



**Condensed Interim Financial Statements**

**Nine Months Ended August 31, 2018**

(Unaudited - Expressed in Canadian Dollars)

### Notice of No Auditor Review

The accompanying unaudited condensed interim financial statements of Zimtu Capital Corp. for the nine months ended August 31, 2018, 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**  
**Expressed in Canadian Dollars**  
**(Unaudited – prepared by management)**

	August 31, 2018	November 30, 2017
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 520,883	\$ 134,918
Investments (Note 6)	8,221,824	12,556,514
Advances and amounts receivable (Note 7)	1,039,040	729,161
Prepaid expenses (Note 8)	21,671	180,675
Due from related parties (Note 9)	887,081	283,429
	<b>10,690,499</b>	13,884,697
<b>Deposits</b>	<b>18,873</b>	18,873
<b>Mineral property interests (Note 10)</b>	<b>253,218</b>	510,705
	<b>10,962,590</b>	14,414,275
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 166,786	\$ 197,875
GST/HST payable	70,060	16,216
Unearned revenue (Note 11)	566,932	239,017
Promissory notes payable (Note 12)	83,100	90,100
	<b>886,878</b>	543,208
<b>Equity</b>		
Share capital (Note 13)	9,346,662	9,346,662
Reserves	4,920,817	4,647,746
Earnings (deficit)	(4,191,767)	(123,341)
	<b>10,075,712</b>	13,871,067
<b>Shareholders' equity</b>	<b>10,075,712</b>	13,871,067
	<b>10,962,590</b>	14,414,275

**On behalf of the Board:**

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*"David Hodge"* Director      \_\_\_\_\_  
*"Sean Charland"* Director

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

**Zimtu Capital Corp.**  
**Condensed Interim Statements of Income and Comprehensive Income**  
**For the three and nine months ended August 31,**  
**Expressed in Canadian Dollars**  
**(Unaudited – prepared by management)**

	Three months ended August 31,		Nine months ended August 31,	
	2018	2017	2018	2017
<b>Revenue</b>				
Administrative fees	\$ 165,000	\$ 207,500	\$ 557,500	\$ 567,500
Corporate development services	181,711	498,721	820,252	1,730,340
Gain (loss) on sale of investments	261,681	316,131	(168,247)	(1,154,687)
Income from sale of software (Note 19)	135,321	-	135,321	-
Income from property sale (Note 10)	17,736	17,920	467,376	496,511
	<b>626,128</b>	<b>1,040,272</b>	<b>1,812,202</b>	<b>1,639,664</b>
<b>Expenses</b>				
General and administrative expenses (Note 14)	567,593	639,147	2,180,843	1,958,452
<b>Income (loss) before other items</b>	<b>58,535</b>	<b>401,125</b>	<b>(368,641)</b>	<b>(318,788)</b>
<b>Other items</b>				
Interest income	447	68	1,236	219
Unrealized gain (loss) on investments	(2,228,320)	(798,942)	(3,756,697)	4,222,930
Gain on purchase/sale of debt	-	-	648	-
Gain on settlement of debt (Note 18)	-	-	54,750	-
Impairment of mineral properties	-	-	-	(2,252)
Bad debts	-	-	-	(7,000)
Interest expense	-	-	-	(8,099)
Other income (expense)	-	25,057	278	28,172
	<b>(2,227,873)</b>	<b>(773,817)</b>	<b>(3,699,785)</b>	<b>4,233,970</b>
<b>Income (loss) before income taxes</b>	<b>(2,169,337)</b>	<b>(372,692)</b>	<b>(4,068,425)</b>	<b>3,915,182</b>
Income tax recovery	-	-	-	425
<b>Net income (loss) and comprehensive income for the period</b>	<b>\$ (2,034,017)</b>	<b>\$ (372,692)</b>	<b>\$ (4,068,426)</b>	<b>\$ 3,915,607</b>
<b>Basic earnings (loss) per share</b>	<b>\$ (0.13)</b>	<b>\$ (0.02)</b>	<b>\$ (0.26)</b>	<b>\$ 0.25</b>
<b>Diluted earnings (loss) per share</b>	<b>\$ (0.11)</b>	<b>\$ (0.02)</b>	<b>\$ (0.22)</b>	<b>\$ 0.21</b>
<b>Weighted average number of common shares outstanding</b>				
- basic	15,394,483	15,394,483	15,394,483	15,394,483
- diluted	18,404,483	18,349,483	18,404,483	18,349,483

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

**Zimtu Capital Corp.**  
**Condensed Interim Statements of Changes in Equity**  
**As at August 31, 2018 and 2017**  
**Expressed in Canadian Dollars**  
**(Unaudited – prepared by management)**

	<b>Share Capital</b>				
	<b>Number of Shares</b>	<b>Amount</b>	<b>Reserves</b>	<b>(Deficit)</b>	<b>Total Equity</b>
<b>Balance, November 30, 2016</b>	<b>15,394,483</b>	<b>\$ 9,346,662</b>	<b>\$ 4,647,746</b>	<b>\$ (5,403,401)</b>	<b>\$ 8,591,007</b>
Net income for the period	-	-	-	3,915,607	3,915,607
<b>Balance, August 31, 2017</b>	<b>15,394,483</b>	<b>\$ 9,346,662</b>	<b>\$ 4,647,746</b>	<b>\$ (1,487,794)</b>	<b>\$ 12,506,614</b>

	<b>Share Capital</b>				
	<b>Number of Shares</b>	<b>Amount</b>	<b>Reserves</b>	<b>(Deficit)</b>	<b>Total Equity</b>
<b>Balance, November 30, 2017</b>	<b>15,394,483</b>	<b>\$ 9,346,662</b>	<b>\$ 4,647,746</b>	<b>\$ (123,341)</b>	<b>\$ 13,871,067</b>
Share-based compensation	-	-	273,071	-	273,071
Net (loss) for the period	-	-	-	(4,068,426)	(4,068,426)
<b>Balance, August 31, 2018</b>	<b>15,394,483</b>	<b>\$ 9,346,662</b>	<b>\$ 4,920,817</b>	<b>\$ (4,191,767)</b>	<b>\$ 10,075,712</b>

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

**Zimtu Capital Corp.**  
**Condensed Interim Statements of Cash Flows**  
**For the nine months ended August 31,**  
**Expressed in Canadian Dollars**  
**(Unaudited – prepared by management)**

	2018	2017
<b>Operating Activities</b>		
Net income (loss) for the period	\$ (4,068,426)	\$ 3,915,607
Items not involving cash		
Loss on sale of investments	168,247	1,154,687
Unrealized (gain) loss of investments	3,756,697	(4,222,930)
Income from property revenue	(467,375)	(496,511)
Gain on purchase of debt	(648)	-
Gain on settlement of debt	(54,750)	-
Income from sale of software	(135,321)	-
Deferred income tax	-	(425)
Shares received for services	-	(14,875)
Shares received for other services	-	(25,057)
Shares received for debt	(321,392)	-
Impairment of mineral property	-	2,252
Share-based payments	273,071	-
Changes in non-cash working capital		
Advances and amounts receivable	(20,637)	(215,195)
Prepaid expenses	(5,675)	(100,702)
Promissory notes	(7,000)	(55,625)
Unearned revenue	327,915	(283,115)
Accounts payable and accrued liabilities	(634,741)	(666,090)
<b>Cash provided by (used in) operating activities</b>	<b>(1,190,035)</b>	<b>(1,007,979)</b>
<b>Investing Activities</b>		
Acquisition of investments	(1,776,201)	(2,528,279)
Proceeds on disposition of investments	3,074,839	3,587,533
Mineral property expenditures	(86,388)	(339,659)
Proceeds on disposition of mineral properties	363,750	199,000
<b>Cash provided by (used) in investing activities</b>	<b>1,576,000</b>	<b>918,595</b>
<b>Change in cash during the period</b>	<b>385,965</b>	<b>(89,384)</b>
<b>Cash, beginning of period</b>	<b>134,918</b>	<b>124,745</b>
<b>Cash, end of period</b>	<b>\$ 520,883</b>	<b>\$ 35,361</b>

Supplemental disclosure with respect to cash flows (Note 16)

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 nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

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### 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 condensed interim financial statements were authorized for issue by the Audit Committee and Board of Directors on October 22, 2018.

### 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:

- Classifying categories of financial assets and financial liabilities in accordance with IAS 39, *Financial instruments: recognition and measurement*; and
- 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.

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

- 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;

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

#### 3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

- The inputs used in accounting for investment in warrants;
- The inputs used in accounting for share-based payments; and
- The recoverability of accounts receivable balances.

#### 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, 2017. Therefore, these condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended November 30, 2017.

#### 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.

Assets measured at fair value as at				August 31,
	Level 1	Level 2	Level 3	2018
	\$	\$	\$	Total \$
<b>Fair value through profit or loss</b>				
Cash	520,883	-	-	520,883
GIC (Note 6c)	34,500	-	-	34,500
Investment in public company shareholdings (Note 6)	6,405,257	-	-	6,405,257
Investment in private company shareholdings (Note 6)	-	-	350,142	350,142
Investment in warrants (Note 6)	-	1,431,925	-	1,431,925
	<u>6,960,640</u>	<u>1,431,925</u>	<u>350,142</u>	<u>8,742,707</u>



## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

#### 5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)

Assets measured at fair value as at	November 30, 2017			
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Fair value through profit or loss</b>				
Cash	134,918	-	-	134,918
GIC (Note 6c)	34,500	-	-	34,500
Investment in public company shareholdings (Note 6)	9,999,972	-	-	9,999,972
Investment in private company shareholdings (Note 6)	-	-	7,500	7,500
Investment in warrants (Note 6)	-	2,514,542	-	2,514,542
	<u>10,169,390</u>	<u>2,514,542</u>	<u>7,500</u>	<u>12,691,432</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 GIC due to its cash is 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 48% (November 30, 2017: 47%) of the Company's administrative revenue.

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.

## **ZIMTU CAPITAL CORP.**

**Notes to the Condensed Interim Financial Statements**

**For the nine months ended August 31, 2018**

**Expressed in Canadian Dollars**

**(Unaudited – prepared by management)**

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### **5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)**

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 nine months ended August 31, 2018 or the year ended November 30, 2017. The Company is not subject to externally imposed capital requirements.

**ZIMTU CAPITAL CORP.****Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****6. INVESTMENTS**

Investment in public company shareholdings	Investments at fair value through profit or loss as at August 31, 2018				
	Number of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	3,076,720	248,541	0.08	169,220	0.055
Altamira Gold	297,916	180,564	0.61	35,750	0.120
ALX Uranium	2,431,998	404,949	0.17	182,400	0.075
Arctic Star Exploration	4,194,858	484,921	0.12	419,486	0.100
Belmont Resources	5,380,667	249,718	0.05	349,743	0.065
Chemesis International	33,333	3,000	0.09	34,000	1.020
Canadian Energy Materials	350,000	56,000	0.16	56,000	0.160
Canada Cobalt Works	66,666	8,209	0.12	46,666	0.700
Cobalt Power Group	26,250	15,682	0.60	1,575	0.060
Commerce Resources	17,784,178	2,691,494	0.15	1,067,051	0.060
Cresval Capital	500,000	100,000	0.20	25,000	0.050
Crown Mining	723,166	50,098	0.07	65,085	0.090
Emerita Gold	3,200,000	283,218	0.09	160,000	0.050
Equitorial Resources	300,000	23,603	0.08	13,500	0.045
Fanlogic Interactive	100,000	50,000	0.50	5,000	0.050
First Cobalt	48,034	89,478	1.86	21,615	0.450
Genius Properties	167,047	33,409	0.20	45,103	0.270
Greatbanks Resources	1,000,000	30,000	0.03	15,000	0.015
Group Ten Metals	900,000	54,000	0.06	162,000	0.180
Indigo Exploration	715,000	200,653	0.28	14,300	0.020
Indiva	6,218	86,250	13.87	5,099	0.820
Intact Gold	29,600	22,200	0.75	4,292	0.145
Kapuskasing Gold	5,800,000	408,363	0.07	145,000	0.025
King's Bay Resources	11,026,135	735,553	0.07	441,045	0.040
Maple Gold Mines	1,299,000	163,810	0.13	175,365	0.135
Margaret Lake Diamonds	833,333	100,000	0.12	29,167	0.035
Maxtech Ventures	286,000	100,100	0.35	35,750	0.125
Megastar Development	100,000	6,650	0.07	6,500	0.065
MGX Minerals	857,179	680,659	0.79	651,454	0.760
Montan Mining	77,333	27,924	0.36	3,480	0.045
Montego Resources	80,000	60,000	0.75	16,400	0.205
Mountain Boy Minerals	1,667,000	100,020	0.06	108,355	0.065
Nickel One	2,051,000	102,550	0.05	51,275	0.025
Nouveau Life	230,000	50,051	0.22	138	0.001
NRG Metals	300,000	26,230	0.09	63,000	0.210
Pacific Silk Road	170,000	139,536	0.82	5,950	0.035
Parcelpal	1,755,000	90,832	0.05	473,850	0.270
Pistol Bay	1,682,500	151,575	0.09	100,950	0.060
Prospera Energy	1,500,000	105,000	0.07	75,000	0.050
Redfund Capital	533,333	100,000	0.19	154,667	0.290
Red Oak Mining	100,000	12,000	0.12	32,000	0.320
Sanatana Resources	300,000	12,150	0.04	12,000	0.040
Saville Resources	1,571,000	118,085	0.08	78,550	0.050
Sunvest Metals	2,150	5,072	2.36	140	0.065
True Leaf Medicine	1,103,063	167,700	0.15	606,685	0.550
Ultracharge	1,200,000	53,758	0.04	18,101	0.015
Vatic Resources	467,522	70,128	0.15	56,103	0.120
Voltaic Minerals	647,250	96,039	0.15	129,450	0.200
White Metal Resources	180,000	4,500	0.03	26,100	0.145
WPC Resources	435,000	21,750	0.05	10,875	0.025
Western Resources	66	175	2.65	22	0.330
		<b>9,076,197</b>		<b>6,405,257</b>	

# ZIMTU CAPITAL CORP.

## Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

### 6. INVESTMENTS (continued)

Investment in private company shareholdings	Investments at fair value through profit or loss as at August 31, 2018				
	# of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Avalon Bridge	500,000	25,000	0.05	25,000	Cost
Dimension Five	6,000,000	220,000	0.04	220,000	Cost
Hexa Resources	626,421	55,142	0.09	55,142	Cost
Goldport	18,906	-	0.00	-	Cost
Jack's Fork Exploration	2,307,500	239,388	0.10	239,388	0.10
Khiron Life Sciences	208	525	2.52	525	Cost
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	0.01	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
S1 Capital	100,000	50,000	0.50	50,000	Cost
Silver Stallion	1,000,000	50,000	0.05	50,000	Cost
Tru Vision	166,667	75,000	0.45	75,000	Cost
Provision (a)				(804,913)	
		<b>1,155,055</b>		<b>350,142</b>	

Investments in warrants	Number of Warrants	Expiry Date	Weighted Average Exercise Price	Fair Value	Fair Value \$/Warrant
92 Resources	2,750,000	Various	0.15	23,409	0.009
Altamira Gold Corp.	58,333	05-Apr-2019	0.33	694	0.012
ALX Uranium Corp.	500,000	16-May-2019	0.20	8,271	0.017
Arctic Star Exploration	4,309,861	Various	0.16	126,302	0.029
Belmont Resources	7,575,667	Various	0.06	247,795	0.033
Berkwood Resources	838,650	Various	0.39	2,641	0.003
Canada Cobalt Works	666,666	16-Mar-2019	0.10	400,968	0.601
Canadian Energy Materials	175,000	January 5, 2020	0.25	5,115	0.029
Commerce Resources	14,000,000	26-May-2019	0.10	71,028	0.005
Copper North	120,000	4-Nov-2020	0.50	1,806	0.015
Crown Mining	666,666	13-May-2019	0.15	18,943	0.028
Emerita Resources	500,000	20-December-2019	0.20	5,268	0.011
Golden Dawn	300,000	7-Sep-2019	0.60	285	0.001
Group Ten	1,000,000	27-Feb-2020	0.12	96,489	0.096
King's Bay	7,011,703	Various	0.12	28,738	0.004
Kapuskasing	3,500,000	Various	0.11	7,429	0.002
Maple Gold Mines	465,000	July 25, 2019	0.13	17,592	0.038
Margaret Lake Diamonds	833,333	16-April 2021	0.20	15,635	0.019
Maxtech Ventures	286,000	9-March-2020	0.45	8,907	0.031
MGX	100,000	27-December-2020	1.15	41,802	0.418
Mountain Boy	1,667,000	15-Mar-2019	0.10	17,386	0.010
Nickel One	2,770,660	Various	0.10	17,439	0.006
Parcelpal	750,000	24-Oct-2019	0.08	165,773	0.221
Prospera Energy	750,000	22-May-2019	0.14	7,860	0.010
Redfund Capital	533,333	01-August-2020	0.55	56,503	0.106
Rockcliff copper	555,667	29-Aug-2019	0.36	23,838	0.043
Vatic Resources	689,744	Various	0.35	5,467	0.008
Voltaic Minerals	645,000	April 23, 2020	0.20	8,542	0.013
<b>Balance, August 31, 2018</b>				<b>1,431,925</b>	
<b>Investment in GIC, August 31, 2018 (b)</b>				<b>34,500</b>	
<b>Total value of investments, August 31, 2018</b>				<b>\$8,221,824</b>	

**ZIMTU CAPITAL CORP.****Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****6. INVESTMENTS (continued)**

Investment in public company shareholdings	Investments at fair value through profit or loss as at November 30, 2017				
	Number of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	2,326,720	216,541	0.09	232,673	0.100
Altamira Gold	297,916	180,564	0.61	58,094	0.195
ALX Uranium	2,431,998	404,949	0.17	182,400	0.075
Arctic Star Exploration	4,019,858	377,556	0.09	562,780	0.140
Belmont Resources	4,378,000	231,115	0.05	218,900	0.050
Berkwood Resources	303,500	86,775	0.29	115,330	0.380
Canadian Mining	66,666	3,000	0.04	21,333	0.320
Canadian Zeolite	333,334	115,000	0.35	130,000	0.390
Castle Silver	866,666	106,310	0.12	216,667	0.250
Cobalt Power Group	26,250	15,682	0.60	5,250	0.200
Cobaltech Mining	182,500	89,478	0.49	62,050	0.340
Commerce Resources	17,584,178	2,674,294	0.15	1,406,734	0.080
Copper North	150,000	66,135	0.44	11,250	0.075
Cresval Capital	500,000	100,000	0.20	25,000	0.050
Crown Mining	866,666	60,000	0.07	147,333	0.170
Electra Stone	1,873,581	116,858	0.09	9,368	0.005
Emerita Gold	1,835,000	148,250	0.08	165,150	0.090
Equitorial Resources	900,000	74,008	0.08	117,000	0.130
Fanlogic Interactive	100,000	50,000	0.50	55,000	0.550
Far Resources	463,000	39,618	0.09	407,440	0.880
Genius Properties	167,047	33,409	0.20	26,728	0.160
Georox Resources	1,500,000	105,000	0.07	75,000	0.050
Golden Dawn	600,000	130,823	0.22	153,000	0.255
Greatbanks Resources	1,000,000	30,000	0.03	35,000	0.035
Group Ten Metals	1,000,000	60,000	0.06	215,000	0.215
Indigo Exploration	715,000	200,653	0.28	21,450	0.030
Intact Gold	600,000	45,000	0.08	9,000	0.015
Kapuskasing Gold	5,800,000	408,363	0.07	232,000	0.040
King's Bay Gold	8,101,135	538,633	0.07	1,053,148	0.130
Maple Gold Mines	1,039,000	109,273	0.11	254,555	0.245
MGX Minerals	555,700	146,176	0.26	527,915	0.950
Montan Mining	232,000	27,924	0.12	3,480	0.015
Montego Resources	80,000	60,000	0.75	28,000	0.350
Mountain Boy Minerals	1,667,000	100,020	0.06	141,695	0.085
Nickel One	1,408,820	92,537	0.07	56,353	0.040
Nouveau Life	230,000	50,051	0.22	-	0.000
NRG Metals	1,265,000	110,645	0.09	721,050	0.570
Pacific Potash	170,000	139,536	0.82	8,500	0.050
Parcelpal	2,250,000	116,572	0.05	416,250	0.185
Pistol Bay	3,525,000	159,925	0.04	141,000	0.040
Rainmaker Resources	6,218	86,250	13.87	311	0.050
Red Oak Mining	52,100	32,423	0.62	10,681	0.205
Rewardstream Solutions	28,600	75,880	2.65	1,144	0.040
Rockcliff Metals	1,807,000	111,240	0.06	135,525	0.075
Saville Resources	9,000	930	0.10	675	0.075
Sharc International System	76,428	68,758	0.90	41,271	0.540
Sunvest Metals	2,150	5,072	2.36	204	0.095
True Leaf Medicine	1,303,063	198,103	0.15	1,159,725	0.890
Ultracharge	240,000	53,758	0.22	6,071	0.025
Umbral Energy	285,000	19,400	0.07	39,900	0.140
Vatic Resources	1,402,566	70,128	0.05	84,154	0.060
Voltaic Minerals	5,580,181	1,427,792	0.26	223,207	0.040
White Metal Resources	180,000	4,500	0.03	10,800	0.060
WPC Resources	435,000	21,750	0.05	17,400	0.040
Western Resources	66	175	2.65	28	0.420
		<b>9,996,832</b>		<b>9,999,972</b>	

# ZIMTU CAPITAL CORP.

## Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

### 6. INVESTMENTS (continued)

Investment in private company shareholdings	Investments at fair value through profit or loss as at November 30, 2017				
	# of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Adent Capital	1,666	525	0.32	525	Cost
Gemtec International	150,000	7,500	0.05	7,500	Cost
Goldport	18,906	-	0.00	-	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	0.01	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
Tru Vision	166,667	75,000	0.45	75,000	Cost
Provision (a)				(804,913)	
		<b>812,413</b>		<b>7,500</b>	

  

Investments in warrants	Number of Warrants	Expiry Date	Weighted	Fair Value	Fair Value \$/Warrant
			Average Exercise Price		
92 Resources	2,398,360	Various	0.13	70,620	0.029
ALX Resources	1,200,000	29-Jan-2018	0.10	6,171	0.005
Altamira Gold Corp.	628,333	Various	0.94	4,593	0.007
Arctic Star Exploration	4,122,361	Various	0.14	349,913	0.085
Belmont Resources	3,978,000	Various	0.12	69,328	0.017
Berkwood Resources	838,650	Various	0.39	270,015	0.322
Bonterra Resources	171,429	19-Aug-2018	0.50	25,013	0.146
Castle Silver Resources	666,666	16-Mar-2019	0.10	122,523	0.184
Cheetah Canyon	57,142	15-Mar-2018	0.53	16	0.000
Commerce Resources	14,000,000	26-May-2019	0.10	357,828	0.026
Copper North	120,000	4-Nov-2020	0.50	7,095	0.059
Crown Mining	866,666	Various	0.16	96,732	0.112
Electra Stone	2,015,000	Various	0.09	765	0.000
Emerita	1,200,000	27-May-2018	0.10	36,860	0.031
First Mining	189,832	16-Jun-2018	0.83	3,566	0.019
Georox Resources	750,000	22-May-2019	0.14	14,175	0.019
Golden Dawn	600,000	7-Sep-2019	0.30	62,756	0.105
Group Ten	1,000,000	27-Feb-2020	0.12	198,907	0.199
Intact gold	600,000	12-Aug-2018	0.10	446	0.001
King's Bay	4,386,703	Various	0.13	281,225	0.064
Kapuskasing	3,500,000	Various	0.11	58,015	0.017
Maple Gold Mines	465,000	July 25, 2019	0.13	78,934	0.170
MGX	95,479	21-Sep-2018	0.20	71,931	0.753
Montego Resources	40,000	22-Aug-2018	1.00	4,476	0.112
Mountain Boy	1,667,000	15-Mar-2019	0.10	70,129	0.042
Nickel One	2,145,160	Various	0.11	22,225	0.010
Parcelpal	1,000,000	24-Oct-2019	0.08	157,126	0.157
Pistol Bay	1,060,000	29-Aug-2018	0.08	8,614	0.008
RewardStream Solutions	120,000	27-Jul-2018	0.50	45	0.000
Rockcliff copper	1,667,000	29-Aug-2019	0.12	60,625	0.036
Vatic Resources	666,666	21-Oct-2018	0.15	3,875	0.006
<b>Balance, November 30, 2017</b>				<b>2,514,542</b>	
<b>Investment in GIC, November 30, 2017 (b)</b>				<b>34,500</b>	
<b>Total value of investments, November 30, 2017</b>				<b>\$12,556,514</b>	

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

#### 6. INVESTMENTS (continued)

Investment continuity schedule	Investment in public companies	Investment in private companies	Warrants	GIC	Total
<b>Balance, November 30, 2016</b>	<b>\$ 5,646,959</b>	<b>\$ 250,000</b>	<b>\$ 1,452,796</b>	<b>\$ 34,500</b>	<b>\$ 7,384,255</b>
Cost of Shares acquired/warrants addition	4,831,436	7,500	2,191,362	-	7,030,298
Shares disposed/exercise of warrants	(5,372,268)	-	(638,458)	-	(6,010,726)
Fair value change	4,893,845	-	(491,158)	-	4,402,687
Impairment	-	(250,000)	-	-	(250,000)
<b>Balance, November 30, 2017</b>	<b>\$ 9,999,972</b>	<b>\$ 7,500</b>	<b>\$ 2,514,542</b>	<b>\$ 34,500</b>	<b>\$ 12,556,514</b>
Cost of Shares acquired/warrants addition	2,502,451	522,642	-	-	3,025,093
Shares disposed/exercise of warrants	(3,423,086)	(180,000)	-	-	(3,603,086)
Fair value change	(2,674,080)	-	(1,082,617)	-	(3,756,697)
Impairment	-	-	-	-	-
<b>Balance, August 31, 2018</b>	<b>\$ 6,405,257</b>	<b>\$ 350,142</b>	<b>\$ 1,431,925</b>	<b>\$ 34,500</b>	<b>\$ 8,221,824</b>

##### (a) Provision of private company shareholdings

The market rate of private company investments is not available. Given that inputs into prices are not observable and cannot be verified, the Company has made a provision for the investments that the Company believe are impaired.

##### (b) Investment in GIC

As at August 31, 2018, the Company had two guaranteed investment certificates totalling \$34,500 (November 30, 2017: \$34,500). Of the total, \$23,000 matures on March 7, 2019 with an interest rate of prime minus 2.6%. The remaining \$11,500 matures on July 4, 2019 with an interest rate of prime minus 2.45%.

#### 7. ADVANCES AND AMOUNTS RECEIVABLE

The Company's current advances and amounts receivable consists of amounts billed and outstanding for providing marketing, managerial, and administrative services. The amounts are unsecured, non-interest bearing, and have no specific terms of repayments. Additionally included are promissory notes issued to management and employees for the private sale of shares. These notes are non-interest bearing, have specific dates of repayment, and hold share certificates as collateral.

#### 8. PREPAID EXPENSES

The Company's current prepaid expenses consist mainly of payments made for future investments, development expenses for a software program, marketing expenses paid in advance of service, and advance payments made on the Company's credit card or as employee advances.

	August 31, 2018	November 30, 2017
	\$	\$
Software development expenses (Note 19)	-	164,679
Investments, shares issued subsequent to the period	12,500	-
Others	9,171	15,996
<b>Total prepaid expenses</b>	<b>21,671</b>	<b>180,675</b>

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

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(Unaudited – prepared by management)

#### 9. RELATED PARTY TRANSACTIONS

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

<b>Nine months ended August 31,</b>	<b>2018</b>	<b>2017</b>
<b>Key management compensation*</b>	<b>\$</b>	<b>\$</b>
Key management compensation	492,196	472,100
Share-based compensation	129,286	-

  

<b>Six months ended May 31,</b>	<b>2018</b>	<b>2017</b>
<b>Revenue**</b>	<b>\$</b>	<b>\$</b>
Management administration fees	270,000	382,500
Corp development and advertising income	9,700	-
Other income	1,500	-

<b>Amounts due from related parties</b>	<b>August 31, 2018</b>	<b>November 30, 2017</b>
	<b>\$</b>	<b>\$</b>
Commerce Resources Corp.	677,081	187,429
Total amount due from (to) related parties	677,081	187,429

  

<b>Loan receivable due from related parties</b>		
David Hodge, CEO and director	21,000	21,000
Jody Bellefleur, CFO	24,000	24,000
Kevin Bottomley, director	9,000	-
Sean Charland, director	42,000	42,000
Chris Grove, director	114,000	9,000
Total amount due from related parties	210,000	96,000

  

Total amount due from related parties	887,081	283,429
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\* 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 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 nine months ended August 31, 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****10. MINERAL PROPERTY INTERESTS**

Property Name	Partner	Balance, November 30, 2017 \$	Additions \$	Impairment \$	Property sales \$	Balance, August 31, 2018 \$
AB Potash (α)	Dahrouge	84	-	-	-	84
Blue Property (α)	N/A	-	11,797	-	-	11,797
Carlow Lithium (α)	Dahrouge	5,193	-	-	-	5,193
Covette Property (j)	N/A	335,999	1,255	-	(337,254)	-
Covette II Property (α)	N/A	3,712	-	-	-	3,712
Deep Bay/Simon Lake (α)	Dahrouge	7,339	1,069	-	-	8,408
Eastmain River (α)	N/A	3,041	-	-	-	3,041
Johnson Croft (h)	N/A	360	-	-	(360)	-
Lac Gueret Graphite (α)	N/A	239	-	-	-	239
Lac Patu Vanadium (k)	S. Jamal	-	6,261	-	(6,261)	-
Mell Claims (α)	Dahrouge	-	2,247	-	-	2,247
Munn Lake (α)	Dahrouge	133,202	44,064	-	-	177,266
Nunavut (i) (α)	Various	12,037	16,159	-	-	28,196
Pelican Frac Sands (α)	Dahrouge	7,049	-	-	-	7,049
Pell Claims (α)	Dahrouge	-	2,888	-	-	2,888
Two Creeks (α)	Dahrouge	-	648	-	-	648
Tucha Claims (α)	N/A	2,450	-	-	-	2,450
		510,705	86,388	-	(343,875)	253,218

Property Name	Partner	Balance, November 30, 2016 \$	Additions \$	Impairment \$	Property sales \$	Balance, November 30, 2017 \$
AB Peace River (f)	Dahrouge	596	-	-	(596)	-
AB Potash (α)	Dahrouge	84	-	-	-	84
Broadback Claims (e)	N/A	553	-	-	(553)	-
Carlow Lithium (α)	Dahrouge	5,193	-	-	-	5,193
Covette Property (j)	N/A	-	335,999	-	-	335,999
Covette II Property (α)	N/A	-	3,712	-	-	3,712
Deep Bay/Simon Lake (α)	Dahrouge	7,339	-	-	-	7,339
Deep Lake Cobalt (g)	N/A	80	3,160	-	(3,240)	-
Eastmain River (α)	N/A	3,041	-	-	-	3,041
Johnson Croft (q)	N/A	-	360	-	-	360
Lac Gueret Graphite (α)	N/A	239	-	-	-	239
Lepidolite Claims	N/A	-	2,252	(2,252)	-	-
Munn Lake (α)	Dahrouge	90,652	42,550	-	-	133,202
Ninuk Lake (e)	N/A	5,483	1,722	-	(7,205)	-
Nunavut (i) (α)	Various	-	12,037	-	-	12,037
Pashkokogan Lake	N/A	10,800	-	(10,800)	-	-
Pelican Frac Sands (α)	Dahrouge	7,049	-	-	-	7,049
Roberge Cobalt (e)	N/A	179	-	-	(179)	-
St Joseph	N/A	36,000	-	(36,000)	-	-
Tucha Claims (α)	N/A	-	2,450	-	-	2,450
		167,288	404,242	(49,052)	(11,773)	510,705

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

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(Unaudited – prepared by management)

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#### 10. MINERAL PROPERTY INTERESTS (continued)

(a) 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.

##### 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 Altamira Gold Corp. (“Altamira”) (formerly Equitas Resources Corp.) whereby Altamira 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 1,000,000 shares received with a fair value of \$70,000 during the year ended November 30, 2016) and \$40,000 cash (received). The agreement was accepted by the TSX-V on November 17, 2014. On April 7, 2017, the Company, its prospecting partners, and Altamira amended the property option agreement to take into consideration the consolidation of common shares by Altamira in January 2017. Under the amendment, the Company’s final share payment will be 222,222 common shares of Altamira. The amendment was approved by the TSX on April 26, 2017. Altamira has defaulted on the final share payment and the property will be returned to the Company. In February 2018, Altamira lapsed on their final payment of shares and relinquished the property back to the Company and its partners.

(b) *Alberta 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 (received), 250,000 common shares within 10 days of signing (received with a fair value of \$52,500), 250,000 common shares within 12 months of signing (received with a fair value of \$140,000), and 250,000 common shares within 24 months of signing (received with a fair value of \$447,500). During the nine months ended August 31, 2018, \$447,500 (November 30, 2017: \$140,625) is recognized as revenue from the property sale.

(c) *Hidden Lake Lithium Property*

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: 500,000 upon receipt of regulatory approval (received with a fair value of \$45,000) and 500,000 common shares within 12 months of regulatory approval (received with a fair value of \$47,500). The agreement was approved by the TSX-V on April 21, 2016. During the nine months ended August 31, 2018, \$nil (November 30, 2017: \$47,500) is recognized as revenue from the property sale.

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

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#### 10. MINERAL PROPERTY INTERESTS (continued)

##### Farmed-out Properties (continued)

###### *(d) Tule Valley Project*

On April 26, 2016, the Company announced it has signed a property purchase agreement with Umbral Energy Corp. (“Umbral”) whereby Umbral can acquire a 100%-interest in the Tule Valley Project. The Tule Valley Project is 4,800 acres and is located approximately 190km southwest of Salt Lake City, Utah. For its participation in the transaction, the Company will receive staged cash and share payments from Umbral as follows: \$10,000 (received) and 1,500,000 common shares on signing (received with a fair value of \$60,000), \$20,000 within two months of signing (received), \$30,000 within three months of signing (received), and \$100,000 (received) and 1,500,000 common shares (received with a fair value of \$120,000) within twelve months of signing. The Company will retain a 1.5% Net Smelter Returns Royalty on the Property, and Umbral has the right to purchase half the royalty from the Company for \$1,000,000. During the nine months ended August 31, 2018, \$nil (November 30, 2017: \$220,000) is recognized as revenue from the property sale.

###### *(e) Broadback, Ninuk, and Roberge Claims*

On December 16, 2016, the Company signed an agreement with King’s Bay Gold Corp. (“King’s Bay”), whereby King’s Bay can earn a 100% interest in and to three properties, known as the Broadback Claims, the Ninuk Lake Claims, and the Roberge Cobalt Claims. For its participation in the transaction, the Company received \$39,000. During the nine months ended August 31, 2018, \$nil (November 30, 2017: \$31,063) is recognized as revenue from the property sale.

###### *(f) Peace River Property*

On January 31, 2017, the Company and its prospecting partners signed an agreement with Dahrouge Geological Consulting Inc. whereby Dahrouge can earn a 100% interest in and to Peace River Property. For its participation in the transaction, the Company will reduce its outstanding debt to Dahrouge by \$40,000. During the nine months ended August 31, 2018, \$nil (November 30, 2017: \$39,404) is recognized as revenue from the property sale.

###### *(g) Deep Lake Cobalt Property*

On June 19, 2017, the Company signed an agreement with Horizon Cobalt Inc. (“Horizon”) whereby Horizon can earn a 100% interest in and to the Deep Lake Cobalt Property. For its participation in the transaction, the Company received \$40,000. During the nine months ended August 31, 2018, \$nil (November 30, 2017: \$36,760) is recognized as revenue from the property sale.

###### *(h) Johnson Croft Property*

On November 17, 2017, the Company signed an agreement with Karim Rayani (“Mr. Rayani”) whereby Mr. Rayani can earn a 100% interest in and to the Johnson Croft Property. For its participation in the transaction, the Company will receive \$7,500 (\$2,500 received). During the nine months ended August 31, 2018, \$2,140 (2017: \$nil) is recognized as revenue from the property sale.

###### *(i) Nunavut Property*

On November 23, 2017, the Company and its prospecting partners signed an agreement with John Tugak (“Mr. Tugak”) to acquire certain rights to approximately 579 hectares in the Huckleberry Exploration Area, to be called the Nunavut Property, located in Nunavut, Canada. The total cost of property is \$612,525 in staged payments over 20 years (\$10,000 paid). The Company will own 29% of the property.

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

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(Unaudited – prepared by management)

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#### 10. MINERAL PROPERTY INTERESTS (continued)

##### Farmed-out Properties (continued)

###### (j) Covette Property

On November 27, 2017, the Company signed an agreement with Saville Resources Inc. (“Saville”) whereby Saville can earn a 100% interest in and to the Covette Property, in the James Bay Region of Quebec. For its participation in the transaction, the Company received \$350,000. During nine months ended August 31, 2018, \$12,746 (November 30, 2017: \$nil) is recognized as revenue from the property sale.

###### (k) Lac Patu Vanadium Project

On August 31, 2018, the Company and one of its prospecting partners signed an agreement with Maxtech Ventures Inc. (“Maxtech”) whereby Maxtech can earn a 100% interest in and to the Lac Patu Vanadium Project. For its participation in the transaction, the Company will receive \$92,500 (\$11,250 received) and 1,625,000 common shares of Maxtech over a 2 year period. The vendors will collectively retain a 2% Net Smelter Royalty on production, of which 1% can be purchased by Maxtech for \$1 million. During the nine months ended August 31, 2018, \$4,989 (November 30, 2017: \$nil) is recognized as revenue from the property sale.

#### 11. UNEARNED REVENUE

The Company has entered into agreements with multiple 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.

#### 12. PROMISSORY NOTES PAYABLE

The Company entered into an agreement to privately acquire shares from an individual. The promissory note has a principal balance totaling \$90,100, is non-interest bearing, and due to be paid by June 21, 2016. The parties have mutually agreed to extend this promissory until June 17, 2019. During the nine months ended August 31, 2018, the Company paid \$7,000 towards this promissory note.

#### 13. SHARE CAPITAL

- a) Authorized: Unlimited common shares without par value
- b) Issued: There were no common shares issued during the nine months ended August 31, 2018 or the year ended November 30, 2017.
- c) Share purchase warrants: There are currently no outstanding share purchase warrants
- d) Finder’s Warrants/Agent’s Options: There are currently no outstanding finder’s warrants/agent’s options.
- 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 April 18, 2017, the shareholders approved the “2017 Stock Option Plan”, and set the number of options granted under the Plan to be fixed at 3,078,896 (November 30, 2017: 3,078,000), 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.

**ZIMTU CAPITAL CORP.****Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****13. SHARE CAPITAL (continued)**

## e) Stock Option Plan (continued)

On March 23, 2018, the Company granted 930,000 stock options at an exercise price of \$0.325 for a term of 5 years. Of the total, 570,000 were issued to directors and officers of the Company

On March 29, 2018, the Company cancelled 210,000 stock options priced at \$0.50 with an expiry date of March 31, 2019 and 150,000 stock options priced at \$0.50 with an expiry date of April 30, 2019.

On April 12, 2018, the Company granted 300,000 stock options to a consultant at an exercise price of \$0.355 for a term of 3 years.

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

	<b>August 31, 2018</b>		<b>November 30, 2017</b>	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	2,140,000	\$ 0.34	2,955,000	\$ 0.35
Granted	1,230,000	0.33	-	-
Cancelled	(360,000)	0.50	(815,000)	0.39
Outstanding, end of period	3,010,000	\$ 0.32	2,140,000	\$ 0.34
Weighted average life (years)	3.13		2.91	

As at August 31, 2018 and November 30, 2017, the Company had the following stock options outstanding:

Expiry Date	Exercise Price	<b>August 31, 2018</b> Number of options	<b>November 30, 2017</b> Number of options
February 25, 2019	\$0.50	100,000	100,000
March 31, 2019	\$0.50	-	210,000
April 30, 2019	\$0.50	150,000	300,000
June 10, 2021	\$0.28	1,530,000	1,530,000
March 23, 2023	\$0.325	930,000	-
April 12, 2021	\$0.355	300,000	-
		3,010,000	2,140,000

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

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#### 14. GENERAL AND ADMINISTRATIVE EXPENSES

During the three and nine months ended August 31, 2018 and 2017, the Company incurred the following general and administrative expenses:

	Three months ended August 31,		Nine months ended August 31,	
	2018	2017	2018	2017
<b>Expenses</b>				
Advertising and promotion	\$ 99,909	\$ 99,855	\$ 324,664	\$ 376,417
Filing fees and transfer agent	647	6,609	17,188	24,726
Office, rent and telephone	70,917	70,451	213,383	232,489
Professional fees	14,238	45,531	151,397	123,329
Share-based payments	-	-	273,071	-
Wages and benefits	381,882	416,701	1,201,140	1,201,491
	<b>567,593</b>	<b>639,147</b>	<b>2,180,843</b>	<b>1,958,452</b>

#### 15. 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 nine months ended August 31, 2018

	Investment in stock, warrants and others	Investment in mineral properties	Management services	Corporate	Total
	\$	\$	\$	\$	\$
<b>Revenue</b>					
Administrative fees	-	-	557,500	-	557,500
Corporate development fees	-	-	820,252	-	820,252
Loss on sale of investments	(168,247)	-	-	-	(168,247)
Income from sale of software	-	-	-	135,321	135,321
Income from property sale	-	467,376	-	-	467,376
	<b>(168,247)</b>	<b>467,376</b>	<b>1,377,752</b>	<b>135,321</b>	<b>1,812,202</b>
Segment assets	8,221,824	253,218	-	2,487,548	10,962,590
Expenditure for segment capital assets	-	86,388	-	-	86,388

**ZIMTU CAPITAL CORP.**

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

**15. SEGMENT INFORMATION** (continued)

For the nine months ended August 31, 2017

	Investment in stock, warrants and others \$	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
<b>Revenue</b>					
Administrative fees	-	-	567,500	-	567,500
Corporate development fees	-	-	1,730,340	-	1,730,340
Loss on sale of investments	(1,154,687)	-	-	-	(1,154,687)
Income from property sale	-	496,511	-	-	496,511
	(1,154,687)	496,511	2,297,840	-	1,639,664

For the year ended November 30, 2017

Segment assets	12,556,514	510,705	-	1,347,056	14,414,275
Expenditure for segment capital assets	-	404,241	-	-	404,241

**16. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS**

	Nine months ended August 31, 2018	Nine months ended August 31, 2017
Income tax paid	\$ -	\$ -
Interest paid	\$ -	\$ -
Gain on settlement of debt	\$ 54,750	\$ -
Gain on purchase of debt	\$ 648	\$ -
Shares received for debt	\$ 321,392	\$ -
Shares received for sale of software	\$ 300,000	\$ 14,875
Shares received for other income	\$ -	\$ 25,057
Shares received for property	\$ 447,500	\$ 408,125

## ZIMTU CAPITAL CORP.

### Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

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#### 17. 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 Company also paid one month's basic rent to the landlords as the deposit and will be applied to the last month of rent in the Company's lease. This amount was recorded as deposits and has been classified as long-term assets.

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

November 30, 2018	120,192
November 30, 2019	90,144
	<u>\$ 210,336</u>

The Company also leases a second office premises under a sub-lease effective June 1, 2017 that expires May 31, 2020. 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 three fiscal years is as follows:

November 30, 2018	29,284
November 30, 2019	30,065
November 30, 2020	15,227
	<u>\$ 74,576</u>

#### 18. GAIN ON SETTLEMENT OF DEBT

In December 2017, the Company received 3,650,000 shares of Saville Resources Ltd. with a deemed price of \$0.06 per share to settle \$219,000 of debt. On the day the shares were received, the fair value of the shares was \$273,750, or \$0.075 per share, for a gain of \$54,750.

#### 19. SALE OF SOFTWARE

On July 1, 2018, the Company entered into an agreement with Dimension Five Technologies Inc., a private company, to sell the Zimtu App, a software program developed by the Company. For its part in the transaction, the Company received 10,000,000 common shares of Dimension Five, valued at \$0.03 per share. Also on July 1, 2018, the Company entered into a licensing agreement with Dimension Five for access to the Zimtu App for \$10,000 per month for 18 months. Of the total shares received, 6,000,000 shares were sold to private individuals at \$0.03 per share and promissory notes were issued to the purchasers which will come due in five years.