

Condensed Interim Financial Statements of

LEAGOLD MINING CORPORATION
(formerly HTI Ventures Corp.)

Three and twelve months ended September 30, 2016 and 2015

(Expressed in United States dollars)

(Unaudited)

NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed interim financial statements of Leagold Mining Corporation (the "Company")(formerly HTI Ventures Corp.) have been prepared by and are the responsibility of the Company's management. In accordance with National Instrument 51-102, the Company discloses that its independent auditor has not performed a review of these condensed interim financial statements.

Leagold Mining Corporation (formerly HTI Ventures Corp.)
Condensed Interim Statements of Financial Position
(Expressed in United States Dollars)
(Unaudited)

| | September 30, 2016 <i>(Note 2(b))</i> | September 30, 2015 <i>(Note 2(b))</i> | October 1, 2014 <i>(Note 2(b))</i> |
|-------------------------------------|---|---|--|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | \$ 25,449,249 | \$ 426 | \$ 19 |
| GST recoverable | 36,326 | 4,308 | 5,134 |
| Prepaid expenses | 125,040 | - | 3,764 |
| Total assets | \$ 25,610,615 | \$ 4,734 | \$ 8,917 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables (Note 3) | \$ 245,346 | \$ 179,719 | \$ 208,519 |
| Loan payable (Note 4) | - | 43,944 | 28,717 |
| | 245,346 | 223,663 | 237,235 |
| Equity | | | |
| Common shares (Note 5) | 26,119,183 | 10,468,764 | 10,468,764 |
| Preferred shares (Note 5) | - | 99,179 | 99,179 |
| Reserve | (86,542) | (149,134) | (188,198) |
| Deficit | (667,372) | (10,637,738) | (10,608,063) |
| Total equity | 25,365,269 | (218,929) | (228,318) |
| Total liabilities and equity | \$ 25,610,615 | \$ 4,734 | \$ 8,917 |

Nature and continuance of operations (Note 1)

Approved by the Board of Directors and authorized for issue on November 4, 2016:

| | |
|--------------------|----------|
| "Neil Woodyer" | Director |
| "Miguel Rodriguez" | Director |

Leagold Mining Corporation (formerly HTI Ventures Corp.)
Condensed Interim Statements of Loss and Comprehensive Loss
(Expressed in United States Dollars)
(Unaudited)

| | Three months ended September 30, | | Twelve months ended September 30, | |
|---|-------------------------------------|--------------------|--------------------------------------|--------------------|
| | 2016 | 2015 | 2016 | 2015 |
| | <i>(Note 2(b))</i> | | <i>(Note 2(b))</i> | |
| Expenses | | | | |
| Consulting services | \$ 275,255 | \$ - | \$ 275,255 | \$ - |
| Share-based compensation (Note 5(b)) | 257,180 | - | 257,180 | - |
| Professional services | 72,335 | 1,291 | 74,674 | 9,125 |
| Management services | 57,991 | - | 57,991 | - |
| Office and administration | 27,773 | 4,826 | 32,673 | 5,924 |
| Regulatory and transfer agent fees | 16,296 | 2,109 | 22,247 | 9,803 |
| Foreign exchange loss | 17,158 | - | 17,158 | - |
| Marketing and travel | 8,999 | 461 | 14,479 | 794 |
| | (732,987) | (8,686) | (751,657) | (25,646) |
| Cancellation of trade and other payables (Note 3) | - | - | 136,434 | - |
| Finance income (expense) | 17,604 | (4,087) | 17,646 | (4,029) |
| Loss and comprehensive loss for the period | \$ (715,383) | \$ (12,773) | \$ (597,577) | \$ (29,675) |
| Basic and diluted loss per share for the period | \$ (0.01) | \$ (0.00) | \$ (0.01) | \$ (0.00) |
| Weighted average number of common shares outstanding - basic and diluted | 70,676,702 | 35,435,538 | 44,221,641 | 35,435,538 |

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

Leagold Mining Corporation (formerly HTI Ventures Corp.)
Condensed Interim Statements of Changes in Equity
(Expressed in United States Dollars)
(Unaudited)

| | Common Shares | | Preferred Shares | | Reserve | Deficit | Total |
|---|---------------|---------------|------------------|----------|-------------|--------------|---------------|
| | Number | Amount | Number | Amount | | | |
| Balance at September 30, 2013 | 35,435,471 | 10,468,764 | 28,000 | 99,179 | 7,250 | (10,579,199) | (4,006) |
| Translation adjustment (Note 2(a)) | - | - | - | - | (195,448) | - | (195,448) |
| Net loss and comprehensive loss | - | - | - | - | - | (28,864) | (28,864) |
| Balance at October 1, 2014 | 35,435,471 | 10,468,764 | 28,000 | 99,179 | (188,198) | (10,608,063) | (228,318) |
| Translation adjustment (Note 2(a)) | - | - | - | - | 39,064 | - | 39,064 |
| Net loss and comprehensive loss | - | - | - | - | - | (29,675) | (29,675) |
| Balance at September 30, 2015 | 35,435,471 | 10,468,764 | 28,000 | 99,179 | (149,134) | (10,637,738) | (218,929) |
| Shares issued on private placement (Note 5) | 100,000,000 | 26,876,500 | - | - | - | - | 26,876,500 |
| Shares issued as finder's fees (Note 5) | 191,000 | 51,334 | - | - | - | - | 51,334 |
| Share issue costs (Note 5) | - | (808,651) | - | - | - | - | (808,651) |
| Share-based compensation (Note 5(c)) | - | - | - | - | 257,180 | - | 257,180 |
| Conversion of preferred shares (Note 5) | 28,000 | 99,179 | (28,000) | (99,179) | - | - | - |
| Reduction in capital (Note 5) | - | (10,567,943) | - | - | - | 10,567,943 | - |
| Translation adjustment (Note 2(a)) | - | - | - | - | (194,588) | - | (194,588) |
| Net loss and comprehensive loss | - | - | - | - | - | (597,577) | (597,577) |
| Balance at September 30, 2016 | 135,654,471 | \$ 26,119,183 | - | \$ - | \$ (86,542) | \$ (667,372) | \$ 25,365,269 |

¹Figures in these financial statements have been retroactively restated to reflect the stock split (Note 5).

Leagold Mining Corporation (formerly HTI Ventures Corp.)

Condensed Interim Statements of Cash Flows

(Expressed in United States Dollars)

(Unaudited)

| | Twelve months ended September 30, | |
|--|--------------------------------------|---------------|
| | 2016 | 2015 |
| Operating activities | | |
| Loss for the period | \$ (597,577) | \$ (29,675) |
| Adjust for: | | |
| Cancellation of trade and other payables (Note 3) | (136,434) | - |
| Share-based compensation (Note 5(b)) | 257,180 | - |
| Interest accrued on loan | - | 4,029 |
| Foreign exchange loss | 17,158 | - |
| Changes in non-cash working capital items: | | |
| GST recoverable | (32,018) | 826 |
| Prepaid expenses | (125,040) | 4,580 |
| Trade and other payables | 65,627 | 5,419 |
| Cash used in operating activities | (551,104) | (14,821) |
| Investing activities | | |
| Loan payable - advances (Note 4) | (43,944) | 15,228 |
| Cash (used in) provided by investing activities | (43,944) | 15,228 |
| Financing activities | | |
| Private placement, net of share issue costs (Note 5) | 26,067,849 | - |
| Cash provided by financing activities | 26,067,849 | - |
| Foreign exchange on cash and cash equivalents | (23,978) | - |
| Increase in cash and cash equivalents | 25,448,823 | 407 |
| Cash and cash equivalents, beginning of period | 426 | 19 |
| Cash and cash equivalents, end of period | \$ 25,449,249 | \$ 426 |

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

Leagold Mining Corporation (formerly HTI Ventures Corp.)

Notes to the Condensed Interim Financial Statements

September 30, 2016

(Expressed in United States Dollars)

(Unaudited)

1. NATURE AND CONTINUANCE OF OPERATIONS

Leagold Mining Corporation (“Leagold” or the “Company”) is incorporated under the laws of British Columbia and publicly listed on the NEX board of the TSX Venture Exchange. The address of the Company’s registered and records office is 2900 – 550 Burrard Street, Vancouver, British Columbia, V6C 0A3 and its executive office is 3123-595 Burrard Street, Vancouver, British Columbia, V7X 1J1. The Company’s principal business activity is the acquisition of gold mining operations and advanced-stage development projects.

On August 31, 2016, the Company changed its name to Leagold Mining Corporation to reflect its new focus on opportunities in the gold mining sector. The Company also changed its year-end from September 30 to December 31, to prepare for improved comparability with its gold sector peers.

These unaudited condensed interim financial statements are prepared 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.

2. BASIS OF PREPARATION, SIGNIFICANT ACCOUNTING POLICIES AND NEW STANDARDS

(a) Statement of compliance

These unaudited condensed interim financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards (“IFRS”), and in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, as issued by the International Accounting Standards Board (“IASB”). Certain disclosures included in the notes to the annual financial statements have been condensed in the following note disclosures or have been disclosed on an annual basis only. Accordingly, these unaudited condensed interim financial statements should be read in conjunction with the audited financial statements for the year ended September 30, 2015, which have been prepared in accordance with IFRS.

These unaudited condensed interim financial statements follow the same accounting policies and methods of application as the audited annual financial statements for the year ended September 30, 2015, except as noted below.

(b) Foreign currency translation

On September 30, 2016, the Company determined that its functional currency has changed from the Canadian dollar (“CAD”) to the United States dollar (“USD”) due to the Company’s exposure to the USD through the Company’s increased USD denominated expenses and the expectation of entering the gold mining sector where gold price (e.g. revenue) is primarily determined in USD. This change in accounting treatment is applied prospectively and the assets and liabilities of the Company have been translated from the Canadian dollar to the United States dollar at the exchange rate on the date of change in the functional currency.

In addition, the Company changed its presentation currency to USD. Accordingly, all comparative amounts have been presented in USD using the foreign exchange rate in effect at the date of the transactions. The change in the presentation currency did not result in a change in the loss per share for any of the periods presented. The following exchange rates were used to convert the previously filed CAD financial statements into USD: October 1, 2014 CAD 1.00 = USD 0.8929; 2014 average rate CAD 1.00 = USD 0.9233; September 30, 2015 CAD 1.00 = USD 0.7493; 2015 average rate CAD 1.00 = USD 0.8136. All resulting exchange rate differences are reported as a reserve in the statement of changes of equity.

Leagold Mining Corporation (formerly HTI Ventures Corp.)

Notes to the Condensed Interim Financial Statements

September 30, 2016

(Expressed in United States Dollars)

(Unaudited)

2. BASIS OF PREPARATION, SIGNIFICANT ACCOUNTING POLICIES AND NEW STANDARDS (continued)**(b) Foreign currency translation (continued)**

The change in presentation currency resulted in the following impact on the October 1, 2014, opening statement of financial position:

| | Reported at October 1, 2014, in CAD | Presentation currency change | Reported at October 1, 2014, in USD |
|-------------------|---|---------------------------------|---|
| Total assets | 9,987 | 1,070 | 8,917 |
| Total liabilities | (265,691) | (28,456) | (237,235) |
| Equity | 255,704 | 27,386 | 228,318 |

The change in presentation currency resulted in the following impact on the September 30, 2015, opening statement of financial position:

| | Reported at September 30, 2015, in CAD | Presentation currency change | Reported at September 30, 2015, in USD |
|-------------------|--|---------------------------------|--|
| Total assets | 6,318 | 1,584 | 4,734 |
| Total liabilities | (298,496) | (74,833) | (223,663) |
| Equity | 292,178 | 73,249 | 218,929 |

The net loss for the year ended September 30, 2015, was translated using the average rate of CAD 1.00 = USD 0.8136 which resulted in a net loss of \$29,675.

Foreign currency transactions are recorded at the exchange rate as at the date of the transaction. At each statement of financial position date, monetary assets and liabilities are translated using the period end foreign exchange rate. Non-monetary assets and liabilities in foreign currencies other than the functional currency are translated using the historical rate. All gains and losses on translation of these foreign currency transactions are included in the consolidated statements of operations.

(c) Recent accounting standards not yet effective

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective.

IFRS 9 – Financial Instruments is a partial replacement of IAS 39 “Financial Instruments: Recognition and Measurement”. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, with earlier adoption permitted.

Leagold Mining Corporation (formerly HTI Ventures Corp.)

Notes to the Condensed Interim Financial Statements

September 30, 2016

(Expressed in United States Dollars)

(Unaudited)

3. TRADE AND OTHER PAYABLES

| | September 30, 2016 | September 30, 2015 | October 1, 2014 |
|--------------------------|-------------------------------|-----------------------|--------------------|
| Trade and other payables | \$245,346 | \$179,719 | \$208,519 |

Accounts payable and accrued liabilities of \$136,434 were cancelled during the twelve months ended September 30, 2016.

4. LOAN PAYABLE

| | September 30, 2016 | September 30, 2015 | October 1, 2014 |
|--------------|-------------------------------|-----------------------|--------------------|
| Loan payable | \$Nil | \$43,944 | \$28,717 |

The loan payable was fully repaid during the twelve months ended September 30, 2016.

5. SHARE CAPITAL

On June 15, 2016, the Company approved a share stock split of its outstanding common shares that was implemented by way of a stock dividend whereby shareholders received one-half of one common share for each common share held.

The record date for the stock dividend was June 23, 2016, and the payment date was June 28, 2016. The Company's common shares began trading on the TSX Venture Exchange on a post-stock split basis on June 29, 2016.

All common share figures in these financial statements have been retroactively restated to reflect the stock split ratio of 1.5 new for 1 old.

On August 29, 2016, the Company closed a non-brokered private placement of 100,000,000 shares at a price of CAD\$0.35 per share for gross proceeds of \$26,876,500 (CAD\$35,000,000). The Company paid cash share issue costs totalling \$808,651 and issued 191,000 common shares with a deemed value of \$51,334 as finder's fees in relation to this non-brokered private placement.

On August 31, 2016, the outstanding preferred shares were converted on a 1:1 basis to common shares. In addition, on the same date, the Company completed a reduction of capital reducing the common shares account by \$10,567,943 (CAD\$13,921,011) with a corresponding reduction in the accumulated deficit.

(a) Authorized Capital

Unlimited common shares without par value.

(b) Stock options

The Company has adopted a rolling stock option plan (the "Plan") whereby options to acquire up to 10% of the issued share capital may be granted to eligible optionees from time to time. Generally, options granted have a maximum term of ten years, a vesting period determined by the directors, except for options granted to consultants and for investor relations activities which will vest at the rate of 25% every three months, and the exercise price may not be less than the discounted market price, as prescribed by the policies of the TSX Venture Exchange.

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September 30, 2016

(Expressed in United States Dollars)

(Unaudited)

5. SHARE CAPITAL (continued)

(b) *Stock options (continued)*

On July 11, 2016, the Company granted an aggregate of 3,500,000 incentive stock options at a price of CAD\$0.125 per share, exercisable until July 11, 2026, which vested immediately. Share-based compensation expense of \$257,180 using the Black-Scholes valuation model was recorded during the period.

The following assumptions were used for Black-Scholes valuation of the stock options granted during the three and twelve months ended September 30, 2016:

| | 2016 |
|-------------------------|-----------------|
| Risk-free interest rate | 1.24% |
| Expected life | 10 years |
| Annualized volatility | 75.00% |
| Dividend rate | 0.00% |
| Forfeiture rate | 0.00% |

6. CAPITAL RISK MANAGEMENT

The Company's objectives when managing capital are to maintain sufficient capital for potential investment opportunities and to pursue generative acquisition opportunities. Leagold intends to finance potential acquisitions with a prudent combination of equity, debt and other forms of finance.

The Company considers its cash to be its manageable capital. Excess cash deposits are restricted to guaranteed investment certificates of major banks or instruments of equivalent or better quality. No investments in asset-backed commercial paper are permitted.

The Company currently has no externally-imposed capital requirements except to maintain sufficient cash balances.

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The fair value of the Company's financial assets and liabilities approximates the carrying amount.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities

Level 2 – inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – inputs that are not based on observable market data.

None of the Company's financial instruments are held at fair value. The fair values of the Company's cash, trade and other payables and loan payable approximate their carrying values due to their short term nature.

The Company is exposed to varying degrees to a variety of financial instrument related risks. The Board approves and monitors the risk management processes, inclusive of counterparty limits, controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Leagold Mining Corporation (formerly HTI Ventures Corp.)

Notes to the Condensed Interim Financial Statements

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(Expressed in United States Dollars)

(Unaudited)

7. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (continued)

Credit risk

The Company's primary exposure to credit risk is on its cash. As the Company's policy is to limit cash holdings to instruments issued by major Canadian banks, the credit risk is considered by management to be negligible.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to pay financial instrument liabilities as they come due. The Company's liquidity risk from financial instruments is to repay accounts payable. The Company currently does maintain sufficient cash balances to meet these needs.

Foreign currency risk

The Company's reporting currency is the US dollar and major purchases are transacted in US dollars. The Company maintains Canadian and US dollar bank accounts in Canada. The Company is subject to gains and losses from fluctuations in the US dollar against the Canadian dollar.

Interest Rate Risk

The Company is exposed to interest rate risk on its cash. As cash is held in instruments issued by the Canadian bank, the interest rate risk is considered to be nominal.