



Condensed Interim Consolidated Financial Statements - 3rd quarter
September 30, 2018 and 2017

The condensed interim consolidated financial statements of Robex Resources Inc. for the third quarter ended September 30, 2018 as well as the corresponding comparative data were not subject to a review by the Company's auditor.

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INTERIM CONSOLIDATED STATEMENTS OF INCOME**(unaudited)**

(all amounts are in Canadian dollars unless otherwise indicated)

**Third quarters
ended September 30,****Nine-month periods
ended September 30,**

| | 2018 | 2017 | 2018 | 2017 |
|---|-------------------|------------|-------------------|------------|
| | \$ | \$ | \$ | \$ |
| REVENUE - GOLD SALES | 19,820,202 | 14,786,230 | 59,768,876 | 42,398,793 |
| COSTS OF OPERATIONS | | | | |
| Mining operation expenses - note 6 | 7,459,967 | 5,377,710 | 21,960,710 | 15,694,735 |
| Administrative expenses - note 7 | 3,149,584 | 2,449,178 | 9,846,350 | 6,089,067 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 3,176,164 | 2,001,528 | 9,003,204 | 5,544,348 |
| Stock-based compensation expense - note 16 | 51,936 | 807,398 | 51,936 | 807,398 |
| OPERATING INCOME | 5,982,551 | 4,150,416 | 18,906,676 | 14,263,245 |
| OTHER EXPENSES (INCOME) | | | | |
| Financial expenses - note 8 | 1,344,836 | 1,677,911 | 4,240,631 | 5,110,100 |
| Foreign exchange loss (gain) | 15,110 | (58,671) | (200,341) | (131,504) |
| Change in fair value of financial liabilities - note 21 | (48,340) | 1,702,729 | (1,777,995) | 789,502 |
| Gain on disposal of property, plant and equipment | (616,717) | --- | (616,717) | --- |
| Write-off of mining properties - note 11 | --- | --- | --- | 873,863 |
| Other income | (10,608) | (6,732) | (30,430) | (32,509) |
| Income before income tax expense | 5,298,270 | 835,179 | 17,291,528 | 7,653,793 |
| Income tax expense | 173,480 | 124,322 | 519,244 | 300,438 |
| NET INCOME FOR THE PERIOD | 5,124,790 | 710,857 | 16,772,284 | 7,353,355 |
| ATTRIBUTABLE TO | | | | |
| Common shareholders | 4,597,561 | 380,894 | 15,276,077 | 7,032,656 |
| Non-controlling interest | 527,229 | 329,963 | 1,496,207 | 320,699 |
| | 5,124,790 | 710,857 | 16,772,284 | 7,353,355 |
| EARNINGS PER SHARE - note 19 | | | | |
| Basic | 0.008 | 0.001 | 0.026 | 0.012 |
| Diluted | 0.008 | 0.001 | 0.026 | 0.012 |

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

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)**(unaudited)**

(all amounts are in Canadian dollars unless otherwise indicated)

**Third quarters
ended September 30,****Nine-month periods
ended September 30,**

| | 2018 | 2017 | 2018 | 2017 |
|---|--------------------|-----------|-------------------|-----------|
| | \$ | \$ | \$ | \$ |
| NET INCOME FOR THE PERIOD | 5,124,790 | 710,857 | 16,772,284 | 7,353,355 |
| Other comprehensive income (loss) | | | | |
| Item that may be reclassified subsequently to net income (loss) | | | | |
| Exchange difference | (1,731,233) | (348,624) | (817,889) | 1,840,907 |
| COMPREHENSIVE INCOME | 3,393,557 | 362,233 | 15,954,395 | 9,194,262 |
| COMPREHENSIVE INCOME ATTRIBUTABLE TO | | | | |
| Common shareholders | 3,384,472 | 28,114 | 14,495,257 | 8,907,921 |
| Non-controlling interest | 9,085 | 334,119 | 1,459,138 | 286,341 |
| | 3,393,557 | 362,233 | 15,954,395 | 9,194,262 |

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

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

| | Common shareholders | | | | Total | Non-controlling interest | Total equity |
|--|---------------------|-------------------------|---------------------|--|-------------------|--------------------------|-------------------|
| | Share capital | Reserve - stock options | Deficit | Accumulated other comprehensive income - note 17 | | | |
| Balance as at December 31, 2017 | 66,734,172 | 3,300,359 | (30,311,332) | 3,966,503 | 43,689,702 | (221,122) | 43,468,580 |
| Net income for the period | --- | --- | 15,276,077 | --- | 15,276,077 | 1,496,207 | 16,772,284 |
| Other comprehensive loss | --- | --- | --- | (780,820) | (780,820) | (37,069) | (817,889) |
| Comprehensive income (loss) for the period | --- | --- | 15,276,077 | (780,820) | 14,495,257 | 1,459,138 | 15,954,395 |
| Stock options charged to expense during the period - note 16 | --- | 51,936 | --- | --- | 51,936 | --- | 51,936 |
| Balance as at September 30, 2018 | 66,734,172 | 3,352,295 | (15,035,255) | 3,185,683 | 58,236,895 | 1,238,016 | 59,474,911 |
| Balance as at December 31, 2016 | 66,734,172 | 2,492,961 | (41,155,836) | 860,754 | 28,932,051 | (746,504) | 28,185,547 |
| Net income for the period | --- | --- | 7,032,656 | --- | 7,032,656 | 320,699 | 7,353,355 |
| Other comprehensive income (loss) | --- | --- | --- | 1,875,265 | 1,875,265 | (34,358) | 1,840,907 |
| Comprehensive income for the period | --- | --- | 7,032,656 | 1,875,265 | 8,907,921 | 286,341 | 9,194,262 |
| Stock options charged to expense during the period - note 16 | --- | 807,398 | --- | --- | 807,398 | --- | 807,398 |
| Balance as at September 30, 2017 | 66,734,172 | 3,300,359 | (34,123,180) | 2,736,019 | 38,647,370 | (460,163) | 38,187,207 |

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

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

| | As of September 30, 2018 \$ | As of December 31, 2017 \$ |
|---|--------------------------------------|-------------------------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash | 16,800,240 | 2,137,755 |
| Inventories - note 9 | 6,786,684 | 6,686,299 |
| Accounts receivable - note 10 | 1,231,978 | 1,245,928 |
| Prepaid expenses | 342,617 | 107,493 |
| Deposits paid | 1,316,305 | 975,333 |
| | 26,477,824 | 11,152,808 |
| MINING PROPERTIES - note 11 | 5,620,602 | 5,251,860 |
| PROPERTY, PLANT AND EQUIPMENT - note 12 | 84,293,512 | 83,105,137 |
| INTANGIBLE ASSETS | 82,575 | 98,969 |
| TOTAL ASSETS | 116,474,513 | 99,608,774 |
| LIABILITIES | | |
| CURRENT LIABILITIES | | |
| Accounts payable - note 14 | 15,619,875 | 19,118,434 |
| Current portion of long-term debt - note 13 | 8,605,221 | 7,615,128 |
| Line of credit - note 13 | --- | 658,651 |
| Repayable debentures upon demand | 7,105,000 | --- |
| Conversion rights at fair value of convertible debentures | 7,500 | 1,748,431 |
| Debt components at amortized cost of convertible debentures | 11,620,619 | 17,140,849 |
| | 42,958,215 | 46,281,493 |
| LONG-TERM DEBT - note 13 | 13,765,822 | 9,604,321 |
| ENVIRONMENTAL LIABILITIES - note 15 | 275,565 | 254,380 |
| TOTAL LIABILITIES | 56,999,602 | 56,140,194 |
| EQUITY | | |
| Share capital | 66,734,172 | 66,734,172 |
| Reserve - stock options - note 16 | 3,352,295 | 3,300,359 |
| Deficit | (15,035,255) | (30,311,332) |
| Accumulated other comprehensive income - note 17 | 3,185,683 | 3,966,503 |
| | 58,236,895 | 43,689,702 |
| Non-controlling interest | 1,238,016 | (221,122) |
| TOTAL EQUITY | 59,474,911 | 43,468,580 |
| TOTAL LIABILITIES AND EQUITY | 116,474,513 | 99,608,774 |

Going concern (note 1)

Subsequent events (note 23)

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

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|---|---------------------------------------|--------------------|---|--------------------|
| | 2018 | 2017 | 2018 | 2017 |
| | \$ | \$ | \$ | \$ |
| CASH FLOWS FROM THE FOLLOWING ACTIVITIES: | | | | |
| Operating | | | | |
| Net income for the period | 5,124,790 | 710,857 | 16,772,284 | 7,353,355 |
| Adjustments for: | | | | |
| Change in fair value of financial liabilities | (48,340) | 1,702,729 | (1,777,995) | 789,502 |
| Gain on disposal of property, plant and equipment | (616,717) | --- | (616,717) | --- |
| Exchange difference | (39,811) | (12,556) | (3,802) | 112,525 |
| Financial expenses | 1,344,832 | 1,677,911 | 4,240,631 | 5,110,100 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 3,176,164 | 2,001,528 | 9,003,204 | 5,544,348 |
| Write-off of mining properties | --- | --- | --- | 873,863 |
| Stock-based compensation expense | 51,936 | 807,398 | 51,936 | 807,398 |
| Net changes in non-cash working capital items - note 18 | (2,608,507) | (3,832,832) | (2,333,259) | (3,080,799) |
| Paid interest | (1,211,292) | (1,166,037) | (1,974,561) | (2,872,211) |
| | 5,173,055 | 1,888,998 | 23,361,721 | 14,638,081 |
| Investing | | | | |
| Variation in deposits paid | 61,228 | (277,814) | 43,241 | 1,038,801 |
| Acquisition of mining properties | (97,364) | (94,091) | (357,188) | (294,158) |
| Acquisition of property, plant and equipment | (3,559,562) | (1,587,273) | (13,938,267) | (10,306,545) |
| Disposal of property, plant and equipment | 1,350,997 | --- | 1,350,997 | --- |
| Acquisition of intangible assets | --- | --- | (1,731) | --- |
| | (2,244,701) | (1,959,178) | (12,902,948) | (9,561,902) |
| Financing | | | | |
| Long-term debt contracted | 11,549,531 | --- | 11,549,531 | 4,982,781 |
| Repayment of long-term debt | (1,763,840) | (2,566,144) | (6,549,172) | (6,394,892) |
| Variation of lines of credit | (401,597) | (774,764) | (666,486) | (4,921,171) |
| | 9,384,094 | (3,340,908) | 4,333,873 | (6,333,282) |
| Effect of exchange rate changes on cash | 94,608 | (37,874) | (130,161) | (211,435) |
| Increase (decrease) in cash | 12,407,056 | (3,448,962) | 14,662,485 | (1,468,538) |
| Cash at the beginning of the period | 4,393,184 | 4,327,648 | 2,137,755 | 2,347,224 |
| Cash at the end of the period | 16,800,240 | 878,686 | 16,800,240 | 878,686 |
| Tax paid | 103,092 | --- | 546,224 | 114,204 |

Additional information (note 18)

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

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

1 - NATURE OF OPERATIONS AND GOING CONCERN

Nature of activities

Robex Resources Inc. (the "Company") is a junior Canadian operation and exploration mining company. The Company has entered into commercial operation on its Nampala deposit, located on the Mininko permit, on January 1st, 2017. In addition to its operational mining activities, the Company currently holds four exploration permits, all located in Mali, West Africa. These permits all demonstrate a favourable geology with a potential for the discovery of gold deposits. The head office's address is 437 Grande Allée Est, Québec (Quebec) G1R 2J5, Canada.

Going concern

These condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards (IFRS) based on the going concern assumption, which contemplates the realization of assets and the settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. Management is aware in making its assessment of material uncertainties related to events and conditions that lend a significant doubt upon the Company's ability to continue as a going concern, and accordingly, the appropriateness of the use of IFRS applicable to a going concern, as described in the following paragraph. These condensed interim consolidated financial statements do not reflect the adjustment to the carrying values of assets and liabilities, expenses and consolidated statement of financial position classifications that would be necessary were the going concern assumption inappropriate. These adjustments could be material.

As of September 30, 2018, the Company has an accumulated deficit of \$15,035,255 (\$30,311,322 as at December 31, 2017). In addition to ongoing working capital requirements, the Company must secure sufficient funding to meet its obligations and existing commitments for exploration and evaluation programs, for mining operation, and for pay general and administration costs. As at September 30, 2018, the Company had a working capital deficiency of \$16,480,391 (\$35,128,685 as at December 31, 2017), including cash of \$16,800,240 (\$2,137,755 as at December 31, 2017).

Until the Company's mining operations have confirmed an adequate improvement in financial condition, the continuation of its activities will depend on its ability to continue to have necessary financing by way of borrowing. While management has been successful in securing financing in the past, there can be no assurance it will be able to do so in the future, that such sources of funding or initiatives will be available to the Company or that they will be available on terms acceptable to the Company. If management is unable to renew necessary funding, the Company may be unable to continue its operations, and amounts realized for assets might be less than amounts reflected in these condensed interim consolidated financial statements.

Although the Company has taken steps to verify the title to mining properties 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 and may not be in compliance with regulatory requirements.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

2 - BASIS OF PRESENTATION

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB), applicable to the preparation of interim financial statements, including IAS 34, «Interim Financial Reporting». These condensed interim consolidated financial statements should be read in conjunction with the most recent annual consolidated financial statements of the Company, which have been prepared in accordance with IFRS as issued by the IASB. These condensed interim consolidated financial statements were approved by the Board of Directors for issue on November 28, 2018.

3 - SIGNIFICANT ACCOUNTING POLICIES

Functional and presentation currency

The Canadian dollar is the presentation currency and the euro is the functional currency of the Company since January 1st, 2017. Before January 1st, 2017, the CFA franc was the functional currency of the Company. This change had no impact on these condensed interim consolidated financial statements as the exchange rate between the euro and the CFA franc was set by the European Union and West Africa at a fixed rate of 655.957 CFA francs for one euro.

Financial instruments

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provision of the instrument. Financial assets are derecognized when the rights to receive cash flows from the assets have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

All financial instruments are required to be measured at fair value on initial recognition. Subsequent to initial recognition, financial assets and financial liabilities are measured based on their classification. At initial recognition, the Company classifies its financial instruments in the following categories:

Financial assets at amortized cost

Financial assets at amortized cost are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Financial assets at amortized cost are recognized initially at the amount expected to be received, less, when material, a discount to reduce the loans and receivables to fair value. Subsequently, they are measured at amortized cost using the effective interest method less a provision for impairment. Financial assets at amortized cost are included in current assets, except for those with maturities greater than twelve months after the end of the reporting period, which are classified as non-current assets.

The Company's Financial assets at amortized cost include cash, accounts receivable (except taxes receivable) and deposits paid.

Financial liabilities at amortized cost

Financial liabilities at amortized cost consist of accounts payable, lines of credit, the debt components of convertible debentures and long-term debt. Financial liabilities are initially recognized at the amount required to be paid, less, when material, a discount to reduce the payables to fair value. Subsequently, they are measured at amortized cost using the effective interest method. They are classified as current liabilities if payment is due within twelve months. Otherwise, they are presented as non-current liabilities.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

3 - SIGNIFICANT ACCOUNTING POLICIES - (continued)

Financial instruments - (continued)

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit and loss include warrants and the conversion rights of the convertible debentures, and the variation thereof is recorded in profit or loss.

The convertible debentures are valued in Canadian dollars, which is not the functional currency of the Company. Therefore, they must be separated into a debt component and a derivative financial instrument component based on the characteristics listed in the description of the share capital of the Company. The fair value of the derivative financial instrument associated with the debenture was initially evaluated using the Black and Scholes model. This amount has been classified as a liability and measured initially and subsequently at fair value and will continue to be so measured until the instrument is converted or the expiry date has arrived, with exchange differences recorded in profit or loss. The difference between the fair value and the amount of funding was allocated to the debt components of the debentures. These will be amortized until they are carried out or until they are exercised.

Due to a settlement currency other than the functional currency, the warrants do not qualify as equity instruments and are classified as derivative instruments in the liability section. They are measured initially and subsequently at fair value.

Transaction costs

Transaction costs related to financial instruments, that are not classified as assets or liabilities at fair value through profit or loss, are recognized as adjustments to the cost of the financial instrument in the consolidated statement of financial position at the time of initial recognition and are amortized using the effective interest rate method.

4 - CHANGES IN ACCOUNTING METHODS

IFRS 15 Revenue from Contracts with Customers

In May 2014, the International Accounting Standards Board (IASB) issued IFRS 15 *Revenue from Contracts with Customers* "IFRS 15". The objective of this new standard is to provide a single, comprehensive revenue recognition model for all contracts with customers to improve comparability. This new standard contains principles that an entity will apply to determine the measurement of revenue and the moment when it is recognized. The underlying principle is that an entity will recognize revenue to depict the transfer of goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services. On January 1, 2018, the Company adopted IFRS 15 retrospectively and revised their revenue recognition policy in accordance with the requirements of IFRS 15. The Company has determined that the adoption of IFRS 15 has no significant impact on their condensed interim consolidated financial statements.

IFRS 9 Financial Instruments

In July 2014, the IASB issued the final version of IFRS 9 *Financial Instruments* "IFRS 9", which 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. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. Requirements relating to hedge accounting representing a new hedge accounting model have also been added to IFRS 9. On January 1, 2018, the Company adopted IFRS 9 retrospectively and revised their revenue recognition policy in accordance with the requirements of IFRS 9. The Company has determined that the adoption of IFRS 9 has no significant impact on their condensed interim consolidated financial statements.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

5 - SEGMENTED INFORMATION

The Company operates in Mali. The operating segments presented reflect the Company's management structure and how the Company's principal operational decision-maker assesses business performance. The composition of the reporting segments was changed on January 1st, 2017 to represent operating, exploration and corporate management activities separately. The Company evaluates the performance of its operating segments primarily based on operating income, as shown in the following tables.

| | Quarter ended September 30, 2018 | | | \$ Total |
|--|----------------------------------|------------------------|-------------------------|-------------------|
| | Operations (Nampala, Mali) | Explorations (Mali) | Corporate management | |
| REVENUE - GOLD SALES | 19,820,202 | --- | --- | 19,820,202 |
| Mining operation expenses - note 6 | 6,778,444 | --- | --- | 6,778,444 |
| Royalties - note 6 | 681,523 | --- | --- | 681,523 |
| Administrative expenses - note 7 | 1,707,523 | 1,158 | 1,440,903 | 3,149,584 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 3,174,689 | --- | 1,475 | 3,176,164 |
| Stock-based compensation expense - note 16 | --- | --- | 51,936 | 51,936 |
| OPERATING INCOME (LOSS) | 7,478,023 | (1,158) | (1,494,314) | 5,982,551 |

| | Quarter ended September 30, 2017 | | | \$ Total |
|--|----------------------------------|------------------------|-------------------------|------------------|
| | Operations (Nampala, Mali) | Explorations (Mali) | Corporate management | |
| REVENUE - GOLD SALES | 14,786,230 | --- | --- | 14,786,230 |
| Mining operation expenses - note 6 | 4,898,529 | --- | --- | 4,898,529 |
| Royalties - note 6 | 479,181 | --- | --- | 479,181 |
| Administrative expenses - note 7 | 1,195,025 | 1,335 | 1,252,818 | 2,449,178 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 1,998,699 | --- | 2,829 | 2,001,528 |
| Stock-based compensation expense - note 16 | --- | --- | 807,398 | 807,398 |
| OPERATING INCOME (LOSS) | 6,214,796 | (1,335) | (2,063,045) | 4,150,416 |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

5 - SEGMENTED INFORMATION - (continued)

| | Nine-month periods ended September 30, 2018 | | | |
|--|---|------------------------|-------------------------|--------------------|
| | Operations (Nampala, Mali) | Explorations (Mali) | Corporate Management | \$ Total |
| REVENUE - GOLD SALES | 59,768,876 | --- | --- | 59,768,876 |
| Mining operation expenses - note 6 | 19,977,122 | --- | --- | 19,977,122 |
| Royalties - note 6 | 1,983,588 | --- | --- | 1,983,588 |
| Administrative expenses - note 7 | 4,824,768 | 5,109 | 5,016,473 | 9,846,350 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 8,998,779 | --- | 4,425 | 9,003,204 |
| Stock-based compensation expense - note 16 | --- | --- | 51,936 | 51,936 |
| OPERATING INCOME (LOSS) | 23,984,619 | (5,109) | (5,072,834) | 18,906,676 |
| TOTAL ASSETS AS OF SEPTEMBER 30, 2018 | 106,688,525 | 7,996,691 | 1,789,298 | 116,474,513 |
| | | | | |
| | Nine-month periods ended September 30, 2017 | | | |
| | Operations (Nampala, Mali) | Explorations (Mali) | Corporate Management | \$ Total |
| REVENUE - GOLD SALES | 42,398,793 | --- | --- | 42,398,793 |
| Mining operation expenses - note 6 | 14,558,272 | --- | --- | 14,558,272 |
| Royalties - note 6 | 1,136,463 | --- | --- | 1,136,463 |
| Administrative expenses - note 7 | 3,484,088 | 8,879 | 2,596,100 | 6,089,067 |
| Depreciation of property, plant and equipment and amortization of intangible assets | 5,535,861 | --- | 8,487 | 5,544,348 |
| Stock-based compensation expense - note 16 | --- | --- | 807,398 | 807,398 |
| OPERATING INCOME (LOSS) | 17,684,109 | (8,879) | (3,411,985) | 14,263,245 |
| TOTAL ASSETS AS OF DECEMBER 31, 2017 | 91,534,313 | 6,477,412 | 1,597,049 | 99,608,774 |

The Company's proceeds come from one client. The Company does not economically depend on a limited number of buyers for the sale of gold, as gold can be sold through many commodity traders around the world.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

6 - MINING OPERATION EXPENSES

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|---|---------------------------------------|-----------|---|-------------|
| | 2018 | 2017 | 2018 | 2017 |
| | \$ | \$ | \$ | \$ |
| Operating and maintenance supplies and service | 3,807,319 | 2,973,194 | 12,280,913 | 7,997,789 |
| Fuel | 2,099,034 | 1,314,805 | 5,916,044 | 4,375,649 |
| Reagents | 1,434,013 | 986,757 | 3,919,419 | 3,011,949 |
| Employee benefit expenses | 808,734 | 747,735 | 2,508,375 | 2,359,511 |
| Inventory change | 80,813 | (297,241) | 838,714 | 138,113 |
| Less: production expenses capitalized as stripping cost | (1,451,469) | (826,721) | (5,486,343) | (3,324,739) |
| | 6,778,444 | 4,898,529 | 19,977,122 | 14,558,272 |
| Mining royalties | 681,523 | 479,181 | 1,983,588 | 1,136,463 |
| | 7,459,967 | 5,377,710 | 21,960,710 | 15,694,735 |

7 - ADMINISTRATIVE EXPENSES

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|-----------------------------|---------------------------------------|-----------|---|-----------|
| | 2018 | 2017 | 2018 | 2017 |
| | \$ | \$ | \$ | \$ |
| Operations and explorations | 1,708,681 | 1,196,360 | 4,829,877 | 3,492,967 |
| Corporation management | 1,440,903 | 1,252,818 | 5,016,473 | 2,596,100 |
| | 3,149,584 | 2,449,178 | 9,846,350 | 6,089,067 |

8 - FINANCIAL EXPENSES

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|---|---------------------------------------|-----------|---|-----------|
| | 2018 | 2017 | 2018 | 2017 |
| | \$ | \$ | \$ | \$ |
| Real interest debt component of convertible debentures | 574,621 | 538,664 | 1,705,124 | 1,599,405 |
| Imputed interest debt component of convertible debentures | 296,542 | 589,127 | 1,584,769 | 1,678,974 |
| Interest on long-term debt | 297,197 | 462,711 | 639,450 | 1,315,172 |
| Interest on lines of credit | 6,981 | 40,290 | 41,407 | 368,675 |
| Bank charges | 162,054 | 41,197 | 247,594 | 130,561 |
| Change in environmental liabilities | 7,441 | 5,922 | 22,287 | 17,313 |
| | 1,344,836 | 1,677,911 | 4,240,631 | 5,110,100 |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

9 - INVENTORIES

| | As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|-------------------------------------|---|-------------------------------------|
| Work in progress inventory ("doré") | 2,096,194 | 3,240,011 |
| Parts and supplies | 4,430,248 | 3,237,158 |
| Ore stockpiles | 238,458 | 203,642 |
| Silver (metals) | 21,784 | 5,488 |
| | 6,786,684 | 6,686,299 |

10 - ACCOUNTS RECEIVABLE

| | As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|-------------------|---|-------------------------------------|
| Taxes receivable | 1,142,270 | 859,036 |
| Other receivables | 89,708 | 386,892 |
| | 1,231,978 | 1,245,928 |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

11 - MINING PROPERTIES

| | Kolomba | Mininko | Sanoula | Kamasso | N'Golopène | Total |
|---|------------------|------------------|------------------|----------------|------------|------------------|
| Undivided interest | 100% | 100% | 100% | 100% | Expired | |
| Mining rights and titles | | | | | | \$ |
| Balance as of December 31, 2016 | 72,139 | 101,320 | 197,062 | 10,929 | 2,648 | 384,098 |
| Acquisition costs | --- | 11,291 | --- | 11,291 | --- | 22,582 |
| Write-offs ⁽¹⁾ | --- | --- | --- | --- | (2,508) | (2,508) |
| Exchange rate changes | 4,498 | 6,506 | 12,286 | 872 | (140) | 24,022 |
| Balance as of December 31, 2017 | 76,637 | 119,117 | 209,348 | 23,092 | --- | 428,194 |
| Exchange rate changes | (163) | (253) | (445) | (50) | --- | (911) |
| Balance as of September 30, 2018 | 76,474 | 118,864 | 208,903 | 23,042 | --- | 427,283 |
| Exploration costs | | | | | | \$ |
| Balance as of December 31, 2016 | 1,023,431 | 1,976,211 | 1,055,992 | 38,205 | 866,542 | 4,960,381 |
| Expenses incurred | 66,775 | 156,389 | 66,775 | 111,582 | --- | 401,521 |
| Write-offs ⁽¹⁾ | --- | --- | --- | --- | (871,355) | (871,355) |
| Amortization | 10,725 | 22,996 | 10,725 | 16,859 | --- | 61,305 |
| Exchange rate changes | 66,257 | 126,965 | 68,289 | 5,490 | 4,813 | 271,814 |
| Balance as of December 31, 2017 | 1,167,188 | 2,282,561 | 1,201,781 | 172,136 | --- | 4,823,666 |
| Expenses incurred | 40,323 | 178,924 | 45,107 | 92,832 | --- | 357,186 |
| Amortization | 3,375 | 18,037 | 3,375 | 7,318 | --- | 32,105 |
| Exchange rate changes | (3,549) | (9,461) | (3,734) | (2,894) | --- | (19,638) |
| Balance as of September 30, 2018 | 1,207,337 | 2,470,061 | 1,246,529 | 269,392 | --- | 5,193,319 |
| | | | | | | \$ |
| Total as of December 31, 2017 | 1,243,825 | 2,401,678 | 1,411,129 | 195,228 | --- | 5,251,860 |
| Total as of September 30, 2018 | 1,283,811 | 2,588,925 | 1,455,432 | 292,434 | --- | 5,620,602 |

⁽¹⁾ The N'Golopène research and exploration permit expired on May 18, 2017.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

12 - PROPERTY, PLANT AND EQUIPMENT

| | Mining development costs | Buildings and office development | Equipment related to mining exploration | Tools, equipment and vehicles | Exploration equipment | Total |
|--|--------------------------------|--|--|-------------------------------------|--------------------------|--------------------|
| Cost | | | | | | \$ |
| Balance as of December 31, 2016 | 9,270,519 | 3,716,521 | 61,085,924 | 2,000,644 | 1,634,787 | 77,708,395 |
| Acquisition costs | 1,282,331 | 1,815,871 | 9,155,195 | 172,499 | --- | 12,425,896 |
| Write-offs ⁽¹⁾ | --- | --- | --- | --- | (948,173) | (948,173) |
| Exchange rate changes | 581,025 | 251,190 | 3,995,968 | 119,608 | 42,793 | 4,990,584 |
| Balance as of December 31, 2017 | 11,133,875 | 5,783,582 | 74,237,087 | 2,292,751 | 729,407 | 94,176,702 |
| Acquisition costs | 1,841,570 | 1,551,133 | 7,650,964 | 181,900 | 5,782 | 11,231,349 |
| Disposals | --- | (396,337) | (388,818) | (31,784) | --- | (816,939) |
| Exchange rate changes | (98,065) | (41,457) | (386,145) | (6,149) | (1,552) | (533,368) |
| Balance as of September 30, 2018 | 12,877,380 | 6,896,921 | 81,113,088 | 2,436,718 | 733,637 | 104,057,744 |
| Accumulated depreciation | | | | | | \$ |
| Balance as of December 31, 2016 | --- | 1,370,760 | 100,123 | 972,052 | 1,476,116 | 3,919,051 |
| Depreciation for the period | 881,379 | 330,727 | 6,248,947 | 247,880 | 40,279 | 7,749,212 |
| Write-offs ⁽²⁾ | --- | --- | --- | --- | (948,173) | (948,173) |
| Exchange rate changes | 18,633 | 92,438 | 139,953 | 66,413 | 34,038 | 351,475 |
| Balance as of December 31, 2017 | 900,012 | 1,793,925 | 6,489,023 | 1,286,345 | 602,260 | 11,071,565 |
| Depreciation for the period | 1,157,805 | 435,646 | 7,217,825 | 184,705 | 22,724 | 9,018,705 |
| Disposals | --- | (74,882) | --- | (7,777) | --- | (82,659) |
| Exchange rate changes | (28,734) | (14,539) | (191,007) | (7,303) | (1,796) | (243,379) |
| Balance as of September 30, 2018 | 2,029,083 | 2,140,150 | 13,515,841 | 1,455,970 | 623,188 | 19,764,232 |
| Net amount: | | | | | | \$ |
| As of December 31, 2017 | 10,233,863 | 3,989,657 | 67,748,064 | 1,006,406 | 127,147 | 83,105,137 |
| As of September 30, 2018 | 10,848,297 | 4,756,771 | 67,597,247 | 980,748 | 110,449 | 84,293,512 |
| Not depreciated as of September 30, 2018 ⁽³⁾ | --- | 340,991 | 3,499,353 | --- | --- | 3,840,344 |

⁽¹⁾ An amount of \$948,173 for exploration equipment was written off property, plant and equipment during the year ended December 31, 2017. This equipment had already been fully depreciated at the time of the write-off.

⁽²⁾ An amount of \$948,173 of accumulated depreciation related to exploration equipment was written off during the year ended December 31, 2017.

⁽³⁾ Property, plant and equipment with a book value of \$3,840,344 are not depreciated because they are either under construction or are being installed at September 30, 2018 (\$5,922,658 in December 31, 2017).

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

13 - LONG-TERM DEBT

| | As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|---|--|-------------------------------------|
| Bank loan in the amount of \$4,515,998 (2,000,000,000 CFA francs), annual interest of 7%, secured by a second mortgage land on the operating license for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$117,425 (51,282,051 CFA francs) plus interest, until February 2020 inclusively. | 1,996,224 | 3,059,550 |
| Bank loan in the amount of \$7,239,033 (3,000,000,000 CFA francs), annual interest of 7.75%, secured by a first mortgage land on the operating license for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$168,564 (73,615,402 CFA francs) including capital and interest, until April 2020 inclusively. | 3,004,894 | 4,314,132 |
| Bank loan in the amount of \$4,403,996 (2,000,000,000 CFA francs), annual interest of 7.75%, secured by a first mortgage land on the operating license for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$112,035 (48,928,202 CFA francs) including capital and interest, until October 2020 inclusively. | 2,578,794 | 3,417,403 |
| Bank loan in the amount of \$4,603,143 (1,997,000,000 CFA francs), annual interest of 7.75%, secured by a pledge of \$5,762,573 (2,500,000,000 CFA francs) on equipment and material located at the Nampala mine. This loan is repayable in monthly instalments of \$151,967 (66,367,288 CFA francs) including capital and interest, until November 2020 inclusively. | 3,544,585 | 4,582,440 |
| Bank loan in the amount of \$11,549,531 (5,000,000,000 CFA francs), annual interest of 7%, secured by a first mortgage land on the operating license for gold and minerals in the region of Nampala. This loan is repayable in monthly instalments of \$280,524 (122,511,035 CFA francs) including capital and interest, until August 2022 inclusively. | 11,246,546 | --- |
| Loan from a supplier, annual interest rate of 10%, entirely repaid on February 5, 2018. | --- | 176,875 |
| Loan from a shareholder of the Company, in the amount of \$1,477,500 (EUR1,000,000), annual interest of 8%. This loan was entirely repaid on March 29, 2018. | --- | 1,505,200 |
| Bank loan in the amount of \$483,575 (209,500,000 CFA francs), annual interest of 7.75%, secured by a first mortgage land on the operating license for gold and minerals in the region of Nampala. This loan was entirely repaid on March 29, 2018. | --- | 163,849 |
| | 22,371,043 | 17,219,449 |
| Current portion of long-term debt | 8,605,221 | 7,615,128 |
| | 13,765,822 | 9,604,321 |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

13 - LONG-TERM DEBT - (continued)**Line of credit**

Authorized line of credit from a malian bank, for a maximum amount of 300,000,000 CFA francs, annual interest of 8%, due on May 31, 2019.

| As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|--|-------------------------------------|
| --- | 658,651 |

14 - ACCOUNTS PAYABLE

Suppliers
Accrued interest
Due to the state
Payables to related parties
Other payables

| As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|--|-------------------------------------|
| 4,882,057 | 10,742,446 |
| 5,586,562 | 4,922,042 |
| 1,906,229 | 2,148,069 |
| 2,774,095 | 935,465 |
| 470,932 | 370,412 |
| 15,619,875 | 19,118,434 |

15 - ENVIRONMENTAL LIABILITIES

Provision related to the subsequent dismantling of the facilities being built on the Nampala site

| As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|--|-------------------------------------|
| 275,565 | 254,380 |

The Company's activities are subject to various laws and regulations regarding environmental restoration and closure provisions for which the Company estimates future costs. These provisions may be revised on the basis of amendments to such laws and regulations and the availability of new information, such as changes in reserves corresponding to a change in the mine life and discount rates, changes in estimated costs of reclamation activities and acquisition or construction of a new mine. The Company makes a provision based on a best estimate of the future cost of rehabilitating mine sites and related production facilities on a discounted basis.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

16 - SHARE CAPITAL

Stock option plan

The stock options varied as follows:

| | Nine-month period ended September 30, 2018 (9 months) | | Year ended December 31, 2017 (12 months) | |
|------------------------------|--|---------------------------------|---|---------------------------------|
| | Number | Weighted average exercise price | Number | Weighted average exercise price |
| Outstanding at the beginning | 13,350,000 | \$0.10 | 1,650,000 | \$0.15 |
| Granted | 700,000 | \$0.12 | 12,350,000 | \$0.09 |
| Cancelled or expired | --- | --- | (650,000) | \$0.15 |
| Outstanding at the end | 14,050,000 | \$0.10 | 13,350,000 | \$0.10 |
| Exercisable | 14,050,000 | \$0.10 | 13,350,000 | \$0.10 |

For the nine-month period ended September 30, 2018, no stock option were exercised (no stock option were exercised for the year ended December 31, 2017).

Reserve - stock options

| | As of September 30, 2018 \$ (unaudited) | As of December 31, 2017 \$ |
|------------------------------------|---|-------------------------------|
| Current stock options | 929,080 | 877,144 |
| Matured or cancelled stock options | 2,423,215 | 2,423,215 |
| | 3,352,295 | 3,300,359 |

The following table summarizes some information on the Company's stock options as of September 30, 2018:

| Exercise price | Outstanding options as of September 30, 2018 | | Exercisable options as of September 30, 2018 | |
|----------------|---|-------|---|-------|
| | Weighted average remaining contractual life | | Weighted average remaining contractual life | |
| | Number | Years | Number | Years |
| \$0.09 | 12,350,000 | 3.8 | 12,350,000 | 3.8 |
| \$0.115 | 700,000 | 5.0 | 700,000 | 5.0 |
| \$0.16 | 1,000,000 | 0.7 | 1,000,000 | 0.7 |
| | 14,050,000 | | 14,050,000 | |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Nine-month periods ended September 30, 2018 and 2017

(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

17 - ACCUMULATED OTHER COMPREHENSIVE INCOME

| | As of September 30, 2018 \$ (9 months) | As of December 31, 2017 \$ (12 months) |
|---|--|--|
| Exchange difference | | |
| Balance at the beginning of the period | 3,933,689 | 873,504 |
| Exchange difference changes during the period | (817,889) | 3,060,185 |
| Balance at the end of the period | 3,115,800 | 3,933,689 |
| Attributable to | | |
| Common shareholders | 3,185,683 | 3,966,503 |
| Non-controlling interest | (69,883) | (32,814) |
| | 3,115,800 | 3,933,689 |

18 - ADDITIONAL INFORMATION ON THE INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|--|---------------------------------------|-------------|---|-------------|
| | 2018 \$ | 2017 \$ | 2018 \$ | 2017 \$ |
| <i>a) Net changes in non-cash working capital items</i> | | | | |
| Decrease (increase) in current assets | | | | |
| Accounts receivable | (88,629) | 104,118 | 34,443 | (766,258) |
| Inventories | (483,487) | 556,734 | (95,028) | (1,166,232) |
| Prepaid expenses | 154,100 | 140,571 | (247,433) | (113,290) |
| Deposits paid | 287,181 | (357,174) | (410,410) | (954,189) |
| | (130,835) | 444,249 | (718,428) | (2,999,969) |
| Decrease in current liabilities | | | | |
| Accounts payable | (2,477,672) | (4,277,081) | (1,614,831) | (80,830) |
| | (2,608,507) | (3,832,832) | (2,333,259) | (3,080,799) |
| <i>b) Items not affecting cash related to investing activities</i> | | | | |
| Change in accounts payable related to property, plant and equipment | 490,574 | (226,669) | 2,706,918 | 3,546,629 |

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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(unaudited)

(all amounts are in Canadian dollars unless otherwise indicated)

19 - EARNINGS PER SHARE

| | Third quarters ended September 30, | | Nine-month periods ended September 30, | |
|---|---------------------------------------|-------------|---|-------------|
| | 2018 | 2017 | 2018 | 2017 |
| | \$ | \$ | \$ | \$ |
| Net earnings and diluted for the period attributable to common shareholders | 4,597,561 | 380,894 | 15,276,077 | 7,032,656 |
| Basic weighted average number of shares outstanding | 579,509,566 | 579,509,566 | 579,509,566 | 579,509,566 |
| Conversion rights related to convertible debentures ⁽¹⁾ | --- | --- | --- | --- |
| Stock options ⁽¹⁾ | 2,395,789 | 1,820,985 | 1,093,091 | --- |
| Diluted weighted average number of shares outstanding | 581,905,355 | 581,330,551 | 580,602,657 | 579,509,566 |
| Basic net earnings per share | 0.008 | 0.001 | 0.026 | 0.012 |
| Diluted net earnings per share | 0.008 | 0.001 | 0.026 | 0.012 |

⁽¹⁾ The calculation of the hypothetical conversions excludes all anti-dilutive conversion rights, stock options and warrants. Some stock options, warrants and conversion rights are anti-dilutive either because their price is higher than the average price of the Company's common shares for each of the periods shown or because the impact of the conversion of these elements on net income would result in diluted earnings per share being greater than the basic earnings per share for each of these periods. For the quarter ended September 30, 2018, 79,372,283 conversion rights and 1,053,261 stock options are not included in the diluted net earning per share calculation (149,650,000 conversion rights, 1,650,000 stock options and 80,000,000 warrants for the quarter ended September 30, 2017). For the nine-month period ended September 30, 2018, 125,966,667 conversion rights and 1,017,949 stock options are not included in the diluted net earning per share calculation (149,650,000 conversion rights, 14,000,000 stock options and 80,000,000 warrants for the nine-month period ended September 30, 2017).

20 - CONTINGENCY

Environmental protection

The Company's activities are subject to governmental laws concerning the protection of the environment. The environmental consequences are difficult to identify, whether it is at the level of the results, of the term or its impact. To the best knowledge of management, the Company is operating in compliance with the laws and regulations currently in effect. Costs resulting from the restructuring of sites are recorded in the results or included in the cost of the fixed assets concerned in the period in which it will be possible to make a reasonable estimate.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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21 - FINANCIAL INSTRUMENTS**a) Market risk**Fair value

The table below provides an analysis of the financial instruments which are measured at fair value following the initial measurement.

| | September 30, 2018 (unaudited) | | | |
|---|---|---------|---------|-------|
| | Total fair value of financial liabilities | | | |
| | Level 1 | Level 2 | Level 3 | \$ |
| Financial liabilities | | | | |
| Convertible debentures - Conversion rights | --- | --- | 7,500 | 7,500 |
| | --- | --- | 7,500 | 7,500 |

| | December 31, 2017 | | | |
|---|---|---------|-----------|-----------|
| | Total fair value of financial liabilities | | | |
| | Level 1 | Level 2 | Level 3 | \$ |
| Financial liabilities | | | | |
| Convertible debentures - Conversion rights | --- | --- | 1,748,431 | 1,748,431 |
| | --- | --- | 1,748,431 | 1,748,431 |

During these periods, there was no transfer between levels.

The table below presents changes in financial instruments recognized at fair value and measured according to Level 3:

| | As of September 30, 2018 \$ (9 months) | As of December 31, 2017 \$ (12 months) |
|---|--|--|
| Balance at the beginning of the period | 1,748,431 | 2,791,669 |
| Changes in fair value recorded in profit or loss | (1,777,995) | (1,183,863) |
| Impact of exchange rate changes presented in profit or loss | (3,802) | 169,265 |
| Impact of exchange rate changes presented in other comprehensive income | 40,866 | (28,640) |
| Balance at the end of the period | 7,500 | 1,748,431 |

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21 - FINANCIAL INSTRUMENTS - (continued)**b) Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its obligations as they fall due.

The following table shows the contractual maturities of financial liabilities as of September 30, 2018:

| | Carrying amount | Less than a year | From 1 to 3 years | More than 3 years |
|---|-------------------|-------------------|-------------------|-------------------|
| Accounts payable | 15,619,875 | 15,619,875 | --- | --- |
| Repayable debentures upon demand ⁽¹⁾ | 7,105,000 | 7,105,000 | --- | --- |
| Convertible debentures - Conversion rights ⁽¹⁾ | 7,500 | --- | --- | --- |
| Convertible debentures - Debt components ⁽¹⁻²⁾ | 11,620,619 | 11,790,000 | --- | --- |
| Long-term debt ⁽²⁾ | 22,371,043 | 10,230,074 | 12,095,822 | 3,085,765 |
| Line of credit | --- | --- | --- | --- |
| | 56,724,037 | 44,744,949 | 12,095,822 | 3,085,765 |

The following table shows the contractual maturities of financial liabilities as of December 31, 2017:

| | Carrying amount | Less than a year | From 1 to 3 years | More than 3 years |
|---|-------------------|-------------------|-------------------|-------------------|
| Accounts payable | 19,118,434 | 19,118,434 | --- | --- |
| Convertible debentures - Conversion rights ⁽¹⁾ | 1,748,431 | --- | --- | --- |
| Convertible debentures - Debt components ⁽¹⁻²⁾ | 17,140,849 | 18,895,000 | --- | --- |
| Long-term debt ⁽²⁾ | 17,219,449 | 8,873,764 | 10,495,754 | --- |
| Line of credit | 658,651 | 658,651 | --- | --- |
| | 55,885,814 | 47,545,849 | 10,495,754 | --- |

⁽¹⁾ Convertible into 78,600,000 common shares of the Company in November 2018, and 71,050,000 conversion rights into ordinary shares of the Company not converted in July 2018.

⁽²⁾ Future maturities relating to these liabilities exceed their carrying amount because they include both capital and interest payments.

NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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22 - RELATED PARTIES TRANSACTIONS

Results for the nine-month period ended September 30, 2018 include expenses of \$4,707,528 that was incurred with the directors and officers of companies controlled by them (\$3,258,059 for the nine-month period ended September 30, 2017), including a total interest amount of \$1,343,475 on the convertible debentures (\$1,415,526 for the nine-month period ended September 30, 2017). These transactions occurred in the normal course of operations and are measured at the exchange amount which is the amount of consideration established by the related parties.

23 - SUBSEQUENTS EVENTS

On October 17, 2018, the Company contracted a bank loan in the amount of \$3,427,357 (1.5 billion CFA francs), bearing interest at the rate of 7% annually, repayable over three years.

On November 26, 2018, the Company entered into an investment of unsecured and non-convertible debentures for a principal amount up to \$11,640,000 ("the 2018 Debentures") with accredited investors, including related parties to the Company. The 2018 Debentures bear interest at an annual rate of 10% and will mature on November 26, 2020. The 2018 Debentures will be redeemable by Robex, in whole or in part (by increments of \$1,000), at any time prior to the maturity date at a redemption price equal to their principal amount plus accrued and unpaid interest.