



Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019

(Unaudited - Expressed in Canadian Dollars)

Notice of No Auditor Review

The accompanying unaudited condensed interim financial statements of Zimtu Capital Corp. for the six months ended May 31, 2019, 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)

	May 31, 2019	November 30, 2018
Assets		
Current		
Cash	\$ 56,751	\$ 287,870
Investments (Note 6)	5,320,621	6,474,729
Advances and amounts receivable (Note 7)	941,309	961,603
Prepaid expenses (Note 8)	348,298	100,387
Due from related parties (Note 9)	1,320,606	1,008,826
	<u>7,987,585</u>	<u>8,833,415</u>
Investment in associates (Note 6)	245,592	193,992
Mineral property interests (Note 10)	166,459	142,413
	<u>\$ 8,399,636</u>	<u>\$ 9,169,820</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 85,777	\$ 204,162
GST/HST payable	10,780	24,099
Unearned revenue (Note 11)	294,245	337,240
Promissory notes payable (Note 12)	83,100	83,100
	<u>473,902</u>	<u>648,601</u>
Equity		
Share capital (Note 13)	9,622,522	9,346,662
Reserves	4,920,817	4,920,817
Deficit	(6,617,605)	(5,746,260)
	<u>7,925,734</u>	<u>8,521,219</u>
Shareholders' equity	7,925,734	8,521,219
	<u>\$ 8,399,636</u>	<u>\$ 9,169,820</u>

On behalf of the Board:

"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 Operation and Comprehensive Income (Loss)
Expressed in Canadian Dollars
(Unaudited – prepared by management)

	Three months ended May 31,		Six months ended May 31,	
	2019	2018	2019	2018
Revenue				
Administrative fees	\$ 159,500	\$ 190,000	\$ 324,500	\$ 392,500
Corporate development services	177,870	298,333	437,995	638,541
Income (loss) from property sale (Note 10)	-	-	-	449,640
	337,370	107,922	762,495	1,050,753
Expenses				
General and administrative expenses (Note 14)	654,026	882,820	1,230,422	1,613,250
Income (loss) before other items	(316,656)	(774,898)	(467,927)	(562,497)
Other items				
Interest income	284	588	376	789
Unrealized gain (loss) on investments	(75,747)	(1,475,688)	(503,565)	(1,528,377)
Gain (loss) on sale of investments	(95,973)	(380,411)	92,478	(429,928)
Gain (loss) on purchase/sale of debt	-	-	-	648
Write-off marketable securities	-	-	(1,932)	-
Gain on settlement of debt (Note 18)	-	-	-	54,750
Unrealized loss on note receivable	-	-	37,625	-
Equity loss of affiliates (Note xx)	(12,676)	-	(28,400)	-
Other income	-	1	-	278
	(184,112)	(1,855,510)	(403,418)	(1,901,840)
Net income (loss) and comprehensive income for the period	\$ (500,768)	\$ (2,249,997)	\$ (871,345)	\$ (2,034,409)
Basic earnings (loss) per share	\$ (0.03)	\$ (0.15)	\$ (0.06)	\$ (0.13)
Diluted earnings (loss) per share	\$ (0.02)	\$ (0.12)	\$ (0.04)	\$ (0.11)
Weighted average number of common shares outstanding				
- basic	16,264,744	15,394,483	15,613,836	15,394,483
- diluted	20,136,744	18,404,483	19,485,836	18,404,483

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 May 31, 2019 and 2018
Expressed in Canadian Dollars
(Unaudited – prepared by management)

Share Capital					
	Number of Shares	Amount	Reserves	Deficit	Total Equity
Balance, November 30, 2017	15,394,483	\$ 9,346,662	\$ 4,647,746	\$ (123,341)	\$ 13,871,067
Share-based compensation	-	-	273,071	-	273,071
Net (loss) for the period	-	-	-	(2,034,409)	(2,034,409)
Balance, May 31, 2018	15,394,483	\$ 9,346,662	\$ 4,920,817	\$ (2,157,750)	\$ 12,109,729

Share Capital					
	Number of Shares	Amount	Reserves	Deficit	Total Equity
Balance, November 30, 2017	15,394,483	\$ 9,346,662	\$ 4,920,817	\$ (5,746,260)	\$ 8,521,219
Shares issued for cash	1,112,000	278,000	-	-	278,000
Share issuance costs	-	(2,140)	-	-	(2,140)
Net (loss) for the period	-	-	-	(871,345)	(871,345)
Balance, May 31, 2019	16,506,483	\$ 9,622,522	\$ 4,920,817	\$ (6,617,605)	\$ 7,925,734

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

Zimtu Capital Corp.
Condensed Interim Statements of Cash Flows
For the six months ended May 31, 2019 and 2018
Expressed in Canadian Dollars
(Unaudited – prepared by management)

	2019	2018
Operating Activities		
Net income (loss) for the period	\$ (871,345)	\$ (2,034,409)
Items not involving cash		
Loss on sale of investments	(92,478)	429,928
Unrealized (gain) loss of investments	503,565	1,528,377
Write-off marketable securities	1,932	-
Shares issued for consulting fees	9,200	-
Equity loss of affiliates	28,400	-
Unrealized loss from promissory notes	(37,625)	-
Income from property sales	-	(449,640)
Share-based compensation	-	273,071
Shares received for debt	-	(321,392)
Changes in non-cash working capital		
Amounts receivable	(267,180)	55,426
Prepaid expenses	(247,911)	(156,720)
Unearned revenue	(42,995)	(25,514)
Accounts payable and accrued liabilities	(118,385)	(393,563)
Cash provided by (used in) operating activities	(1,134,822)	(1,094,436)
Investing Activities		
Acquisition of investments	(1,255,028)	(1,102,224)
Proceeds on disposition of investments	1,906,917	2,268,851
Mineral property expenditures	(24,046)	(45,908)
Proceeds on disposition of mineral properties	-	2,500
Cash provided by (used in) investing activities	627,843	1,123,219
Financing Activities		
Shares issued for cash	278,000	-
Share issuance costs	(2,140)	-
Cash provided by (used in) investing activities	275,860	-
Change in cash during the period	(231,119)	28,783
Cash, beginning of period	287,870	134,918
Cash, end of period	\$ 56,751	\$ 163,701

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 Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

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 July 17, 2019.

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.
- Management's assumption that there are currently no decommissioning liabilities is based on the facts and circumstances that have existed during the periods;

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

Zimtu Capital Corp.

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Expressed in Canadian Dollars

(Unaudited – prepared by management)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

Income Taxes

Deferred tax assets and liabilities are determined based on differences between the financial statement carrying values of assets and liabilities and their respective income tax bases (“temporary differences”) and losses carried forward. The determination of the ability of the Company to utilize tax loss carry-forwards to offset deferred tax liabilities requires management to exercise judgement and make certain assumptions about the future performance of the Company. Management is required to assess whether it is “probable” that the Company will benefit from these prior losses and other deferred tax assets. Changes in economic conditions and other factors could result in revisions to the estimates of the benefits to be realized or the timing of utilization of the losses.

Fair value of investment in warrants

Management uses Black-Scholes option pricing model in measuring the fair value of investment in warrants, where active market quotes are not available. In applying the valuation technique, management is required to determine and make assumptions about the most appropriate inputs to the valuation model including the expected life, volatility, dividend yield and forfeiture rate. Such assumptions are inherently uncertain and changes in these assumptions affect the fair value estimates.

Fair value of share-based compensation

Management measures the fair value of equity-settled share-based transactions with employees and directors by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. The Company uses Black-Scholes option pricing model. This estimate also requires determining and making assumptions about the most appropriate inputs to the valuation model including the expected life, volatility, dividend yield and forfeiture rate. Such assumptions are inherently uncertain and changes in these assumptions affect the fair value estimates.

Valuation of accounts receivable

The Company reviews the accounts receivable balances on a regular basis and estimates the likelihood of collection and records allowance for estimated losses. Management bases its estimates on historical experience and other relevant factors.

Fair value of promissory notes receivable

Management uses valuation techniques in measuring the fair value of promissory notes receivable, where active market quotes are not available. Details of the assumptions used are given in the note 7 to these financial statements. In applying the valuation technique, management makes use of market inputs, and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

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, 2018. Therefore, these condensed interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended November 30, 2018.

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

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.

	May 31, 2019			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Fair value through profit or loss				
Cash	56,751	-	-	56,751
Promissory note receivables (Note 7)	537,417	-	-	537,417
Promissory note receivables – related parties (Note 9)	334,333	-	-	334,333
GIC (Note 6d)	34,500	-	-	34,500
Investment in public company shareholdings (Note 6a)	4,446,988	-	-	4,446,988
Investment in private company shareholdings (Note 6c)	-	-	412,504	412,504
Investment in warrants (Note 6b)	-	426,629	-	426,629
	5,409,989	426,629	412,504	6,249,122
	November 30, 2018			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Fair value through profit or loss				
Cash	287,870	-	-	287,870
Promissory note receivables (Note 7)	516,208	-	-	516,208
Promissory note receivables – related parties (Note 9)	319,417	-	-	319,417
GIC (Note 6d)	34,500	-	-	34,500
Investment in public company shareholdings (Note 6a)	5,126,697	-	-	5,126,697
Investment in private company shareholdings (Note 6c)	-	-	277,349	277,349
Investment in warrants (Note 6b)	-	1,036,183	-	1,036,183
	6,284,692	1,036,183	277,349	7,598,224

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Notes to the Condensed Interim Financial Statements

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Expressed in Canadian Dollars

(Unaudited – prepared by management)

5. FINANCIAL INSTRUMENTS AND CAPITAL DISCLOSURES (continued)

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 55% (November 30, 2018: 50%) 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.

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 six months ended May 31, 2019 and the year ended November 30, 2018. The Company is not subject to externally imposed capital requirements.

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

6. INVESTMENTS

Investment continuity schedule

	Investment in public companies	Investment in private companies	Warrants	GIC	Total
	(a)		(b)	(c)	
Balance, November 30, 2017	\$ 9,999,972	\$ 7,500	\$ 2,514,542	\$ 34,500	\$ 12,556,514
Cost of Shares/warrants acquired	3,200,503	29,936	395,596	-	3,626,034
Shares disposed/warrants exercised	(4,408,778)	(52,500)	(303,413)	-	(4,575,374)
Fair value change	(3,665,000)	292,413	(1,570,542)	-	(5,132,445)
Balance, November 30, 2018	\$ 5,126,697	\$ 277,349	\$ 1,036,183	\$ 34,500	\$ 6,474,729
Cost of Shares/warrants acquired	907,445	208,000	139,583	-	1,255,028
Shares disposed/ warrants exercised	(1,674,855)	-	(139,583)	-	(1,814,438)
Investment reclassification	72,844	(72,844)	-	-	-
Write-off	(1,932)	-	-	-	(1,932)
Shares issued for finder's fees	(9,200)	-	-	-	(9,200)
Fair value change	25,989	(1)	(609,554)	-	(583,566)
Balance, May 31, 2019	\$ 4,446,988	\$ 412,504	\$ 426,629	\$ 34,500	\$ 5,320,621

Zimtu Capital Corp.**Notes to the Condensed Interim Financial Statements****For the Six Months Ended May 31, 2019 and 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****6. INVESTMENTS (continued)****(a) Investment in public company shareholdings**

	Investments at fair value through profit or loss as at May 31, 2019				
	Number of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	3,126,720	251,941	0.08	140,702	0.045
ALX Uranium	1,831,998	304,949	0.17	100,760	0.055
Arctic Star Exploration	2,667,358	261,109	0.10	146,705	0.055
Aston Bay Holdings	1,274,211	239,388	0.19	133,792	0.105
Belmont Resources	1,300,000	58,870	0.05	19,500	0.015
Blue Star Gold	435,000	21,750	0.05	13,050	0.030
Bluenose Gold	33,333	7,105	0.21	5,000	0.150
Canadian Energy Materials	350,000	56,000	0.16	35,000	0.100
Commerce Resources	17,784,178	2,691,494	0.15	1,422,734	0.080
Cresval Capital	500,000	100,000	0.20	30,000	0.060
Crown Mining	670,000	46,430	0.07	40,200	0.060
Emerita Gold	1,140,000	333,218	0.29	114,000	0.100
Fanlogic Interactive	100,000	50,000	0.50	1,000	0.010
Greatbanks Resources	100,000	30,000	0.30	9,500	0.095
Group Ten Metals	800,000	48,000	0.06	96,000	0.120
Indigo Exploration	715,000	200,653	0.28	10,725	0.015
Indiva Exploration	6,218	86,250	13.87	2,798	0.450
International Montoro	600,000	30,000	0.05	30,000	0.050
Khiron Life Sciences	208	525	2.52	510	2.450
King's Bay Resources	5,600,000	372,428	0.07	224,000	0.040
Maple Gold Mines	1,299,000	163,810	0.13	110,415	0.085
Margaret Lake Diamonds	760,000	91,200	0.12	30,400	0.040
Maxtech Ventures	661,000	160,100	0.24	26,440	0.040
Megastar Development	150,000	9,770	0.07	11,250	0.075
MGX Minerals	1,064,846	727,787	0.68	244,915	0.230
MinKap Resources	1,008,333	413,363	0.41	45,375	0.045
Mountain Boy Minerals	191,400	57,420	0.30	40,194	0.210
Nouveau Life	230,000	50,051	0.22	138	0.001
NRG Metals	75,000	26,230	0.09	21,750	0.290
Pacific Silk Road	145,000	119,011	0.82	2,900	0.020
Parcelpal	13,500	1,012	0.07	2,835	0.210
Pistol Bay	3,700,000	213,872	0.06	166,500	0.045
Prospera Energy	1,500,000	105,000	0.07	82,500	0.055
Red Oak Mining	100,000	12,000	0.12	33,000	0.330
Sanatana Resources	300,000	12,150	0.04	12,000	0.040
Saville Resources	6,871,000	354,260	0.05	274,840	0.040
True Leaf Medicine	583,063	88,660	0.15	265,292	0.455
Ultracharge	1,200,000	53,758	0.04	3,364	0.003
Vatic Resources	467,522	35,070	0.15	46,760	0.100
VOIP	226,000	26,217	0.12	6,714	0.030
Voltaic Minerals	647,250	96,037	0.15	181,230	0.280
White Metal Resources	180,000	4,500	0.03	7,200	0.040
Ximen Mining	500,000	238,015	0.48	255,000	0.510
Balance, May 31, 2019		8,249,403		4,446,988	

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

6. INVESTMENTS (continued)

(a) Investment in public company shareholdings (continued)

	Investments at fair value through profit or loss as at November 30, 2018				
	Number of Shares	Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
92 Resources	3,126,720	251,941	0.08	109,435	0.035
Altamira Gold	100,000	60,627	0.61	7,500	0.075
ALX Uranium	2,431,998	404,949	0.17	194,560	0.080
Arctic Star Exploration	4,241,358	468,161	0.11	275,688	0.065
Belmont Resources	5,540,667	256,766	0.05	277,033	0.050
Bluenose Gold	33,333	7,105	0.21	5,333	0.160
Canadian Energy Materials	350,000	56,000	0.16	52,500	0.150
Canada Cobalt Works	100,000	19,469	0.19	56,000	0.560
Cobalt Power Group	26,250	15,682	0.60	394	0.015
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	75,932	0.105
Emerita Gold	3,200,000	283,218	0.09	48,000	0.015
Equitorial Resources	400,000	16,230	0.04	18,000	0.045
Fanlogic Interactive	100,000	50,000	0.50	3,000	0.030
First Cobalt	48,034	89,478	1.86	11,048	0.230
Greatbanks Resources	1,000,000	30,000	0.03	15,000	0.015
Group Ten Metals	900,000	54,000	0.06	130,500	0.145
Indigo Exploration	715,000	200,653	0.28	10,725	0.015
Indiva Exploration	6,218	86,250	13.87	3,233	0.520
Kapuskasing Gold	6,050,000	413,363	0.07	90,750	0.015
Khiron Life Sciences	208	525	2.52	308	1.480
King's Bay Resources	6,026,135	400,553	0.07	241,045	0.040
Maple Gold Mines	1,299,000	163,810	0.13	123,405	0.095
Margaret Lake Diamonds	833,333	100,000	0.12	29,167	0.035
Maxtech Ventures	661,000	160,100	0.24	125,590	0.190
Megastar Development	150,000	9,770	0.07	6,000	0.040
MGX Minerals	859,179	621,992	0.72	386,630	0.450
Montan Mining	5,333	1,932	0.36	187	0.035
Mountain Boy Minerals	331,400	99,420	0.30	71,251	0.215
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	27,000	0.090
Pacific Silk Road	145,000	119,011	0.82	2,900	0.020
Parcelpal	1,055,000	54,432	0.05	258,475	0.245
Pistol Bay	4,007,500	268,475	0.07	120,225	0.030
Prospera Energy	1,500,000	105,000	0.07	135,000	0.090
Redfund Capital	533,333	100,000	0.19	160,000	0.300
Red Oak Mining	100,000	12,000	0.12	32,000	0.320
Sanatana Resources	300,000	12,150	0.04	16,500	0.055
Saville Resources	6,671,000	345,110	0.05	233,485	0.035
Sunvest Metals	2,150	5,072	2.36	86	0.040
True Leaf Medicine	1,003,063	152,500	0.15	436,332	0.435
Ultracharge	1,200,000	53,758	0.04	11,653	0.010
Vatic Resources	467,522	70,128	0.15	28,051	0.060
VOIP	226,000	26,217	0.12	22,504	0.100
Voltaic Minerals	647,250	96,037	0.15	110,033	0.170
White Metal Resources	180,000	4,500	0.03	9,900	0.055
WPC Resources	435,000	21,750	0.05	10,875	0.025
Balance, November 30, 2018		8,788,557		5,126,697	

Zimtu Capital Corp.**Notes to the Condensed Interim Financial Statements****For the Six Months Ended May 31, 2019 and 2018****Expressed in Canadian Dollars****(Unaudited – prepared by management)****6. INVESTMENTS (continued)****(b) Investments in warrants**

	Number of Warrants	Expiry Date	Weighted Average Exercise Price	Fair Value	Fair Value \$/Warrant
92 Resources	750,000	August 1, 2019	0.10	378	0.001
ALX Uranium Corp.	500,000	May 16, 2020	0.20	7,691	0.015
Arctic Star Exploration	3,579,861	Various	0.15	38,412	0.011
Belmont Resources	859,750	Various	0.50	566	0.001
Berkwood Resources	303,500	August 24, 2019	0.45	-	0.000
Canadian Energy Materials	175,000	January 5, 2020	0.25	520	0.003
Copper North	120,000	November 4, 2020	0.50	-	0.000
Emerita Resources	100,000	December 20, 2019	1.00	-	0.000
Golden Dawn	300,000	September 7, 2019	0.60	-	0.000
Group Ten	1,000,000	February 27, 2020	0.12	29,170	0.029
International Montoro	600,000	March 20, 2021	0.10	14,519	0.024
King's Bay Resources	7,011,703	Various	0.12	34,529	0.005
Maple Gold Mines	465,000	July 25, 2019	0.13	665	0.001
Margaret Lake Diamonds	833,333	April 16, 2021	0.20	17,326	0.021
Maxtech Ventures	286,000	March 9, 2020	0.45	616	0.002
MGX	516,667	Various	0.76	26,542	0.051
MinKap Resources	416,667	Various	0.54	1,323	0.003
Palladium One	512,750	March 19, 2020	0.20	17,899	0.035
Pistol Bay	4,250,000	Various	0.06	69,388	0.016
Redfund Capital	533,333	August 1, 2020	0.55	31,064	0.058
Rockcliff Metals	555,667	August 29, 2019	0.36	-	0.000
Saville Resources	2,000,000	September 28, 2020	0.10	21,790	0.011
Vatic Resources	233,800	January 11, 2021	0.10	11,824	0.051
Voltaic Minerals	645,000	April 23, 2020	0.20	8,790	0.014
Ximen Mining	300,000	January 4, 2021	0.30	93,617	0.312
Balance, May 31, 2019				426,629	

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

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6. INVESTMENTS (continued)

(b) Investments in warrants (continued)

	Number of Warrants	Expiry Date	Weighted Average Exercise Price	Fair Value	Fair Value \$/Warrant
92 Resources	2,750,000	Various	0.14	2,378	0.001
Altamira Gold Corp.	58,333	April 5, 2019	0.33	-	0.000
ALX Uranium Corp.	500,000	May 16, 2019	0.20	6,127	0.012
Arctic Star Exploration	3,747,361	Various	0.17	25,641	0.007
Belmont Resources	7,575,667	Various	0.08	130,027	0.017
Berkwood Resources	838,650	Various	0.39	2,786	0.003
Canada Cobalt Works	416,666	March 16, 2019	0.20	151,656	0.364
Canadian Energy Materials	175,000	January 5, 2020	0.25	2,387	0.014
Commerce Resources	14,000,000	May 26, 2019	0.10	65,782	0.005
Copper North	120,000	November 4, 2020	0.50	428	0.004
Crown Mining	666,666	May 13, 2019	0.15	21,356	0.032
Emerita Resources	500,000	December 20, 2019	0.20	-	0.000
Golden Dawn	300,000	September 7, 2019	0.60	-	0.000
Group Ten	1,000,000	February 27, 2020	0.12	55,614	0.056
Kapuskasing	3,000,000	Various	0.12	4,537	0.002
King's Bay	7,011,703	Various	0.16	43,065	0.006
Maple Gold Mines	465,000	July 25, 2019	0.13	7,034	0.015
Margaret Lake Diamonds	833,333	April 16, 2021	0.20	13,777	0.017
Maxtech Ventures	286,000	March 9, 2020	0.45	23,849	0.083
MGX	100,000	December 27, 2020	1.15	15,347	0.153
Mountain Boy	333,400	March 15, 2019	0.50	4,579	0.014
Nickel One	2,770,660	Various	0.10	12,867	0.005
Parcelpal	750,000	October 24, 2019	0.075	132,479	0.177
Pistol Bay	2,250,000	April 25, 2020	0.08	20,366	0.009
Prospera Energy	750,000	May 22, 2019	0.14	28,634	0.038
Redfund Capital	533,333	August 1, 2020	0.55	133,384	0.250
Rockcliff Metals	555,667	August 29, 2019	0.36	28,855	0.052
Saville Resources	6,000,000	September 28, 2020	0.10	99,660	0.017
Vatic Resources	467,522	February 1, 2019	0.30	-	0.000
Voltaic Minerals	645,000	April 23, 2020	0.20	3,568	0.006
Balance, November 30, 2018				1,036,183	

(c) Investment in Private Companies

	# of Shares	Investments at fair value through profit or loss as at May 31, 2019			
		Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Avalon Bridge	500,000	25,000	0.05	25,000	0.050
District One Exploration	160,000	8,000	0.05	8,000	0.050
Corsurex Resources	18,906	-	0.00	1,890	0.100
Hexa Resources	601,809	55,142	0.09	127,614	0.201
MGX Renewables	400,000	200,000	0.50	200,000	0.500
S1 Capital	100,000	50,000	0.50	50,000	0.500
Balance, May 31, 2019		338,142		412,504	
	# of Shares	Investments at fair value through profit or loss as at November 30, 2018			
		Cost Base		Market Base	
		\$	\$/Share	\$	\$/Share
Avalon Bridge	500,000	25,000	0.05	25,000	0.050
Corsurex Resources	18,906	-	0.00	1,890	0.100
Hexa Resources	601,809	55,142	0.09	127,615	0.201
Jack's Fork Exploration	2,307,500	239,388	0.10	72,844	0.030
S1 Capital	100,000	50,000	0.50	50,000	0.500
Balance, November 30, 2018		369,530		277,349	

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

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6. INVESTMENTS (continued)

(d) Investment in GIC

As at May 31, 2019, the Company had two guaranteed investment certificates totaling \$34,500 (November 30, 2018: \$34,500). Of the total, \$23,000 matures on March 5, 2020 with an interest rate of prime minus 2.6%. The remaining \$11,500 matures on July 8, 2020 with an interest rate of prime minus 2.7%.

(e) Investment in Dimension Five Technologies

	Total
At November 30, 2017	\$ -
Shares received for sale of software (Note 19)	300,000
Sale of shares (Note 19)	(180,000)
Purchase of shares in private placement	100,000
Loss from equity investee	(26,008)
At November 30, 2018	193,992
Fair market value adjustment	80,000
Loss from equity investee	(28,400)
At May 31, 2019	\$ 245,592

On July 1, 2018, the Company received 10,000,000 shares of Dimension Five Technologies Inc. (“D5”) valued at \$300,000 for the sale of the Zimtu App (see Note 19) and immediately sold 6,000,000 of the received shares to management and employees of the Company, for \$0.03 per share for gross proceeds of \$180,000, all covered by promissory notes. On July 27, 2018, the Company acquired 2,000,000 shares valued at \$0.05 in a private placement. During the six months ended May 31, 2019, the investment was adjusted for \$28,400 (May 31, 2018: \$nil) of equity loss due to the decrease of net assets of D5. As at May 31, 2019, the Company holds 6,000,000 shares of D5, equal to 26% (November 30, 2018: 26%) of D5’s outstanding common shares.

The financial information of D5 as of May 31, 2019 and November 30, 2018 are presented as follows:

	May 31, 2019	November 30, 2018
	\$	\$
Current assets	315,978	443,018
Non-current assets	320,651	300,000
Current liabilities	(31,115)	(28,267)
Shareholders’ equity	(605,514)	(714,751)

	December 1, 2018 to May 31, 2019	July 1, 2018 to November 30, 2018
	\$	\$
Revenue	82,814	50,000
Total expenses	192,052	165,656
Net loss for the period	(109,238)	(115,656)

Zimtu Capital Corp.

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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.

Promissory notes are issued to management and employees for the private sale of shares. These notes are non-interest bearing, have specific dates of repayment but due on demand, and hold share certificates as collateral. The borrowers have the option of repaying by either cash based on the nominal amount of the notes or the underlying shares. The fair values of the promissory notes as at each reporting date are determined as the lower of the market value of the underlying shares and the nominal loan amount.

	May 31, 2019	November 30, 2018
	\$	\$
Accounts receivable	467,747	509,250
Allowance for doubtful accounts	(63,855)	(63,855)
Accounts receivable – net of allowance:	403,892	445,395
Promissory note receivable – nominal value	608,250	609,750
Promissory note receivable – Fair value Change	(70,833)	(93,542)
Promissory note receivable – Fair value	537,417	516,208
Total advances and amounts receivable:	941,309	961,603

As at May 31, 2019, accounts receivable of \$63,855 (November 30, 2018: \$63,855) were impaired and fully provided by allowance. See below for the movements in the provision for impairment of receivable:

	\$
As of November 30, 2017	309,403
Charge for the year	16,787
Utilized	(262,335)
As of November 30, 2018	63,855
Charge for the period	-
Utilized	-
As of May 31, 2019	63,855

8. PREPAID EXPENSES

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

	May 31, 2019	November 30, 2018
	\$	\$
Prepaid share subscription fees	207,346	55,000
Deposits (Note 17)	18,873	18,873
Others	122,079	26,514
Total prepaid expenses	348,298	100,387

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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.

Six Months ended May 31,	2019	2018
Key management compensation*	\$	\$
Key management compensation	340,281	327,196
Share-based compensation	-	129,286

Six Months ended May 31,	2019	2018
Revenue**	\$	\$
Management administration fees	180,000	242,500
Corp development and advertising income	11,111	7,700
Other income	-	1,500
Expenses		
Licensing fees (Note 19)	64,200	-

Amounts due from related parties	May 31, 2019	November 30, 2018
Commerce Resources Corp.	986,273	684,309
Promissory note receivable - Fair Value		
David Hodge, CEO and director	54,000	52,250
Jody Bellefleur, CFO	26,000	25,000
Kevin Bottomley, director	114,000	113,750
Sean Charland, director	44,000	43,000
Chris Grove, director	96,333	85,417
Loan receivable		
Core Assets Corp.	-	5,100
Total amount due from related parties	1,320,606	1,008,826

* 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.

Zimtu Capital Corp.

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10. MINERAL PROPERTY INTERESTS

Property Name	Partner	Balance, November 30, 2018 \$	Additions \$	Impairment \$	Property sales \$	Balance, May 31, 2019 \$
Blue Property (α)	N/A	26,500	-	-	-	26,500
Carbonatite Ridge (α)	N/A	-	888	-	-	888
Covette II Property (α)	N/A	3,712	-	-	-	3,712
Deep Bay/Simon Lake (α)	Dahrouge	4,847	-	-	-	4,847
Glenora/Bay Horse (α)	N/A	-	1,500	-	-	1,500
Mell & Tucha Claims (α)	Dahrouge	7,045	-	-	-	7,045
Munn Lake (α)	Dahrouge	62,416	9,158	-	-	71,574
Nunavut (c) (α)	Various	27,005	-	-	-	27,005
Rare Metal Belt (α)	N/A	-	10,000	-	-	10,000
Pell Claims (α)	Dahrouge	2,888	-	-	-	2,888
Silver Lime (α)	N/A	8,000	-	-	-	8,000
Sunny Boy (α)	N/A	-	2,500	-	-	2,500
		142,413	24,046	-	-	166,459

Property Name	Partner	Balance, November 30, 2017 \$	Additions \$	Impairment \$	Property sales \$	Balance, November 30, 2018 \$
AB Potash (α)	Dahrouge	84	-	(84)	-	-
Blue Property (α)	N/A	-	26,500	-	-	26,500
Carlow Lithium (α)	Dahrouge	5,193	-	(5,193)	-	-
Covette Property (d)	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	(3,561)	-	4,847
Eastmain River (α)	N/A	3,041	-	(3,041)	-	-
Johnson Croft (b)	N/A	360	-	-	(360)	-
Lac Gueret Graphite (α)	N/A	239	-	(239)	-	-
Lac Patu Vanadium (e)	S. Jamal	-	6,261	-	(6,261)	-
Mell & Tucha Claims (α)	Dahrouge	2,450	4,595	-	-	7,045
Munn Lake (α)	Dahrouge	133,202	44,064	(114,850)	-	62,416
Nunavut (c) (α)	Various	12,037	14,968	-	-	27,005
Pelican Frac Sands (α)	Dahrouge	7,049	-	(7,049)	-	-
Pell Claims (α)	Dahrouge	-	2,888	-	-	2,888
Silver Lime (α)	N/A	-	8,000	-	-	8,000
Two Creeks (α)	Dahrouge	-	648	(648)	-	-
		510,705	110,248	(134,665)	(343,875)	142,413

(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.

Zimtu Capital Corp.

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10. MINERAL PROPERTY INTERESTS (continued)

Farmed-out Properties

(a) 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 six months ended May 31, 2019, \$nil (November 30, 2018: \$447,500) is recognized as revenue from the property sale.

(b) 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 (\$7,500 received). During the six months ended May 31, 2019, \$nil (November 30, 2018: \$7,140) is recognized as revenue from the property sale.

(c) 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 (\$40,000 paid). The Company will own 29% of the property.

(d) 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 six months ended May 31, 2019, \$nil (November 30, 2018: \$12,746) is recognized as revenue from the property sale.

(e) Lac Patu Vanadium Project

On August 15, 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 (\$22,500 received) and 1,625,000 common shares of Maxtech over a 2 year period (375,000 received). 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 six months ended May 31, 2019, \$76,240 (November 30, 2018: \$76,240) 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.

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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 \$83,100 (November 30, 2018 - \$83,100), 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, 2020. During the six months ended May 31, 2019, the Company paid \$nil towards this promissory note.

13. SHARE CAPITAL

a) Authorized: Unlimited common shares without par value.

b) Issued:

On March 20, 2019, the Company closed a non-brokered private placement (the “Private Placement”) of 1,112,000 units (the “Units”) at a price of \$0.25 per Unit, for gross proceeds of \$278,000. Each Unit is comprised of one common share and one non-transferable share purchase warrant (a “Warrant”). Each Warrant will entitle the holder to purchase one additional common share in the capital of the Company for a period of 24 months from the date of closing at an exercise price of \$0.30. All securities will be subject to a four-month hold period from the closing date. The Company intends to use the proceeds from the Private Placement for working capital.

c) Share purchase warrants:

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

	May 31, 2019		November 30, 2018	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Outstanding and exercisable, beginning of period	-	\$ -	-	\$ -
Issued	1,112,000	0.30	-	-
Outstanding, end of period	1,112,000	\$ 0.30	-	\$ -
Exercisable, end of period	-	\$ -	-	\$ -

As at May 31, 2019 and November 30, 2018, the Company had the following share purchase warrants outstanding:

Expiry Date	Exercise Price	May 31, 2019	November 30, 2018
		Number of Warrants	Number of Warrants
March 21, 2021	\$0.30	1,112,000	-
		1,112,000	-

d) Finder’s Warrants/Agent’s Options: There are no outstanding finder’s warrants/agent’s options as at May 31, 2019 and November 30, 2018.

Zimtu Capital Corp.

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13. SHARE CAPITAL (continued)

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 “2018 Stock Option Plan”, and set the number of options granted under the Plan to be fixed at 3,301,296 (November 30, 2018: 3,078,896), 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 and consultants 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 March 26, 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. The fair value of each option was calculated using the Black-Scholes pricing model assuming a risk-free interest rate of 2.09%, a dividend yield of nil, an expected volatility of 89.29% and an average expected life of 5 years. The share-based compensation related to these stock options have been determined to be \$210,940.

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. The fair value of each option was calculated using the Black-Scholes pricing model assuming a risk-free interest rate of 2.01%, a dividend yield of nil, an expected volatility of 91.20% and an average expected life of 3 years. The share-based compensation related to these stock options have been determined to be \$62,131.

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

	May 31, 2019		November 30, 2018	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding and exercisable, beginning of year	3,010,000	\$ 0.32	2,140,000	\$ 0.34
Granted	-	-	1,230,000	0.33
Cancelled/Expired	(250,000)	0.50	(360,000)	0.50
Outstanding and exercisable, end of period	2,760,000	\$ 0.30	3,010,000	\$ 0.32

As at May 31, 2019 and November 30, 2018, the Company had the following stock options outstanding:

Expiry Date	Exercise Price	May 31, 2019 Number of Options	November 30, 2018 Number of Options
February 25, 2019	\$0.50	-	100,000
April 30, 2019	\$0.50	-	150,000
June 10, 2021	\$0.28	1,530,000	1,530,000
March 26, 2023	\$0.325	930,000	930,000
April 12, 2021	\$0.355	300,000	300,000
		2,760,000	2,140,000

Zimtu Capital Corp.

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14. GENERAL AND ADMINISTRATIVE EXPENSES

During the three and six months ended May 31, 2019 and 2018, the Company incurred the following general and administrative expenses:

	Three months ended May 31,		Six months ended May 31,	
	2019	2018	2019	2018
Expenses				
Advertising and promotion	\$ 191,703	\$ 109,457	\$ 295,532	\$ 224,755
Filing fees and transfer agent	5,978	10,521	11,672	16,541
Office, rent and telephone	66,779	70,090	142,612	142,466
Professional fees	23,039	22,751	40,510	137,159
Share-based payments	-	273,071	-	273,071
Wages and benefits	366,527	396,930	740,096	819,258
	654,026	882,820	1,230,422	1,613,250

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 six months ended May 31, 2019

	Investment in mineral properties	Management services	Corporate	Total
	\$	\$	\$	\$
Revenue				
Administrative fees	-	324,500	-	324,500
Corporate development fees	-	437,995	-	437,995
Income from property sale	-	-	-	-
	-	762,495	-	762,495
Segment assets	166,459	-	8,233,177	8,399,636
Expenditure for segment capital assets	24,046	-	-	24,046

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

15. SEGMENT INFORMATION (continued)

For the six months ended May 31, 2018

	Investment in mineral properties \$	Management services \$	Corporate \$	Total \$
Revenue				
Administrative fees	-	392,500	-	392,500
Corporate development fees	-	638,541	-	638,541
Income from property sale	449,640	-	-	449,640
	449,640	1,031,041	-	1,480,681

For the year ended November 30, 2018

Segment assets	142,413	-	9,027,407	9,169,820
Expenditure for segment capital assets	110,248	-	-	110,248

16. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	May 31, 2019	May 31, 2018
Payable (Prepaid) expenses for share subscription	\$ 110,000	\$ -
Shares received for property sales	\$ -	\$ (447,500)
Shares received for debt	\$ -	\$ (321,392)
Shares received on exercise of warrant	\$ 83,333	\$ -

17. LONG-TERM LEASE OBLIGATIONS

The Company leases its main office premises under a long-term lease that expires August 31, 2021. 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 of \$15,562 to the landlords as the deposit which 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 a current asset as at May 31, 2019 and November 30, 2018.

The rent payable in the next three fiscal years is as follows:

November 30, 2019	126,452
November 30, 2020	146,484
November 30, 2021	112,680
Total	<u>385,616</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 Company also paid one month's basic rent of \$3,310 to the landlords as the deposit which 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 a current asset as at May 31, 2019 and November 30, 2018.

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

November 30, 2019	30,065
November 30, 2020	15,227
	<u>\$ 45,292</u>

Zimtu Capital Corp.

Notes to the Condensed Interim Financial Statements

For the Six Months Ended May 31, 2019 and 2018

Expressed in Canadian Dollars

(Unaudited – prepared by management)

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. The gain of \$54,750 has been recorded in the statement of income for the year ended November 30, 2018.

19. SALE OF SOFTWARE

On July 1, 2018, the Company entered into an agreement with Dimension Five Technologies Inc. (“D5”) 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 D5, valued at \$0.03 per share. During the year ended November 30, 2018, \$135,321 (2017: \$nil) is recognized as income from sale of software.

On July 1, 2018, the Company entered into a licensing agreement with D5 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 but due on demand (see Note 7 and Note 9).

On September 11, 2018, the Company has entered into an App Further Development Agreement with D5. The Company will pay for the app development and marketing services provided by D5 for a cost of \$100,000. As of May 31, 2019, \$50,000 (November 30, 2018: \$nil) has been paid by the Company to D5.

21. RECLASSIFICATION OF COMPARATIVE AMOUNTS

Certain comparative amounts for the prior period have been reclassified to conform to current period presentation. Such reclassifications had no effect on net income or shareholders' equity.