc., NewCastle Gold Ltd. and Titan Mining Corporation) related by virtue of certain common management and a director of the Company. These services have been mainly provided through a management company equally owned by the related companies. Costs incurred by the management company are allocated between the related companies based on time incurred and use of services. The Company was charged for the following with respect to these arrangements in three and six months ended September 30, 2017 and 2016:

	Three months ended September 30, 2017	Three months ended September 30, 2016	Six months ended September 30, 2017	Six months ended September 30, 2016
Salaries and benefits	$ 9,110	$ 15,220	$ 16,602	$ 26,153
General office expenses	6,413	9,235	10,432	14,916
Listing and filing fees	3,761	2,768	3,761	2,768
Investor relations	300	1,680	450	2,010
Professional fees	-	8,944	-	14,357
Exploration and evaluation costs	-	987	-	16,523
	$ 19,584	$ 38,834	$ 31,245	$ 76,727

At September 30, 2017, prepaid expenses include $nil (March 31, 2017 – $4,423) and due to related party includes $1,842 (March 31, 2017 – $319) with respect to these arrangements.

Other assets of $12,935 (March 31, 2017 – $nil) relate to the Company's share of jointly owned assets (primarily security deposits, leasehold improvements, and furniture and equipment) held by the management company.

8. Commitments

At September 30, 2017, based on current estimated usage, the Company is committed to payments for office premises through fiscal 2023 in the total amount of approximately $83,000. Payments by fiscal year are:

2018	$	9,600
2019		19,200
2020		19,200
2021		19,200
2022 and thereafter		15,800

9. Segment Information

The Company operates in one industry segment, being mineral exploration. Geographic information is as follows:

		Canada		United States		Total
Total assets as at:						
September 30, 2017	$	561,353	$	50	$	561,403
March 31, 2017	$	656,746	$	410	$	657,156
Net loss for the six months ended:						
September 30, 2017	$	46,005	$	353	$	46,358
September 30, 2016	$	83,546	$	97,877	$	181,423