



Condensed Interim Financial Statements

Three Months Ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

Notice of No Auditor Review

The accompanying unaudited condensed interim financial statements of Zimtu Capital Corp. for the three months ended February 29, 2016, have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These condensed interim financial statements have not been reviewed by the Company's external auditors.

Zimtu Capital Corp.
Condensed Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	February 29, 2016	November 30, 2015
Assets		
Current		
Cash and cash equivalents	\$ 11,936	\$ 52,803
Investments (Note 6)	3,531,680	5,617,522
Advances and amounts receivable (Note 10)	1,134,260	1,260,498
Due from equity method investees (Note 7)	766,460	698,341
Due from related parties (Note 18)	90,628	117,714
Prepaid expenses (Note 11)	129,708	142,590
	<u>5,664,672</u>	<u>7,889,468</u>
Loan receivable (Note 12)	92,029	125,446
Deposits (Note 13)	18,873	18,873
Mineral property interests (Note 8)	134,465	112,245
	<u>\$ 5,910,039</u>	<u>\$ 8,146,032</u>
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 14)	\$ 210,396	\$ 523,170
GST/HST payable	21,789	18,294
Liability for flow-through shares (Note 23)	5,047	8,354
Due to related parties (Note 18)	13,405	13,077
Unearned revenue (Note 15)	369,263	271,016
Promissory notes payable (Note 16)	52,576	52,576
	<u>672,476</u>	<u>886,487</u>
Equity		
Share capital (Note 9)	9,346,662	9,346,662
Reserves (Note 9)	4,254,328	4,254,328
Retained earnings (deficit)	(8,363,427)	(6,341,445)
Shareholders' equity	<u>5,237,563</u>	<u>7,259,545</u>
	<u>\$ 5,910,039</u>	<u>\$ 8,146,032</u>

On behalf of the Board:

"David Hodge" Director _____
"Sven Olsson" Director

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

Zimtu Capital Corp.
Statements of Operations and Comprehensive Loss
For the three months ended
(Unaudited - Expressed in Canadian Dollars)

	February 29, 2016	February 28, 2015
Revenue		
Administrative fees	\$ 361,430	\$ 363,930
Corporate development and marketing	146,145	110,467
Gain (loss) on sale of investments	(837,042)	(604,369)
Income from property sale	-	14,379
	<u>(329,467)</u>	<u>(115,593)</u>
Expenses		
General and administrative expenses (Note 17)	730,389	628,317
	<u>(1,059,856)</u>	<u>(722,309)</u>
Income (loss) before other items	(1,059,856)	(722,309)
Other items		
Interest income	-	19
Write-down of debt	-	(50,000)
Impairment of mineral property	-	(765)
Foreign exchange loss	(834)	-
Loss on purchase of debt	(84,340)	-
Penalties	-	(1,200)
Equity loss of affiliates (Note 7)	-	(305,839)
Unrealized gain (loss) on investments	(858,200)	243,670
Other income (expenses)	(22,059)	12,000
	<u>(965,433)</u>	<u>(102,115)</u>
Income (loss) before income taxes	(2,025,289)	(722,309)
Income tax recovery (Note 23)	3,307	-
	<u>(2,021,982)</u>	<u>1,684,688</u>
Net income (loss) and comprehensive income (loss) for the period	\$ (2,021,982)	\$ 1,684,688
Basic loss per share	\$ 0.13	\$ 0.07
Diluted loss per share	\$ 0.10	\$ 0.07
Weighted average number of shares outstanding		
- Basic	15,394,483	12,682,079
- diluted	19,397,217	16,480,449

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

Zimtu Capital Corp.
Condensed Interim Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Share Capital		Reserves	Retained Earnings/ (Deficit)	Total Equity
	No. of Shares	Amount			
Balance, November 30, 2014	13,494,177	\$ 8,906,188	\$ 4,225,195	\$(6,131,309)	\$ 7,000,074
Net loss for the period	-	-	-	(824,424)	(824,424)
Balance, February 28, 2015	13,494,177	\$ 8,906,188	\$ 4,225,195	\$ (6,955,733)	\$ 6,175,650
	Share Capital		Reserves	Retained Earnings/ (Deficit)	Total Equity
	No. of Shares	Amount			
Balance, November 30, 2015	15,394,483	\$ 9,346,662	\$ 4,254,328	\$(6,341,445)	\$ 7,259,545
Net loss for the period	-	-	-	(2,021,982)	(2,021,982)
Balance, February 29, 2016	15,394,483	\$ 9,346,662	\$ 4,254,328	\$(8,363,427)	\$ 5,237,563

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

Zimtu Capital Corp.
Condensed Interim Statements of Cash Flows
For the three months ended
(Unaudited - Expressed in Canadian Dollars)

	February 29, 2016	February 28, 2015
Operating Activities		
Net income (loss) for the period	\$ (2,021,982)	\$ (824,424)
Items not involving cash:		
Unrealized (gain) loss of investments	858,200	(243,670)
Income from property sale	-	621
Deferred income tax recovery	(3,307)	-
Amortization	-	1,226
Impairment of mineral properties	-	765
Loss on sale of investment	837,042	604,369
Shares for debt	(173,554)	-
Shares for finder's fee	(5,000)	(12,000)
Equity loss on affiliates	-	305,838
Changes in non-cash working capital		
GST/HST and amounts receivable	129,733	150,927
Prepaid expenses and deposit	12,882	16,919
Accounts payable and accrued liabilities	(353,479)	(89,712)
Unearned revenue	98,247	5,774
Cash (used in) operating activities	(621,218)	(83,367)
Investing Activities		
Acquisition of investments	(215,780)	(356,609)
Proceeds on disposition of investments	784,934	322,015
Mineral property acquisitions	(32,220)	(10,716)
Proceeds on disposition of mineral properties	10,000	-
Loans receivable	33,417	54,035
Cash provided by (used in) investing activities	580,351	8,725
Change in cash during the period	(40,867)	(74,642)
Cash, beginning of period	52,803	114,495
Cash, end of period	\$ 11,936	\$ 39,853

Supplemental disclosure with respect to cash flows (Note 20)

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

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS AND CONTINUANCE OF OPERATIONS

The Company was incorporated in the Province of British Columbia on July 4, 2006, under the Business Corporations Act of British Columbia. The Company's principal business activities are investments in junior resource companies, mineral resource property acquisitions and dispositions, and the provision of management services. The Company is traded on the TSX Venture Exchange ("TSX-V") under the symbol 'ZC'. The Company also trades on the Frankfurt Stock Exchange under the symbol 'ZCT1'.

The head office and principal address are located at Suite 1450, 789 West Pender Street, Vancouver, BC, Canada V6C 1H2 and the registered and records office of the Company is located at Suite 800, 885 West Georgia Street, Vancouver, BC, Canada V6C 3H1.

These financial statements were authorized for issue by the Audit Committee and Board of Directors on April 13, 2016.

2. BASIS OF PREPARATION

a) Statement of Compliance

The condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), applicable to the presentation of interim financial statements, including IAS 34, Interim Financial Reporting.

b) Basis of Measurement

These financial statements have been prepared on a historical costs basis except for financial instruments classified as financial instruments at fair value through profit or loss, which are stated at their fair value. In addition, this financial statement has been prepared using the accrual basis of accounting.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and related disclosure.

Judgement is used mainly in determining how a balance or transaction should be recognized in the financial statements. Estimates and assumptions are used mainly in determining the measurement of recognized transactions and balances. Actual results may differ from these estimates.

Significant areas where management's judgement has been applied include:

- Economic recoverability and probability of future economic benefits of exploration, evaluation and development costs;
- Classifying categories of financial assets and financial liabilities in accordance with IAS 39, *Financial instruments: recognition and measurement*; and
- Evaluating if the criteria for recognition of provisions and contingencies are met in accordance with IAS 37, *Provisions, contingent liabilities and contingent assets*.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Significant areas requiring the use of management estimates and assumptions include:

- The recoverability of the carrying value of the mineral property interests is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest;
- The inputs used in assessing the recoverability of deferred tax assets to the extent that the deductible temporary differences will reverse in the foreseeable future and that the Company will have future taxable income;
- Management's assumption that there are currently no decommissioning liabilities is based on the facts and circumstances that have existed during the periods;
- The assumptions used to calculate fair value of investments in private company securities not quoted in an active market; and
- The inputs used in accounting for share-based payments.

4. SIGNIFICANT ACCOUNTING POLICIES

The policies applied in these condensed interim financial statements are consistent with policies disclosed in Note 4 of the financial statements for the year ended November 30, 2015. Therefore, these condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended November 30, 2015.

5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES

The investment operations of the Company's business involve the purchase and sale of securities and, accordingly, the majority of the Company's assets are currently comprised of financial instruments. The use of financial instruments can expose the Company to several risks, including interest rate, credit, currency, liquidity and market risk. A discussion of the Company's use of financial instruments and their associated risk is provided below:

a) Fair value - The Company classifies its financial instruments using a fair value hierarchy as a framework for disclosing fair value of financial instruments based on inputs used to value the Company's investments. The hierarchy of inputs and description of inputs is described as follows:

Level 1 – fair values are based on quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – fair values are based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); or

Level 3 – fair values are based on inputs for the asset or liability that are not based on observable market data, which are unobservable inputs.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)

	Assets measured at fair value as at November 30, 2015			
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Fair value through profit or loss				
Cash on hand and bank balances	11,936	-	-	11,936
GIC	34,500	-	-	34,500
Investment in public company shareholdings	2,575,893	-	-	2,575,893
Investment in private company shareholdings	-	-	509,913	509,913
Investment in warrants	-	411,374	-	411,374
	<u>2,622,329</u>	<u>411,374</u>	<u>509,913</u>	<u>3,543,616</u>

	Assets measured at fair value as at November 30, 2015			
	Level 1 \$	Level 2 \$	Level 3 \$	Level 1 \$
Fair value through profit or loss				
Cash on hand and bank balances	52,803	-	-	52,803
GIC	34,500	-	-	34,500
Investment in public company shareholdings	4,235,032	-	-	4,235,032
Investment in private company shareholdings	-	-	589,913	-
Investment in warrants	-	758,078	-	-
	<u>4,322,335</u>	<u>758,078</u>	<u>589,913</u>	<u>4,322,335</u>

b) Interest rate risk - The Company is not exposed to significant interest rate risk even though the Company has cash balances, and its current policy is to invest excess cash in certificates of deposit or money market funds of major Canadian chartered banks. The GIC included in investment bear interest at a fixed rate, and the Company is, therefore, exposed to the risk of changes in fair value resulting from interest rate fluctuations. The sensitivity of the Company to a variation of 1% in the interest rate would not have a significant impact. The Company's other financial assets and financial liabilities do not comprise any interest rate risk since they do not bear interest.

c) Credit risk - The Company is not exposed to significant credit risk on its cash and cash equivalents and investments due to its cash and cash equivalents are placed with major financial institutions and investments are placed with a Canadian chartered bank or with independent investment dealer member of the Canadian Investor Protection Fund. All transactions executed by the Company in listed securities are settled or paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Management believes that the credit risk with respect to advances and amounts receivables is remote. One customer accounted for 45% (2015: 46%) of the Company's administrative revenue.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)

d) Currency risk - The Company is not exposed to significant currency risk on fluctuations considering that its assets and liabilities are stated in Canadian dollars.

e) Liquidity risk - Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected as a result of downturn in stock market conditions generally or related to matters specific to the Company, or if the value of the Company's investments declines, resulting in losses upon disposition. The Company generates cash flow primarily from its administrative activities and proceeds from the disposition of its investments. The Company has sufficient investments that are freely tradable and relatively liquid to fund its obligations as they become due under normal operating conditions.

f) Market risk - Market risk is the risk that the fair value of or future cash flows from the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk in trading its investments and unfavourable market conditions could result in dispositions of investments at less than favourable prices.

The Company manages market risk by having a portfolio that is not singularly exposed to any one issuer or class of issuers. The Company's investment activities are currently concentrated primarily across several sectors in the natural resource industry, potash, precious metals, base metals, coal, graphite, rare earth elements, and rare metals. The Company also has set thresholds on purchases of investments. Commodity prices for minerals are impacted by world economic events that dictate the levels of supply and demand as well as the relationship between the Canadian and United States dollar. The Company is not exposed to commodity price at this time.

g) Capital management - The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to meet its daily operating expenses. The Company may raise additional capital for additional cash required. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to identify and acquire new investment or business opportunities.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the three months ended February 29, 2016 or the year ended November 30, 2015. The Company is not subject to externally imposed capital requirements.

ZIMTU CAPITAL CORP.**Notes to the Condensed Interim Financial Statements****For the three months ended February 29, 2016****(Unaudited - Expressed in Canadian Dollars)****6. INVESTMENTS**

The Company classifies all of its investments other than equity method investees as investments at fair value through profit or loss, except for the investments classified as available-for-sale.

Investment in public company shareholdings	Investments at fair value through profit or loss as at February 29, 2016				
	Volume	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	250,000	52,050	0.21	12,500	0.050
ALX Uranium	2,915,055	529,660	0.18	189,479	0.065
Arctic Star Exploration	3,894,283	301,201	0.08	97,357	0.025
Big North Graphite	282,500	138,478	0.49	11,300	0.040
Canadian International	354,000	40,895	0.12	8,850	0.025
Cardiff Energy	650,000	97,500	0.15	29,250	0.045
Commerce Resources	3,584,178	1,834,294	0.51	250,892	0.070
Copper North	1,500,000	66,135	0.05	30,000	0.020
Cresval Capital	500,000	100,000	0.20	30,000	0.060
CMC Metals	171,428	60,000	0.35	21,429	0.125
Dunedin Ventures	1,000,000	60,000	0.06	50,000	0.050
Electra Stone	8,673,027	524,228	0.06	693,842	0.080
Equitas Resources	4,628,834	516,742	0.11	231,442	0.050
Global Copper Group	26,250	15,682	0.60	1,313	0.050
GTA Mining	1,200,000	60,000	0.05	54,000	0.045
Indigo Exploration	715,000	200,653	0.28	10,725	0.015
Iron Tank	500,000	50,000	0.10	17,500	0.035
Kapuskasing Gold	2,875,000	264,900	0.09	86,250	0.030
Lithex Resources	240,000	53,758	0.22	8,971	0.037
MGX Minerals	853,833	337,810	0.40	110,998	0.130
Montan Mining	286,000	38,420	0.13	7,150	0.025
Nevada Clean	1,200,000	60,000	0.05	30,000	0.025
Nickel One	370,000	74,000	0.20	37,000	0.100
Nouveau Life Pharmaceuticals	230,000	50,051	0.22	138	0.001
Open Gold	800,000	67,500	0.08	8,000	0.010
Pacific Potash	170,000	139,536	0.82	8,500	0.050
Pasinex Resources	1,190,818	77,434	0.07	59,541	0.050
Pinestar Gold	65,650	95,390	1.45	1,970	0.030
Pistol Bay	1,200,000	30,000	0.03	36,000	0.030
Prospero Silver	36,000	63,000	1.75	1,800	0.050
Rainmaker Resources	67,647	86,250	1.28	8,794	0.130
Red Oak Mining	1,946,000	121,808	0.06	19,460	0.010
RT Minerals	1,666,666	25,000	0.02	16,667	0.010
Strike Diamond	21,500	5,072	0.24	108	0.005
Takara Resources	317,269	10,000	0.03	9,518	0.030
True Leaf Medicine	1,929,567	116,738	0.06	260,492	0.135
White Metal Resources	180,000	4,500	0.03	3,600	0.020
WPC Resources	2,200,000	110,000	0.05	121,000	0.055
Western Potash	333	176	0.53	57	0.175
		6,478,861		2,575,893	

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

6. INVESTMENTS (continued)

Investment in private company shareholdings	Investments at fair value through profit or loss as at February 29, 2016				
	Volume	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Adent Capital	5,000	525	0.11	525	Cost
Jack's Fork Exploration	2,307,500	239,388	0.10	239,388	0.10
Kittson Metals	200,000	10,000	0.05	10,000	Cost
MEP Petroleum	750,000	7,500	0.01	7,500	Cost
Mogul Ventures	1,000,000	250,000	0.25	250,000	Cost
Pacific Polar Energy Group	2,000,000	20,000	0.10	20,000	0.01
Portovello Gold	2,000,000	100,000	0.05	100,000	Cost
Pucara Resources	350,000	52,500	0.15	52,500	Cost
Silver Stallion	1,000,000	50,000	0.05	50,000	Cost
Tamaka Gold	104,500	99,750	0.95	99,750	Cost
Tru Vision	166,667	75,000	0.45	75,000	Cost
Provision ***				(394,750)	
		904,663		509,913	

*** The market rate of private company investments cannot be verified so the Company has made a provision in the event that the investments become impaired.

Investments in warrants	Number of Warrants	Expiry Date	Exercise Price	Fair Value	Fair Value \$/Warrant
Arctic Star Exploration	437,500	July 21, 2016	0.20	649	0.00
Arctic Star Exploration	662,500	July 21, 2016	0.20	982	0.00
Arctic Star Exploration	1,042,000	June 30, 2020	0.10	20,069	0.02
Big North Graphite	125,000	March 13, 2016	0.08	-	0.00
Cardiff Energy	650,000	June 19, 2017	0.20	9,717	0.01
CMC Metals	171,428	June 8, 2017	0.42	5,475	0.00
Canada Strategic Metals	37,500	May 5, 2016	0.15	1	0.00
Commerce Resources	901,900	April 3, 2016	0.30	-	0.00
Copper North	1,200,000	November 4, 2020	0.03	20,480	0.02
Electra Stone	743,619	December 1, 2016	0.10	23,840	0.03
Electra Stone	500,000	January 22, 2018	0.20	30,517	0.06
Elissa Resources	250,000	March 4, 2016	0.30	-	0.00
Equitas Resources	2,100,000	March 4, 2016	0.10	41,083	0.02
Equitas Resources	1,974,001	July 15, 2017	0.15	46,086	0.02
Equitas Resources	1,100,000	September 17, 2017	0.20	30,400	0.03
Kapuskasing Gold	1,000,000	February 4, 2019	0.10	24,678	0.02
Kapuskasing Gold	300,000	May 19, 2017	0.10	3,628	0.01
Kapuskasing Gold	370,000	December 17, 2016	0.10	2,950	0.01
ALX Uranium	95,000	March 20, 2016	0.30	-	0.00
ALX Uranium	500,000	March 20, 2016	0.30	-	0.00
ALX Uranium	1,200,000	January 30, 2018	0.10	43,385	0.04
Northern Dynasty	31,250	September 14, 2017	2.72	2,299	0.07
Pasinex Resources	2,178,572	April 7, 2017	0.12	18,443	0.01
Pistol Bay	425,000	August 24, 2016	0.10	814	0.00
Prima Diamond	600,000	April 21, 2016	0.10	543	0.00
Rainmaker Resources	150,000	March 31, 2016	0.20	3,409	0.02
Red Oak Mining	800,000	November 7, 2016	0.20	1,241	0.00
RT Minerals	833,333	April 2, 2017	0.01	5,694	0.01
Strike Diamond	200,000	September 29, 2017	0.25	369	0.00
Tamaka Gold	104,500	2 years after a liquidity event	1.50	-	-
True Leaf	1,025,000	August 11, 2017	0.15	61,006	0.06
WPC Resources	2,200,000	September 16, 2016	0.16	13,616	0.01
Balance, February 29, 2016				411,374	
Investment in GIC, February 29, 2016				34,500	
Total value of investments, February 29, 2016				\$3,531,680	

ZIMTU CAPITAL CORP.**Notes to the Condensed Interim Financial Statements****For the three months ended February 29, 2016****(Unaudited - Expressed in Canadian Dollars)****6. INVESTMENTS (continued)**

Investment in public company shareholdings	Investments at fair value through profit or loss as at November 30, 2015				
	Volume	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	250,000	52,050	0.21	7,500	0.030
ALX Uranium	1,715,055	469,660	0.27	102,903	0.060
Arctic Star Exploration	3,894,283	301,201	0.08	58,414	0.015
Big North Graphite	282,500	138,478	0.49	5,650	0.020
Canadian International	354,000	40,895	0.12	12,390	0.035
Cardiff Energy	650,000	97,500	0.15	126,750	0.195
Commerce Resources	3,584,178	1,834,294	0.51	322,576	0.090
Copper North	1,200,000	60,000	0.05	42,000	0.035
Cresval Capital	500,000	100,000	0.20	17,500	0.035
CMC Metals	1,200,000	60,000	0.05	36,000	0.030
Dunedin Ventures	1,000,000	60,000	0.06	70,000	0.070
Electra Stone	10,054,855	594,388	0.06	1,105,803	0.110
Equitas Resources	6,619,834	739,734	0.11	794,380	0.120
Global Copper Group	26,250	15,682	0.60	1,050	0.040
GTA Mining	1,200,000	60,000	0.05	30,000	0.025
Indigo Exploration	715,000	200,653	0.28	3,575	0.005
Iron Tank	500,000	50,000	0.10	17,500	0.035
Kapuskasing Gold	2,875,000	264,900	0.09	86,250	0.030
Lithex Resources	240,000	53,758	0.22	5,316	0.022
MGX Minerals	1,034,833	411,311	0.40	439,804	0.425
Montan Mining	286,000	38,420	0.13	5,720	0.020
Nouveau Life Pharmaceuticals	230,000	50,051	0.22	23	0.000
Open Gold	800,000	67,500	0.08	8,000	0.010
Pacific Potash	170,000	139,536	0.82	8,500	0.050
Pasinex Resources	6,244,738	561,380	0.09	343,461	0.055
Pinestar Gold	65,650	95,390	1.45	1,970	0.030
Pistol Bay	850,000	37,500	0.05	29,750	0.035
Prospero Silver	36,000	63,000	1.75	2,880	0.080
Rainmaker Resources	67,647	86,250	1.28	8,794	0.130
Red Oak Mining	1,755,000	119,763	0.07	17,550	0.010
RT Minerals	1,666,666	25,000	0.02	8,333	0.005
Strike Diamond	21,500	5,072	0.24	430	0.020
Takara Resources	317,269	10,000	0.03	7,932	0.025
True Leaf Medicine	1,929,567	116,738	0.06	212,252	0.110
White Metal Resources	180,000	4,500	0.03	3,600	0.020
WPC Resources	2,200,000	110,000	0.05	88,000	0.040
Western Potash	1,038,333	491,899	0.47	202,475	0.195
		7,626,503		4,235,239	

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

6. INVESTMENTS (continued)

Investment in private company shareholdings	Investments at fair value through profit or loss as at November 30, 2015				
	Volume	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Adent Capital	5,000	525	0.11	525	Cost
Jack's Fork Exploration	2,307,500	239,388	0.10	239,388	0.10
Kittson Metals	200,000	10,000	0.05	10,000	Cost
MEP Petroleum	750,000	7,500	0.01	7,500	Cost
Mogul Ventures	1,000,000	250,000	0.25	250,000	Cost
Pacific Polar Energy Group	2,000,000	20,000	0.10	20,000	0.01
Portovello Gold	2,000,000	100,000	0.05	100,000	Cost
Pucara Resources	350,000	52,500	0.15	52,500	Cost
Silver Stallion	1,000,000	50,000	0.05	50,000	Cost
Tamaka Gold	104,500	99,750	0.95	99,750	Cost
Tru Vision	166,667	75,000	0.45	75,000	Cost
Tyko Resources	400,000	80,000	0.20	80,000	Cost
Provision ***				(394,750)	
		984,663		589,913	

*** The market rate of private company investments cannot be verified so the Company has made a provision in the event that the investments become impaired.

Investments in warrants	Number of Warrants	Expiry Date	Exercise Price	Fair Value	Fair Value \$/Warrant
Arctic Star Exploration	437,500	July 21, 2016	0.20	653	0.00
Arctic Star Exploration	662,500	July 21, 2016	0.20	989	0.00
Arctic Star Exploration	1,042,000	June 30, 2020	0.10	15,967	0.01
Big North Graphite	125,000	March 13, 2016	0.08	-	0.00
Cardiff Energy	650,000	June 19, 2017	0.20	84,086	0.13
CMC Metals	1,200,000	June 8, 2017	0.06	15,088	0.01
Canada Strategic Metals	37,500	May 5, 2016	0.15	49	0.00
Commerce Resources	901,900	April 3, 2016	0.30	1,430	0.00
Copper North	1,200,000	November 4, 2020	0.03	37,654	0.03
Electra Stone	743,619	December 1, 2016	0.10	44,479	0.06
Elissa Resources	250,000	March 4, 2016	0.30	-	0.00
Equitas Resources	2,100,000	March 4, 2016	0.10	160,568	0.08
Equitas Resources	1,974,001	July 15, 2017	0.15	159,308	0.08
Equitas Resources	1,100,000	September 17, 2017	0.20	96,170	0.09
Kapusking Gold	1,000,000	February 4, 2019	0.10	25,414	0.03
Kapusking Gold	300,000	May 19, 2017	0.10	4,301	0.01
Kapusking Gold	370,000	December 17, 2016	0.10	3,893	0.01
ALX Uranium	95,000	March 20, 2016	0.30	9	0.00
ALX Uranium	500,000	March 20, 2016	0.30	47	0.00
Mission Gold	31,250	September 14, 2017	2.72	620	0.02
Pacific Potash	145,000	December 28, 2015	1.30	-	0.00
Pasinex Resources	2,178,572	April 7, 2017	0.12	28,064	0.01
Pistol Bay	425,000	August 24, 2016	0.10	2,317	0.01
Prima Diamond	600,000	April 21, 2016	0.10	913	0.00
Rainmaker Resources	150,000	March 31, 2016	0.20	9,250	0.06
Red Oak Mining	800,000	November 7, 2016	0.20	2,126	0.00
RT Minerals	833,333	April 2, 2017	0.01	2,882	0.00
Strike Diamond	200,000	September 29, 2017	0.25	2,504	0.01
Tamaka Gold	104,500	2 years after a liquidity event	1.50	-	-
True Leaf	1,025,000	August 11, 2017	0.15	47,856	0.05
WPC Resources	2,200,000	September 16, 2016	0.16	11,441	0.01
Balance, November 30, 2015				758,078	
Investment in GIC, November 30, 2015				34,500	
Total value of investments, November 30, 2015				\$5,617,522	

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

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(Unaudited - Expressed in Canadian Dollars)

6. INVESTMENTS (continued)

As at February 29, 2016, the Company had two guaranteed investment certificates totaling \$34,500 (November 30, 2015: \$34,500). Of the total, \$23,000 was issued on March 13, 2014, matured on March 12, 2015, and was subsequently renewed to March 10, 2016 with an interest rate of prime minus 1.95%. The remaining \$11,500 was issued on July 10, 2015, maturing on July 7, 2016 with an interest rate of prime minus 2.00%.

7. INVESTMENTS IN EQUITY METHOD INVESTEES

	Prima Diamond (a)	Electra Stone Ltd. (b)	Total
At November 30, 2014	-	589,159	589,159
Purchase of shares in private transaction	33,750	-	33,750
Purchase of shares in market	-	25,250	25,250
Issuance of shares for finders fees	-	(5,900)	(5,900)
Derecognition as equity investment	-	(608,509)	(608,509)
Gain (loss) from equity investee	(33,750)	-	(33,750)
At November 30, 2015 and February 29, 2016	\$ -	\$ -	\$ -

(a) Prima Diamond Corp. (formerly Prima Fluorspar Corp.)

During the year ended November 30, 2014, the Company purchased 600,000 shares valued at \$60,000 in a private placement, sold 1,002,000 shares with a cost of \$55,110, and purchased 325,000 shares on the market with a cost of \$21,260. During the year ended November 30, 2015, the Company acquired 675,000 shares in private transactions with a cost of \$33,750. On May 5, 2015, the Company acquired \$149,654 of debt owed by Prima to a former director and consultant (the "Assignors"). The Company settled the debt with the Assignors by transferring to them escrow shares held as an investment. No gain or loss was recognized as a result of the debt settlement. During the three months ended February 29, 2016, the investment was adjusted for \$nil (February 28, 2015: \$nil) of equity loss due to the decrease of net assets of Prima. As at February 29, 2016, the Company holds 8,055,500 shares of Prima, equal to 24.73% (November 30, 2015: 24.73%) of Prima's outstanding common shares. At February 29, 2016, Prima is indebted to the Company in the amount of \$766,460 (November 30, 2015: \$698,341).

(b) Electra Stone Ltd. (formerly Electra Gold Corp.)

During the year ended November 30, 2014, Electra Stone Ltd. ("Electra") issued 24,000,000 shares in exchange for debt valued at \$1,218,969. The Company received 10,000,000 of the Electra shares in exchange for its related portion of the debt, which was purchased for \$41,667, creating a gain of \$466,230 on the purchase. In addition, the Company received 809,323 shares for the conversion of their Red Star shares into Electra shares, and purchased 314,500 shares in the market, for a total investment of \$659,938. During the year ended November 30, 2015, the company acquired 531,032 additional shares, issued 100,000 shares for finder's fees, and sold 1,500,000 shares.

On June 23, 2015, the investment ceased to be an equity investment, due to the issuance of shares by Electra. The equity loss on the investment was subsequently reversed through unrealized gains on investments in the statement of operations and comprehensive loss when the Company derecognized Electra as an equity investment. As a result of the loss of significant influence, the Company recognized an unrealized gain of \$1,240,005 in the statement of operations and comprehensive loss for the revaluation and reclassification of the investment during the year ended November 30, 2015. The investment is now accounted for at fair value through profit or loss (see Note 6).

ZIMTU CAPITAL CORP.

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8. MINERAL PROPERTY INTERESTS

Property Name	Partner	Balance, November 30, 2015 \$	Additions \$	Impairment \$	Property sales \$	Balance, February 29, 2016 \$
AB Potash (α)	Dahrouge	84	-	-	-	84
AB Lithium (i)	Ridge Resources	-	3,542	-	-	3,542
Deep Bay/Simon Lake (α)	Dahrouge	7,339	-	-	-	7,339
Garland Peninsula (h)	N/A	2,600	-	-	-	2,600
Munn Lake bi)	Dahrouge	62,137	11,892	-	-	74,029
Marchel Lake (α)	Dahrouge	18,241	-	-	-	18,241
Parallel Creek Frac (α)	Dahrouge	1,818	181	-	-	1,999
Pelican Frac Sands (α)	Dahrouge	15,573	6,606	-	-	22,179
Screech (α)	Ridge Resources	589	-	-	-	589
Utah Lithium (j)	N/A	-	10,000	-	(10,000)	-
Two Creeks (i)	Dahrouge	2,710	-	-	-	2,710
Windy Tungsten (α)	N/A	1,154	-	-	-	1,154
		112,245	32,220	-	(10,000)	134,465

Property Name	Partner	Balance, November 30, 2014 \$	Additions \$	Impairment \$	Property sales \$	Balance, November 30, 2015 \$
AB Potash (α)	Dahrouge	84	-	-	-	84
Black Birch (d)	Dahrouge	16,288	208	-	(16,496)	-
Brassy Rapids (e)	Dahrouge	2,175	-	(2,175)	-	-
Burnt Pond (f)	N/A	-	3,055	-	(3,055)	-
Deep Bay/Simon Lake (α)	Dahrouge	7,644	460	(765)	-	7,339
Garland/Voisey's Bay (a)	Dahrouge	621	-	-	(621)	-
Garland Peninsula (h)	N/A	-	2,600	-	-	2,600
Gotcha (Tungsten) (α)	N/A	9,221	-	(9,221)	-	-
Longworth Silica Claims (c)	N/A	39,403	16,306	-	(55,709)	-
Munn Lake (b)	Dahrouge	22,892	39,245	-	-	62,137
Marchel Lake (α)	Dahrouge	18,241	-	-	-	18,241
Parallel Creek Frac (α)	Dahrouge	1,818	-	-	-	1,818
Pelican Frac Sands (α)	Dahrouge	13,041	2,532	-	-	15,573
Screech (α)	Ridge Resources	-	589	-	-	589
Springer Lake (α)	Dahrouge	16,682	-	(16,682)	-	-
Two Creeks (i)	Dahrouge	-	2,710	-	-	2,710
Windy Tungsten (α)	N/A	-	1,154	-	-	1,154
		148,110	68,859	(28,843)	(75,881)	112,245

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements For the three months ended February 29, 2016 (Unaudited - Expressed in Canadian Dollars)

8. MINERAL PROPERTY INTERESTS (continued)

(α) Properties Held for Sale

Joint Venture Partners

Dahrouge Geological Consulting Corp., 877384 Alberta Ltd., and DG Resource Management Ltd. ("Dahrouge")

The Company entered into verbal mutual agreements with Dahrouge Geological Consulting Corp. ("Dahrouge"), 877384 Alberta Ltd. ("877384"), and DG Resource Management Ltd. ("DG Resource"), in which Dahrouge, 877384, and/or DG Resource will stake and hold the ownerships of the properties on behalf of the Company.

Ridge Resources Ltd. ("Ridge")

The Company entered into verbal mutual agreements with Ridge Resources Ltd. ("Ridge") that either Ridge or the Company will stake and hold the ownerships of the partnered properties.

Farmed-out Properties

(a) Garland / Voisey's Bay Property

On July 10, 2014, the Company and its prospecting partners DG Resource Management Ltd. and Ridge Resources Ltd., collectively the "Vendors", entered into an agreement with Equitas Resources Corp. ("Equitas") whereby Equitas has the right to acquire a 100% interest in the Garland Property, located in Labrador, Canada. In consideration, the Company will receive 3,000,000 shares over a 36 month period (1,000,000 shares received and fair valued at \$35,000 in 2014) and \$40,000 cash (received) over a 1 year period. The agreement was accepted by the TSX-V on November 17, 2014. During the three months ended February 29, 2016, \$nil (November 30, 2015: \$59,454) is recognized as revenue from the property sale.

(b) Munn Lake Diamond Property

On July 25, 2014, the Company and its prospecting partner entered into an agreement with Prima whereby Prima has an option to acquire an undivided 100% interest in and to 19 mineral claims covering more than 14,000 ha (34,000 acres) in the Munn Lake Diamond Property located in the Slave Province, Northwest Territories. In consideration of the grant of the option, the Company will receive cash of \$25,000 and 2,250,000 common shares of Prima and the Company's prospecting partner will receive cash and share consideration equal to that of the Company. Prima shall be entitled at any time to purchase 1% GORR for \$2,000,000 in respect of all minerals other than diamonds. Required considerations have not been rendered as the agreement is still subject to final acceptance of the TSX-V. On August 25, 2015, the Company and its prospecting partner announced they have commenced a field work program at the property. The results of the program may result in a renegotiation of the option agreement. Subsequent to November 30, 2015, this agreement was terminated.

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8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(c) Longworth Property

On December 1, 2014, the Company entered into an agreement with Electra Stone Ltd. (“Electra”) (formerly Electra Gold Ltd.) to form a Strategic Alliance (the “Alliance”) with MGX Minerals Inc. (“MGX”) for the purpose of jointly developing industrial mineral properties. The Company agreed to transfer the Longworth Property to Electra, and Electra agreed to transfer to MGX an exclusive and irrevocable 50% in the Longworth Property. The agreement received conditional TSX-V acceptance on February 18, 2015. On June 29, 2015, the agreement between Electra and MGX was terminated.

On June 29, 2015, the Company signed an agreement with MGX whereby MGX can earn a 100% interest in and to the Longworth Property. For its participation in the transaction, the Company received a share payment of 700,000 common shares at a deemed price of \$0.30, and issued 250,000 of the received shares as a finder’s fee (net 450,000 shares received with a fair value of \$243,000). During the three months ended February 29, 2016, \$nil (November 30, 2015: \$187,290) is recognized as revenue from the property sale.

(d) Black Birch Claims

On January 28, 2015 and amended on March 12, 2015, the Company and 877384 Alberta Ltd., entered into an agreement with ALX Uranium Corp. (formerly Lakeland Resources Inc.) (“ALX”), whereby ALX can acquire a 100% interest in the Black Birch Claims located in the Athabasca Basin Region of Saskatchewan. The Company received total consideration of \$8,818 cash (paid) and 88,174 pre-consolidation common shares (44,087 pre-consolidation common shares received with a fair value of \$2,425 and 14,695 post-consolidated shares received a fair value of \$1,323) of ALX. During the three months ended February 29, 2016, \$nil (November 30, 2015: \$3,932) is recognized as revenue from the property sale.

(e) Brassy Rapids Claims

On January 28, 2015 and amended on March 12, 2015, the Company and 877384 Alberta Ltd., entered into an agreement with ALX Uranium Corp. (formerly Lakeland Resources Inc.) (“ALX”), whereby ALX can acquire a 100% interest in the Brassy Rapids Claims located in the Athabasca Basin Region of Saskatchewan. The Company will receive total consideration of \$3,750 cash and 37,500 common shares of Lakeland. The cash and shares will be paid on the TSX Approval date and on the six month anniversary of the Approval date to each of the Company and 877384 Alberta Ltd. The property is subject to a 2% NSR, with ALX having the right to purchase 1% any time for \$2,000,000 for each claim. As at November 30, 2015 the parties have decided to allow this agreement to lapse and the property has been impaired.

(f) Burnt Pond Claims

On May 13, 2015, the Company signed an agreement with GTA Resources and Mining Inc. (“GTA”) whereby GTA can earn a 100%-interest in and to the Burnt Pond Claims, located in Newfoundland, Canada. For its participation in the transaction, the Company will receive a cash payment of \$3,055 (received) and a share payment of 1,200,000 common shares at a deemed price of \$0.05 (received). The agreement was approved by the TSX-V on June 1, 2015. During the three months ended February 29, 2016, \$nil (November 30, 2015: \$60,000) is recognized as revenue from the property sale.

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8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(g) Pelican Bay

On July 29, 2015, the Company and its prospecting partner signed an agreement with Pure Environmental Waste Management Inc. ("Pure") whereby Pure can earn a 100%-interest in and to one of the permits that comprise the Pelican Property. For its participation in the transaction, the Company will receive a cash payment of \$7,500 (received). During the three months ended February 29, 2016, \$nil (November 30, 2015: \$7,500) is recognized as revenue from the property sale.

(h) Garland Peninsula

On October 16, 2015, the Company signed an option agreement with Pistol Bay Mining Inc. (TSX-V - PST) ("Pistol Bay") whereby Pistol Bay can acquire a 100%-interest in 40 claims (1,000 hectares) in Newfoundland and Labrador, Canada. These claims will be added to Pistol Bays' existing Garland Peninsula Group. For its participation in the transaction, the Company will receive staged cash and share payments from Pistol Bay as follows: (i) \$2,500 on signing; (ii) 500,000 common shares within five days of TSX-V approval; (iii) \$2,500 within five days of TSX-V approval; (iv) 750,000 common shares 12 months from the date of TSX-V approval; (v) \$10,000 within 12 months from the date of TSX-V approval. The Company will retain a 2% Net Smelter Returns Royalty on the Property. The claims were originally acquired by the Company by staking. The agreement is subject to TSX-V approval.

(i) AB Lithium & Two Creeks

On February 1, 2016, the Company announced that the Company and two of its prospecting partners have signed an agreement with MGX Minerals Inc. ("MGX Minerals") whereby MGX Minerals can acquire a 100%-interest in 12 Metallic and Industrial Mineral Permits and Permit Applications encompassing 96,000 hectares throughout the Province of Alberta (the "Properties"). For its participation in the transaction, the Company will receive cash and share payments from MGX Minerals as follows: (i) \$10,000 on signing; (ii) 250,000 common shares within 10 days of signing; (iii) 250,000 common shares within 12 months of signing; and (iv) 250,000 common shares within 24 months of signing. See Note 24.

(j) Green Energy Lithium Property

On February 18, 2016, the Company and its prospecting partner Mesa Exploration Corp. ("Mesa") have entered into a property purchase agreement with Prima Diamond Corp. ("Prima") whereby Prima can acquire a 100%-interest in the Green Energy Lithium Property located in Utah. For its participation in the transaction, the Company will receive \$10,000 cash (received) for reimbursed acquisition costs and issue 3,000,000 post-consolidated shares to Mesa. The agreement is subject to TSX-V approval.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

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9. SHARE CAPITAL

a) Authorized: Unlimited common shares without par value

b) Issued:

During the year ended November 30, 2015:

On June 12, 2015, the Company closed the first tranche of the private placement originally announced on April 29, 2015 and amended on June 5, 2015. The Company issued 1,132,170 flow-through shares at a price of \$0.265, for gross proceeds of \$300,025. The Company paid the agents a cash commission of \$24,876 and issued 84,908 Agent's Options, with each Agent's Option being exercisable into additional non-flow-through common shares (the "Agent's Option Shares") at a price of \$0.265 per Agent's Option Share for a period of two years from the date of issuance. The Agent's Option Shares issued with the first tranche were valued at fair value of \$15,897, or \$0.19 per share. The fair value of each Agent Option Share was calculated using the Black-Scholes pricing model assuming a risk-free interest rate of 0.64%, a dividend yield of nil, an expected volatility of 91.79% and an average expected life of 2 years. The residual \$3,804 of share issuance costs includes legal and filing expenses related directly to the private placement.

On July 21, 2015, the Company closed the second and final tranche of the private placement originally announced on April 29, 2015 and amended on June 5, 2015. The Company issued 238,680 flow-through shares at a price of \$0.265, for gross proceeds of \$63,250. The Company also issued 529,456 unities ("Units") at a price of \$0.255 for gross proceeds of \$135,011. Each Unit consists of one common share of the Company and one non-transferrable common share purchase warrant ("Warrant"), with one Warrant entitling the holder to acquire one additional share at a price of \$0.30 for 2 years. The fair value of the Warrant is deemed to be \$13,236, based on the residual method.

c) Warrants:

At February 29, 2016, the Company had the following share purchase warrants outstanding:

Expiry Date	Exercise Price	Number of warrants	Weighted average life (years)
July 11, 2016	\$0.75	2,228,690*	0.36
July 21, 2017	\$0.30	529,456	1.39
	\$0.66	2,758,146	0.56

*These warrants are subject to an acceleration clause. If on any 20 consecutive trading days following July 11, 2014, the closing sales price of the Shares as quoted on the TSX-V is greater than 150% of the exercise price, the Company may accelerate the expiry date of the warrants to the 30th day after the date on which the Company gives notice to the Warrant holder.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements For the three months ended February 29, 2016 (Unaudited - Expressed in Canadian Dollars)

9. SHARE CAPITAL (continued)

d) Finder's Warrants/Agent's Options:

At February 29, 2016, the Company had the following finders warrants outstanding:

Expiry Date	Exercise Price	Number of warrants/options	Weighted average life (years)
July 11, 2016	\$0.50	59,680*	0.36
June 12, 2017	\$0.265	84,908	1.28
	\$0.36	144,588	0.90

*These finders warrants are subject to an acceleration clause. If on any 20 consecutive trading days following July 11, 2014, the closing sales price of the Shares as quoted on the TSX-V is greater than 150% of the exercise price, the Company may accelerate the expiry date of the finders warrants to the 30th day after the date on which the Company gives notice to the Warrant holder.

e) Stock Option Plan

The Company has a Stock Option Plan (the "Plan") under which it is authorized to grant options to directors, officers, consultants or employees of the Company. At the Company's Annual General Meeting on May 27, 2015, the shareholders approved the "2015 Stock Option Plan", and set the number of options granted under the Plan to be fixed at 2,698,835 (November 30, 2015: 2,698,835), which is equal to 20% of the issued and outstanding shares. Options granted under the Plan have a maximum life of five years. Options granted to employees vest fully on grant. Options issued to investor relations consultants vest in stages over 12 months with one quarter of the options vesting in any three month period.

A summary of the stock option transactions under the Company's stock option plan is presented below:

	February 29, 2016		November 30, 2015	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	1,100,000	\$ 0.50	1,606,000	\$ 0.78
Expired/cancelled	-	-	(506,000)	1.38
Outstanding, end of period	1,100,000	\$ 0.50	1,100,000	\$ 0.50
Weighted average life (years)	3.11		3.36	

As at February 29, 2016 and November 30, 2015, the Company had the following stock options outstanding:

Expiry Date	Original Exercise Price	February 29, 2016 Number of options	November 30, 2015 Number of options
February 25, 2019	\$0.50	100,000	100,000
March 31, 2019	\$0.50	500,000	500,000
April 30, 2019	\$0.50	500,000	500,000
		1,100,000	1,100,000

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10. ADVANCES AND AMOUNTS RECEIVABLE

The Company's current advances and amounts receivable consist mainly of amounts advanced for property and share payments. The amounts are unsecured, non-interest bearing, and have no specific terms of repayments.

11. PREPAID EXPENSES

The Company's current prepaid expenses consist mainly of marketing expenses paid in advance of service, advance payments made on the Company's credit card for marketing and travel expenses, and an advance payment for a future investment.

12. LOAN RECEIVABLE

The Company's loans receivable consist of:

- a. one promissory notes totalling \$600 issued to an individual with a term ending three years following the date on which Red Star Capital Ventures Inc. shares commence trading on the TSX-V following the acceptance of a qualified transaction pursuant to the policies of the TSX-V. The non-interest bearing promissory notes are for shares issued to employees of the Company,
- b. one promissory note totalling \$1,500 issued to an individual with a term of one year, of which \$750 has been repaid, ending October 22, 2016,
- c. four promissory notes totalling \$90,054 issued to individuals with a term of three years ending August 22, 2017. These non-interest bearing promissory notes are for the purchase of the escrow shares of Red Star Capital Ventures Inc., and
- d. two promissory notes totalling \$625 issued to individuals with a term of three years ending August 14, 2017. These non-interest bearing promissory notes are for the purchase of the escrow shares of Electra Stone Ltd.

13. DEPOSITS

The Company's deposits consist of an amount equal to one month's basic rent, held by the landlords to be applied to the last month of rent in the Company's lease (see Note 21).

14. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities of the Company are due to service providers, mainly including management fees, professional fees and consulting fees. All accounts payable and accrued liabilities for the Company fall due within the next 12 months.

15. UNEARNED REVENUE

The Company has entered into agreements with five companies to provide corporate development and marketing services for a twelve month period. These services are billed for in advance and recorded as revenue on the first of the month. Amounts received for services provided in the future are included as unearned revenue.

16. PROMISSORY NOTES PAYABLE

The Company entered into an agreement whereby the Company was assigned the rights and obligations to \$732,299 of accounts payable of an independent company. The Company simultaneously entered into six individual agreements whereby the outstanding obligations acquired were settled with the issuance of short-term promissory notes payable. The promissory notes had a principal balance totalling \$88,969, are non-interest bearing and mature July 8, 2016. The transaction resulted in a gain on purchase of debt of \$643,330 which is included in the statement of operations and comprehensive loss. During the three months ended February 29, 2016, the Company repaid \$nil (November 30, 2015 - \$36,393) of the outstanding balance.

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17. GENERAL AND ADMINISTRATIVE EXPENSES

During the three months ended February 29, 2016 and February 28, 2015, the Company incurred the following general and administrative expenses:

	February 29, 2016	February 28, 2015
Expenses		
Advertising and promotion	\$ 124,954	\$ 100,408
Amortization	-	1,226
Filing fees and transfer agent expenses	10,653	6,831
Office, rent and telephone	78,955	76,351
Professional fees	80,642	29,451
Wages and benefits	435,185	392,449
	730,389	606,716

18. RELATED PARTY TRANSACTIONS

The Company incurred the following fees and expenses in the normal course of operations and are measured at the exchange amount.

	Three months ended February 29, 2016	Three months ended February 28, 2015
Key management compensation*	\$	\$
Key management compensation	222,386	151,377
Revenue**	\$	\$
Management administration fees	198,930	236,430

Amounts due from (to) related parties	February 29, 2016	November 30, 2015
	\$	\$
Commerce Resources Corp.	90,628	117,714
Sean Charland, a director	-	(1,713)
Sven Olsson, a director	(13,405)	(11,306)
Total amount due from (to) related parties	104,033	104,695

Loan receivable due from related parties	\$	\$
David Hodge, CEO and director	23,844	23,844
Jody Bellefleur, CFO	5,067	5,067
Sean Charland, director	23,844	23,844
Chris Grove, director	-	4,167
Total amount due from related parties	52,755	56,922

* Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers and certain members of its Board of Directors.

** The Company provides Management and Administrative services to companies, included two related parties. These services include rent, office costs, administration, and staffing.

The amounts due to related parties are unsecured, non-interest bearing, and have no specific terms of repayments.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

19. SEGMENT INFORMATION

All of the Company's business is located in Canada. The Company's segment information is presented by industry according to the nature of their operations and the products and services they provide. Each of the Company's industry segments represents a strategic business unit offering products and services subject to different risks and returns from those of the other industry segments. Summary details of the industry segments are as follows:

- (a) Investment in stock, warrants and others
- (b) Investments in mineral resource property acquisitions and dispositions segment and project management;
- (c) Management services segment;
- (d) Corporate segment

For the three months ended February 29, 2016

	Investment in stock, warrants and others \$	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
Revenue					
Administrative fees	-	-	361,430	-	361,430
Corporate development fees	-	-	146,145	-	146,145
Loss on sale of investments	(837,042)	-	-	-	(837,042)
Income from property sale	-	-	-	-	-
	(837,042)	-	507,575	-	(329,467)
Segment assets	3,531,680	134,465	-	2,243,894	5,910,039
Expenditure for segment capital assets	-	32,220	-	-	32,220

For the three months ended February 28, 2015

	Investment in stock, warrants and others \$	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
Revenue					
Administrative fees	-	-	363,930	-	363,930
Corporate development fees	-	-	110,467	-	110,467
Loss on sale of investments	(604,369)	-	-	-	(604,369)
Income from property sale	-	14,379	-	-	14,379
	(604,369)	14,379	474,397	-	(115,593)

For the year ended November 30, 2015

Segment assets	5,617,523	112,245	-	2,416,265	8,146,033
Expenditure for segment capital assets	-	68,859	-	-	68,859

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

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(Unaudited - Expressed in Canadian Dollars)

20. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	February 29, 2016	February 28, 2015
Accounts payable portion of mineral property	\$ 51,229	\$ -
Shares received for debt	\$ 173,554	\$ -
Shares received for finders' fees	\$ 5,000	\$ 12,000

21. LONG-TERM LEASE OBLIGATIONS

The Company leases its main office premises under a long-term lease that expires September 1, 2019. The basic rent under the lease agreement is set out in the table below. In addition, the Company is required to pay realty taxes, maintenance, and other costs for the leased premises.

The rent payable in each of the next four fiscal years is as follows:

November 30, 2016	\$ 106,837
November 30, 2017	110,176
November 30, 2018	120,192
November 30, 2019	90,144
	<u>\$ 427,349</u>

The Company also leases a second office premises under a sub-lease effective June 1, 2014 that expires May 31, 2017. The basic rent under the lease agreement is set out in the table below. In addition, the Company is required to pay realty taxes, maintenance, and other costs for the leased premises.

The rent payable in each of the next two fiscal years is as follows:

November 30, 2016	\$ 27,704
November 30, 2017	14,139
	<u>\$ 41,843</u>

22. COMPARATIVE FIGURES

Certain comparative figures have been reclassified in order to conform to the current year's financial statements presentation.

23. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES

Funds raised through the issuance of flow-through shares are required to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds, less the qualified expenditures made to date, represent the funds received from flow-through share issuances that have not been spent.

On June 12, 2015, the Company issued 1,132,170 shares on a flow-through basis at \$0.265 per share for gross proceeds of \$300,025, and recognized a liability on flow-through shares of \$nil, as the market price of the shares was less than the share price on the date of issuance. The funds are to be spent in Quebec, Canada. As at February 29, 2016, the amount of flow-through proceeds remaining to be spent is \$300,025 (November 30, 2015 - \$300,025) and the liability for flow-through shares related to this private placement is \$nil (2014 - \$nil).

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the three months ended February 29, 2016

(Unaudited - Expressed in Canadian Dollars)

23. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES (continued)

On July 21, 2015, the Company issued 238,680 shares on a flow-through basis at \$0.265 per share for gross proceeds of \$63,250, and recognized a liability on flow-through shares of \$8,354. The funds are to be spent in the North West Territories, Canada. At February 29, 2016, the Company has incurred \$45,097 (November 30, 2015 - \$33,205) of qualified expenditures resulting in the reversal of liability on flow-through shares and recorded the related net deferred tax effect of \$3,307 (November 30, 2015 - \$nil). As at February 29, 2015, the amount of flow-through proceeds remaining to be spent is \$18,153 and the liability for flow-through shares related to this private placement is \$5,047.

	Issued on June 12, 2015	Issued on July 21, 2015	Total
Balance, December 1, 2014	\$ -	\$ -	\$ -
Liability incurred on flow-through shares issued	-	8,354	8,354
Settlement of flow-through share liability on incurring expenses	-	-	-
Balance, November 30, 2015	\$ -	\$ 8,354	\$ 8,354
Settlement of flow-through share liability on incurring expenses	-	(3,307)	(3,307)
Balance, February 29, 2016	\$ -	\$ 5,047	\$ 5,047

24. EVENTS AFTER THE REPORTING PERIOD

- On March 1, 2016, the Company announced that the Company and two of its prospecting partners have signed a property purchase agreement with 92 Resources Corp. ("92 Resources") whereby 92 Resources can acquire a 100%-interest in the Hidden Lake Lithium Property. For its participation in the transaction, the Company will receive share payments from 92 Resources as follows: (i) 500,000 upon receipt of regulatory approval; and (ii) 500,000 common shares within 12 months of regulatory approval.
- On March 30, 2016, the Company received 250,000 MGX shares for the sale of the AB Lithium Property (see Note 8(i)).
- On March 30, 2016, the Company announced it has signed a property purchase agreement with Belmont Resources Inc. ("Belmont") whereby Belmont can acquire a 100%-interest in the Kibby Basin Property. The Kibby Basin Property consists of thirteen placer mineral claims totaling approximately 1,036 hectares and is located 65 kilometers north of Clayton Valley, Nevada, USA. For its participation in the transaction, the Company will receive staged cash and share payments from Belmont as follows: (i) \$5,000 on signing (paid); (ii) 500,000 common shares upon TSX-V approval; (iii) \$20,000 on TSX-V approval; (iv) 500,000 common shares 6 months from the date of TSX-V acceptance. Zimtu will retain a 1.5% Net Smelter Returns Royalty on the Property, and Belmont has the right to purchase half the royalty from Zimtu for \$1,000,000.