Integra Resources Corp.

Unaudited Interim Condensed Consolidated Financial Statements

For the Three and Nine-Month Periods Ended
September 30, 2018 and 2017

Expressed in Canadian Dollars

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim condensed consolidated financial statements of Integra Resources Corp. are the responsibility of the management and Board of Directors of the Company.

The unaudited interim condensed financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the financial statements have been prepared within acceptable limits of materiality and are in accordance with International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited interim financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited interim financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

"George Salamis" (signed)
George Salamis, President and CEO

"Andrée St-Germain" (signed)
Andrée St-Germain, CFO

NOTICE TO READER

The accompanying unaudited interim condensed consolidated financial statements of the Company have been prepared by and are the responsibility of management. The unaudited interim condensed consolidated financial statements for the three and nine months ended September 30, 2018 and 2017 have not been reviewed by the Company's auditors.

Integra Resources Corp.

Unaudited Interim Condensed Consolidated Financial Statements

For the Three and Nine- Month Periods Ended
September 30, 2018 and 2017

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Integra Resources Corp.

Unaudited Interim Condensed Consolidated Statements of Financial Position

(Expressed in Canadian Dollars)

As at,	September 30, 2018	December 31, 2017
	$	$
Assets		
Current Assets		
Cash and cash equivalents *(Note 5)*	**3,502,165**	16,660,293
Receivables and prepaid expenses *(Note 10)*	**297,927**	404,448
Total Current Assets	**3,800,092**	17,064,741
Long-Term Deposits *(Note 10)*	**462,504**	450,504
Restricted Cash *(Note 11)*	**2,145,103**	3,646,423
Property, Plant and Equipment *(Note 7)*	**755,065**	76,238
Acquisition Prepayment *(Note 8)*	**29,473**	278,007
Exploration and Evaluation Assets *(Note 8)*	**64,539,150**	59,335,430
Total Assets	**71,731,387**	80,851,343
Liabilities		
Current Liabilities		
Trade and other payables *(Note 12)*	**1,008,063**	605,324
Current reclamation and remediation liability *(Note 14)*	**2,258,596**	2,188,805
Promissory note liability *(Note 13)*	**4,288,871**	-
Due to related parties *(Note 9)*	**136,048**	341,870
Total Current Liabilities	**7,691,578**	3,135,999
Promissory Note Liability *(Note 13)*	**-**	4,034,999
Reclamation and Remediation Liabilities *(Note 14)*	**47,475,423**	46,579,123
Total Liabilities	**55,167,001**	53,750,121
Shareholders' Equity (Deficiency)		
Share Capital *(Note 15)*	**45,934,888**	45,885,834
Reserves *(Note 15)*	**3,108,558**	1,987,382
Accumulated Other Comprehensive Income (Loss)	**(40,643)**	116,939
Accumulated Deficit	**(32,438,417)**	(20,888,933)
Total Equity	**16,564,386**	27,101,222
Total Liabilities and Equity	**71,731,387**	80,851,343

Nature of Operations *(Note 1)* and Going Concern *(Note 2)*
Commitments and Contingencies *(Note 13)*
Subsequent Events (*Note 18*)

These unaudited interim condensed consolidated financial statements were authorized for issue by the Board of Directors on November 22, 2018. They are signed on the Company's behalf by:

"Stephen de Jong", Director　　　　*"David Awram"*, Director

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

Integra Resources Corp.

Unaudited Interim Condensed Consolidated Statements of Operations and Comprehensive Income (Loss)

(Expressed in Canadian Dollars)

	Three-Month Periods Ended September 30,		Nine-Month Periods Ended September 30,	
	2018	2017	**2018**	2017
	$	$	**$**	$
Operating Expenses				
General and Administrative Expenses				
Depreciation	**(30,514)**	-	**(65,492)**	-
Compensation and benefits *(Note 9)*	**(295,593)**	(149,114)	**(1,288,137)**	(161,114)
Corporate development and marketing	**(165,548)**	(64,278)	**(549,203)**	(64,278)
Office expenses	**(151,131)**	(30,938)	**(487,294)**	(44,992)
Professional fees	**(26,838)**	(9,001)	**(239,772)**	(29,300)
Regulatory fees	**(13,842)**	(16,709)	**(52,299)**	(16,709)
Stock-based compensation	**(430,112)**	-	**(1,132,118)**	-
	(1,113,578)	(270,040)	**(3,814,315)**	(316,393)
Exploration and Evaluation Expenses	**(3,989,960)**	-	**(7,672,460)**	-
Operating Loss	**(5,103,538)**	(270,040)	**(11,486,775)**	(316,393)
Other Income (Expense)				
Interest income	**9,985**	-	**110,976**	-
Reclamation accretion expenses *(Note 14)*	**(347,955)**	-	**(1,028,643)**	-
Foreign exchange income (loss)	**(511,947)**	(1,209)	**854,958**	(1,209)
Prior years payables write-off	**-**	20,034	**-**	20,034
Gain on other financial assets *(Note 6)*	**-**	-	**-**	2,234
Total Other Income (Expense)	**(849,917)**	18,825	**(62,709)**	21,059
Net Income (Loss)	**(5,953,455)**	(251,215)	**(11,549,484)**	(295,334)
Other Comprehensive Income (Loss)				
Foreign exchange translation	**146,079**	-	**(157,582)**	-
Other Comprehensive Income (Loss)	**146,079**	-	**(157,582)**	-
Comprehensive Income (Loss)	**(5,807,376)**	(251,215)	**(11,707,066)**	(295,334)
Net Income (Loss) Per Share *(Note 17)*				
- basic and diluted	**(0.11)**	(0.02)	**(0.21)**	(0.03)
Weighted Average Number of Shares				
- basic and diluted (000's)	**56,065**	17,154	**56,053**	10,550

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

Integra Resources Corp.

Unaudited Interim Condensed Consolidated Statements of Changes in Equity (Deficiency)

(Expressed in Canadian Dollars, except share numbers)

	Share Capital		Reserves				
	Number of Shares*	Amount	Options	Warrants	Accumulated Other Comprehensive Income (Loss)	Deficit	Total
Balance at December 31, 2016	**1,915,801**	**$ 13,570,827**	**$ 525,620**	**$ 406,000**	**$ -**	**$ (15,365,056)**	**$ (862,609)**
Share issued for cash, net of issuance costs	10,197,879	1,778,902	-	-	-	-	1,778,902
Shares issued for debt settlement, net of issuance costs	6,287,730	785,967	-	-	-	-	785,967
Net loss	-	-	-	-	-	(295,334)	(295,334)
Balance at September 30, 2017	**18,401,410**	**16,135,696**	**525,620**	**406,000**	**-**	**(15,660,390)**	**1,406,926**
Balance at December 31, 2017	**56,020,074**	**45,885,834**	**1,143,382**	**844,000**	**116,939**	**(20,888,933)**	**27,101,222**
Share-based payments - options	-	-	1,132,118	-	-	-	1,132,118
Share-based payments - warrants exercised	44,837	49,054	-	(10,942)	-	-	38,112
Other comprehensive income (loss)	-	-	-	-	(157,582)	-	(157,582)
Net loss	-	-	-	-	-	(11,549,484)	(11,549,484)
Balance at September 30, 2018	**56,064,911**	**$ 45,934,888**	**$ 2,275,500**	**$ 833,058**	**$ (40,643)**	**$ (32,438,417)**	**$ 16,564,386**

** Number of shares outstanding reflects the 1 for 5 consolidation on January 30, 2017 and the 1 for 2.5 share consolidation announced on August 17, 2017 of the Company's issued and outstanding shares*

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

Integra Resources Corp.

Unaudited Interim Condensed Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)

	Nine-Month Periods Ended September 30,	
	2018	2017
	$	$
Operations		
Net income (loss)	**(11,549,484)**	(295,334)
Adjustments to reconcile net income (loss) to cash flow from operating activities:		
Depreciation	**65,492**	-
Reclamation accretion expenses	**1,028,643**	-
Reclamation expenditures *(Note 14)*	**(1,623,021)**	-
Gain on other financial assets	**-**	2,234
Unrealized foreign exchange loss (gain) on foreign exchange	**(692,134)**	-
Share-based payment	**1,132,118**	-
Net change in non-cash working capital items:		
Receivables, prepaid expenses and other assets	**106,521**	(25,840)
Trade and other payables	**463,578**	413,619
Due to related parties	**(205,822)**	225,345
Cash flow provided by (used in) operating activities	**(11,274,109)**	320,024
Investing		
Additions to property, plant and equipment	**(733,965)**	(4,766)
Long-term investments (*Note 11*)	**1,689,441**	-
Property acquisition costs	**(3,126,141)**	(745,113)
Property acquisition prepayment *(Note 8)*	**248,534**	-
Sale of available-for-sale investments	**-**	(2,234)
Cash flow used in investing activities	**(1,922,131)**	(752,113)
Financing		
Issuance of common shares *(Note 15 – warrants)*	**38,112**	1,778,902
Cash flow provided by financing activities	**38,112**	1,778,902
Increase (decrease) in cash and cash equivalents	**(13,158,128)**	1,346,813
Cash and cash equivalents at beginning of period	**16,660,293**	3,700
Cash and cash equivalents at end of period	**3,502,165**	1,350,513

Supplemental disclosure of non-cash activities in *Note 16*

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

1. NATURE OF OPERATIONS

Integra Resources Corp. ("Integra" or the "Company"), formerly Mag Copper Limited, was incorporated on April 15, 1997 as Berkana Digital Studios Inc. On December 4, 1998, the name of the Company was changed to Claim Lake Resource Inc. and on March 31, 2005, the Company changed its name to Fort Chimo Minerals Inc. On January 1, 2009, the Company amalgamated with its wholly-owned subsidiary, Limestone Basin Exploration Ltd. The amalgamated company continued to operate as Fort Chimo Minerals Inc. On June 14, 2011, the Company changed its name to Mag Copper Limited and on August 11, 2017, the Company changed its name to Integra Resources Corp.

The Company's head office, principal address and registered and records office is 1050 – 400 Burrard Street, Vancouver, BC V6C 3A6.

The Company trades on the TSX Venture under the trading symbol "ITR". The Company is listed on the OTCQX under the trading symbol "IRRZF".

Integra is a development-stage company engaged in the acquisition, exploration and development of mineral properties in the Americas. The primary focus of the Company is advancement of its DeLamar Project, consisting of the neighboring DeLamar and Florida Mountain Gold and Silver Deposits in the heart of the historic Owyhee County mining district in south western Idaho.

2. BASIS OF PREPARATION

2.1 Going Concern of Operations

These unaudited interim condensed consolidated financial statements have been prepared on a going concern basis and do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material. As at September 30, 2018, the Company had working capital deficit of $3,891,486 (December 31, 2017 – $13,928,742 working capital surplus), had not yet achieved profitable operations, had accumulated losses of $32,438,417 (December 31, 2017 - $20,888,933) and expects to incur future losses in the development of its business, all of which could impact the Company's ability to continue as a going concern.

The Company has a need for equity capital and financing for working capital and exploration and development of its properties. Because of continuing operating losses, the Company's continuance as a going concern is dependent upon its ability to obtain adequate financing and/or to reach profitable levels of operation. It is not possible to predict whether financing efforts will be successful or if the Company will attain profitable levels of operations. These conditions raise material uncertainty that may cast significant doubt as to the ability of the Company to continue operating as a going concern.

The Company is in the process of exploring its properties and has not yet determined whether these properties contain economically recoverable reserves. The continued operations of the Company and the amounts recoverable on these properties are dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the financing to complete the necessary exploration and development of such property and upon attaining future profitable production or proceeds from disposition of the properties.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements, unregistered claims, and non-compliance with regulatory and environmental requirements.

2. BASIS OF PREPARATION (continued)

2.2 Statement of Compliance

These unaudited interim condensed consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standards ("IAS") 34 'Interim Financial Reporting' ("IAS 34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

These unaudited interim condensed consolidated financial statements were authorized by the Board of Directors of the Company on November 22, 2018.

2.3 Basis of Presentation

These unaudited interim condensed consolidated financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's December 31, 2017 audited consolidated annual financial statements, except for the three new accounting policies adopted as January 1, 2018 (please see the "Recent Accounting Pronouncements" note below).

Foreign Currency Translation

The functional currency is the currency of the primary economic environment in which the entity operates and has been determined for each entity within the Company. The functional currency of the Canadian parent company and its Canadian subsidiary is the Canadian dollar. The functional currency of the Company's two US subsidiaries is the US dollar. The presentation currency of the Company is the Canadian dollar.

Transactions in United States ("US") currency have been translated into Canadian dollars in accordance with IAS 21 as follows:

i) Monetary items are translated at the exchange rates on the Consolidated balance sheet date;

ii) Non-monetary items measured at historical cost are translated at the exchange rates prevailing at the date of the transaction; Non-monetary items carried at fair value are translated at the rate that existed when the fair values were determined;

iii) Revenue and expenses are translated at the exchange rate at the date of transaction, except depreciation, depletion, and amortization, which are translated at the exchange rates applicable to the related assets. The average exchange rate is permitted if there is no significant fluctuation in the exchange rates;

iv) Exchange gains and losses on translation are reported in profit or loss. Exchange differences arising from the translation of the net investment in foreign entities are recognized in a separate component of equity, foreign currency translation reserve. When a foreign operation is sold, such exchange differences are recognized in net income as part of the gain or loss on sale.

2. BASIS OF PREPARATION (continued)

2.4 Adoption of New and Revised Standards and Interpretations

Recent Accounting Pronouncements

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods on or after January 1, 2018 or later periods. The Company has adopted the following new standards, amendments, and interpretations effective January 1, 2018:

IFRS 2 Share-based payments - Amendment was issued by the IASB on June 20, 2016 clarifying how to account for certain types of share-based payment transactions. The amendments provide requirements for the effect of vesting and non-vesting conditions on the measurement of cash-settled share-based payments, share-based payment transactions with a net settlement feature for withholding tax obligations, and a modification to the terms and conditions of a share-based payments that changes the classification of the transaction from cash-settled to equity-settled. These amendments did not impact the Company's unaudited interim condensed consolidated financial statements for the three and nine-month periods ended September 30, 2018 and 2017.

IFRS 9 – Financial Instruments ("IFRS 9") issued by the IASB in July 2014 will replace IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). 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. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9, except that an entity choosing to measure a financial liability at fair value will present the portion of any change in its fair value due to changes in the entity's own credit risk in other comprehensive income, rather than within profit or loss. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. This standard did not impact the Company's unaudited interim condensed consolidated financial statements for the three and nine-month periods ended September 30, 2018 and 2017.

IFRIC Interpretation 22 – In December 2016, the IASB issued IFRIC Interpretation 22 "Foreign Currency Transactions and Advance Consideration" ("IFRIC 22"). IFRIC 22 clarifies which date should be used for translation when a foreign currency transaction involves an advance payment or receipt. According to the interpretation, the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income is the date on which an entity initially recognized the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration. This interpretation did not impact the Company's unaudited interim condensed consolidated financial statements for the three and nine-month periods ended September 30, 2018 and 2017.

The following standards have been issued but are not effective during the period ended September 30, 2018:

IFRS 15 Revenue from Contracts with Customers - In May 2014, the IASB and FASB published this standard jointly and amended it in April 2016. This standard will replace all existing IFRS and US GAAP guidance on revenue and introduce a 5-step model for recognizing revenue from contracts with customers. New judgments and estimates will be required for the determination of the revenue line item in the financial statements. The new standard will require analysis of all sales contracts to ensure the promises to the customers are identified and accounted for appropriately. All companies will be subject to extensive new disclosure requirements. Calendar year companies are required to apply this standard for year ends beginning on January 1, 2018.

2. BASIS OF PREPARATION (continued)

2.4 Adoption of New and Revised Standards and Interpretations (continued)

Recent Accounting Pronouncements (continued)

The Company will adopt this standard in 2018 and doesn't expect any significant impact of the standard on the Company's consolidated financial statements at this stage. In case commercial production is declared, revenue from the sales of gold and silver would be recognized based on the identification of contract with customers, the determination of performance obligation under the contract, transaction price, and the contract execution time frame.

IFRS 16 - In January 2016, the IASB issued IFRS 16, Leases ("IFRS 16"), replacing IAS 17, Leases and related interpretations. The standard introduces a single on-balance sheet recognition and measurement model for lessees, eliminating the distinction between operating and finance leases. Lessors continue to classify leases as finance and operating leases. IFRS 16 becomes effective for annual periods beginning on or after January 1, 2019 and is to be applied retrospectively. Early adoption is permitted if IFRS 15, Revenue from Contracts with Customers ("IFRS 15") has been adopted. The Company has not yet determined the impact of the standard on the Company's consolidated financial statements.

2.5 Significant Accounting Estimates and Judgments

The preparation of the consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions which affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Estimates are based on historical experience and other factors considered to be reasonable and are reviewed on an ongoing basis. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively.

There have been no material revisions to the nature and amount of judgments or estimates as reported in the Company's audited consolidated financial statements for the year ended December 31, 2017.

3. CAPITAL MANAGEMENT

The Company's capital management goals are to: ensure there are adequate capital resources to safeguard the Company's ability to continue as a going concern; maintain sufficient funding to support the acquisition, exploration, and development of mineral properties and exploration and evaluation activities; maintain investors' and market confidence; and provide returns and benefits to shareholders and other stakeholders.

The Company's working capital deficit as of September 30, 2018 totaled $3,891,486 (December 31, 2017 - $13,928,742 working capital surplus). The Company's capital structure is adjusted based on the funds available to the Company such that it may continue exploration and development of its properties for the mining of minerals that are economically recoverable. The Board of Directors does not establish quantitative return on capital criteria, but rather relies on the expertise of management and other professionals to sustain future development of the business.

3. CAPITAL MANAGEMENT (continued)

The Company's properties are in the exploration and development stage and, as a result, the Company currently has no source of operating cash flow. The Company intends to raise such funds as and when required to complete its projects. There is no assurance that the Company will be able to raise additional funds on reasonable terms. The only sources of future funds presently available to the Company are through the exercise of outstanding stock options or warrants, the sale of equity capital of the Company or the sale by the Company of an interest in any of its properties in whole or in part. The ability of the Company to arrange such financing in the future will depend in part upon the prevailing capital market conditions as well as the business performance of the Company. There can be no assurance that the Company will be successful in its efforts to arrange additional financing, if needed, on terms satisfactory to the Company.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

There were no changes in the Company's approach to capital management during the nine-month period ended September 30, 2018. The Company is not subject to externally imposed capital restrictions. Please refer to "note 18 – Subsequent events" for details on the Company's recent financings.

4. FINANCIAL INSTRUMENTS

All financial instruments are initially measured at fair value plus or minus transaction costs (in the case of a financial asset or financial liability not at fair value through profit or loss). Subsequent measurements are designed either at amortized costs or fair value (gains and losses are either recognized in profit or loss (fair value through profit or loss, FVTPL) or recognized in other comprehensive income (fair value through other comprehensive income, FVTOCI)).

Fair Value

The Company has designated its cash and cash equivalents and other financial assets as FVTPL, which are measured at fair value. Trade and other payables and due to related parties are classified for accounting purposes as other financial liabilities, which are measured at amortized cost, which also equals fair value, due to the short-term nature of those items. The Company's promissory note payable is recorded using effective interest rate method. Fair values of trade and other payables and due to related parties are determined from transaction values which were derived from observable market inputs. Fair values of other financial assets are based on current bid prices at the balance sheet date.

IFRS requires disclosures about the inputs to fair value measurements, including their classification within a hierarchy that prioritizes the inputs to fair value measurement. 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.

(Expressed in Canadian Dollars)

4. FINANCIAL INSTRUMENTS (continued)

Fair Value (continued)

The Company's financial instruments are accounted for as follows under IFRS 9 (no changes comparing to IAS 39):

FINANCIAL ASSETS:	**CLASSIFICATION**
Cash and cash equivalents	FVTPL
Receivables	Loans and receivables, measured at amortized cost, less any impairment
Restricted cash, long-term	Loans and receivables, measured at amortized cost, less any impairment
Other financial assets	FVTPL

FINANCIAL LIABILITIES:	**CLASSIFICATION**
Trade and other payables	Other financial liabilities, measured at amortized cost
Due to related parties	Other financial liabilities, measured at amortized cost
Promissory note payables	Other financial liabilities, measured at amortized cost

The following tables summarizes the Company's financial instruments as at September 30, 2018:

	Level	**September 30, 2018**	December 31, 2017
FINANCIAL ASSETS:			
Cash and cash equivalents	1	3,502,165	16,660,293
Accounts receivables	2	51,600	87,474
Restricted cash, long-term	2	2,145,103	3,646,423
Other financial assets	1	-	-
FINANCIAL LIABILITIES:			
Trade and other payables	2	1,008,063	605,324
Due to related parties	2	136,048	341,870
Promissory note payables	2	4,288,871	4,034,999

Fair value estimates are made at a specific point in time, based on relevant market information and information about financial instruments. These estimates are subject to and involve uncertainties and matters of significant judgment, therefore cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

A summary of the Company's risk exposures as it relates to financial instruments are reflected below:

i) Credit Risk

Credit risk is the risk of loss associated with a counter-party's inability to fulfill its payment obligations. The credit risk is attributable to various financial instruments, as noted below. The credit risk is limited to the carrying value amount carried on the balance sheet.

a. Cash and cash equivalents – Cash and cash equivalents are held with major Canadian and U.S. banks and therefore the risk of loss is minimal.

b. Receivables – The Company is not exposed to significant credit risk as its receivables are mostly comprised of amounts due from the Canadian government.

4. FINANCIAL INSTRUMENTS (continued)

ii) Liquidity Risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities as they become due. As September 30, 2018, the Company had a working capital deficit of $3,891,486 (December 31, 2017 – $13,928,742 working capital surplus). The Company intends on securing further financing to ensure that the obligations are properly discharged. There can be no assurance that the Company will be successful in its efforts to arrange additional financing on terms satisfactory to the Company. If additional financing is raised by the issuance of shares from the treasury of the Company, control of Integra may change, and shareholders may suffer additional dilution. If adequate financing is not available, the Company may be required to delay, reduce the scope of, or eliminate one or more exploration activities or relinquish rights to certain of its interests. Failure to obtain additional financing on a timely basis could cause the Company to forfeit some or all of its interests and reduce or terminate its operations therein.

Please refer to "note 18 – Subsequent events" for details on the Company's recent financings.

iii) Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, commodity prices and/or stock market movements (price risk).

a. Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with a chartered Canadian and US financial institutions. The Company considers this risk to be immaterial.

b. Foreign Exchange Risk

The Company is exposed to currency fluctuations. The Company raises funds in Canadian dollars, but a significant portion of its activities are incurred in the US. This relationship between the Canadian and the US dollar will impact the Company's financial statements regularly.

5. CASH AND CASH EQUIVALENTS

The balance at September 30, 2018 consists of $3,502,165 cash and a short-term investment (December 31, 2017 - $16,660,293) on deposit with major Canadian and US banks.

Please refer to "note 18 – Subsequent events" for details on the Company's recent financings.

6. OTHER FINANCIAL ASSETS

As of September 30, 2018, the Company did not hold other financials assets.

During the nine-month period ended September 30, 2017, the Company sold 75,000 shares of Richmond and 100,000 shares of Surrey Capital Corp., for proceeds of $11,859. As a result of the sale, the Company recorded a gain on sale of other financial assets of $2,234 for the nine-month period ended September 30, 2017.

(Expressed in Canadian Dollars)

7. PROPERTY, PLANT AND EQUIPMENT

	Computers and software	Office furniture and equipment	Vehicles	Buildings, well, and buildings improvements*	Exploration equipment	Total
Balance at December 31, 2016	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**
Additions	55,697			4,140	18,694	78,531
Depreciation	(2,324)			-	-	(2,324)
Foreign exchange	31			-	-	31
Balance at December 31, 2017	**$ 53,404**	**$ -**	**$ -**	**$ 4,140**	**$ 18,694**	**$ 76,238**
Additions	62,608	53,174	28,985	309,220	279,978	733,965
Depreciation	(19,712)	(6,254)	(536)	(4,690)	(25,613)	(56,805)**
Foreign exchange	1,100	(1)	(3)	112	459	1,667
Balance at September 30, 2018	**$ 97,400**	**$ 46,919**	**$ 28,446**	**$ 308,782**	**$ 273,518**	**$ 755,065**

*Buildings improvements expenditures (related to the exploration and office buildings) occurred in the current period, hence those two groups were not included in the Company's December 31, 2017 Financial statements (Note 2.3(f) "Equipment"); exploration buildings improvements items are depreciated at a rate of 10% per year and office improvements items are depreciated at a rate of 4% per year.

**Total depreciation expense of $65,492 shown on the statement of operations and comprehensive income also includes $8,688 related to the staff house depreciation, reported in the exploration and evaluation assets.

Carrying amounts

December 31, 2016	$ -	$ -	$ -	$ -	$ -	$ -
December 31, 2017	$ 53,404	$ -	$ -	$ 4,140	$ 18,694	$ 76,238
September 30, 2018	**$ 97,400**	**$ 46,919**	**$ 28,446**	**$ 308,782**	**$ 273,518**	**$ 755,065**

8. EXPLORATION AND EVALUATION ASSETS

On November 3, 2017, the Company acquired 100% of interest in Kinross DeLamar Mining Company, a wholly-owned subsidiary of Kinross Gold Corporation ("Kinross"), which owns the DeLamar Gold and Silver Project ("DeLamar" or the "Project") for $7.5mm in cash and the issuance of 5,545,987 common shares of the Company that is equal to 9.9% of all of the issued and outstanding shares of the Company upon closing of the October 2017 $27.3mm financing. The Company paid $3.0mm cash at closing of the acquisition transaction and issued a $4.5mm promissory note, which is due in May 2019. The 5,545,987 common shares issued were valued at $4,714,089 on the closing date.

IFRS 3 defines a business combination as a transaction in which an acquirer obtains control of a business which is defined as an integrated set of activities and assets that are capable of being conducted and managed to provide a return to investors. The set of activities should contain inputs and processes.

The DeLamar acquisition does not meet the definition of a business combination as (i) the DeLamar Project is at the exploration stage with no defined mineral reserves, and (ii) Kinross DeLamar Mining Company doesn't contain any business processes, thus not meeting the definition of a business. Consequently, the transaction is not characterized as a business combination, and was accounted for as an asset acquisition.

Since the acquisition of the DeLamar property is considered to be an asset acquisition and not a business combination for accounting purpose, assets acquired and liabilities assumed are assigned a carrying amount based on their relative fair value. Direct attributable acquisition-related costs were capitalized as part of the cost of the asset in an asset acquisition.

Integra has also executed in December 2017 Purchase and Sale Agreements with two private entities (Empire and Banner) to acquire patented claims in the past-producing Florida Mountain Gold and Silver Project ("Florida Mountain") for a total consideration of US$2mm (C$2.6mm) in cash. The Company completed the purchase of the Florida Mountain Empire claims in January 2018 and paid US$1.6mm (C$2.1mm) at closing. The Company completed the acquisition of the Florida Mountain Banner claims in the second quarter of 2018 and paid US$0.4mm (C$0.5mm) at closing.

The cost of the mineral property as of September 30, 2018 is determined as $64,539,150 (December 31, 2017 - $59,335,430).

The Company reported $29,473 (December 31, 2017 - $278,007) in acquisition prepayment on the statement of financial position. As of December 31, 2017, the Company reported $278,007 in acquisition prepayment mostly related to the Florida Mountain acquisition from Empire and Banner. The expenditures related to those claims have been re-classified from the acquisition prepayment to the exploration and evaluation assets upon close of the Empire and Banner acquisition transactions in 2018. The current amount of $29,473 is related to claim acquisitions expected to close in subsequent months.

Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

(Expressed in Canadian Dollars)

8. EXPLORATION AND EVALUATION ASSETS (continued)

The following table outlines the exploration and evaluation assets break-down:

Exploration and Evaluation Assets Summary:

	DeLamar Deposit	Florida Mountain Deposit	Other claims	Total
Balance at December 31, 2017	$ 59,335,430	$ -	$ -	$ 59,335,430
Translation difference*	1,891,923	-	-	1,891,923
Cash payments	-	2,589,000	19,417	2,608,417
Claim Staking	56,480	68,083	-	124,563
Technical due diligence	12,558	4,209	10,712	27,479
Legal expenses	3,221	226,466	15,137	224,824
Title review and environment	-	25,161	8,434	33,595
Other expenses	-	4,678	390	5,068
Promissory note interest accretion expenses	255,227	-	-	255,227
Depreciation**	(8,735)	-	-	(8,735)
Total	**61,546,104**	**2,917,597**	**54,090**	**64,517,791**
Advance minimum royalty payments	1,942	19,417	-	21,359
Total exploration and evaluation assets at September 30, 2018	**$ 61,548,046**	**$ 2,937,014**	**$ 54,090**	**$ 64,539,150**

*December 31, 2017 closing balance of US $47,298,071 (C$59,335,430), translated to C$ with the September 30, 2018 exchange rate equals to $61,227,353, resulting in a $1,891,923 translation difference.
**A staff house building with a fair market value of US$187,150 (C$242,266) has been included in the DeLamar property. This building is being depreciated.

9. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION

Related parties include the Board of Directors and officers and enterprises that are controlled by these individuals as well as certain consultants performing similar functions.

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties).

As September 30, 2018, $136,048 (December 31, 2017 - $341,870) was owed to related parties, for payroll expenses, consulting fees, and other expenses. Due from related parties as September 30, 2018 was $29,831 (December 31, 2017 - $Nil), related to rent and office expenses (included in the receivables) due from entities in which Integra's directors are executives.

(Expressed in Canadian Dollars)

9. RELATED PARTY TRANSACTIONS AND KEY MANAGEMENT COMPENSATION (continued)

Key Management Compensation:

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 consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Remuneration attributed to key management personnel for the nine-month periods ended September 30, 2018 and 2017 were as follows:

		September 30, 2018		September 30, 2017
Short-term benefits*	$	713,939	$	208,132
Associate companies**		(41,722)		-
Stock-based compensation		823,205		-
Total	$	1,495,422	$	208,132

*Short-term employment benefits include salaries and consulting fees for key management.
**Net of payable/receivable due to/from entities in which Integra's directors are executives, mostly related to rent and office expenses.

10. RECEIVABLES, PREPAID EXPENSES, AND LONG-TERM DEPOSITS

Receivables and Prepaid Expenses

As at		**September 30, 2018**		December 31, 2017
Receivables	**$**	**51,600**	$	87,474
Prepaid expenses		**246,327**		316,974
Total receivables and prepaid expenses	**$**	**297,927**	$	404,448

Long-Term Deposits

As at		**September 30, 2018**		December 31, 2017
Long-term security deposit (Head- office lease)	**$**	**74,154**	$	74,154
Long-term deposit (EM Strategies)		**388,350**		376,350
Total Long-Term Deposits	**$**	**462,504**	$	450,504

Long-term deposits are related to the Company's third-party consultant who manages the water treatment and the environmental monitoring at the DeLamar site ("EM Strategies") and the head-office lease agreement. In accordance with the management agreement, the Company paid a US$300,000 (C$388,350) long-term deposit to EM Strategies for managing the environmental commitments of DeLamar. Head-office lease deposit of $74,154 will be applied to the 16th and 17th month's rent payable under the lease agreement.

At September 30, 2018, the Company anticipates full recovery of these amounts and therefore no impairment has been recorded against these receivables and long-term deposits. The Company holds no collateral for any receivable amounts outstanding as at September 30, 2018.

(Expressed in Canadian Dollars)

11. RESTRICTED CASH

The restricted cash balance at September 30, 2018 was $2,145,103 (December 31, 2017 - $3,646,423).

The current restricted cash consists of the following items: $1,867,476 (December 31, 2017 - $Nil) in cash collateral for surety bonds held as a security for the Company's reclamation and remediation obligations (see Note 14); $261,078 (December 31, 2017 - $Nil) in long-term deposit placed into an escrow account for EM Strategies, the Company's third-party consultant managing the water treatment and the environmental monitoring at the DeLamar site; $16,549 (December 31, 2017 - $Nil) long-term deposit held as a security for the Company's credit cards; and Nil$ (December 31, 2017 - $3,646,423) in long-term deposit held as a security (letter of credits) for the Company's reclamation and remediation obligations.

Restricted cash has been reduced in the current quarter as the Company arranged for US$2.9mm (C$3.7mm) in surety bond agreements with Lexon Insurance Company (the "Surety") to replace the letters of credit securing the Company's reclamation and remediation obligations (see Note 14). The cash collateral is held in trust and the Surety is entitled to a management fee of 2.5% calculated on an annualized basis.

12. TRADE AND OTHER PAYABLES

Trade and other payables of the Company are principally comprised of amounts outstanding for trade purchases relating to exploration activities and amounts payable for operating and financing activities. The usual credit period taken for trade purchases is between 30 to 90 days.

The majority of the Company's payables relates to drilling and exploration expenditures, compensation expenses and consulting fees.

The following is an aged analysis of the trade and other payables:

As at	**September 30, 2018**	December 31, 2017
<30 days	**$ 896,002**	$ 409,916
31 – 60 days	**5,031**	2,226
61 – 90 days	**4,104**	1,654
>90 days	**332**	-
Total Accounts Payable	**905,469**	413,796
Accrued Liabilities	**102,594**	191,528
Total Trade and Other Payables	**$ 1,008,063**	$ 605,324

Accrued liabilities at September 30, 2018, include accruals for exploration expenditures, payroll, investor relations, and office expenses.

(Expressed in Canadian Dollars)

13. COMMITMENTS AND CONTINGENCIES

Promissory Note

In November 2017, the Company acquired the DeLamar Gold and Silver Project for $7.5mm in cash, of which $3.0mm cash was paid at the closing of the transaction and $4.5mm is due 18 months post closing of the acquisition (May 2019). The Company issued a non-interest bearing promissory note in the amount of $4.5mm. The Company determined the fair value of the $4.5mm promissory note to be $4.2mm which is net of a $0.3mm debt discount. The debt discount is to be amortized over the term of the promissory note. Management's estimate of the market interest rate for the debt was 8.5%. The determination of the fair value of the promissory note required management to use judgment, including management's estimate of a market interest rate. 25% of DeLamar's shares has been pledged as security for the promissory note and is guaranteed by Integra Holdings U.S. Inc.

As at	**September 30, 2018**	December 31, 2017
Principal amount	**$ 4,500,000**	$ 4,500,000
Discount on promissory note, net of accretion	**(211,129)**	(465,001)
Carrying value of promissory note payable	**$ 4,288,871**	$ 4,034,999

The promissory note liability was reported as of December 31, 2017 under the non-current liabilities. As of September 30, 2018, the promissory note liability is reported under the current liabilities, as the promissory note is due within 12 months.

Net Smelter Return

A portion of the DeLamar Project is subject to a 2.5% NSR payable to Kinross. The NSR will be reduced to 1% once Kinross has received a total cumulative royalty payment of C$10 million.

Advance Minimum Royalties, Land Access Lease Payments, and Annual Claim Filings

The Company is required to make property rent payments related to its mining lease agreements with landholders, in the form of advance minimum royalties (“AMR”). There are multiple third-party landholders, and the royalty amounts due to each of them over the life of the Project varies with each property. The Company anticipates making AMR payments of approximately US$21,700 (C$28,091) in 2018 (December 31, 2017 – US$3,000 (C$3,764)), of which US$16,500 (C$21,359) was paid in the current nine-month period. The AMR commitments are expected to increase in future years as the Company acquires more land. The Company is obligated to make annual land access lease payments of approximately US$42,420 (C$54,913) – (December 31, 2017 - $Nil), which has been paid during the current nine-month period, and make payments of approximately US$87,350 (C$113,075) in annual BLM claim fees (paid in the third quarter of 2018).

Operating Leases

The Company has entered into office equipment, vehicle, and rent long-term operating lease agreements. As September 30, 2018, the Company was committed to the following payments under those lease agreements:

		September 30, 2018
Within one year	$	267,553
After one year but not more than five years		1,053,328
Total Operating Lease Commitments	$	1,320,881

(Expressed in Canadian Dollars)

14. RECLAMATION AND REMEDIATION LIABILITIES

The Company conducts its operations so as to protect the public health and the environment, and to comply with all applicable laws and regulations governing protection of the environment. The site has been reclaimed by the former owner, Kinross, and the Company's environmental liabilities consist of water treatment and environmental monitoring costs.

The reclamation and remediation obligation represent the present value of the water treatment and environmental monitoring activities expected to be completed over the next 70 years. The cost projection has been prepared by an independent third party with expertise in mining site reclamation. Water treatment costs could be reduced in the event that mining at DeLamar resumes in the future. The Company's cost estimates do not currently assume any future mining activities. Assumptions based on the current economic environment have been made, which management believes are a reasonable basis upon which to estimate the future liability.

These estimates are reviewed regularly to take into account any material changes to the assumptions. However, actual water treatment and environmental monitoring costs will ultimately depend upon future market prices for the required activities that will reflect market conditions at the relevant time.

The Company didn't change its December 31, 2017 reclamation assumptions and estimates - the discount rate used in estimating the site restoration cost obligation was 2.74% for the year ended December 31, 2017, inflation rate used range between 2.3% to 2.5% for the year ended December 31, 2017, and the market risk premium of 2.5% for the second and third year and 5% for the fourth year and thereafter.

The following table details the items that affect the water treatment and environmental monitoring obligations. For the nine-month period ended September 30, 2018, the Company decreased its long-term reclamation liability for the actual January – September 2018 reclamation and remediation expenses of $1,623,021 (for the post-acquisition period (November 3 - December 31, 2017) - $269,227) and increased that liability for the accretion applicable to the January – September 30, 2018 period in the amount of $1,034,135 (for the post-acquisition period (November 3 – December 31, 2017) - $2,303,776). As at September 30, 2018, the current portion of the reclamation and remediation obligation of $2,258,596 represents the total estimated water treatment and environmental monitoring costs to be incurred from January 1, 2018 to December 31, 2018. Expenditures of $1,623,021 have been incurred to date.

Water Treatment and Environmental Monitoring

		$
Liability balance at December 31, 2017		**48,767,928**
Translation difference*		1,554,976
Reclamation spending		(1,623,021)
Accretion expenses	1,028,643	
Accretion foreign exchange adjustment	5,492	
Net accretion expenses		1,034,135
Balance at September 30, 2018		**49,734,018**
Current portion		**2,258,596**
Non-current portion		**47,475,423**

*December 31, 2017 closing balance of US $38,874,395 (C$48,767,9280), translated to C$ with the September 30, 2018 exchange rate equals to $50,322,904, resulting in a $1,554,976 translation difference.

(Expressed in Canadian Dollars)

14. RECLAMATION AND REMEDIATION LIABILITIES (continued)

Regulatory authorities in certain jurisdictions require that security be provided to cover the estimated reclamation and remediation obligations.

The Company's reclamation and remediation obligations as of September 30, 2018 amount to US$2.9mm (C$3.8mm).

Reclamation and remediation obligations	C$	US$
Idaho Department of Lands	3,597,324	2,778,929
Idaho Department of Environmental Quality	129,450	100,000
Bureau of Land Management – Idaho State Office	35,469	27,400
Total	**$3,762,243**	**$2,906,329**

These obligations have been secured with surety bonds. These surety bonds have a 50% cash collateral requirement and are subject to a 2.5% management fee (see Note 11 – Restricted cash for further details).

15. SHARE CAPITAL

As required by IFRS, all references to share capital, common shares outstanding and per share amounts in these unaudited interim condensed consolidated financial statements and the accompanying notes have been restated retrospectively to reflect the January 2017 1 for 5 and the August 2017 1 for 2.5 share consolidations. The Company's outstanding options were adjusted on the same basis as the common shares, with proportionate adjustment being made to the exercise prices.

Share Capital

On August 17, 2017, the Company announced that it has filed articles of amendment to affect the name change to Integra Resources Corp., and a share consolidation on a 1 for 2.5 basis approved by shareholders of the Company at its annual and special meeting held on July 6, 2017. The share consolidation reduced the number of outstanding common Shares from 46,003,540 to 18,401,410. No fractional common Shares were issued pursuant to the Consolidation and any fractional common Shares that would have otherwise been issued have been rounded down to the nearest whole number and cancelled.

The Company is authorized to issue an unlimited number of common shares without par value. As at September 30, 2018, the total issued and outstanding common shares is 56,064,911 (December 31, 2017 – 56,020,074).

Activity during the nine-month period ended September 30, 2018

There were no financing activities in the nine-month period ended September 30, 2018. Please refer to "note 18 – Subsequent events" for details on the Company's recent financings.

15. SHARE CAPITAL (continued)

Activity during the year ended December 31, 2017

On January 30, 2017, the Company filed articles of amendment giving effect to the consolidation of its issued and outstanding common shares on a 1 for 5 basis. The Consolidation was approved by shareholders at the annual and special meeting held on June 21, 2016.

On March 16, 2017, the Company completed a non-brokered private placement for gross proceeds of $62,402 through the issuance of 499,215 common shares of the Company at a price of $0.13 per common share. The Company has also issued an aggregate of 6,287,730 common shares in settlement of an aggregate of $785,967 of indebtedness at a price of $0.13 per common share. As a result of the debt settlement, Medalist Capital Ltd. (former related party) has acquired 6,287,730 common shares of the Company representing approximately 72% of the issued and outstanding common shares of the Company on a non-diluted basis.

In connection with the issuance of the common shares subscribed for in the non-brokered offering, the Company has agreed to pay a finder's fee equal to 8% of the aggregate proceeds of the offering to be satisfied through the issuance of 39,935 common shares of the Company. As the amount represents a cost of share issuance recorded against the value of the shares issued, the amount is reported as $Nil.

On May 25, 2017, the Company completed a non-brokered private placement for gross proceeds of $835,000 through the issuance of 6,072,729 common shares of the Company at a price of $0.14 per common share.

On August 2, 2017, the Company completed a non-brokered private placement for gross proceeds of $896,500 through the issuance of 3,586,000 common shares of the Company at a price of $0.25 per Common Share.

On August 2, 2017, the Company consolidated its shares on a 1 for 2.5 basis.

On October 30, 2017, Integra closed a brokered financing for gross proceeds of $27,261,775. The Company issued 32,072,677 subscription receipts at a price of $0.85 per subscription receipt (which were converted into shares upon closing of the DeLamar acquisition on November 3, 2017). The Company paid the agents a cash commission equal to 6% of the gross proceeds, and issued broker warrants equal to 6% of the number of subscription receipts sold under the offering, excluding President's list subscription receipts. On November 3, 2017, the Company issued a total 1,793,488 Broker Warrants and each Broker Warrant shall entitle the holder thereof to subscribe for one common share of the Company at a price per share equal to the issue Price for a period of 18 months from the Closing Date.

On November 3, 2017, as a consideration of the Company's acquisition of the DeLamar Project, Integra issued to Kinross 5,545,987 Integra shares ($4,714,089), which is equal to 9.9% of all of the issued and outstanding Integra shares, as of November 3, 2017 (please see the "Exploration and Evaluation Assets" note).

Stock Options

The Company has an incentive stock option plan ("the Plan") whereby the Company can grant to directors, officers, employees and consultants options to purchase shares of the Company. The Plan provides for the issuance of stock options to acquire up to 10% of the Company's issued and outstanding capital. The Plan is a rolling plan as the number of shares reserved for issuance pursuant to the grant of stock options will increase as the Company's issued and outstanding share capital increases. As at September 30, 2018, the Company had 631,491 (December 31, 2017 – 1,444,807) options available for issuance.

(Expressed in Canadian Dollars)

15. SHARE CAPITAL (continued)

Stock Options *(continued)*

The Plan provides that it is solely within the discretion of the Board to determine who would receive stock options and in what amounts. In no case (calculated at the time of grant) shall the Plan result in:

- The aggregate number of options granted in a 12-month period to any one individual exceeding 5% of the outstanding shares of the Company;
- The maximum number of options which may be reserved for issuance to insiders of the Company shall not exceed 10% of the outstanding shares of the Company;
- The maximum number of options which may be issued to any insider of the Company, together with any previously established or proposed share compensation arrangements, within a 12-month period shall not exceed 5% of the outstanding shares of the Company.
- The maximum number of options, which may be issued to insiders of the Company, together with any previously established or proposed share compensation arrangements within a 12-month period shall not exceed 10% of the outstanding shares of the Company.

A summary of the changes in stock options for the nine-month period ended September 30, 2018 and year ended December 31, 2017 is as follows:

	September 30, 2018			December 31, 2017		
	Options		**Weighted Average Exercise price**	Options		Weighted Average Exercise price
Outstanding at the beginning of period	**4,157,200**	**$**	**1.00**	52,800	$	6.25
Granted	**825,000**		**1.09**	4,150,000		1.00
Forfeited/Expired	**(7,200)**		**3.13**	(45,600)		6.75
Outstanding at the end of period	**4,975,000**	**$**	**1.01**	4,157,200	$	1.00

The following table provides additional information about outstanding stock options as September 30, 2018:

	No. of options outstanding	Weighted average remaining life (Years)	Exercise price	No. of options currently exercisable	Expiration date
	4,150,000	4.1	$1.00	366,667	November 3, 2022
	250,000	4.3	$1.28	-	February 1, 2023
	250,000	4.4	$1.18	83,333	February 28, 2023
	225,000	4.9	$0.87	-	August 29, 2023
	100,000	4.9	$0.87	-	September 10, 2023
Total	**4,975,000**	**4.2**	**$1.01**	**450,000**	

(Expressed in Canadian Dollars)

15. SHARE CAPITAL (continued)

Share-based payments - options

A summary of the changes in the Company's reserve for share-based payments for the nine-month periods ended September 30, 2018 and 2017 is set out below:

	September 30, 2018	September 30, 2017
Balance at beginning of period	**$ 1,143,382**	$ 525,620
Changes	**1,132,118**	-
Balance at the end of period	**$ 2,275,500**	$ 525,620

On September 10, 2018, the Company granted 100,000 to a new employee, at an exercise price of $0.87 per share, with the expiry date September 10, 2023. The options were granted in accordance with the Company's Stock Option Plan and are subject to vesting provisions.

The share-based payment related to these options was calculated as $53,794 ($1,800 expensed in the current nine-month period).

On August 29, 2018, the Company granted 225,000 to a new employee, at an exercise price of $0.87 per share, with the expiry date August 29, 2023. The options were granted in accordance with the Company's Stock Option Plan and are subject to vesting provisions.

The share-based payment related to these options was calculated as $121,608 ($6,512 expensed in the current nine-month period).

On February 28, 2018, the Company granted 250,000 to a new director, at an exercise price of $1.18 per share, with the expiry date February 28, 2023. The options were granted in accordance with the Company's Stock Option Plan and are subject to vesting provisions.

The share-based payment related to these options was calculated as $176,755 ($110,734 expensed in the current nine-month period).

On February 1, 2018, the Company granted 250,000 to a new employee and a consultant, at an exercise price of $1.28 per share, with the expiry date February 1, 2023. The options were granted in accordance with the Company's Stock Option Plan and are subject to vesting provisions.

The share-based payment related to these options was calculated as $194,619 ($78,516 expensed in the current nine-month period).

On November 3, 2017, the Company granted 4,150,000 to its directors, officers and employees, at an exercise price of $1.00 per share, with the expiry date November 3, 2022. The options were granted in accordance with the Company's Stock Option Plan and are subject to vesting provisions.

The share-based payment related to these options was calculated as $2,520,963 ($934,556 expensed in the nine-month period ended September 30, 2018 (September 30, 2017 - $Nil)).

(Expressed in Canadian Dollars)

15. SHARE CAPITAL (continued)

Share-based payments – options (continued)

Total share-based payment included in the reserves in the nine-month period ended September 30, 2018 was $1,132,118 (September 30, 2017 - $Nil). The following assumptions were used for the Black-Scholes valuation of options granted during the nine-month periods ended September 30, 2018 and 2017:

	September 30, 2018	September 30, 2017
Dividend rate	**0%**	-
Expected annualized volatility	**71.82% - 75.15%**	-
Risk free interest rate	**2.03% - 2.23%**	-
Expected life of options	**5**	-
Weighted average of strike price of options granted	**$1.09**	-

Warrants

A summary of the changes in warrants to acquire an equivalent number of shares for the nine-month period ended September 30, 2018 and year ended December 31, 2017 is as follows:

	September 30, 2018			December 31, 2017		
	Warrants		**Weighted Average Exercise price**	Warrants		Weighted Average Exercise price
Outstanding at the beginning of period	**1,793,488**	**$**	**0.85**	-	$	-
Granted	**-**		**-**	1,793,488		0.85
Exercised	**(44,837)**		**0.85**	-		-
Outstanding at the end of period	**1,748,651**	**$**	**0.85**	1,793,488	$	0.85

The following table provides additional information about warrants as of September 30, 2018:

	No. of warrants outstanding	**Weighted average remaining life (Years)**	**Exercise price**	**Expiration date**
	1,748,651	0.59	$0.85	May 3, 2019
Total	**1,748,651**	**0.59**	**$0.85**	

Share-based payments - warrants

A summary of the changes in the Company's reserve for warrants for the nine-month periods ended September 30, 2018 and 2017 is set out below:

	September 30, 2018		September 30, 2017	
Balance at beginning of period	**$**	**844,000**	$	406,000
Changes		**(10,942)**		-
Balance at the end of period	**$**	**833,058**	$	406,000

15. SHARE CAPITAL (continued)

Share-based payments - warrants

In conjunction with the October 2017 private placement, the Company paid the agents a cash commission equal to 6% of the gross proceeds, and issued broker warrants equal to 6% of the number of subscription receipts sold under the offering, excluding President's list subscription receipts. On November 3, 2017, the Company issued a total 1,793,488 Broker Warrants at the exercise price of $0.85. Each Broker Warrant entitles the holder thereof to subscribe for one common share of the Company at a price per share equal to the issue price for a period of 18 months from the Closing Date.

Equity adjustment of $10,942 in the nine-month period ended September 30, 2018 is related to 44,837 warrants exercised during the same period.

16. SUPPLEMENTAL CASH FLOW INFORMATION

Non-cash activities conducted by the Company during the nine-month period ended September 30, 2018 and year ended December 31, 2017 are as follows:

Nine-month period ended September 30, 2018:

- Promissory note interest accretion $255,227

Year ended December 31, 2017:

- 5,545,987 shares issued to Kinross $4,714,089
- 1,793,488 broker warrants issued with a private placement (share issue costs) $438,000
- Assumed liabilities related to the reclamation liabilities $46,733,379
- Promissory note adjustment $3,965,764

17. NET INCOME (LOSS) PER SHARE

	September 30, 2018	September 30, 2017
Net income (loss) for the nine-month period	**$(11,549,484)**	$(295,334)
Basic weighted average numbers of share outstanding (000's)	**56,053**	10,550
Diluted weighted average numbers of shares outstanding (000's)	**56,053**	10,550
Loss per share:		
Basic	**$(0.21)**	$(0.03)
Diluted*	**$(0.21)**	$(0.03)

*Basic (loss) income per share is computed by dividing net (loss) income (the numerator) by the weighted average number of outstanding common shares for the period (the denominator). Options and warrants outstanding have been excluded from computing diluted earnings per share because they are anti-dilutive or not in the money.

18. SUBSEQUENT EVENTS

- On October 31, 2018, the Company closed its previously announced offering of 6,867,600 special warrants (the “Special Warrants”) at an issue price of $0.80 per Special Warrant for gross proceeds of $5,494,080 (the “Non-Brokered Offering”). The Company paid approximately $122,600 to certain finders in connection with the Non-Brokered Offering. The Special Warrants were converted into 6,867,600 free trading common shares, for no additional consideration, on November 15, 2018.

- On November 6, 2018, the Company closed its previously announced offering of 14,375,000 common shares (the “Common Shares”) at an issue price of $0.80 per Common Share for gross proceeds of $11,500,000 (the “Brokered Offering”). The Company paid the agents an aggregate cash fee of $600,000. The Company also paid a finder’s fee of $90,000 to a finder in connection with the Brokered Offering.