



Condensed Interim Financial Statements

Nine Months Ended August 31, 2016

(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, 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)

	August 31, 2016	November 30, 2015
Assets		
Current		
Cash and cash equivalents	\$ 92,414	\$ 52,803
Investments (Note 6)	7,955,137	5,617,522
Advances and amounts receivable (Note 10)	1,337,732	1,260,498
Due from equity method investees (Note 7)	-	698,341
Due from related parties (Note 18)	385,138	117,714
Prepaid expenses (Note 11)	129,335	142,590
	9,899,756	7,889,468
Investment in equity method investees (Note 7)	2,599,664	-
Loan receivable (Note 12)	96,084	125,446
Deposits (Note 13)	18,873	18,873
Mineral property interests (Note 8)	202,107	112,245
	\$ 12,816,484	\$ 8,146,032
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 14)	\$ 396,796	\$ 523,170
GST/HST payable	62,772	18,294
Liability for flow-through shares (Note 23)	1,628	8,354
Due to related parties (Note 18)	10,931	13,077
Unearned revenue (Note 15)	1,179,304	271,016
Promissory notes payable (Note 16)	3	52,576
	1,651,434	886,487
Equity		
Share capital (Note 9)	9,346,662	9,346,662
Reserves (Note 9)	4,647,746	4,254,328
Retained earnings (deficit)	(2,829,358)	(6,341,445)
Shareholders' equity	11,165,050	7,259,545
	\$ 12,816,484	\$ 8,146,032

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
(Unaudited - Expressed in Canadian Dollars)

	Three months ended August 31,		Nine months ended August 31,	
	2016	2015	2016	2015
Revenue				
Administrative fees	\$ 368,930	\$ 348,930	\$ 1,089,290	\$ 1,066,790
Corporate development services (Note 16)	782,608	330,027	1,288,734	536,413
Gain (loss) on sale of investments	184,545	(339,304)	(1,061,362)	(1,742,415)
Income from property sale (Note 8)	194,846	254,790	356,427	259,506
	1,530,929	594,443	1,673,089	120,294
Expenses				
General and administrative expenses (Note 18)	1,247,750	693,073	2,702,764	1,951,860
Income (loss) before other items	283,179	(98,630)	(1,029,675)	(1,831,566)
Other items				
Interest income	80	113	5,194	382
Unrealized gain on investments	1,337,920	755,395	3,176,837	1,344,145
(Loss) on purchase/sale of debt	-	-	(517,790)	-
Gain on settlement of debt	3,159,577	-	3,162,077	-
Equity (loss) of affiliates (Note 7)	(1,178,757)	(137,799)	(1,138,696)	(527,095)
Write-down of marketable securities	(95,390)	-	(95,390)	-
(Loss) on cancellation of shares	-	-	(30,920)	-
Write-down of debt	-	-	-	(47,619)
Foreign exchange loss	-	(5)	(945)	(8)
Impairment of mineral properties	-	-	-	(765)
Penalties	-	-	-	(1,200)
Other income (expense)	-	-	(25,331)	12,000
	3,223,430	614,704	4,535,036	779,840
Income (loss) before income taxes	3,506,609	519,074	3,505,361	(1,051,726)
Income tax recovery (expense)	-	(8,354)	6,726	(8,354)
Net income (loss) and comprehensive income for the period	\$ 3,506,609	\$ 510,720	\$ 3,512,087	\$ (1,060,080)
Basic earnings (loss) per share	\$ 0.23	\$ 0.03	\$ 0.23	\$ (0.08)
Diluted earnings (loss) per share	\$ 0.20	\$ 0.03	\$ 0.21	\$ (0.06)
Weighted average number of common shares outstanding				
- basic	15,394,483	14,820,994	15,394,483	13,828,608
- diluted	17,108,847	19,133,728	17,108,847	18,141,342

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

Zimtu Capital Corp.
Condensed Interim Statements of Changes in Equity
(Unaudited - 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
Issuance of share	1,900,306	485,051	13,236	-	498,287
Share issuance costs	-	(44,577)	15,897	-	(28,680)
Net loss for the period	-	-	-	(1,060,080)	(1,060,080)
Balance, August 31, 2015	15,294,483	\$ 9,346,662	\$ 4,254,328	\$(7,191,389)	\$ 6,409,601
	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
Share-based payments	-	-	393,418	-	393,418
Net income for the period	-	-	-	3,512,087	3,512,087
Balance, August 31, 2016	15,394,483	\$ 9,346,662	\$ 4,647,746	\$(2,829,358)	\$ 11,165,050

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,
(Unaudited - Expressed in Canadian Dollars)

	2016	2015
Operating Activities		
Net income (loss) for the period	\$ 3,512,087	\$ (1,060,080)
Items not involving cash		
Loss on sale of investments	1,061,362	1,742,416
Unrealized (gain) loss of investments	(3,176,837)	(1,344,145)
Income from property revenue	(356,427)	(259,506)
Shares received for finder's fees	(5,000)	(12,000)
Deferred income tax	(6,726)	8,354
Amortization	-	2,920
Shares received for debt	(176,423)	-
Gain on settlement of debt	(3,162,077)	-
Loss on cancellation of escrow shares	30,920	-
Write off of marketable securities	95,390	-
Impairment of mineral property	-	765
Equity loss on affiliates	1,138,696	527,095
Share-based payments	393,418	-
Gain on assignment of debt (Note 7)	517,790	(74,614)
Changes in non-cash working capital		
Advances and amounts receivable	(590,546)	(37,816)
Prepaid expenses	13,255	(23,929)
Promissory notes	(52,573)	-
Unearned revenue	908,288	27,759
Accounts payable and accrued liabilities	(372,837)	(200,696)
Cash provided by (used in) operating activities	(228,240)	(703,477)
Investing Activities		
Acquisition of investments	(2,437,689)	(1,066,301)
Proceeds on disposition of investments	2,683,209	1,187,656
Mineral property expenditures	(171,935)	(64,210)
Proceeds on disposition of equity investee	14,904	-
Proceeds on disposition of mineral properties	150,000	29,964
Loans receivable	29,362	74,035
Cash provided by (used) in investing activities	267,851	161,142
Financing Activities		
Proceeds from issuance of shares	-	498,287
Share issue costs	-	(28,680)
Cash provided by financing activities	-	469,607
Change in cash during the period	39,611	(72,728)
Cash, beginning of period	52,803	114,495
Cash, end of period	\$ 92,414	\$ 41,767

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 nine months ended August 31, 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 October 19, 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 nine months ended August 31, 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 nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)

	Assets measured at fair value as at August 31, 2016			
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Fair value through profit or loss				
Cash on hand and bank balances	92,414	-	-	92,414
GIC	34,500	-	-	34,500
Investment in public company shareholdings	5,404,489	-	-	5,404,489
Investment in private company shareholdings	-	-	410,163	410,163
Investment in warrants	-	2,105,985	-	2,105,985
	<u>5,531,403</u>	<u>2,105,985</u>	<u>509,913</u>	<u>8,047,551</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 44% (2015: 46%) of the Company's administrative revenue.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 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 nine months ended August 31, 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 nine months ended August 31, 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 August 31, 2016				
	Volume	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	1,796,720	105,336	0.06	350,360	0.195
ALX Uranium	2,568,998	427,778	0.17	244,055	0.095
Arctic Star Exploration	3,250,556	130,125	0.04	113,769	0.035
Aurvista Gold	1,039,000	109,273	0.11	254,555	0.245
Belmont Resources	1,500,000	79,500	0.05	120,000	0.080
Big North Graphite	277,500	136,028	0.49	19,425	0.070
Bonterra Resources	171,428	60,000	0.35	67,714	0.395
Canadian International	354,000	40,895	0.12	12,390	0.035
Cardiff Energy	500,000	45,913	0.09	12,500	0.025
CMC Metals	171,428	60,000	0.35	21,429	0.125
Commerce Resources	3,584,178	1,834,294	0.51	250,892	0.070
Copper North	150,000	66,135	0.44	21,750	0.145
Cresval Capital	500,000	100,000	0.20	20,000	0.040
Crown Mining	866,666	60,000	0.07	125,667	0.145
Dunedin Ventures	750,000	45,000	0.06	142,500	0.190
Electra Stone	6,672,674	445,412	0.07	300,270	0.045
Emerita Gold	1,200,000	60,000	0.05	102,000	0.085
Equitas Resources	6,065,833	419,794	0.07	454,937	0.075
Global Copper Group	26,250	15,682	0.60	1,181	0.045
Golden Dawn	352,941	60,000	0.17	137,647	0.390
Greatbanks Resources	1,000,000	30,000	0.03	35,000	0.035
Indigo Exploration	715,000	200,653	0.28	17,875	0.025
International Wastewater	400,000	89,670	0.22	168,000	0.420
Kapuskasing Gold	2,875,000	264,900	0.09	143,750	0.050
King's Bay Gold	3,983,432	199,172	0.05	318,675	0.080
Lithex Resources	240,000	53,758	0.22	13,976	0.058
MGX Minerals	763,833	210,069	0.28	141,309	0.185
Montan Mining	232,000	27,924	0.12	16,240	0.070
Montego Resources	800,000	60,000	0.08	84,000	0.105
Nevada Clean	1,200,000	60,000	0.05	30,000	0.025
Nickel One	913,500	100,975	0.11	82,215	0.090
Nouveau Life Pharmaceuticals	230,000	50,051	0.22	138	0.001
NRG Metals	1,210,000	61,000	0.05	114,950	0.095
Open Gold	800,000	67,500	0.08	8,000	0.010
Pacific Potash	170,000	139,536	0.82	6,800	0.040
Pasinex Resources	48,000	3,149	0.07	5,760	0.120
Pistol Bay	3,560,000	153,000	0.04	302,600	0.085
Prospero Silver	36,000	63,000	1.75	9,000	0.250
Rainmaker Resources	67,647	86,250	1.28	7,441	0.110
Red Oak Mining	1,946,000	121,808	0.06	19,460	0.010
Rewardstream Solutions	266,000	70,380	0.26	83,790	0.315
Scientific Metals	100,000	11,500	0.12	8,000	0.080
Spriza Media	500,000	50,000	0.10	10,000	0.020
Sunvest Minerals	2,150	5,072	2.36	366	0.170
Takara Resources	200,000	6,310	0.03	14,000	0.070
True Leaf Medicine	2,611,563	250,837	0.10	692,065	0.265
Umbral Energy	1,500,000	60,000	0.04	45,000	0.030
Vatic Resources	1,700,000	110,000	0.06	170,000	0.100
Voir	314,000	32,926	0.10	34,540	0.110
White Metal Resources	180,000	4,500	0.03	18,000	0.100
WPC Resources	435,000	21,750	0.05	30,450	0.070
Western Potash	333	175	0.53	48	0.145
		6,967,030		5,404,489	

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

6. INVESTMENTS (continued)

Investment in private company shareholdings	Investments at fair value through profit or loss as at August 31, 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
Tru Vision	166,667	75,000	0.45	75,000	Cost
Provision ***				(394,750)	
		804,913		410,163	

Investments in warrants	Number of Warrants	Expiry Date	Exercise Price	Fair Value	Fair Value \$/Warrant
92 Resources	898,360	March 17, 2018	0.10	105,406	0.117
ALX Uranium	500,000	November 16, 2017	0.20	16,788	0.034
ALX Uranium	1,200,000	January 30, 2018	0.10	65,550	0.055
Arctic Star Exploration	1,042,000	June 30, 2020	0.10	27,172	0.026
Arctic Star Exploration	3,250,000	April 8, 2018	0.05	80,742	0.025
Aurvista Gold	465,000	July 25, 2019	0.13	127,589	0.274
Belmont Resources	1,200,000	April 28, 2018	0.10	56,268	0.047
Bonterra Resources	171,428	July 7, 2018	0.50	30,344	0.177
Cardiff Energy	400,000	March 15, 2018	0.075	5,471	0.014
Cardiff Energy	650,000	June 19, 2017	0.20	1,742	0.003
CMC Metals	171,428	June 8, 2017	0.42	13,449	0.078
Copper North	120,000	November 4, 2020	0.50	16,108	0.134
Crown Mining	666,667	May 13, 2019	0.30	64,369	0.097
Crown Mining	200,000	June 8, 2018	0.20	14,123	0.071
Electra Stone	855,404	December 1, 2016	0.10	1,528	0.002
Electra Stone	500,000	January 22, 2018	0.20	5,902	0.012
Emerita Resources	1,200,000	May 27, 2018	0.10	51,338	0.043
Equitas Resources	2,100,000	February 26, 2017	0.10	40,210	0.019
Equitas Resources	1,974,001	July 15, 2017	0.15	45,286	0.023
Equitas Resources	1,100,000	September 17, 2017	0.20	23,407	0.021
Equitas Resources	2,000,000	March 8, 2018	0.10	87,194	0.044
Equitas Resources	3,700,000	April 6, 2018	0.10	165,499	0.045
First Mining	189,832	June 16, 2018	0.83	121,124	0.638
Golden Dawn	352,941	July 22, 2018	0.18	100,932	0.286
Kapusking Gold	1,670,000	Various	0.10	46,273	0.028
MGX Minerals	763,833	September 19, 2016	0.18	12,320	0.016
Nickel One	400,000	February 23, 2018	0.15	13,451	0.034
NRG Metals	1,200,000	May 12, 2019	0.10	79,835	0.067
Northern Dynasty	31,250	September 14, 2017	3.00	1,956	0.063
Pasinex Resources	2,178,572	April 7, 2017	0.12	110,667	0.051
Pistol Bay	425,000	August 24, 2016	0.10	15,951	0.038
Pistol Bay	1,000,000	October 16, 2017	0.05	66,018	0.066
Pistol Bay	320,000	May 4, 2017	0.08	16,347	0.051
Pistol Bay	2,560,000	August 7, 2017	0.05	167,266	0.065
RT Minerals	83,333	April 2, 2017	0.05	4,475	0.054
Rewardstream Solutions	240,000	July 6, 2018	0.25	54,210	0.226
Sunvest Minerals	20,000	September 29, 2017	2.50	2,726	0.136
True Leaf	1,025,000	August 11, 2017	0.15	150,466	0.147
Vatic Resources	1,200,000	March 16, 2017	0.10	59,352	0.049
Vatic Resources	500,000	August 12, 2018	0.15	37,131	0.074
Balance, August 31, 2016				2,105,985	
Investment in GIC, August 31, 2016				34,500	
Total value of investments, August 31, 2016				\$7,955,137	

ZIMTU CAPITAL CORP.**Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 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 nine months ended August 31, 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

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

6. INVESTMENTS (continued)

As at August 31, 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, 2015, matured on March 10, 2016, and was subsequently renewed to March 9, 2017 with an interest rate of prime minus 2.1%. The remaining \$11,500 was issued on July 10, 2015, matured on July 7, 2016, and was subsequently renewed to July 6, 2017 with an interest rate of prime minus 2.1%.

7. INVESTMENTS IN EQUITY METHOD INVESTEES

	Voltaic Minerals Corp. (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	\$ -	\$ -	\$ -
Sale of shares in market	(9,141)	-	(9,141)
Cancellation of escrow shares	(30,920)	-	(30,920)
Gain (loss) from equity investee	446,400	-	446,400
Derecognition as equity investment	(406,339)	-	(406,339)
At May 4, 2016	\$ -	\$ -	\$ -
Sale of shares in market	(2,890)	-	(2,890)
Investment at May 4, 2016	406,339	-	406,339
Shares for debt received	3,781,311	-	3,781,311
Gain (loss) from equity investee	(1,585,096)	-	(1,585,096)
At May 31, 2016	\$ 2,599,664	\$ -	\$ 2,599,664

(a) Voltaic Minerals Corp. (formerly Prima Diamond Corp.)

During the year ended November 30, 2015, the Company acquired 135,000 shares in private transactions with a cost of \$33,750. On May 5, 2015, the Company acquired \$149,654 of debt owed by Voltaic 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.

As of May 4, 2016, the investment ceased to be an equity investment due to Voltaic's share consolidation and subsequent private placement, with the Company owning 9.15% of Voltaic's shares. The equity loss was reversed and the Company valued the shares at fair market value. On June 3, 2016, the Company received 13,504,681 common shares of Voltaic to settle debt of \$675,234. The fair market value of the shares on the date of receipt was \$3,781,311 and the Company recorded a gain on the settlement of debt of \$3,106,077. The Company recorded the investment under the equity method.

As at August 31, 2016, the Company holds 14,486,182 shares of Voltaic, equal to 38.49% (November 30, 2015: 24.73%) of Voltaic's outstanding common shares. At August 31, 2016, Voltaic is indebted to the Company in the amount of \$nil (November 30, 2015: \$698,341). The Company's investment in Voltaic was adjusted on May 4, 2016 for a recovery of \$446,400 in equity gain on derecognition of the equity investment. Subsequent to the June 3, 2016 received of shares for debt, the investment was adjusted for \$1,585,096 (August 31, 2015: \$nil) of equity loss due to the increased loss in Voltaic.

On July 19, 2016, the Company announced that it agreed to a share sale transaction pursuant to which the Company will sell a total of 7,050,000 common shares of Voltaic Minerals Corp. in private transactions to a total of 14 individuals at a price of \$0.03 per share for gross proceeds of \$211,500. The shares are being sold below market price to provide financial incentive to the purchasers who will take over leadership of Voltaic and its business. Subsequent to the sale of shares, the Company will hold approximately 16% of the issued and outstanding common shares of Voltaic.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

7. INVESTMENTS IN EQUITY METHOD INVESTEES (continued)

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

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).

8. MINERAL PROPERTY INTERESTS

Property Name	Partner	Balance, November 30, 2015 \$	Additions \$	Impairment \$	Property sales \$	Balance, August 31, 2016 \$
AB Potash (α)	Dahrouge	84	-	-	-	84
AB Lithium (i)	Ridge	-	3,166	-	(3,166)	-
Broadback Claims (α)	N/A	-	553	-	-	553
Carlow Lithium (α)	Dahrouge	-	3,907	-	-	3,907
Deep Bay/Simon Lake (α)	Dahrouge	7,339	-	-	-	7,339
Eastmain River (p)	N/A	-	3,041	-	-	3,041
Garland Peninsula (h) (α)	N/A	2,600	-	-	-	2,600
Green Energy (j)	N/A	-	10,000	-	(10,000)	-
HC Claims (α)	N/A	-	1,314	-	-	1,314
Kibby Basin (l)	N/A	-	20,173	-	(20,173)	-
Lepidolite Claims (α)	N/A	-	1,040	-	-	1,040
Munn Lake (b)	Dahrouge	62,137	28,439	-	-	90,576
Marchel Lake (α)	Dahrouge	18,241	-	-	-	18,241
Parallel Creek Frac (α)	Dahrouge	1,818	211	-	-	2,029
Pashkokogan Lake (α)	N/A	-	10,800	-	-	10,800
Pelican Frac Sands (α)	Dahrouge	15,573	6,606	-	-	22,179
Quebec Graphite (α)	N/A	-	239	-	-	239
St Joseph (α)	N/A	-	36,000	-	-	36,000
Sturgeon Lake (q)	N/A	-	40,000	-	(40,000)	-
Tule Valley (m)	N/A	-	4,610	-	(4,610)	-
Screech (α)	Ridge	589	-	-	-	589
TV2 Claims (α)	N/A	-	1,576	-	-	1,576
Two Creeks (i)	Dahrouge	2,710	260	-	(2,970)	-
Windy Tungsten (n)	Ridge	1,154	-	-	(1,154)	-
		112,245	171,935	-	(82,073)	202,107

ZIMTU CAPITAL CORP.**Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 2016****(Unaudited - Expressed in Canadian Dollars)****8. MINERAL PROPERTY INTERESTS (continued)**

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 (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	-	589	-	-	589
Springer Lake (α)	Dahrouge	16,682	-	(16,682)	-	-
Two Creeks (i)	Dahrouge	-	2,710	-	-	2,710
Windy Tungsten (n)	Ridge	-	1,154	-	-	1,154
		148,110	68,859	(28,843)	(75,881)	112,245

(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 1,000,000 shares received with a fair value of \$70,000 during the nine months ended August 31, 2016) and \$40,000 cash (received). The agreement was accepted by the TSX-V on November 17, 2014. During the nine months ended August 31, 2016, \$70,000 (November 30, 2015: \$59,454) is recognized as revenue from the property sale.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(b) Munn Lake Diamond Property

On July 25, 2014, the Company and its prospecting partner entered into an agreement with Voltaic whereby Voltaic 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 Voltaic and the Company's prospecting partner will receive cash and share consideration equal to that of the Company. Voltaic shall be entitled at any time to purchase 1% GORR for \$2,000,000 in respect of all minerals other than diamonds. On March 10, 2016, this agreement was terminated.

On August 24, 2016 the Company and its prospecting partner has entered into a property option agreement with Saville Resources Inc. ("Saville"), whereby Saville has the right to acquire an undivided 100% interest in and to 19 mineral claims that make up the Munn Lake Diamond Property. In consideration of the grant of the option, the Company will receive \$100,000 cash and 3,000,000 post consolidated common shares of Saville. The vendors will retain a 2% Gross Overriding Royalty ("GORR") on all diamond production divided equally between the vendors. Saville shall be entitled at any time to purchase 1% GORR from the Company for \$2,000,000 in respect of all minerals other than diamonds. The vendors will also retain a 2% Net Smelter Return ("NSR") on all other production divided equally between the vendors. Saville shall be entitled to at any time purchase 1% of the NSR for \$2,000,000 payable 50% to each of the vendors. The Agreement is subject to final acceptance of the TSX-V.

(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 nine months ended August 31, 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 nine months ended August 31, 2016, \$nil (November 30, 2015: \$3,932) is recognized as revenue from the property sale.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(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 nine months ended August 31, 2016, \$nil (November 30, 2015: \$60,000) is recognized as revenue from the property sale.

(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 nine months ended August 31, 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 was cancelled on August 15, 2016.

(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 (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, and 250,000 common shares within 24 months of signing. During the nine months ended August 31, 2016, \$56,364 (November 30, 2015: \$7,500) is recognized as revenue from the property sale.

ZIMTU CAPITAL CORP.

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For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(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 Voltaic Minerals Corp. (formerly Prima Diamond Corp.) (“Voltaic”) whereby Voltaic 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. The agreement was approved by the TSX-V on May 19, 2016. During the nine months ended August 31, 2016, \$nil (November 30, 2015: \$nil) is recognized as revenue from the property sale.

(k) 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. The agreement was approved by the TSX-V on April 21, 2016. During the nine months ended August 31, 2016, \$45,000 (November 30, 2015: \$nil) is recognized as revenue from the property sale.

(l) Kibby Basin Property

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: \$5,000 on signing (received), 500,000 common shares upon TSX-V approval (received with a fair value of \$32,500), \$20,000 on TSX-V approval (received), 500,000 common shares 6 months from the date of TSX-V acceptance. The Company will retain a 1.5% Net Smelter Returns Royalty on the Property, and Belmont has the right to purchase half the royalty from the Company for \$1,000,000. The agreement was approved by the TSX-V on May 27, 2016. During the nine months ended August 31, 2016, \$24,327 (November 30, 2015: \$nil) is recognized as revenue from the property sale.

(m) 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 and 1,500,000 common shares 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, 2016, \$115,390 (November 30, 2015: \$nil) is recognized as revenue from the property sale.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

8. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties (continued)

(n) Windy Tungsten

On April 21, 2016, the Company announced it has signed a property purchase agreement with Greatbanks Resources Inc. (“Greatbanks”) whereby Greatbanks can acquire a 100% interest in the Windy Tungsten Property. The Windy Tungsten Property consists of one claim located in British Columbia, Canada. For its participation in the transaction, the Company received 1,000,000 common shares with a fair value of \$30,000. During the nine months ended August 31, 2016, \$28,846 (November 30, 2015: \$nil) is recognized as revenue from the property sale.

(o) Deep Valley Lithium

On April 22, 2016, the Company and its prospecting partner announced it has signed a property purchase agreement with Scientific Metals Corp. (“Scientific Metals”) whereby Scientific Metals can acquire a 100% interest in the Deep Valley Lithium Property. The Deep Valley Lithium Property consists of one claim located in Alberta, Canada. For its participation in the transaction, the Company received \$5,000 and 100,000 common shares with a fair value of \$11,500. During the nine months ended August 31, 2016, \$16,500 (November 30, 2015: \$nil) is recognized as revenue from the property sale.

(p) Eastmain River Lithium Project

On June 15, 2016, the Company announced that it signed a property purchase agreement with Cardiff Energy Corp. (“Cardiff”) whereby Cardiff can acquire a 100%-interest in the Eastmain River Lithium Project, comprised of 22 mineral claims in the James Bay area of Quebec. For its participation in the transaction, the Company will receive cash payments of \$12,000 on signing and \$300,000 on or before November 30, 2016 and share payments of 1,500,000 common shares upon TSX-V approval and 1,500,000 common shares one year from signing. The agreement is subject to TSX-V approval.

(q) Sturgeon Lake Lithium Brine Property

On August 16, 2016, the Company signed a property purchase agreement with MGX Minerals Inc. (“MGX”) whereby MGX can acquire a 100%-interest in the Sturgeon Lake Lithium Brine Property, consisting of 15 contiguous mineral claims in the Town of Valleyview area of Alberta. For its participation in the transaction, the Company will receive a cash payments of \$40,000 on signing and share payments of 1,000,000 common shares within 5 days of acceptance. During the nine months ended August 31, 2016, \$nil (November 30, 2015: \$nil) is recognized as revenue from the property sale.

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.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

9. SHARE CAPITAL (continued)

b) Issued: (continued)

During the year ended November 30, 2015:

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) Share purchase warrants:

A summary of the share purchase warrant transactions is presented below:

	August 31, 2016		November 30, 2015	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	2,758,146	\$ 0.66	2,228,690	\$ 0.75
Issued	-	-	529,456	0.30
Expired	(2,228,690)	0.75	-	-
Outstanding, end of period	529,456	\$ 0.30	2,758,146	\$ 0.66
Weighted average life (years)	0.89		0.81	

At August 31, 2016, the Company had the following share purchase warrants outstanding:

Expiry Date	Exercise Price	Number of warrants	Weighted average life (years)
July 21, 2017	\$0.30	529,456	0.89

During the nine months ended August 31, 2016, 2,228,690 share purchase warrants with an expiry date of July 11, 2016 and priced at \$0.75 expired unexercised.

ZIMTU CAPITAL CORP.**Notes to the Condensed Interim Financial Statements****For the nine months ended August 31, 2016****(Unaudited - Expressed in Canadian Dollars)****9. SHARE CAPITAL (continued)**

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

A summary of the finders' warrants/agents' options transactions is presented below:

	August 31, 2016		November 30, 2015	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	144,588	\$ 0.36	59,680	\$ 0.50
Granted	-	-	84,908	0.265
Expired/cancelled	(59,680)	0.50	-	-
Outstanding, end of period	84,908	\$ 0.265	144,588	\$ 0.36
Weighted average life (years)	0.78		1.15	

At August 31, 2016, the Company had the following finders warrants outstanding:

Expiry Date	Exercise Price	Number of warrants/options	Weighted average life (years)
June 12, 2017	\$0.265	84,908	0.78

During the nine months ended August 31, 2016, 59,680 share purchase warrants with an expiry date of July 11, 2016 and priced at \$0.50 expired unexercised.

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 4, 2016, the shareholders approved the "2016 Stock Option Plan", and set the number of options granted under the Plan to be fixed at 3,078,000 (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.

On June 10, 2016, the Company granted 1,955,000 stock options to directors, officers, employees and consultants, of which 950,000 were granted to the Company's officers and directors.

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

	August 31, 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
Granted	1,955,000	0.28	-	-
Expired/cancelled	(100,000)	0.50	(506,000)	1.38
Outstanding, end of period	2,955,000	\$ 0.35	1,100,000	\$ 0.50
Weighted average life (years)	4.04		3.36	

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Notes to the Condensed Interim Financial Statements For the nine months ended August 31, 2016 (Unaudited - Expressed in Canadian Dollars)

9. SHARE CAPITAL (continued)

As at August 31, 2016 and November 30, 2015, the Company had the following stock options outstanding:

Expiry Date	Original Exercise Price	August 31, 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	400,000	500,000
June 10, 2021	\$0.28	1,955,000	-
		2,955,000	1,100,000

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:

- 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,
- 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
- six promissory notes totalling \$5,280 issued to individuals with a term ending November 30, 2016. These non-interest bearing promissory notes are for the purchase of a portion of the Company's debt of King's Bay Gold Corporation (see Note 16).

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.

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

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 was included in the statement of operations and comprehensive loss during the year ended November 30, 2015. During the nine months ended August 31, 2016, the Company sold a portion of the debt to individuals for a loss on the sale of debt of \$517,790 (August 31, 2015 - \$nil) and repaid \$52,573 (November 30, 2015 - \$36,393) of the outstanding balance of the promissory notes.

17. GENERAL AND ADMINISTRATIVE EXPENSES

During the three and nine months ended August 31, 2016 and 2015, the Company incurred the following general and administrative expenses:

	Three months ended August 31,		Nine months ended August 31,	
	2016	2015	2016	2015
Expenses				
Advertising and promotion	\$ 299,264	\$ 146,364	\$ 591,629	\$ 368,403
Amortization	-	715	-	2,920
Filing fees and transfer agent	4,219	3,728	22,452	19,512
Investor relations	-	15,000	-	25,000
Office, rent and telephone	75,001	71,345	222,914	222,890
Professional fees	25,155	43,835	149,867	105,631
Share-based payments	393,418	-	393,418	-
Wages and benefits	450,693	412,086	1,322,484	1,207,504
	1,247,750	693,073	2,702,764	1,951,860

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.

	Nine months ended August 31, 2016	Nine months ended August 31, 2015
Key management compensation*	\$	\$
Key management compensation	641,074	428,056
Share-based payments	191,175	-
Revenue**	\$	\$
Management administration fees	596,790	709,290
Amounts due from (to) related parties	August 31, 2016	November 30, 2015
	\$	\$
Commerce Resources Corp.	385,138	117,714
Sean Charland, a director	-	(1,713)
Sven Olsson, a director	(10,931)	(11,306)
Total amount due from (to) related parties	374,207	104,695

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

18. RELATED PARTY TRANSACTIONS (continued)

Loan receivable due from related parties	August 31, 2016 \$	November 30, 2015 \$
David Hodge, CEO and director	23,844	23,844
Jody Bellefleur, CFO	5,067	5,067
Sean Charland, director	25,164	23,844
Chris Grove, director	462	4,167
Total amount due from related parties	54,537	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.

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 nine months ended August 31, 2016

	Investment in stock, warrants and others \$	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
Revenue					
Administrative fees	-	-	1,089,290	-	1,089,290
Corporate development fees	-	-	1,288,734	-	1,288,734
Loss on sale of investments	(1,061,362)	-	-	-	(1,061,362)
Income from property sale	-	356,427	-	-	356,427
	(1,061,362)	356,427	2,378,024	-	1,673,089
Segment assets	10,554,801	202,107	-	2,059,576	12,816,484
Expenditure for segment capital assets	-	171,935	-	-	171,935

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Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

19. SEGMENT INFORMATION (continued)

For the nine months ended August 31, 2015

	Investment in stock, warrants and others \$	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
Revenue					
Administrative fees	-	-	1,066,790	-	1,066,790
Corporate development fees	-	-	536,413	-	536,413
Loss on sale of investments	(1,742,415)	-	-	-	(1,742,415)
Income from property sale	-	259,506	-	-	259,506
	(1,742,415)	259,506	1,603,203	-	120,294

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

20. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	Nine months ended August 31, 2016	Nine months ended August 31, 2015
Income tax paid	\$ -	\$ -
Interest paid	\$ -	\$ -
Gain on settlement of debt	\$ 3,162,077	\$ -
Gain on assignment of debt	\$ -	\$ 74,614
Loss on sale of debt	\$ 517,790	\$ -
Shares received for debt	\$ 176,423	\$ -
Shares received for finders' fees	\$ 5,000	\$ 12,000
Shares received for property	\$ 206,427	\$ 305,425

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>

ZIMTU CAPITAL CORP.

Notes to the Condensed Interim Financial Statements

For the nine months ended August 31, 2016

(Unaudited - Expressed in Canadian Dollars)

21. LONG-TERM LEASE OBLIGATIONS (continued)

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 August 31, 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 (November 30, 2015 - \$nil).

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 August 31, 2016, the Company has incurred \$57,395 (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 August 31, 2016, the amount of flow-through proceeds remaining to be spent is \$5,855 and the liability for flow-through shares related to this private placement is \$1,628.

	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	-	(6,726)	(6,726)
Balance, August 31, 2016	\$ -	\$ 1,628	\$ 1,628

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Notes to the Condensed Interim Financial Statements

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24 . EVENTS AFTER THE REPORTING PERIOD

- a) On August 24, 2016, the Company and its prospecting partner, DG Resource Management Ltd. (“DG Resource”), entered into a property option agreement (the “Agreement”) with Saville Resources Inc. (“Saville”), whereby Saville can acquire a 100%-interest in 19 claims, covering more than 14,000 ha (34,000 acres), known as the Munn Lake Diamond Property, located in the Slave Province, Northwest Territories. For its participation in the transaction, the Company will receive staged cash payments of \$100,000 and staged share issuances of 3,000,000 common shares over a two year period. The Company and DG Resource will retain a 2% Gross Overriding Royalty (“GORR”) on all diamond production divided equally between the vendors. Saville shall be entitled at any time to purchase 1% GORR from the Company for \$2,000,000 in respect of all minerals other than diamonds. The Company and DG Resource will also retain a 2% Net Smelter Return (“NSR”) on all other production divided equally between the vendors. Saville shall be entitled to at any time purchase 1% of the NSR for \$2,000,000 payable 50% to each of the vendors. The Agreement is subject to final acceptance of the Exchange.