



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Unaudited - prepared by management

March 31, 2019

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of Independence Gold Corp. (the "Company") have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION (Unaudited)

(Expressed in Canadian Dollars)

	<u>March 31</u> <u>2019</u>	<u>December 31</u> <u>2018</u>
ASSETS		
Current		
Cash and cash equivalents	\$ 1,810,905	\$ 1,913,861
Receivables (Note 7)	33,383	15,514
Marketable Securities (Note 3)	170,029	384,987
	<u>2,014,317</u>	<u>2,314,362</u>
Long term deposit	55,182	70,683
Land use deposits (Note 4)	72,000	72,000
Property and equipment (Note 2 & 5)	1,039,666	61,232
Mineral properties (Note 6)	10,464,094	10,444,094
	<u>\$ 13,645,259</u>	<u>\$ 12,962,371</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (Note 7)	\$ 187,328	\$ 189,483
Current portion of lease liabilities (Note 2)	117,949	-
	<u>305,277</u>	<u>189,483</u>
Lease liabilities (Note 2)	875,034	-
	<u>1,180,311</u>	<u>189,483</u>
Shareholders' equity		
Share capital (Note 8)	35,495,295	35,495,295
Reserves	454,813	323,845
Deficit	(23,485,160)	(23,046,252)
	<u>12,464,948</u>	<u>12,772,888</u>
	<u>\$ 13,645,259</u>	<u>\$ 12,962,371</u>

Nature and continuance of operations (Note 1)

Subsequent events (Note 9)

Approved and authorized by the Board on May 29, 2019.

"Kendra Johnston"

Kendra Johnston, Director

"Randy C Turner"

Randy C. Turner, Director

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

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS (Unaudited)

(Expressed in Canadian Dollars)

	Three Month Period Ended March 31 2019	Three Month Period Ended March 31 2018
Expenses		
Exploration expenditures (recoveries) (Note 6)	\$ 92,404	\$ (19,402)
Property Investigation	1,284	7,405
Depreciation	42,773	6,629
Insurance	14,185	3,662
Interest	17,432	-
Legal, audit and accounting	235	89
Management fees and corporate services (Note 7)	67,800	67,800
Office and miscellaneous	16,104	20,553
Regulatory and transfer agent fees	7,699	11,413
Rent	-	1,782
Share-based compensation (Note 8)	130,968	-
Shareholder communications	3,433	18,336
Travel	3,388	4,687
Wages and benefits	20,948	25,829
	<u>(418,653)</u>	<u>(148,783)</u>
Interest income	9,578	10,546
Rent Recovery	13,725	-
Unrealized loss on investments	(7,358)	(21,593)
Realized loss on marketable securities	(36,200)	-
	<u>(20,255)</u>	<u>(11,047)</u>
Loss and comprehensive loss for the period	\$ <u>(438,908)</u>	\$ <u>(159,830)</u>
Basic and diluted loss per common share	\$ <u>(0.01)</u>	\$ <u>(0.00)</u>
Weighted average number of common shares outstanding - basic and diluted	56,090,392	56,090,392

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

INDEPENDENCE GOLD CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (Unaudited)

(Expressed in Canadian Dollars)

	Three Month Period Ended March 31 2019	Three Month Period Ended March 31 2018
Cash flows used in operating activities		
Loss for the period	\$ (438,908)	\$ (159,830)
Items not affecting cash:		
Depreciation	42,773	6,629
Share-based compensation	130,968	-
Interest on short-term investments	-	(8,291)
Unrealized loss on investments	7,358	21,594
Realized loss on marketable securities	36,200	-
Right-of-use asset	(1,021,207)	-
Lease liability	1,021,207	-
Changes in non-cash working capital items:		
Decrease in prepaid expenses	-	-
(Increase)decrease in receivables	(17,869)	68,364
Decrease in accounts payable and accrued liabilities	(2,155)	(134,482)
Net cash used in operating activities	<u>(241,633)</u>	<u>(206,016)</u>
Cash flows from investing activities		
Acquisition of mineral properties	(20,000)	-
Proceeds on sale of marketable securities	171,400	-
Decrease in long-term deposits	15,501	-
Decrease in short-term investments	-	2,269
Net cash from investing activities	<u>138,677</u>	<u>2,269</u>
Cash flows used in financing activities		
Lease liability payment	(28,224)	-
	<u>(28,224)</u>	<u>-</u>
Change in cash and cash equivalents during the period	(102,956)	(203,746)
Cash and cash equivalents, beginning of the period	1,913,861	1,559,526
Cash and cash equivalents, end of the period	<u>\$ 1,810,905</u>	<u>\$ 1,355,780</u>

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

INDEPENDENCE GOLD CORP.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Unaudited)**

(Expressed in Canadian Dollars)

	<u>Share Capital</u>				
	<u>Number</u>	<u>Amount</u>	<u>Reserves</u>	<u>Deficit</u>	<u>Total</u>
Balance, December 31, 2017	56,090,392	\$ 35,495,295	\$ 407,016	\$ (20,894,134)	\$ 15,008,177
Loss for the period	-	-	-	(159,830)	(159,830)
Balance, March 31, 2018	56,090,392	\$ 35,495,295	\$ 407,016	\$ (21,053,964)	\$ 14,848,347
Reserves transferred on cancelled/expired options	-	-	(83,171)	83,171	-
Loss for the period	-	-	-	(2,075,459)	(2,075,459)
Balance, December 31, 2018	56,090,392	\$ 35,495,295	\$ 323,845	\$ (23,046,252)	\$ 12,772,888
Share-based compensation (Note 8d)	-	-	130,968	-	130,968
Loss for the period	-	-	-	(438,908)	(438,908)
Balance, March 31, 2019	<u>56,090,392</u>	<u>\$ 35,495,295</u>	<u>\$ 454,813</u>	<u>\$ (23,485,160)</u>	<u>\$ 12,464,948</u>

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

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Independence Gold Corp. (“Independence” or the “Company”) was incorporated under the Business Corporation Act (British Columbia) on November 1, 2011 and is considered to be in the exploration stage with respect to its mineral properties. Based on the information available to date, the Company has not yet determined whether its properties contain economically recoverable mineral reserves.

The Company’s head office and principal address is 1020 - 625 Howe Street, Vancouver, British Columbia, Canada, V6C 2T6. The Company’s registered and records office is 2300 - 550 Burrard Street, Vancouver, British Columbia, Canada, V6C 2B5.

The recovery of the amounts comprised in mineral properties is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development, and upon future profitable production.

These condensed consolidated interim financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has incurred ongoing losses and has no source of recurring revenue. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future and repay its liabilities arising from normal business operations as they become due. Management believes that the Company has sufficient working capital to maintain its operations for the upcoming fiscal year.

These condensed consolidated interim financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

2. BASIS OF PREPARATION

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34, “Interim Financial Reporting” on a basis consistent with the accounting policies disclosed in the audited consolidated financial statements for the fiscal year ended December 31, 2018.

These condensed consolidated interim financial statements should be read in conjunction with the most recently issued audited consolidated financial statements, which include information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies which were presented in Note 3 to the Consolidated Financial Statements for the fiscal year ended December 31, 2018 and have been consistently applied in the preparation of the Company’s consolidated interim financial statements.

The Company’s condensed consolidated interim financial statements are unaudited. Financial information in this report reflects any adjustments (consisting of normal recurring adjustments) that are, in the opinion of management necessary to a fair presentation of results for the interim periods in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

2. BASIS OF PREPARATION *(continued)*

New Accounting Standards and Interpretations Adopted in the Current Period

The Company has adopted IFRS 16 *Leases* ("IFRS 16") from January 1, 2019.

IFRS 16 introduces a single, on-balance sheet accounting model for lessees. As a result, the Company, as a lessee, has recognized right-of-use assets representing its rights to use the underlying assets and lease liabilities representing its obligation to make lease payments. The Company may elect to not apply IFRS 16 to leases with a term of less than 12 months, which election is made by underlying class of assets to which the right of use asset relates, or leases where the underlying asset is of low value, which election is made on an asset by asset basis. Lessor accounting remains similar to previous accounting policies.

Preciously, the Company determined at contract inception whether an arrangement was or contained a lease under IFRIC 4, *Determining Whether an Arrangement contains a Lease*. The Company now assesses whether a contract is or contains a lease based on the new definition of a lease. Under IFRS 16, a contract is, or contains, a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

Transition

The Company adopted IFRS 16 using the modified retrospective approach. Accordingly, the comparative information presented for 2018 has not been restated.

As a lessee, the Company previously classified leases as operating or financial leases based on its assessment of whether the lease transferred substantially all of the risks and rewards of ownership. Under IFRS 16, the Company recognizes right-of-use assets and lease liabilities for most leases—i.e. these leases are on-balance sheet. However, the Company has elected not to recognize right-of-use assets and lease liabilities for some leases of low-value assets. The Company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The Company leases various assets including equipment, offices and properties that had previously been classified as operating leases under IAS 17. On transition lease liabilities for these leases were measured at the present value of remaining lease payments, discounted at the Company's incremental borrowing rate as of January 1, 2019.

The average incremental borrowing rate at January 1, 2019 was 7%. The Company elected to measure the right-of-use assets at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments.

The Company used the following practical expedients when applying IFRS 16 to leases previously classified as operating leases under IAS 17:

- Applied the exemption not to recognize right-of-use assets and liabilities or leases with less than 12 months of lease term.
- Applied a single discount rate to a portfolio of leases with reasonable similar characteristics (such as leases with a similar remaining lease term for a similar class of underlying asset in a similar economic environment).
- Excluded initial direct costs from measuring the right-of-use asset at the date of initial application.
- Used in hindsight when determining the lease term if the contract contains options to extend or terminate the lease

The Company did not have any leases classified as finance leases under IAS 17 on the adoption date.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

2. BASIS OF PREPARATION (continued)

The Company presents right-of-use assets in property and equipment in the statement of financial position, the same line item as it presents underlying assets of the same nature that it owns. The Company presents lease liabilities as a separate line item on the statement of financial position.

The impact on transition is summarized below:

	December 31, 2019	IFRS 16 Adjustments	January 1, 2019
Property and equipment	\$ 61,232	\$ 1,021,207	\$ 1,082,439
Current portion of lease liability	-	115,910	115,910
Lease liabilities	-	-	1,021,207

	January 1, 2019
Operating lease commitments at December 31, 2018	\$ -
Arrangements reassessed as leases	1,295,360
Effect of discounting using the incremental borrowing rate at January 1, 2019	(274,153)
Lease liabilities recognized as IFRS 16 adjustment at January 1, 2019	1,021,207

	March 31, 2019
Current portion of lease liability	\$ 117,949
Long-term lease liability	875,034
	\$ 992,983

Significant accounting policies

The following is the new accounting policy for leases under IFRS 16:

A contract is or contains a lease when the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

The Company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at accost less any accumulated depreciation and impairment losses and adjusted for certain re-measurements of the lease liability. The cost of the right-of-use asset includes the amount of the initial measurement of the lease liability, any lease payment made at or before the commencement date, less any lease incentives received, any initial direct costs; and if applicable, an estimate of costs to be incurred by the Company in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. The incremental borrowing rate reflects the rate of interest that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions. Generally, the Company uses its incremental borrowing rate as the discount rate.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

2. BASIS OF PREPARATION *(continued)*

The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payments made. It is remeasured when there is change in future lease payments arising from a change in an index or rate, a change in the estimate of the amount expected to be payable under a residual value guarantee, or as appropriate, changes in the assessment of whether a purchase or extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised.

The Company does not recognize right-of-use assets and lease liabilities for leases of low-value assets and leases with lease terms that are less than 12 months. Lease payments associated with these leases are instead recognized as an expense over the lease term on either a straight-line basis, or another systematic basis if more representative of the pattern of benefit.

The Company has applied judgment to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Company is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right-of-use assets recognized.

Impact on financial statements

As a result of applying IFRS 16, the Company recognized right-of-use assets of \$1.0 million and lease liabilities of \$1.3 million as at January 1, 2019.

During the three month period ended March 31, 2019, the Company recognized \$36,144 of depreciation charges and \$17,432 of interest costs.

3. MARKETABLE SECURITIES

	March 31, 2019	December 31, 2018
Rojo Resources Ltd.	\$ 750	\$ 2,000
Metallic Minerals Corp.	34,001	42,009
ATAC Resources Ltd.	14,700	15,600
White Gold Corp.	51,200	256,000
Canterra Minerals Corporation	69,378	69,378
Total	\$ 170,029	\$ 384,987

As at March 31, 2019, the Company holds 5,000 (December 31, 2018 – 5,000) common shares of Rojo Resources Ltd., a public company listed on the TSX Venture Exchange. These shares were received pursuant to mineral property option agreements.

As at March 31, 2019, the Company holds 200,000 common shares (December 31, 2018 – 200,000) and 200,000 warrants (December 31, 2018 – 200,000) of Metallic Minerals Corporation. The common shares and warrants were recorded at fair value using the Black-Scholes option pricing model. The Company revalues the common shares and warrants at each reporting period. Any changes in the fair value of the common shares and warrants is recorded in profit or loss.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

3. MARKETABLE SECURITIES *(continued)*

The common shares and warrants when received had a fair value of \$64,000, and \$3,971 respectively, based on the Black-Scholes valuation model using the following inputs:

Risk-free interest rate	1.96%
Expected life of warrants	0.49 years
Expected annualized volatility	30%
Expected dividend rate	0%

As at March 31, 2019, the Company holds 60,000 common shares (December 31, 2018 – 60,000) of ATAC Resources Ltd, pursuant to a property sale agreement for the Stinger property. The common shares received had a fair value of \$30,600.

As at March 31, 2019, the Company holds 40,000 common shares (December 31, 2018 – 160,000) of White Gold Corp., pursuant to property sale agreements for the Henderson, Flow and Birdman properties. For the three months ended March 31, 2019, the Company sold 120,000 shares of White Gold Corp. for total proceeds of \$171,400 and recognized a loss of \$36,200.

As at March 31, 2019, the Company holds 3,468,933 common shares (December 31, 2018 - 3,468,933) of Canterra Minerals Corporation, pursuant to a debt settlement agreement and had a fair value of \$86,723.

4. LAND USE DEPOSITS

The Company has provided deposits as security for land use and potential future reclamation work relating to its mineral properties. As at March 31, 2019 a total of \$72,000 (December 31, 2018 - \$72,000) had been lodged with the British Columbia Ministry of Energy, Mines & Petroleum Resources.

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)**5. PROPERTY AND EQUIPMENT**

	Leasehold Improvements	Right of Use Asset	Total
COST			
Balance, December 31, 2017	\$ 134,149	\$ -	134,149
Additions/(dispositions)	-	-	-
Balance, December 31, 2018	134,149	-	134,149
Additions/(dispositions)	-	1,021,207	1,021,207
Balance, March 31, 2019	\$ 134,149	\$ 1,021,207	1,155,356
ACCUMULATED DEPRECIATION			
Balance, December 31, 2017	\$ 46,402	\$ -	46,402
Additions/(dispositions)	26,515	-	26,515
Balance, December 31, 2018	72,917	-	72,917
Additions/(dispositions)	6,629	36,144	42,773
Balance, March 31, 2019	\$ 79,546	\$ 36,144	115,690
CARRYING AMOUNTS			
Balance, December 31, 2017	\$ 87,747	\$ -	87,747
Balance, December 31, 2018	\$ 61,232	\$ -	61,232
Balance, March 31, 2019	\$ 54,603	\$ 985,063	1,039,666

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)**6. MINERAL PROPERTIES**

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to all of its mineral properties and to the best of its knowledge, title to all of its properties, except as described below are properly registered and in good standing.

The Company holds interest in various mineral claims located in Canada, the capitalized acquisition costs of which are as follows:

	March 31 2019	December 31 2018
BRITISH COLUMBIA		
<u>3Ts PROJECT</u>		
Taken Property	\$ 345,693	\$ 345,693
<i>A 100% interest in certain claims. The property is subject to a sliding scale net smelter returns royalty ("NSR") ranging from 2.0% to 4.0%. The Company may reduce the NSR to 1.0% by paying \$2,000,000 per percent.</i>		
Tam Property	1,750,979	1,750,979
<i>A 100% interest, subject to a 1.0% NSR, one-half of which may be purchased back for \$250,000.</i>		
Tsacha Property	2,121,788	2,121,788
<i>A 100% interest in certain claims subject to a 2.0% NSR.</i>		
Tommy Lake Property	17,518	17,518
<i>A 100% interest.</i>		
<u>OTHER BC PROPERTIES</u>		
Merit Property	10,000	-
<i>The Company can earn up to 60% interest by making a \$10,000 cash payment (paid), issuance of 650,000 common shares and work commitments of \$725,000 over a three year period.</i>		
Nicoamen Property	10,000	-
<i>The Company can earn up to 60% interest by making a \$10,000 cash payment (paid), issuance of 650,000 common shares and work commitments of \$725,000 over a three year period.</i>		
YUKON		
<u>BOULEVARD PROJECT</u>		
Boulevard Property	4,683,537	4,683,537
<i>A 100% interest, subject to a 2.0% NSR. Upon completion of a 43-101 report with specific resource estimates, the Company will be obligated to issue a further 1,000,000 common shares.</i>		
YCS Property	425,237	425,237
<i>A 100% interest, subject to a 2.0% NSR. The Company can buy-back one-half of the NSR for \$1,000,000.</i>		
Solitude Property	865,566	865,566
<i>A 100% interest.</i>		
Tiger Property	233,776	233,776
<i>A 100% interest, subject to a 2.0% NSR. The Company can buy-back one-half of the NSR for \$2,000,000.</i>		
	\$ 10,464,094	\$ 10,444,094

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)**6. MINERAL PROPERTIES (continued)**

On September 17, 2018, the Company entered into property purchase agreements whereby the Henderson, Flow, and Birdman properties were purchased by White Gold Corp. for an aggregate value of \$35,000 cash and 160,000 common shares valued at \$276,800. Under the terms of the property purchase agreements, the Henderson property was sold in exchange for \$25,000 cash and 100,000 common shares of White Gold Corp. The Company wrote-down acquisition costs of \$1,073,780 associated with this property. The Flow and Birdman properties that were previously written-down were sold in exchange for an aggregate value of \$10,000 cash and 60,000 common shares of White Gold Corp.

During the three months ended March 31, 2019, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
BRITISH COLUMBIA								
3Ts Project	\$ 48,382	\$ -	\$ -	\$ 1,276	\$ -	\$ -	\$ -	\$ 49,658
Merit	1,437	-	-	2,911	-	-	-	4,347
Nicoamen	13,383	-	-	27,113	-	-	-	40,496
YUKON								
Boulevard Project	657	-	-	-	-	-	-	657
Henderson	-	-	-	-	-	-	-	-
Flow	663	-	-	1,344	-	-	-	2,007
Moosehorn	-	-	-	-	-	-	-	-
Stinger	-	-	-	-	-	-	-	-
Other	1,409	-	-	-	-	-	(6,171)	(4,762)
	\$ 65,931	\$ -	\$ -	\$ 32,644	\$ -	\$ -	\$ (6,171)	\$ 92,404

During the three months ended March 31, 2018, the Company incurred exploration expenditures as follows:

	Geology & Geophysics	Field Sampling	Drilling	Land Use & Tenure	Data Evaluation	Safety & Reclamation	Recoveries	Total for the period
BRITISH COLUMBIA								
3Ts Project	\$ 144	\$ -	\$ -	\$ -	\$ 328	\$ -	\$ -	\$ 472
YUKON								
Boulevard Project	14,108	-	3,279	-	27,500	-	-	44,888
Henderson	2,519	1,528	-	24	4,190	-	(40,000)	(31,740)
Moosehorn	1,078	1,528	-	-	930	-	(39,888)	(36,352)
Stinger	1,015	-	-	-	2,314	-	-	3,330
	\$ 18,864	\$ -	\$ 3,279	\$ 24	\$ 35,263	\$ -	\$ (79,888)	\$ (19,402)

INDEPENDENCE GOLD CORP.NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)**7. RELATED PARTY TRANSACTIONS**

The consolidated financial statements include the financial statements of Independence Gold Corp. and its subsidiaries listed in the following table:

Name of Subsidiary	Country of Incorporation	Ownership	Principal Activity
Golden Pavilion Resources Ltd.	British Columbia, Canada	100%	Holding company
Silver Quest Resources (US) Ltd.	Nevada, USA	100%	Inactive

Key Management Personnel

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of executive and non-executive members of the Company's Board of Directors and corporate officers, including the Company's Chief Executive Officer and Chief Financial Officer.

Compensation paid or payable to key management for services rendered are as follows:

	Three months period ended March 31, 2019	Three months period ended March 31, 2018
Management fees	\$ 56,550	\$ 56,550
Directors fees	11,250	11,250
Geological consulting fees	5,616	18,442
Share-based compensation*	124,875	-
Property investigation	1,284	2,258
Total	\$ 199,575	\$ 88,500

* Share-based compensation consists of options granted to key management. The value shown above is calculated using the Black-Scholes option pricing model and does not represent actual amounts received.

Included in receivables at March 31, 2019 is \$20,443 (December 31, 2018 - \$9,683) due from companies with directors and/or officers in common. Included in accounts payable and accrued liabilities at March 31, 2019 is \$12,413 (December 31, 2018 - \$9,750) due to directors and companies with directors and/or officers in common.

The Company provides geological, office and administrative services to public companies with common directors. During the three months ended, March 31, 2019, the Company received or accrued \$4,500 (March 31, 2018 - \$7,350) for rent and \$3,567 (March 31, 2018 - \$12,006) for accounting, investor relations, geology and other.

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

8. SHARE CAPITAL AND RESERVES

a) Authorized share capital

The authorized share capital of the Company is an unlimited number of common shares without par value. All issued shares are fully paid.

b) Issued share capital

The Company did not issue any shares during the three months period ended March 31, 2019 (December 31, 2018 - Nil).

c) Stock options

The Company has an incentive stock option plan in place under which it is authorized to grant options to directors and employees to acquire up to 10% of the Company's issued and outstanding common shares. Under the plan, the exercise price of each option may not be less than the market price of the Company's stock as calculated on the date of grant less the applicable discount. The options can be granted for a maximum term of 10 years and vesting periods are determined by the Board of Directors.

On February 4, 2019, the Company granted 2,150,000 stock options to directors and employees.

As at March 31, 2019, the Company had outstanding stock options, enabling the holders to acquire further common shares as follows:

Number of Shares	Exercise Price	Expiry Date
200,000	\$ 0.15	June 2, 2020
405,000	\$ 0.20	May 18, 2021
1,700,000	\$ 0.25	March 1, 2022
200,000	\$ 0.20	November 2, 2022
2,150,000	\$ 0.15	February 4, 2024
4,655,000		

INDEPENDENCE GOLD CORP.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2019 (Expressed in Canadian Dollars)

8. SHARE CAPITAL AND RESERVES (continued)

c) Stock options (continued)

Stock option transactions are summarized as follows:

	March 31, 2019		December 31, 2018	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Balance, beginning of period	2,505,000	\$ 0.23	3,370,000	\$ 0.22
Granted	2,150,000	0.15	-	-
Exercised	-	-	-	-
Expired/cancelled	-	-	(865,000)	\$ 0.21
Balance, end of period	4,655,000	\$ 0.19	2,505,000	\$ 0.23
Options exercisable, end of period	4,655,000	\$ 0.19	2,505,000	\$ 0.23

d) Share-based compensation

The Company issued 2,150,000 stock options during the three months period ended March 31, 2019, with a fair market value of \$130,968, or \$0.06 per option. All options vest immediately upon grant.

The Company did not issue any stock options during the three months ended March 31, 2018.

The following weighted-average assumptions were used for the Black-Scholes valuation of stock options granted during the noted year:

Risk-free interest rate	1.24%
Expected life of options	5 years
Annualized volatility	100.49%
Weighted average FV	\$ 0.06
Expected dividend rate	0%

e) Warrants

As at March 31, 2019 and 2018 the Company had no outstanding share purchase warrants.

9. SUBSEQUENT EVENTS

On April 2, 2019, the Company issued 200,000 common shares pursuant to the Merit and Nicoamen property option agreements with a fair value of \$15,000.