SILVER PREDATOR CORP.

(An Exploration Stage Enterprise)

Interim Condensed Consolidated Financial Statements

For the Three and Six Months Ended June 30, 2017 and 2016

(Unaudited)

Notice of Non-review of Interim Condensed Consolidated Financial Statements

The attached interim condensed consolidated financial statements for the three and six months ended June 30, 2017 and 2016 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

		June 30, 2017		December 31, 2016
		(Unaudited)		
ASSETS				
Current				
Cash	$	143,661	$	364,139
Receivables, prepaid expenses, and deposits		7,826		43,623
Investments		82,492		—
Assets held for sale (Note 3)		—		5,264,957
		233,979		5,672,719
Reclamation bonds (Note 5)		119,474		123,617
Mineral properties (Note 6)		1,608,477		2,142,670
	$	1,961,930	$	7,939,006
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current				
Accounts payable and accrued liabilities (Note 7)	$	6,069	$	602,334
Liabilities held for sale (Note 3)		—		24,982
Current portion of promissory notes (Note 4)		—		5,025,884
		6,069		5,653,200
Shareholders' equity				
Share capital (Note 9)		32,529,936		32,529,936
Reserves		2,748,458		2,723,832
Accumulated other comprehensive income		2,895,383		3,224,894
Deficit		(36,217,916)		(36,192,856)
		1,955,861		2,285,806
	$	1,961,930	$	7,939,006

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 consolidated financial statements.

Silver Predator Corp.
Interim Condensed Consolidated Statements of Loss and Comprehensive Loss
(Unaudited)

	Three Months Ended June 30, 2017	Three Months Ended June 30, 2016	Six Months Ended June 30, 2017	Six Months Ended June 30, 2016
Expenses				
Professional and consulting fees	$ 43,770	$ 79,232	$ 112,138	$ 156,805
General and administrative	23,392	63,326	50,445	117,709
Stock-based compensation (Note 9)	2,308	20,358	24,626	20,358
Total expenses	(69,470)	(162,916)	(187,209)	(294,872)
Other income (expense)				
Gain (loss) on sale of assets and investments (Note 10)	20,062	(1,810)	119,224	58,029
Foreign exchange gain (loss)	(8)	3,277	145,361	283,058
Interest expense	(2,189)	(544,110)	(102,437)	(697,802)
Other income	1	42,304	1	42,304
Total other income (loss)	17,866	(500,339)	162,149	(314,411)
Net loss	$ (51,604)	$ (663,255)	$ (25,060)	$ (609,283)
Items that may be reclassified to profit and loss				
Unrealized loss on available-for-sale investments	(123,745)	—	(123,745)	—
Reclassification to profit and loss	—	—	—	22,225
Change in cumulative translation adjustment	(44,625)	(6,737)	(205,766)	(557,659)
Total comprehensive loss	$ (219,974)	$ (669,992)	$ (354,571)	$ (1,144,717)
Basic and diluted loss per common share	$ (0.00)	$ (0.01)	$ (0.00)	$ (0.00)
Weighted average number of common shares outstanding	143,049,192	128,049,192	143,049,192	128,049,192

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

Silver Predator Corp.
Interim Condensed Consolidated Statement of Cash Flows
(Unaudited)

	Six Months Ended June 30, 2017	Six Months Ended June 30, 2016
OPERATING ACTIVITIES		
Net loss	$ (25,060)	$ (609,283)
Items not affecting cash:		
Foreign exchange gain	(105,748)	(318,619)
Interest expense	102,437	697,802
Gain on sale of assets and investments	(119,224)	(787)
Stock-based compensation	24,626	20,358
	(122,969)	(210,529)
Changes in non-cash working capital items:		
(Increase) decrease in receivables	1,497	(3,255)
Decrease in prepaid expenses and deposits	28,483	37,749
(Increase) decrease in amounts due from related parties	5,817	(57,757)
Increase (decrease) in accounts payable and accrued liabilities	(71,537)	9,612
	(158,709)	(224,180)
INVESTING ACTIVITIES		
Proceeds from sale of equipment and mineral property	26,019	156,362
Proceeds on property option payments	265,770	—
(Increase) decrease in mineral properties	(1,298)	(30,397)
	290,491	125,965
FINANCING ACTIVITIES		
Proceeds received from loan	—	136,164
Repayment of loan	(352,260)	(38,904)
	(352,260)	97,260
Change in cash	(220,478)	(955)
Cash, beginning of year	364,139	27,401
Cash, end of period	$ 143,661	$ 26,446

Non-cash transaction:
On April 20, 2017, the Company received 500,000 common shares of Montego Resources, Inc. (Note 6)

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

	Share capital										
	Number		Amount		Reserves		Accumulated other comprehensive income		Deficit		Total
Balance, January 1, 2016	**128,049,192**	**$**	**31,797,380**	**$**	**2,702,052**	**$**	**3,490,013**	**$**	**(34,015,952)**	**$**	**3,973,493**
Stock-based compensation	—		—		20,358		—		—		20,358
Change in value of investments	—		—		—		22,225		—		22,225
Cumulative translation adjustment	—		—		—		(557,659)		—		(557,659)
Net loss	—		—		—		—		(609,283)		(609,283)
Balance, June 30, 2016	**128,049,192**	**$**	**31,797,380**	**$**	**2,722,410**	**$**	**2,954,579**	**$**	**(34,625,235)**	**$**	**2,849,134**
Balance, January 1, 2017	**143,049,192**	**$**	**32,529,936**	**$**	**2,723,832**	**$**	**3,224,894**	**$**	**(36,192,856)**	**$**	**2,285,806**
Stock-based compensation	—		—		24,626		—		—		24,626
Change in value of investments	—		—		—		(123,745)		—		(123,745)
Cumulative translation adjustment	—		—		—		(205,766)		—		(205,766)
Net loss	—		—		—		—		(25,060)		(25,060)
Balance, June 30, 2017	**143,049,192**	**$**	**32,529,936**	**$**	**2,748,458**	**$**	**2,895,383**	**$**	**(36,217,916)**	**$**	**1,955,861**

The accompanying notes are an integral part of these 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 controls the Taylor silver-gold project ("Taylor") in Nevada and holds additional early stage exploration properties. As of June 30, 2017, the Company is 64.11% owned by Till Capital Ltd.'s ("Till Capital") wholly owned subsidiary Resource Re Ltd. ("Resource Re"). The Company's head office is located at 13403 N. Government Way, Suite 212, Hayden, ID 83835.

These unaudited interim condensed consolidated financial statements 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 and six months ended June 30, 2017, the Company reported net loss of $51,604 and $25,060, respectively, and as at that date had a net working capital balance of $227,910 and an accumulated deficit of $36,217,916. 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 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 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

These 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.*" These unaudited interim condensed consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements for the year ended December 31, 2016, which have been prepared in accordance with IFRS as issued by the IASB.

The unaudited 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 unaudited condensed consolidated financial statements were approved by the Audit Committee for issue on July 27, 2017.

Basis of consolidation

These unaudited 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. That 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.

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
Nevada Royalty Corp. ("NRC")	Nevada, USA	100%	Mineral exploration

These unaudited interim condensed consolidated financial statements follow the same significant accounting policies set out in Note 3 of the annual audited consolidated financial statements for the year ended December 31, 2016.

Sale or option of a property interest

Proceeds received from the sale or option of an interest in a property will be credited against the carrying value of the property, with any difference recorded as a gain or loss on sale. Option payments received in excess of the carrying value of a property are recorded as an exploration recovery in the statement of loss and comprehensive loss.

3. ASSETS AND LIABILITIES 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 mineral property assets at some of its properties in Nevada. The Company’s Board and management committed to a plan to sell

Springer Mining Company ("SMC") and the Taylor mill. Since initiating the process, active negotiations have been held related to the sale of those assets.

During the fourth quarter of 2016, the Company received $297,954 from the sale of multiple pieces of equipment at the Taylor mill. The Taylor Mill assets have a carrying value of $nil at June 30, 2017.

On January 17, 2017 the Company signed an agreement with Till Capital and its wholly owned subsidiary Resource Re to exchange the remaining balance of US$3.97 million in principal and interest due to Resource Re on an original promissory note of US$4.5 million for 100% of the shares of SMC. As a result, the assets and liabilities held for sale on June 30, 2017 were $nil.

Assets and Liabilities Held For Sale

	June 30, 2017		December 31, 2016	
Cash, accounts receivable, and prepaid expenses - Springer	$	—	$	31,419
Mineral properties - Springer		—		906,538
Property, plant, and equipment - Springer		—		4,283,494
Reclamation bonds - Springer		—		43,506
Total assets held for sale	$	—	$	5,264,957
Accounts payable - Springer	$	—	$	24,982
Total liabilities held for sale	$	—	$	24,982

4. PROMISSORY NOTES

Acquisition promissory note

On April 17, 2014, in conjunction with the acquisition of SMC and NRC (the "Acquisition"), the Company issued a US$4,500,000 promissory note (the “Promissory Note”). The Promissory Note bore interest at 4.00% per annum and was 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 could 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 were below $0.05 at the time of a payment that was to be settled in common shares of the Company, the Company could satisfy the payment based on a share price of $0.05. The Company could prepay the Promissory Note at any time through payment of the then outstanding principal and accrued interest. The Promissory Note was secured by the shares of SMC and NRC. In the event of non-payment by the Company, Resource Re, as holder of the Promissory Note, could 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 was amended to extend the due date of the second principal payment plus accrued interest to July 18, 2016 and to increase the interest rate from 4% to 10% beginning April 16, 2016. On June 15, 2016, the Promissory Note was further amended to extend the due date of the second principal payment plus accrued interest to January 17, 2017 and to increase the interest rate from 10% to 14% beginning July 18, 2016. On January 17, 2017, the Company announced that it reached an agreement with Till Capital and its wholly owned subsidiary Resource Re to exchange the remaining balance of US$3.97 million in principal and interest due to Resource Re for 100% of the shares of SMC, subject to receipt of any required regulatory approvals, including approval of the TSX-V.

The Promissory Note was recognized initially at fair value, and was subsequently carried at amortized cost using the effective interest rate method.

	Promissory Note US$			
	June 30, 2017		December 31, 2016	
Beginning carrying value	$	3,480,648	$	3,262,577
Principal payment on Promissory Note		(3,500,000)		—
Accreted interest		19,352		218,071
Ending carrying value	$	—	$	3,480,648

	Promissory Note CDN$			
	June 30, 2017		December 31, 2016	
Ending carrying value	$	—	$	4,673,465

Working capital promissory note

On August 31, 2015, the Company announced that it had arranged for a US$275,000 loan from Resource Re 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, to increase the interest rate to 14% per annum, and to extend the due date to April 30, 2016. On April 27, 2016, the loan agreement was amended to extend the due date to June 15, 2016. On June 15, 2016, the loan agreement was further amended to extend the due date to January 17, 2017 and to increase the interest rate from 14% to 15% beginning June 16, 2016. On April 21, 2017, the Company repaid the balance of the working capital promissory note and accrued interest.

Promissory notes summary

	June 30, 2017	December 31, 2016
Current portion of acquisition Promissory Note	$ —	$ 4,673,465
Working capital promissory note	—	352,419
Total current portion of promissory notes	—	5,025,884
Non-current portion of acquisition Promissory Note	—	—
Total carrying value of promissory notes	$ —	$ 5,025,884

5. RECLAMATION BONDS

The Company has posted non-interest bearing bonds totaling $119,474 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.

6. MINERAL PROPERTIES

The following table is a list of mineral properties as of June 30, 2017:

	Treasure Hill	Taylor	Cordero	Copper King	Cornucopia	Total
Balance, January 1, 2016	$ 220,030	$ 693,500	$ 67,434	$ 1,103,295	$ 52,541	$ 2,136,800
Additions/ Exploration Costs	13,054	32,053	11,506	10,292	6,198	73,103
Dispositions / Other Adjustments*	(6,846)	(21,705)	(1,994)	(35,096)	(1,592)	(67,233)
Balance, December 31, 2016	$ 226,238	$ 703,848	$ 76,946	$ 1,078,491	$ 57,147	$ 2,142,670
Option payment	—	(473,270)	—	—	—	(473,270)
Currency translation adjustment	(7,582)	(12,701)	(2,579)	(36,145)	(1,916)	(60,923)
Balance, June 30, 2017	$ 218,656	$ 217,877	$ 74,367	$ 1,042,346	$ 55,231	$ 1,608,477

**Includes the effect of foreign exchange differences*

Treasure Hill

The Treasure Hill property is located west of Ely in White Pine County, Nevada and consists of unpatented and a large number of patented claims. The Treasure Hill property is subject to existing net smelter royalties ("NSR") of between 2% and 3%. The property is also subject to a 1.5% net profits interest.

Taylor

The Taylor property is located in White Pine County, Nevada, south of Ely. The property hosts a silver mineral resource reported in accordance with Canadian National Instrument 43-101, and has a 1970s vintage 1,200 ton per day mill.

On April 3, 2017, the Company entered into an option agreement (the “Agreement”) with Montego Resources, Inc. ("Montego"). pursuant to which Montego has the right to acquire from the Company certain mining claims located in White Pine County in the State of Nevada commonly referred to as the Taylor Silver Property (the “Property”).

Under the terms of the Agreement, Montego can acquire the Property in consideration for the completion of a series of cash payments totaling US$1,200,000, issuing 2,500,000 common shares to the Company, and incurring expenditures of at least US$700,000 on the Property. Upon completion of the payments, share issuances, and expenditures, Montego will hold a one-hundred percent interest in the Property, subject to a two-percent net smelter returns royalty and a one-percent net profit royalty which will be retained by the Company.

The payments, share issuances, and expenditures must be completed in accordance with the following schedule:

- At Closing: US$200,000 cash and 500,000 common shares

- 6 months from Closing: US$100,000 cash and 300,000 common shares
- 12 months from Closing: US$200,000 cash, 400,000 common shares and expenditures of US$100,000
- 24 months from Closing: US$300,000 cash, 500,000 common shares and expenditures of US$250,000
- 36 months from Closing: US$400,000 cash, 800,000 common shares and expenditures of US$350,000

The closing occurred on April 20, 2017 on which date the Company had received $265,770 (US$200,000) cash and 500,000 common shares of Montego initially valued at $207,500.

Copper King, Idaho

The Copper King property is located in the Silver Valley of Northern Idaho immediately north of Hecla Mining Company's Lucky Friday Mine. The Copper King property consists of certain unpatented mining claims which are subject to an existing 1% NSR to Golden Predator US Holding Corp., a wholly-owned subsidiary of Till Capital.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities comprise the following:

	June 30, 2017	December 31, 2016
Trade payables	$ 6,069	$ 34,280
Interest payable	—	568,054
	$ 6,069	$ 602,334

8. RELATED PARTY TRANSACTIONS

Key management compensation

During the three and six months ended June 30, 2017, the Company incurred expenses of $6,310 and $56,334, respectively, (three and six months ended June 30, 2016 - $58,760 and $100,122, respectively) to directors and officers as compensation for services received.

Other

Amounts paid to related parties were incurred in the normal course of business. The Company is party to service agreements with a subsidiary of Till Capital whereby the Company receives accounting and corporate communications services on a cost-plus recovery basis. During the three and six months ended June 30, 2017, the Company was charged $11,781 and $23,668, respectively, (three and six months ended June 30, 2016 - $11,957 and $23,987, respectively) for these services. As at June 30, 2017, the amounts due to related parties totaled $nil (December 31, 2016 - $5,170).

9. SHARE CAPITAL AND RESERVES

Authorized and issued share capital

Unlimited number of common shares without par value.

On August 10, 2016, the Company completed a private placement whereby the Company sold 15,000,000 shares of its common shares at $0.05 per share for total proceeds of $732,556 including $17,444 in share issuance costs.

As at June 30, 2017, the Company had 143,049,192 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 three and six months ended June 30, 2017, the Company recognized stock-based compensation expense of $2,308 and $24,626, respectively, (three and six months ended June 30, 2016 - $20,358 and $20,358, respectively). In March 2017, the Company granted 500,000 incentive stock options to an officer of the Company to purchase up to 500,000 common shares of SPD. Those incentive stock options have an exercise price of $0.06 per share, expire two years from the date of grant, and vest on issuance. In June 2017, the Company granted 100,000 incentive stock options to a director of the Company to purchase up to 100,000 common shares of SPD. Those incentive stock options have an exercise price of $0.05 per share, expire two years from the date of grant, and vest on issuance.

At June 30, 2017, the Company has 200,000 warrants outstanding at a weighted average exercise price of $0.14 and 4,200,000 stock options outstanding with a weighted average exercise price of $0.09.

10. GAIN (LOSS) ON SALE OF ASSETS AND INVESTMENTS

	Three Months Ended June 30, 2017	Three Months Ended June 30, 2016	Six Months Ended June 30, 2017	Six Months Ended June 30, 2016
Gain (loss) from sale of equipment and mineral properties	$ 20,062	$ (1,810)	$ 26,019	$ 57,242
Gain from sale of assets held for sale	—	—	93,205	—
Realized gain on available-for-sale investments	—	—	—	787
	$ 20,062	$ (1,810)	$ 119,224	$ 58,029

11. SEGMENT INFORMATION

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

12. FINANCIAL AND CAPITAL RISK MANAGEMENT

There have been no changes to the financial and capital risk management since December 31, 2016. Details of financial and capital risk management can be found in Note 15 and Note 16 of the audited consolidated financial statements for the year ended December 31, 2016.