

**COPPER CREEK GOLD CORP.**

**Condensed Interim Consolidated Financial Statements**

**For the Three Months Ended March 31, 2017 and 2016**

**(Expressed in Canadian Dollars)**

**(Unaudited – Prepared by Management)**

### **NOTE TO READER**

Under National Instrument 51-102, if an auditor has not performed a review of interim financial statements, they must be accompanied by a note indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements have been prepared by and are the responsibility of the management. The Company's independent auditor has not performed a review of these interim financial statements.

**COPPER CREEK GOLD CORP.**

Condensed Interim Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	March 31, 2017 \$	December 31, 2016 \$
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	50,441	82,519
Marketable securities (Note 3)	–	1
Accounts receivable (Note 4)	25,003	25,691
Prepaid expenses	3,210	–
<b>Total current assets</b>	<b>78,654</b>	<b>108,211</b>
Non-current assets		
Equipment (Note 5)	–	2,501
Unproved resource property interest (Note 6)	1	1
<b>Total assets</b>	<b>78,655</b>	<b>110,713</b>
<b>LIABILITIES AND SHAREHOLDERS' DEFICIT</b>		
Current liabilities		
Accounts payable and accrued liabilities	220,468	228,644
Due to related parties (Note 7)	81,504	64,235
<b>Total liabilities</b>	<b>301,972</b>	<b>292,879</b>
Shareholders' deficit		
Share capital	13,434,776	13,434,776
Contributed surplus	1,193,691	1,193,691
Deficit	(14,851,784)	(14,810,633)
<b>Total shareholders' deficit</b>	<b>(223,317)</b>	<b>(182,166)</b>
<b>Total liabilities and shareholders' deficit</b>	<b>78,655</b>	<b>110,713</b>

Nature of Operations (Note 1)

Subsequent Events (Note 14)

Approved and authorized for issuance on behalf of the Board of Directors on May 26, 2017:

/s/ "Gordon Jung"  
Gordon Jung, Director

/s/ "Stanley Loh"  
Stanley Loh, Director

*See accompanying notes to the condensed interim consolidated financial statements*

**COPPER CREEK GOLD CORP.**

Condensed Interim Consolidated Statements of Loss, and Comprehensive Loss

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Three months ended March 31, 2017 \$	Three months ended March 31, 2016 \$
Expenses		
Accounting and legal	905	2,708
Amortization	156	212
Consulting	2,900	–
Filing and transfer agent fees	5,670	8,182
Investor relations and shareholder information	–	100
Management fees	16,000	48,000
Office and miscellaneous	402	9,964
Rent	7,500	19,500
Telephone	366	3,110
Travel, promotion and automotive	5,002	27,666
Total expenses	38,901	119,442
Loss before other income (expense)	(38,901)	(119,442)
Other income (expense)		
Gain on foreign currency translation	87	–
Impairment of marketable securities	(1)	–
Interest income	9	9
Write-off of equipment	(2,345)	–
Total other income (expense)	(2,250)	9
Net loss and comprehensive loss for the period	(41,151)	(119,433)
Loss per share, basic and diluted	(0.00)	(0.00)
Weighted average shares outstanding	33,477,704	25,031,412

*See accompanying notes to the condensed interim consolidated financial statements*

**COPPER CREEK GOLD CORP.**

Condensed Interim Consolidated Statements of Changes in Shareholders' Deficit

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Share capital		Contributed surplus \$	Shares subscribed \$	Deficit \$	Total shareholders' deficit \$
	Number of shares	Amount \$				
Balance, December 31, 2015	23,755,038	12,855,160	1,193,691	68,295	(14,303,877)	(186,731)
Private placement	2,525,000	151,500	–	(16,600)	–	134,900
Net loss for the period	–	–	–	–	(119,433)	(119,433)
Balance, March 31, 2016	26,280,038	13,006,660	1,193,691	51,695	(14,423,310)	(171,264)
Balance, December 31, 2016	33,477,704	13,434,776	–	1,193,691	(14,810,633)	(182,166)
Net loss for the period	–	–	–	–	(41,151)	(41,151)
Balance, March 31, 2017	33,477,704	13,434,776	–	1,193,691	(14,851,784)	(223,317)

*See accompanying notes to the condensed interim consolidated financial statements*

**COPPER CREEK GOLD CORP.**

Condensed Interim Consolidated Statements of Cash Flows

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

	Three months ended March 31, 2017 \$	Three months ended March 31, 2016 \$
Operating activities		
Net loss for the period	(41,151)	(119,433)
Items not involving cash:		
Amortization	156	212
Impairment of marketable securities	1	–
Write-off of equipment	2,345	–
Changes in non-cash operating working capital:		
Accounts receivable	(820)	(2,716)
Prepaid expenses	(3,210)	–
Accounts payable and accrued liabilities	(6,668)	(2,500)
Due to related parties	17,269	(20,197)
Net cash used in operating activities	(32,078)	(144,634)
Financing activities		
Proceeds from private placement	–	134,900
Net cash provided by financing activities	–	134,900
Change in cash	(32,078)	(9,734)
Cash, beginning of period	82,519	82,065
Cash, end of period	50,441	72,331
Supplemental disclosures:		
Interest paid	–	–
Income taxes paid	–	–

*See accompanying notes to the condensed interim consolidated financial statements*

# COPPER CREEK GOLD CORP.

Notes to Condensed Interim Consolidated Financial Statements

March 31, 2017

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

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## 1. Nature of Operations

The Company was incorporated under the *Company Act (British Columbia)* on June 19, 1987 and continued to the jurisdiction of the *Canada Business Corporation Act* on August 13, 1997. On July 26, 2010 the Company changed its name to Copper Creek Gold Corp. and trades under the symbol CPV on the TSX Venture Exchange. The Company is engaged in acquisition and exploration of resource property interests. The address of the Company's corporate office and principal place of business is Suite 710, 750 West Pender Street, Vancouver B.C., V6C 1G8.

These condensed interim consolidated financial statements have been prepared on a going concern basis which assumes that the Company will realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At March 31, 2017, the Company has incurred significant losses totaling \$14,851,784 since inception, and has a working capital deficiency of \$223,318, which may not be sufficient to sustain operations over the foreseeable future and expects to incur further losses in the development of its business, all of which casts doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability in the future to achieve profitable operations and, in the meantime, to obtain the necessary financing to meet its obligations and repay its liabilities when they become due. External financing, predominantly by the issuance of equity to the public, would be sought to finance the operations of the Company.

## 2. Significant Accounting Policies

### a) Statement of Compliance and Basis of Presentation

These condensed interim consolidated financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*.

These condensed interim consolidated financial statements include the accounts of the Company and its 98%-owned subsidiary, Minera Arroyo Cobra, a Mexican corporation. As at March 31, 2017, the Mexican subsidiary was inactive. All inter-company balances and transactions have been eliminated on consolidation.

These condensed interim consolidated financial statements have been prepared on a historical cost basis and are presented in Canadian dollars, which is the Company's functional currency.

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.

### b) Accounting Standards Issued But Not Yet Effective

A number of new standards, and amendments to standards and interpretations, are not yet effective for the period ended March 31, 2017, and have not been applied in preparing these condensed interim financial statements.

New standard IFRS 9, "*Financial Instruments*"

New standard IFRS 15, "*Revenue from Contracts with Customers*"

New standard IFRS 16, "*Leases*"

The Company has not early adopted these revised standards and is currently assessing the impact that these standards will have on the financial statements. Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

## COPPER CREEK GOLD CORP.

Notes to Condensed Interim Consolidated Financial Statements

March 31, 2017

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### 3. Marketable Securities

The Company's marketable securities, which are classified as fair value through income or loss have been valued at their market prices.

March 31, 2017		December 31, 2016	
Cost	Market	Cost	Market
\$	\$	\$	\$
296,457	–	296,457	1

### 4. Accounts Receivable

The Company qualifies for the Goods and Sales Tax (GST) input tax credits in the amount of \$25,003 (December 31, 2016 - \$24,183), which may change pursuant to an audit by the taxation authorities.

### 5. Equipment

	Office Furniture and Equipment \$	Computer Equipment \$	Total \$
Cost:			
Balance at December 31, 2016	39,208	54,240	93,448
Write-off of equipment	(39,208)	(54,240)	(93,448)
Balance at March 31, 2017	–	–	–
Depreciation and impairment losses:			
Balance at December 31, 2016	37,943	53,004	90,947
Depreciation for the period	63	93	156
Write-off of equipment	(38,006)	(53,097)	(91,103)
Balance at March 31, 2017	–	–	–
Carrying amounts:			
Balance at December 31, 2016	1,265	1,236	2,501
Balance at March 31, 2017	–	–	–

During the three months ended March 31, 2017, the Company determined that its office furniture and equipment, and computer equipment, were obsolete and recognized a write-off of equipment of the remaining carrying value of \$2,345.



## COPPER CREEK GOLD CORP.

Notes to Condensed Interim Consolidated Financial Statements

March 31, 2017

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### 6. Unproven Resource Property Interests

	Blackwater Properties \$	Bakken Oil and Gas Leases \$	Total \$
Balance, December 30, 2015	180,197	10	180,207
Impairment	(180,197)	(9)	(180,206)
Balance, December 31, 2016 and March 31, 2017	–	1	1

#### Bakken Oil & Gas Leases in Canada and Certain Working Interest in the USA

On July 20, 2009 the Company acquired a 1% Gross Overriding Royalty to approximately 1100 acres (445 hectares consisting of 8 leases) in the Province of Saskatchewan, Canada and a 17.5% working interest in two producing gas wells: Bennet 1 and Bennet 2, located in Lavaca County, State of Texas, USA.; for \$10 and other considerations payable to the vendor, Lions Petroleum Inc. The property was written down to a nominal value \$1 on December 31, 2016.

### 7. Related Party Transactions

During the three months ended March 31, 2017, and 2016, the Company incurred the following expenses charged by directors and/or a company controlled by a director:

	2017 \$	2016 \$
Management fees	16,000	48,000
Office rent	–	19,500
Office and miscellaneous	–	7,500
Telephone charges	–	1,035
	16,000	76,035

As at March 31, 2017, the Company owed directors and officers of the Company \$81,504 (December 31, 2016 - \$64,235); these amounts represented management fees payable to directors and officers of the Company.

#### Key Management Compensation

Key management personnel are persons responsible for planning, directing and controlling the activities of an entity, and include executive and non-executive directors. Key management personnel compensation disclosed above comprised the follow:

	2017 \$	2016 \$
Key management personnel:		
Chief Executive Officer	16,000	24,000
Director	–	24,000
	16,000	48,000

## COPPER CREEK GOLD CORP.

Notes to Condensed Interim Consolidated Financial Statements

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### 8. Share Capital

Authorized: Unlimited number of common shares without par value.

There were no share transactions during the three months ended March 31, 2017.

#### *Stock Options*

The Company's incentive stock option plan allows for the grant of options to employees, consultants, officers and directors providing the number of shares that may be purchased under the option plan and all previously granted options, does not exceed 10% of the issued and outstanding share capital at the date of grant. The exercise price of the options granted will be no less than the discounted market price of the Company's shares (subject to a minimum of \$0.05) and the maximum term of the options is ten years.

	Number of Options	Weighted Average Exercise Price \$
Balance, December 31, 2015	174,500	1.00
Expired/Cancelled	(174,500)	1.00
Balance, December 31, 2016, and March 31, 2017	–	–

#### *Share Purchase Warrants*

	Number of Warrants	Weighted Average Exercise Price \$
Balance, December 31, 2015	11,864,365	0.10
Issued	9,722,666	0.10
Expired	(6,641,033)	0.10
Balance, December 31, 2016, and March 31, 2017	14,945,998	0.10

At March 31, 2017, the following share purchase warrants were outstanding:

Expiry Date	Number	Exercise Price \$
June 15, 2017	5,223,332	0.10
August 15, 2017	2,525,000	0.10
November 2, 2017	1,416,666	0.10
December 3, 2017	2,244,000	0.10
April 27, 2018	3,537,000	0.10
	14,945,998	

## COPPER CREEK GOLD CORP.

Notes to Condensed Interim Consolidated Financial Statements

March 31, 2017

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### 9. Commitments

Effective July 1, 2016 the Company moved to new premises. Under the three year rental agreement ending in June 30, 2019, the future basic monthly rental rate is as follows:

- \$1,349 plus operating costs per month to June 30, 2017;
- \$1,428 plus operating costs per month from July 1, 2017 to June 30, 2018; and
- \$1,507 plus operating costs per month from July 1, 2018 to June 30, 2019.

### 10. Contingency

Pursuant to a Receivership Order granted to the Alberta Energy Regulator (AER), a receiver has been appointed over all the properties of Lexin Resources Ltd. (Lexin) for failure to comply with a litany of orders to properly care for its wells and facilities. The Company which has a minority working interest has been named in the environmental protection order. The Company wrote off its working interest in the oil and gas property in 2009.

Management is unable to assess the Company's potential liability, if any, resulting from this action. No provision for possible loss has been included in these financial statements.

### 11. Segmented Information

The Company operates in a single industry segment. Assets by geographic location are as follows:

	March 31, 2017 \$	December 31, 2016 \$
Canada	78,654	110,712
United States of America	1	1
	78,655	110,713

### 12. Fair Value Measurement

The Company classified the fair value of the financial instruments according to the following fair value hierarchy based on the amount of observable inputs used to value the instruments:

- Level 1 - quoted prices in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e.: as prices) or indirectly (i.e.: derived from prices).
- Level 3 - inputs for the asset or liability that are not based on observable market data.

At March 31, 2017, the levels in the fair value hierarchy into which the Company's financial assets and liabilities measured and recognized in the statement of financial position at fair value are categorized are as follows:

	Level 1 \$	Level 2 \$
Cash	50,441	-

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### **13. Capital Disclosures**

The Company's objectives when managing capital are to raise the necessary equity financing to fund its exploration projects and to manage the equity funds raised which best optimizes its exploration programs and the interests of its equity shareholders at an acceptable risk. In the management of capital, the Company includes the components of shareholders' equity.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may raise additional equity funds and acquire new exploration properties as circumstances dictate.

There were no changes in the Company's approach to capital management during the three months ended March 31, 2017. The Company is not subject to externally imposed capital requirements.

### **14. Subsequent Events**

- a) Pursuant to a Release and Resignation Agreement dated and effective April 21, 2017, between the Company and Mr. Bing Jung ("Jung") and Clearbridge Capital Corp. ("Clearbridge"), the parties have agreed to the following:
  - Jung resigned from his directorship position and executive officer role at the Company;
  - Jung and Clearbridge agreed to the immediate termination of any and all management, administrative or other formal and informal financial arrangements with the Company; and
  - Jung and Clearbridge released the Company of all debts owing by the Company relating to shareholder's loans, rents, repayment of out-of-pocket expenses and management and administrative fees in the amount of \$133,980.
- b) On May 12, 2017, the Company announced a non-brokered private placement consisting of up to 3,000,000 units at \$0.05 per unit to raise gross proceeds of up to \$150,000. Each unit will consist of one common share and one share purchase warrant. Each share purchase warrant will entitle the holder to purchase one additional common share at \$0.10 per share for a period of 18 months from the closing date. The private placement is subject to approval of the TSX Venture Exchange.