

**Trifecta Gold Ltd.**  
**Interim Financial Statements**  
**For the six months ended**  
**June 30, 2017**  
**Unaudited – Prepared by Management**

Trifecta Gold Ltd.  
#1016 – 510 West Hastings Street  
Vancouver, British Columbia  
V6B 1L8

August 14, 2017

To the Shareholders of  
Trifecta Gold Ltd.

The attached interim financial statements have been prepared by the management of Trifecta Gold Ltd. and have not been reviewed by the auditor of the Company.

Yours truly,

Dylan Arnold-Wallinger  
Chief Executive Officer

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**Trifecta Gold Ltd.****Interim Statements of Financial Position****Unaudited – Prepared by Management**

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	Note	June 30, 2017 \$	December 31, 2016 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash		340,602	100,000
Receivables and prepayments	3	26,217	7,765
		<b>366,819</b>	<b>107,765</b>
<b>Non-current assets</b>			
Mineral property interests	4	2,009,334	1,530,204
<b>Total assets</b>		<b>2,376,153</b>	<b>1,637,969</b>
<b>Liabilities and shareholders' equity</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		20,637	55,113
Accounts payable to related parties	7	61,562	75,828
<b>Total liabilities</b>		<b>82,199</b>	<b>130,941</b>
<b>Shareholders' equity</b>			
Share capital	5	2,510,501	1,550,001
Deficit		(216,547)	(42,973)
<b>Total shareholders' equity</b>		<b>2,293,954</b>	<b>1,507,028</b>
<b>Total liabilities and shareholders' equity</b>		<b>2,376,153</b>	<b>1,637,969</b>

Nature of operations and going concern

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Events after the reporting period

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Approved on behalf of the Board of Directors on August 14, 2017:

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*"Bruce J. Kenway"***Director**

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*"Graham Downs"***Director**

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

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**Trifecta Gold Ltd.****Interim Statement of Changes in Shareholders' Equity****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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	<b>Number of shares #</b>	<b>Share capital \$</b>	<b>Deficit \$</b>	<b>Total shareholders' equity \$</b>
January 1, 2017	15,500,001	1,550,001	(42,973)	1,507,028
Common shares issued for cash	6,500,000	650,000	-	650,000
Common shares issued for mineral properties	1,150,000	310,500	-	310,500
Loss and comprehensive loss for the period	-	-	(173,574)	(173,574)
<b>June 30, 2017</b>	<b>23,150,001</b>	<b>2,510,501</b>	<b>(216,547)</b>	<b>2,293,954</b>

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

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**Trifecta Gold Ltd.****Interim Statements of Loss and Comprehensive Loss****Unaudited – Prepared by Management**

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**For the three and six months ended June 30, 2017**

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		Three months ended		Six months ended	
		June 30,	June 30,	June 30,	June 30,
		2017	2016	2017	2016
	Note	\$	\$	\$	\$
<b>Expenses</b>					
Accounting, audit and legal	7	54,757	-	88,515	-
General and administration expenses		233	-	3,197	-
Insurance		867	-	867	-
Investor relations and shareholder information		-	-	2,829	-
Management and administrative fees	7	15,076	-	29,527	-
Office rent	7	2,500	-	2,500	-
Property examination costs	7	-	-	6,630	-
Salaries and benefits	7	1,817	-	1,817	-
Transfer agent and filing fees		38,922	-	38,922	-
Loss from operating expenses		(114,172)	-	(174,804)	-
Interest income		1,230	-	1,230	-
<b>Loss and comprehensive loss for the period</b>		<b>(112,942)</b>	<b>-</b>	<b>(173,574)</b>	<b>-</b>
<b>Loss per share</b>					
<b>Weighted average number of common shares outstanding</b>					
- basic #	6	<b>22,000,001</b>	-	20,916,668	-
- diluted #	6	<b>22,000,001</b>	-	20,916,668	-
<b>Basic loss per share \$</b>	6	<b>(0.01)</b>	-	<b>(0.01)</b>	-
<b>Diluted loss per share \$</b>	6	<b>(0.01)</b>	-	<b>(0.01)</b>	-

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

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**Trifecta Gold Ltd.****Interim Statement of Cash Flows****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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	Note	\$
<b>Operating activities</b>		
Loss and comprehensive loss for the period		(173,574)
Interest income		(1,230)
Net change in non-cash working capital items	9	(1,322)
		<b>(176,126)</b>
<b>Financing activities</b>		
Issue of common shares for cash		650,000
		<b>650,000</b>
<b>Investing activities</b>		
Interest income		1,230
Mineral property acquisition costs		(81,445)
Deferred exploration and evaluation expenditures		(153,057)
		<b>(233,272)</b>
<b>Net increase in cash</b>		240,602
<b>Cash, beginning of period</b>		100,000
<b>Cash, end of period</b>		<b>340,602</b>

Supplemental cash flow information

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

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**1. Nature of operations and going concern**

Trifecta Gold Ltd. (the "Company") was incorporated on October 4, 2016 under the laws of the Province of British Columbia, Canada and was registered extra-territorially in the Yukon Territory on January 6, 2017. The Company's head office is located at 1016 - 510 West Hastings Street, Vancouver, British Columbia, Canada, V6B 1L8. Its records office is located at 1710 - 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3. The Company was a wholly owned subsidiary of Strategic Metals Ltd. ("Strategic"), until June 9, 2017, at which time Strategic's ownership position was reduced to approximately 9.19% through a Plan of Arrangement, which concluded with each Strategic shareholder receiving one Trifecta common share for every four and one-half Strategic common shares they owned as of May 31, 2017.

The Company was listed on the TSX Venture Exchange ("TSX-V") on June 15, 2017.

The Company's principal business activity is the acquisition, exploration and evaluation of mineral properties. The Company is in the process of exploring its mineral property interests and has not yet determined whether they contain mineral reserves that are economically recoverable. The Company's continuing operations and the underlying value and recoverability of the amounts shown for mineral property interests are entirely dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of the mineral property interests, obtaining the necessary permits to mine, and on future profitable production or proceeds from the disposition or option of the mineral property interests. The carrying amounts of mineral properties are based on costs incurred to date, and do not necessarily represent present or future values.

These interim financial statements ("financial statements") are prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations. The Company does not have revenues and has incurred operating losses since incorporation. As at June 30, 2017, the Company had working capital of \$284,620 (December 31, 2016 – working capital deficiency of \$23,176), and equity of \$2,293,954 (December 31, 2016 - \$1,507,028). Management has assessed that the Company will be adequately funded to continue as a going concern beyond one year. If the going concern assumption were not appropriate for these financial statements, it would be necessary to restate the Company's assets and liabilities on a liquidation basis.

**2. Significant accounting policies****(a) Basis of presentation**

These financial statements have been prepared in conformity with International Accounting Standard ("IAS") 34, Interim Financial Reporting, using the same accounting policies as detailed in the Company's audited financial statements for the period ended December 31, 2016, and do not include all the information required for full annual financial statements in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). It is suggested that the financial statements be read in conjunction with the December 31, 2016 financial statements.

These financial statements have been prepared on an historical cost basis, except for financial instruments which are classified as fair value through profit or loss ("FVTPL"). In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

The accounting policies used are those the Company expects to adopt in its financial statements for the year ended December 31, 2017, and have been applied consistently to all periods presented by the Company.

All amounts on the financial statements are presented in Canadian dollars which is the functional currency of the Company.

The Company was incorporated on October 4, 2016, therefore, comparative figures for statement of loss and comprehensive loss, statement of shareholder's equity and statement of cash flows for the six-month period ended June 30, 2016 are not applicable.

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**2. Significant accounting policies** (continued)**(b) Standards issued but not yet effective**

Certain pronouncements have been issued by the IASB or IFRIC that are effective for accounting periods beginning on or after January 1, 2018. Many of these updates are not applicable or consequential to the Company and have been excluded from the discussion below.

*Tentatively effective for annual periods beginning on or after January 1, 2018*

- New standard IFRS 9 *Financial Instruments*

IFRS 9 adds new requirements for impairment of financial assets and makes changes to the classification and measurement of financial instruments. When complete, IFRS 9 will replace IAS 39 *Financial Instruments: Recognition and Measurement*

The Company has initially assessed that there will be no material reporting changes as a result of adopting the new standard, however, there may be enhanced disclosure requirements.

**3. Receivables and prepayments**

Receivables and prepayments consists of the following:

	<b>June 30, 2017</b>	December 31, 2016
	\$	\$
Prepaid expenses	14,973	2,500
Sales tax recoverable	11,244	5,265
	<b>26,217</b>	<b>7,765</b>



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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**4. Mineral property interests**

The Company's mineral property interests consist of exploration stage properties located in the Yukon Territory. The properties have been grouped into those which are wholly-owned and those under option from other parties. Properties which are in close proximity and could be developed as a single economic unit are grouped into projects.

Changes in the project carrying amounts for the six months ended June 30, 2017 are summarized as follows:

	January 1, 2017	Acquisitions/ staking/ assessments	Exploration and evaluation	June 30, 2017
	\$	\$	\$	\$
<b>Wholly-owned projects</b>				
Eureka	1,136,660	-	23,168	1,159,828
Treble	115,095	-	2,434	117,529
Triple Crown	214,143	2,679	15,514	232,336
<b>Total</b>	<b>1,465,898</b>	<b>2,679</b>	<b>41,116</b>	<b>1,509,693</b>
<b>Wholly-owned and under option project</b>				
Trident - wholly-owned claims				
Squid	64,306	61,282	21,354	146,942
Trident - under option				
CH Claims	-	40,500	5,578	46,078
Squid East	-	140,540	12,435	152,975
Squid West	-	146,944	6,702	153,646
<b>Total</b>	<b>64,306</b>	<b>327,984</b>	<b>24,715</b>	<b>352,699</b>
<b>Total all projects</b>	<b>1,530,204</b>	<b>391,945</b>	<b>87,185</b>	<b>2,009,334</b>

Exploration and evaluation expenditures on the projects consisted of the following:

	Eureka	Treble	Triple Crown	Trident	Total
Six months ended June 30, 2017	\$	\$	\$	\$	\$
Field	1,301	-	714	1,117	3,132
Labour	20,926	2,434	9,291	37,752	70,403
Resource and environmental studies	-	-	5,374	-	5,374
Survey and consulting	-	-	-	7,200	7,200
Travel and accommodation	941	-	135	-	1,076
<b>Total</b>	<b>23,168</b>	<b>2,434</b>	<b>15,514</b>	<b>46,069</b>	<b>87,185</b>

**(a) Wholly-owned projects**

By an agreement dated December 9, 2016, the Company agreed to purchase the following mineral properties from Strategic by issuing Strategic 14,500,000 of its common shares at a value of \$0.10 per share, giving the transaction a total value of \$1,450,000. This agreed amount approximated the cumulative acquisition and exploration costs incurred on the properties by Strategic.

**4. Mineral property interests** (continued)

**(a) Wholly-owned projects** (continued)

Transactions between related parties take place at a fair market value, where such values can be determined. The purchased properties are exploratory mineral resource projects with no proven economic mineral reserves, so there was insufficient information to determine a fair value less cost to sell, or a value in use. Under IFRS 6, mineral property interests can be carried at cost until such time the properties become impaired. Given the properties were and are not considered impaired, and given a fair value could not be determined, it was concluded the cumulative costs to Strategic on the properties best represent the transfer value of the properties.

**(i) Eureka**

The Eureka project consists of a 100% interest in the Eureka mineral claims located in the Dawson Mining District, Yukon Territory. The project was acquired in 2016 from Strategic by the issue of 11,250,000 common shares at \$0.10 per share for an aggregate value of \$1,125,000.

The claims are subject to a 1% net smelter return royalty (“NSR”).

**(ii) Treble**

The Treble project consists of a 100% interest in LLL mineral claims located in the Dawson Mining District, Yukon Territory. The project was acquired in 2016 from Strategic by the issue of 1,150,000 common shares at \$0.10 per share for an aggregate value of \$115,000. The claims are not subject to any royalty interests.

**(iii) Triple Crown**

The Triple Crown project consists of a 100% interest in OOO mineral claims located in the Dawson Mining District, Yukon Territory. The project was acquired in 2016 from Strategic by the issue of 2,100,000 common shares at \$0.10 per share for an aggregate value of \$210,000. The claims are not subject to any royalty interests.

**(b) Wholly-owned and under option project**

**Trident**

The Trident project consists of the Squid claims, which are wholly-owned, and the CH, Squid East and Squid West claims which are being acquired under option agreements.

**Wholly-owned Claims**

The Squid claims are located in the Dawson Mining District, Yukon Territory, and were acquired by staking.

**Under Option Claims**

**(i) CH Claims**

By an agreement dated December 8, 2016, and amended on April 27, 2017, the Company may acquire a 100% interest in the CH mineral claims located in the Dawson Mining District, Yukon Territory from Coureur Des Bois Ltee Ltd (“Coureur”) for consideration of:

- Issuance of 1,500,000 common shares to Coureur as follows:
  - 150,000 shares upon completion of a TSX-V listing (issued June 15, 2017);
  - 150,000 shares on or before December 8, 2017;
  - 200,000 shares on or before December 8, 2018;
  - 300,000 shares on or before December 8, 2019; and
  - 700,000 shares on or before December 8, 2020.

**4. Mineral property interests** (continued)

**(b) Wholly-owned and under option project** (continued)

**Under Option Claims** (continued)

**(i) CH Claims** (continued)

Upon completion of the agreement, the Company will attain a 100% interest in the claims and Coureur will retain a 2% NSR from any precious metal commercial production and a 1% NSR from any non-precious metal commercial production. The Company would have the right at any time to purchase one-half of the NSR for \$1,000,000.

**(ii) Squid East and West Claims**

By an agreement dated December 15, 2016, and amended on April 24, May 16 and May 18, 2017, the Company may acquire up to a 75% interest in the Squid East and Squid West mineral claims located in the Dawson Mining District, Yukon Territory from Metals Creek Resources Corp. ("Metals Creek") for the following consideration:

For a 60% interest, the following cash payments, share issuances and exploration expenditures are required:

- Cash payments totaling \$45,000 as follows:
  - \$10,000 upon execution of the agreement (paid on January 10, 2017);
  - \$10,000 on or before December 15, 2017;
  - \$10,000 on or before December 15, 2018; and
  - \$15,000 on or before December 15, 2019.
- Issuance of common shares to Metals Creek as follows:
  - 1,000,000 shares upon completion of a TSX-V listing (issued June 15, 2017);
  - 1,000,000 shares on or before December 15, 2017;
  - 1,500,000 shares on or before December 15, 2018 or that number of shares with an aggregate value of \$1,500,000 calculated using the applicable volume weighted average price ("VWAP"), or the Company may elect to make a cash payment of \$1,500,000 in lieu of issuing the shares; and
  - 3,000,000 shares on or before December 15, 2019 or that number of shares with an aggregate value of \$3,000,000 using the applicable VWAP, or the Company may elect to make a cash payment of \$3,000,000 in lieu of issuing the shares.
- Exploration expenditures of \$2,250,000 as follows:
  - \$500,000 on or before July 15, 2018;
  - \$750,000 on or before December 15, 2018; and
  - \$1,000,000 on or before December 15, 2019.

The Company can acquire an additional 15% interest in the property by making a cash payment of \$50,000 on or before December 15, 2020, issuing to Metals Creek the lesser in value of (1) 3,500,000 common shares or (2) that number of shares with an aggregate value of \$3,500,000 calculated using the applicable VWAP on or before December 15, 2020, and by incurring an additional \$1,000,000 in exploration expenses on or before December 15, 2020. The Company may elect to make a cash payment of \$3,500,000 in lieu of issuing the shares. Should the Company attain its 60% or 75% interest and not proceed to acquire the remaining interest, a joint venture would be formed to further explore the properties, unless otherwise agreed.

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**5. Share capital**

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

**Transactions for the issue of share capital during the six months ended June 30, 2017:**

- (a) The Company issued 6,500,000 common shares to Strategic at a value of \$0.10 per share for proceeds of \$650,000.
- (b) The Company issued 1,000,000 common shares to Metals Creek under the option agreement for the Squid East and West claims (see note 4(b)(ii)), at the market value on issue of \$0.27 per share, for an aggregate value of \$270,000.
- (c) The Company issued 150,000 common shares to Coureur under the option agreement for CH claims (see note 4(b)(i)), at the market value on issue of \$0.27 per share, for an aggregate value of \$40,500.

**6. Loss per share**

The calculation of basic and diluted loss per share for the six months ended June 30, 2017 is based on the loss attributable to common shareholders of \$173,574 and a weighted average number of common shares outstanding of 20,916,668.

There were no other equity instruments outstanding as at June 30, 2017 that would impact the diluted weighted average number of common shares outstanding.

**7. Related party payables and transactions**

The Company's related parties include key management personnel and Directors and companies in which they have control or significant influence over the financial or operating policies. There were no loans to management personnel or Directors, or entities over which they have control or significant influence during the six months ended June 30, 2017.

Effective June 16, 2017, Dylan Arnold-Wallinger, the Company's President and CEO became a direct employee of the Company at a salary of \$6,000 per month. He was previously employed by Archer, Cathro & Associates (1981) Limited ("Archer Cathro") which charged the Company for his monthly services. All other key management personnel and Directors receive no salaries, non-cash benefits (other than incentive stock options), or other remuneration directly from the Company, other than noted below, and there are no employment contracts with them that cannot be terminated without penalty on thirty days notice. Key management personnel and Directors participate in the Company's stock option plan. No stock options were granted during the six months ended June 30, 2017.

The Company transacted with the following related parties:

- (a) Archer Cathro is a geological consulting firm which provides the Company with geological consulting services and administration. Dylan Arnold-Wallinger was a minority shareholder of Archer Cathro, which ended when he began employment with the Company. He provides the Company with management, administrative, corporate development and technical services.
- (b) Glenn Yeadon is the Company's Secretary. He controls Glenn R. Yeadon Personal Law Corporation ("Yeadon Law Corp"), which provides the Company with legal services.
- (c) Larry Donaldson is the Company's CFO. He is a partner of Donaldson Grassi, Chartered Professional Accountants, a firm in which he has significant influence. Donaldson Grassi provides the Company with accounting and tax services.

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**7. Related party payables and transactions (continued)**

The aggregate value of transactions and outstanding balances with related parties are as follows:

	<b>Transactions 6 months ended June 30, 2017 \$</b>	<b>Transactions 6 months ended June 30, 2016 \$</b>	<b>Balances outstanding, June 30, 2017 \$</b>	<b>Balances outstanding, December 31, 2016 \$</b>
Archer Cathro				
- Geological services	72,670	-	716	39,739
- Office and administration	37,439	-	14,332	10,885
	110,109	-	15,048	50,624
Yeadon Law Corp	51,574	-	37,517	16,204
Donaldson Grassi	25,385	-	8,997	9,000
Dylan Arnold-Wallinger	3,000	-	-	-
	<b>190,068</b>	<b>-</b>	<b>61,562</b>	<b>75,828</b>

All related party balances are unsecured and are due within thirty days without interest.

The related party transactions do not include expense reimbursements or recoverable sales tax amounts that are included in the period-end related party payable balances.

The transactions with the key management personnel and Directors are included in operating expenses as follows:

**(a) Accounting, audit and legal**

- Includes the legal services of the Company's Secretary, Glenn Yeadon, charged to the Company by Yeadon Law Corp.
- Includes the accounting services of the Company's CFO, Larry Donaldson, charged to the Company by Donaldson Grassi.

**(b) Management and administrative fees**

- Includes the portion of Dylan Arnold-Wallinger's salary related to management, administrative and corporate development services. The remainder of his salary is allocated to deferred exploration and evaluation expenditures for his project technical services.

**(c) Property examination costs**

- Includes charges by Archer Cathro for exploration personnel.

**(d) Rent**

- Charged by Archer Cathro.

**8. Income Taxes**

Income tax recovery varies from the amount that would be computed from applying the combined federal and provincial income tax rate to loss before income taxes as follows:

	<b>June 30, 2017 \$</b>
Loss for the period	(173,574)
Statutory Canadian corporate tax rate	26.00%
Anticipated income tax recovery	45,129
Unrecognized tax benefits	(45,129)
<b>Income tax expense (recovery)</b>	<b>-</b>

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**8. Income Taxes (continued)**

The Company has unused non-capital losses of approximately \$210,000 of which \$43,000 expire in 2036 and \$167,000 in 2037. The non-capital losses have not been recognized as tax benefits, as there is no certainty that future taxable profits will be available against which they can be utilized.

The Company has unclaimed resource deductions in the amount of \$2,015,974 which may be deductible against future taxable income.

**9. Supplemental cash flow information**

Changes in non-cash operating working capital during the six months ended June 30, 2017 were comprised of the following:

	<b>June 30, 2017</b>
	<b>\$</b>
Sales tax recoverable	(5,979)
Prepaid expenses	(12,473)
Accounts payable and accrued liabilities	5,989
Accounts payable to related parties	11,141
<b>Net Change</b>	<b>(1,322)</b>

The Company has incurred non-cash financing and investing activities during the six months ended June 30, 2017 as follows:

	<b>June 30, 2017</b>
	<b>\$</b>
Non-cash financing activities:	
Issue of share capital for option mineral property interests	310,500
Non-cash investing activities:	
Option of mineral property interest by issue of share capital	(310,500)
Deferred exploration expenditures included in accounts payable and accrued liabilities	67,867
	<b>(242,633)</b>

**10. Financial risk management****Capital management**

The Company is a junior resource exploration company and considers items included in equity as capital. The Company has no debt and does not expect to enter into debt financing. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of underlying assets. In order to maintain or adjust its capital structure, the Company may issue new shares, purchase shares for cancellation pursuant to normal course issuer bids or make special distributions to shareholders. The Company is not subject to any externally imposed capital requirements and does not presently utilize any quantitative measures to monitor its capital. The Company's capital structure as at June 30, 2017 is comprised of equity of \$2,293,954 (December 31, 2016 - \$1,507,028).

The Company currently has no source of revenues. In order to fund future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company's ability to continue as a going concern on a long-term basis and realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation is primarily dependent upon its ability to sell or option its mineral properties and its ability to borrow or raise additional financing from equity markets.

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**10. Financial risk management (continued)****Financial instruments - fair value**

The Company's financial instruments consist of cash, accounts payable and accrued liabilities, and accounts payable to related parties. The carrying value of accounts payable and accrued liabilities and accounts payable to related parties approximated their fair value because of the short-term nature of these instruments.

Financial instruments measured at fair value on the statement of financial position are summarized into the following fair value hierarchy levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within 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 (unobservable inputs).

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<hr/>				
<b>June 30, 2017</b>				
Cash	<b>340,602</b>	-	-	<b>340,602</b>
<hr/>				
December 31, 2016				
Cash	100,000	-	-	100,000
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**Financial instruments- risk**

The Company's financial instruments can be exposed to certain financial risks, including credit risk, interest rate risk, liquidity risk and market and currency risk.

**(a) Credit risk**

The Company is exposed to credit risk by holding cash. All of the Company's cash is held in financial institutions in Canada, and management believes the exposure to credit risk with respect to such institutions is not significant. The Company has minimal receivable exposure as its refundable credits are due from the Canadian Government.

**(b) Interest rate risk**

The Company is not exposed to any interest risk as it does not hold any financial securities or debt that would be impacted by fluctuation in interest rates.

**(c) Liquidity risk**

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources.

**(d) Market and currency risk**

The Company is not exposed to market risk because it does not own publicly traded marketable securities and does not have investments in other companies. It is not exposed to currency risk because it does not deal in foreign currencies.

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**Trifecta Gold Ltd.****Notes to the Interim Financial Statements****Unaudited – Prepared by Management**

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**For the six months ended June 30, 2017**

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**11. Events after the reporting period**

On July 6, 2017, and revised on July 18, 2017, the Company announced a non-brokered private placement offering (the "Offering") for the sale of up to 4,000,000 flow-through units at a price of \$0.25 per unit for total proceeds of \$1,000,000 and up to 5,000,000 non-flow-through units at a price of \$0.20 per unit for total proceeds of \$1,000,000.

Each flow-through unit will consist of one flow-through common share and one-half (1/2) of a share purchase warrant. Each non-flow-through unit will consist of one common share and one-half (1/2) of a share purchase warrant. A full warrant from either of the flow-through or the non-flow-through units will entitle the holder to purchase one additional non-flow-through common share at a price of C\$0.30 for a period of one year from the closing of the Offering.

In the event the closing price of Trifecta's common shares as traded on the TSX Venture Exchange is equal to or greater than C\$0.35 for a period of ten (10) consecutive trading days subsequent to the expiry of the applicable hold period, Trifecta may give notice of an earlier expiry of the warrants, in which case the warrants will expire thirty (30) calendar days from the giving of such notice.

On July 21, 2017, the Company completed the first tranche of the Offering consisting of the issue of 1,202,000 flow-through units at a price of \$0.25 per unit and 2,760,000 non-flow-through units at price of \$0.20 for gross proceeds of \$300,500 and \$552,000 respectively.

The Company must spend the proceeds from the flow-through units on qualified mineral exploration expenditures no later than December 31, 2018.

The Company anticipates that the second tranche of the Offering will close by late August 2017.