SILVER PREDATOR CORP.

(An Exploration Stage Enterprise)

Interim Condensed Consolidated Financial Statements

For the three months ended March 31, 2016 and March 31, 2015

(Unaudited)

Notice of Non-review of Interim Condensed Consolidated Financial Statements

The attached interim condensed consolidated financial statements for the three months ended March 31, 2016 and March 31, 2015 have been prepared by and are the responsibility of the Company's management and have been approved by the Audit Committee of the Company. The Company's independent auditor has not performed a review of these interim condensed consolidated financial statements.

Silver Predator Corp.
Interim Condensed Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)

	March 31, 2016 (Unaudited)	December 31, 2015
ASSETS		
Current		
Cash and cash equivalents (Note 3)	$ 120,107	$ 27,401
Receivables, prepaid expenses, and deposits	32,445	54,729
Investments (Note 4)	20,000	153,350
Assets Held for Sale (Note 5)	6,190,678	6,605,440
	6,363,230	6,840,920
Reclamation bonds (Note 7)	161,410	172,637
Mineral properties (Note 8)	1,997,839	2,136,800
	$ 8,522,479	$ 9,150,357
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities (Note 9)	$ 219,619	$ 173,068
Current portion of promissory notes (Note 6)	2,753,846	2,717,855
Due to related parties (Note 10)	899	94,053
	2,974,364	2,984,976
Promissory Note (Note 6)	2,049,347	2,191,888
	5,023,711	5,176,864
Shareholders' equity		
Share capital (Note 11)	31,797,380	31,797,380
Reserves	2,702,052	2,702,052
Accumulated other comprehensive income	2,961,316	3,490,013
Deficit	(33,961,980)	(34,015,952)
	3,498,768	3,973,493
	$ 8,522,479	$ 9,150,357

Nature of operations and going concern (Note 1)

Approved on behalf of the Audit Committee:

"William B. Harris"

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

Silver Predator Corp.
Interim Condensed Consolidated Statements of Income (Loss) and Comprehensive Income (Loss)
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended March 31, 2016	Three Months Ended March 31, 2015
Expenses		
Professional and consulting fees	$ 77,573	$ 127,806
General and administrative	54,383	76,075
Stock-based compensation (Note 11)	—	625
Net loss on operating activities	(131,956)	(204,506)
Other income (expense)		
Gain on derivative asset (Note 6)	—	254,047
Write-off of fixed assets and exploration assets	—	(101,504)
Gain on sale of fixed assets and investment	59,839	—
Foreign exchange gain (loss)	279,781	(413,325)
Interest expense	(153,692)	(148,637)
Total other income (expense)	185,928	(409,419)
Income (loss) for the period	$ 53,972	$ (613,925)
Items that may be reclassified to profit and loss		
Unrealized gain on available-for-sale investments	—	75,000
Reclassification to profit and loss	22,225	—
Change in cumulative translation adjustment	(550,922)	1,828,109
Total comprehensive income (loss) for the period	$ (474,725)	$ 1,289,184
Basic and diluted income (loss) per common share	$ 0.00	$ (0.01)
Weighted average number of common shares outstanding	128,049,192	98,989,859

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

Silver Predator Corp.
Interim Condensed Consolidated Statement of Cash Flows
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended March 31, 2016	Three Months Ended March 31, 2015
OPERATING ACTIVITIES		
Income (loss) for the period	$ 53,972	$ (613,925)
Items not affecting cash:		
Depreciation	—	5,392
Foreign exchange (gain) loss	(297,717)	773,939
Gain on derivative	—	(254,047)
Interest expense	153,692	148,637
Write-off of fixed assets	—	(101,504)
Gain on investments	(787)	—
Stock-based compensation	—	625
	(90,840)	(40,883)
Changes in non-cash working capital items:		
(Increase) decrease in receivables	(2,685)	16,965
(Increase) decrease in prepaid expenses and deposits	24,969	(7,292)
Increase in amounts due to related parties	(77,844)	—
Increase (decrease) in accounts payable and accrued liabilities	1,163	(199,697)
	(145,237)	(230,907)
INVESTING ACTIVITIES		
Proceeds from sale of marketable securities	156,362	—
Exploration and evaluation costs capitalized	(15,679)	(89,722)
	140,683	(89,722)
FINANCING ACTIVITIES		
Proceeds received from loan	136,164	—
Repayment of loan	(38,904)	—
	97,260	—
Change in cash and cash equivalents during the period	92,706	(320,629)
Cash and cash equivalents, beginning of period	27,401	552,675
Cash and cash equivalents, end of period	$ 120,107	$ 232,046

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

(Unaudited - Expressed in Canadian Dollars)

	Share capital					
	Number	Amount	Reserves	Accumulated other comprehensive income	Deficit	Total
Balance, December 31, 2014	**98,961,192**	**$ 30,924,140**	**$ 2,697,311**	**$ 1,578,494**	**$ (23,752,410)**	**$ 11,447,535**
Private placement	60,000	2,400	—	—	—	2,400
Stock-based compensation	—	—	625	—	—	625
Cumulative translation adjustment	—	—	—	75,000	—	75,000
Unrealized gain on AFS	—	—	—	1,828,109	—	1,828,109
Net loss for the period	—	—	—	—	(613,925)	(613,925)
Balance, March 31, 2015	**99,021,192**	**$ 30,926,540**	**$ 2,697,936**	**$ 3,481,603**	**$ (24,366,335)**	**$ 12,739,744**
Balance, December 31, 2015	**128,049,192**	**$ 31,797,380**	**$ 2,702,052**	**$ 3,490,013**	**$ (34,015,952)**	**$ 3,973,493**
Change in value of investments	—	—	—	22,225	—	22,225
Cumulative translation adjustment	—	—	—	(550,922)	—	(550,922)
Net income for the period	—	—	—	—	53,972	53,972
Balance, March 31, 2016	**128,049,192**	**$ 31,797,380**	**$ 2,702,052**	**$ 2,961,316**	**$ (33,961,980)**	**$ 3,498,768**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Silver Predator Corp. (the “Company”) was incorporated under the laws of the Province of British Columbia on May 16, 2006. The Company, through its wholly owned subsidiary, Springer Mining Company ("SMC"), owns the Springer Tungsten Mine and Mill Complex in Nevada, USA. The Company also controls the Taylor silver-gold project ("Taylor") in Nevada and holds additional early stage exploration properties. As of March 31, 2016, the Company is 71.62% owned by Till Capital Ltd. (“Till Capital”). The Company’s head office is located at 13403 N. Government Way, Suite 212, Hayden, ID 83835.

The Company has announced its intention to realize value from assets by initiating the process to sell all, or part, of the tangible and intangible assets at some of its properties in Nevada, USA. SMC, which owns a mill and a current tungsten resource, is being offered for sale to qualified buyers. The Company is also in the process of selling the Taylor mill including buildings, tanks, and ancillary equipment. Significant progress has been made on the sale of the Springer mining and mineral assets of SMC and the Taylor mill assets. Thus as of March 31, 2016, pursuant to IFRS 5, *Non-current Assets Held for Sale and Discontinued Operations* ("IFRS 5"), those assets are classified as Assets Held for Sale. See Note 5 for more details. The Company will continue to search for partners or buyers for its earlier stage exploration properties.

The interim condensed consolidated statements of financial position have been prepared assuming the Company will continue on a going concern basis, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of operations. For the three months ended March 31, 2016, the Company reported net income of $53,972 and, as at that date, had a net working capital balance of $3,388,866 inclusive of Assets Held for Sale and an accumulated deficit of $33,961,980. The Company has no source of operating cash flows and as such the Company’s ability to continue as a going concern is contingent on its ability to monetize assets or obtain additional financing.

The Company's ability to continue as a going concern is dependent upon its ability to fund mineral properties exploration through asset sales and/or obtaining additional financing. The ability of the Company to monetize assets or obtain additional financing is uncertain, casting significant doubt upon the Company’s ability to continue as a going concern. These interim financial statements 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.

2. BASIS OF PRESENTATION AND MEASUREMENT

The unaudited interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (“IASB”) and interpretations of the IFRS Interpretations Committee (“IFRIC”) applicable to the preparation of interim financial statements, including IAS 34, "*Interim Financial Reporting.*" The interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2015, which have been prepared in accordance with IFRS as issued by the IASB.

The interim condensed consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments and stock based awards, which have been measured at fair value. The Company’s presentation currency is Canadian dollars. Reference herein to $ is to Canadian dollars. Reference herein to US$ is to United States dollars.

These interim condensed consolidated financial statements were approved by the Audit Committee for issue on May 10, 2016.

Basis of consolidation

These interim condensed consolidated financial statements include the accounts of the Company and its subsidiaries.

Subsidiaries are entities that the Company controls, either directly or indirectly. Control is defined as the exposure, or rights, to variable returns from involvement with an investee and the ability to affect those returns through power over the investee. Power over an investee exists when the Company has existing rights that give it the ability to direct the activities that significantly affect the investee’s returns. This control is generally evidenced through owning more than 50% of the voting rights or currently exercisable potential voting rights of a company’s share capital. All intra-group balances and transactions, including unrealized profits and losses arising from intra-group transactions, have been eliminated in full.

Where necessary, adjustments are made to the results of the subsidiaries and entities to bring their accounting policies in line with those used by the Company.

The Company’s significant subsidiaries are as follows:

Name of Subsidiary	Place of Incorporation	Proportion of Ownership Interest	Principal Activity
Silver Predator US Holding Corp. ("SPUS")	Nevada, USA	100%	U.S. Holding Company
Springer Mining Company ("SMC")	Nevada, USA	100%	Mineral exploration
Nevada Royalty Corp. ("NRC")	Nevada, USA	100%	Mineral exploration

These interim condensed consolidated financial statements follow the same significant accounting policies set out in Note 3 of the annual consolidated financial statements for the year ended December 31, 2015.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

	March 31, 2016	December 31, 2015
Cash on deposit	$ 120,107	$ 27,401
	$ 120,107	$ 27,401

4. INVESTMENTS

The Company holds securities in other companies as follows:

	March 31, 2016	December 31, 2015
Common shares in public company – fair value	$ —	$ 133,350
Common shares in private company – fair value	20,000	20,000
	$ 20,000	$ 153,350

	March 31, 2016	December 31, 2015
Common shares in public company – cost	$ —	$ 608,954
Common shares in private company – cost	20,000	20,000
	$ 20,000	$ 628,954

In February 2016, the Company sold in the open market 4,445,000 shares of West Red Lake Gold (formerly Hy Lake Gold Inc.) for $156,362.

5. ASSETS HELD FOR SALE

In the second quarter of 2015, the Company announced its intention to realize value from assets by initiating a process to sell all, or part, of the tangible and intangible assets at some of its properties in Nevada. The Company's Board and management committed to a plan to sell SMC and the Taylor mill. Since initiating the process, active negotiations have been held related to the sale of these assets. The Company currently considers it highly probable the sales of the Springer mining and mineral assets and the Taylor mill assets will be completed within one year. Thus, pursuant to IFRS 5, those assets are classified as Assets Held for Sale and are measured at the lower of carrying amount and fair value less cost to sell at March 31, 2016.

Assets Held For Sale

	March 31, 2016	December 31, 2015
Mineral properties - Springer	$ 1,005,336	$ 1,059,427
Property, plant, and equipment - Springer	5,185,342	5,546,013
	$ 6,190,678	$ 6,605,440

The Taylor mill assets have a carrying value of $nil at March 31, 2016.

6. PROMISSORY NOTES AND EMBEDDED DERIVATIVE ASSET

Promissory notes

Acquisition promissory note

On April 17, 2014, in conjunction with the acquisition of SMC and NRC, the Company issued a US$4,500,000 promissory note (the "Promissory Note"). The Promissory Note bears interest at 4.00% per annum and is payable in tranches of US$1,000,000, US$1,500,000, and US$2,000,000, plus accrued interest, on the first, second, and third anniversaries of the Acquisition respectively. At the Company's option, the principal and interest payments may be made in cash or common shares, with the number of shares determined by reference to the Company's share price immediately prior to the respective payment date. If the prevailing share price of the Company is below $0.05 at the time of a payment which is to be settled in common shares of the Company, the Company will satisfy the payment based on a share price of $0.05. The Company may prepay the Promissory Note at any time though payment of the then outstanding principal and accrued interest. The Promissory Note is secured by the shares of SMC and NRC. In the event of non-payment by the Company, Till Capital, as holder of the Promissory Note, would receive the SMC and NRC shares and retain any cash or common share payments to date.

In the third quarter of 2015, the Promissory Note was amended and the share settlement option was removed. On April 27, 2016, the Promissory Note agreement was further amended to extend the due date of the second principal payment plus accrued interest to July 18, 2016 and increase the interest rate from 4% to 10% beginning April 16, 2016 (refer to Note 14).

The Promissory Note was recognized initially at fair value, and is subsequently carried at amortized cost using the effective interest rate method. The fair value of the Promissory Note was estimated using a discounted cash flow calculation, at a discount rate of 13.00% which was management's best estimate of the Company's cost of borrowing at the time of the Acquisition.

	Promissory Note US$	
	March 31, 2016	December 31, 2015
Beginning carrying value	$ 3,262,577	$ 3,989,361
Principal payment on Promissory Note	—	(1,000,000)
Accreted interest	65,109	273,216
Ending carrying value	$ 3,327,686	$ 3,262,577

	Promissory Note CDN$	
	March 31, 2016	December 31, 2015
Ending carrying value	$ 4,320,956	$ 4,514,364

The Company made its first payment on the Promissory Note, including principal and accrued interest, on April 17, 2015 by issuing to Till Capital a total of 29,028,000 shares at $0.05 per share as per the Promissory Note agreement for a total payment of $1,451,400.

$2,271,609 (US$1,500,000) of the principal amount of the Promissory Note due in July 18, 2016 is classified as a current liability at March 31, 2016.

Working capital promissory note

On August 31, 2015, the Company announced that it had arranged for a US$275,000 loan from a subsidiary of Till Capital to fund its working capital requirements. The loan was secured by the assets of the Company, bore interest at 12% per annum, and was due December 31, 2015. On December 31, 2015, the loan agreement was amended to increase the maximum loan amount to US$400,000, increase the interest rate to 14% per annum, and extend the due date to April 30, 2016. The loan is classified as a current liability. As of March 31, 2016, the outstanding principal balance of the loan is $453,880 (US$350,000). On April 27, 2016, the loan agreement was amended to extend the due date to June 15, 2016 (refer to Note 14).

Promissory notes summary

	Three Months Ended March 31, 2016	Twelve Months Ended December 31, 2015
Current portion of acquisition Promissory Note	$ 2,271,609	$ 2,322,476
Working capital promissory note	482,237	395,379
Total current portion of promissory notes	2,753,846	2,717,855
Non-current portion of acquisition Promissory Note	2,049,347	2,191,888
Total carrying value of promissory notes	$ 4,803,193	$ 4,909,743

Derivative asset

The option to settle payments on the acquisition Promissory Note in common shares at $0.05 when the prevailing share price of the Company was below $0.05 in the original terms of the Promissory Note represented an embedded derivative in the form of a put option to the Company. This derivative asset was initially recognized at fair value on the date of the Acquisition and was subsequently re-measured at fair value at each reporting date, with changes in fair value recorded in profit or loss. A gain on derivative asset of $254,047 was reported for the three months ended March 31, 2015. As a result of the amendment to the Promissory Note in the third quarter of 2015 to remove the share settlement option, as of December 31, 2015 and March 31, 2016, there is no derivative asset related to the Promissory Note.

7. RECLAMATION BONDS

The Company has posted non-interest bearing bonds totaling $161,410 with the Bureau of Land Management ("BLM") in the State of Nevada and with the United States Forest Service (Nevada) as security for reclamation requirements.

8. MINERAL PROPERTIES

The following table is a list of mineral properties as of March 31, 2016 and December 31, 2015:

	December 31, 2014	Additions/ Exploration Costs	Write-downs	Reclassification	Dispositions / Other Adjustments*	December 31, 2015
Treasure Hill	$ 183,723	$ 797	$ —	$ —	$ 35,510	$ 220,030
Taylor	5,662,103	27,437	(5,614,211)	—	618,171	693,500
Illinois Creek	337,097	—	(370,670)	—	33,573	—
Cordero	44,250	13,501	—	—	9,683	67,434
Copper King, Idaho	915,865	9,908	—	—	177,522	1,103,295
Cornucopia	38,998	5,549	—	—	7,994	52,541
Springer	632,592	280,956	—	(1,059,427)	145,879	—
Modoc	12,347	—	(13,577)	—	1,230	—
Tempo	32,390	—	(35,616)	—	3,226	—
Other	3,967	38,157	(42,520)	—	396	—
	$ 7,863,332	$ 376,305	$ (6,076,594)	$ (1,059,427)	$ 1,033,184	$ 2,136,800

**Includes the effect of foreign exchange differences*

	December 31, 2015	Additions/ Exploration Costs	Write-downs	Reclassification	Currency Translation Adjustment	March 31, 2016
Treasure Hill	$ 220,030	$ —	$ —	$ —	$ (14,309)	$ 205,721
Taylor	693,500	—	—	—	(45,100)	648,400
Cordero	67,434	—	—	—	(4,385)	63,049
Copper King, Idaho	1,103,295	—	—	—	(71,750)	1,031,545
Cornucopia	52,541	—	—	—	(3,417)	49,124
	$ 2,136,800	$ —	$ —	$ —	$ (138,961)	$ 1,997,839

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities comprise the following:

	March 31, 2016	December 31, 2015
Trade payables	$ 44,154	$ 42,991
Interest payable	175,465	130,077
	$ 219,619	$ 173,068

10. RELATED PARTY TRANSACTIONS

Amount paid to related parties was incurred in the normal course of business. In April 2014, the Company entered into a services agreement and a technical services agreement with Golden Predator U.S. Holding Corp. (GPUS), a subsidiary of Till Capital whereby the Company received accounting, corporate communications, and technical services from GPUS on a cost-plus recovery basis. On January 1, 2016, the technical services agreement was terminated. During the period ended March 31, 2016, the Company was charged $12,030 (March 31, 2015 - $74,881) for these services. As of March 31, 2016, the amounts due to related parties totaled $899 (March 31, 2015 - $71,258).

Key management compensation

During the period ended March 31, 2016, the Company incurred expenses of $41,362 (March 31, 2015 - $3,681) to officers and directors of the Company as compensation for services received.

11. SHARE CAPITAL AND RESERVES

Authorized and issued share capital

Unlimited number of common shares without par value.

As at March 31, 2016, the Company had 128,049,192 shares issued and outstanding.

Stock options and warrants

The Company has a Stock Option Plan to provide a performance incentive to directors, officers, employees and consultants. The maximum number of shares issuable under the Stock Option Plan may not exceed 10% of the shares outstanding. The exercise period of the options may not exceed five years from the date of grant. Vesting and the exercise price of options granted is determined by the Company's Board of Directors, and the exercise price cannot be less than the market price of the Company's shares on the date of grant.

During the period ended March 31, 2016, the Company recognized stock-based compensation expense of $nil (March 31, 2015 - $625). There were no options granted during the period ended March 31, 2016.

At March 31, 2016, the Company has 200,000 warrants outstanding at a weighted average exercise price of $0.14 and 2,870,000 stock options outstanding with a weighted average exercise price of $0.25.

12. SEGMENT INFORMATION

The Company operates in a single segment, which is the exploration and development of resource properties in Nevada, USA.

13. FINANCIAL AND CAPITAL RISK MANAGEMENT

There has been no changes to the financial and capital risk management since December 31, 2015. Details of financial and capital risk management can be found in Note 18 and Note 19 of the audited consolidated financial statements for the year ended December 31, 2015.

14. SUBSEQUENT EVENTS

On April 20, 2016, the Company announced that it granted an aggregate of 2,000,000 incentive stock options to the directors and officers of the Company to purchase up to 2,000,000 common shares in the capital of SPD. The incentive stock options have an exercise price of $0.05 per share, expire two years from the date of grant with fifty percent of the options vesting immediately and the remaining fifty percent vesting in six months. As a result of this option grant, as of the date of the filing of this report, SPD has 4,500,000 stock options issued, representing 3.5% of the issued and outstanding share capital.

On April 27, 2016, the Company announced that it has negotiated amendments to the terms of the Promissory Note and the short term note with Till Capital. Subject to TSX.V approval, the amended terms extend the due date for the second payment on the original US$4,500,000 Promissory Note in the amount of US$1,500,000 plus interest to July 18, 2016, and increase the interest rate from 4% to 10% beginning April 16, 2016. The US$400,000 2015 short term note (with a current balance of US$350,000) has been amended to extend the payment due date from April 30, 2016 to June 15, 2016.