

LUCKY MINERALS INC.

Condensed Interim Consolidated Financial Statements

For the Three Months and Nine Months Ended June 30, 2016 and 2015

(Unaudited - Expressed in Canadian Dollars)

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The unaudited condensed interim financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards for the preparation of the condensed interim financial statements and are in accordance with IAS 34 – *Interim Financial Reporting*.

The Company's independent auditor has not performed a review of these unaudited condensed interim financial statements in accordance with standards established by the Canadian Chartered Professional Accountants for a review of interim financial statements by an entity's auditor.

LUCKY MINERALS INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Unaudited, in Canadian dollars)

	Note	June 30, 2016	September 30, 2015
ASSETS			
Current Assets			
Cash		\$ 123,838	\$ 292,348
Prepaid expenses		3,850	6,776
GST receivable		6,345	15,404
		134,033	314,528
Equipment	4	1,367	1,764
Exploration and evaluation assets	5	516,177	473,503
TOTAL ASSETS		\$ 651,577	\$ 789,795
LIABILITIES AND EQUITY			
Current Liabilities			
Trade payables and accrued liabilities	6	\$ -	\$ 20,157
TOTAL LIABILITIES		-	20,157
Equity			
Share capital	7	1,896,508	1,896,508
Share-based payment reserve	7	700,067	700,067
Deficit		(1,944,998)	(1,826,937)
TOTAL EQUITY		651,577	769,638
TOTAL LIABILITIES AND EQUITY		\$ 651,577	\$ 789,795

Nature and continuance of operations 1
Commitments 5

On behalf of the Board

"Sonny Janda"
Sonny Janda, Director

"Shaun Dykes"
Shaun Dykes, Director

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

LUCKY MINERALS INC.**CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
FOR THE THREE AND NINE MONTH PERIODS ENDED JUNE 30,
(Unaudited, in Canadian dollars)**

		Three Months Ended		Nine Months Ended	
	Note	2016	2015	2016	2015
Expenses					
Advertising and promotion		\$ 5,625	\$ 5,952	\$ 17,055	\$ 17,562
Amortization	4	132	944	397	1,416
Bank charges and interest		84	207	263	529
Consulting	8	-	5,500	-	21,640
Foreign exchange		602	(63)	3,930	(163)
Management	8	15,000	20,000	45,000	30,000
Office and miscellaneous	8	450	688	450	897
Professional fees		2,800	560	7,330	16,433
Rent	8	9,000	9,000	27,000	27,000
Transfer agent and regulatory fees		3,899	21,228	16,661	33,709
		<u>37,592</u>	<u>64,016</u>	<u>118,086</u>	<u>149,023</u>
Other items					
Interest Income		-	-	(25)	-
		-	-	(25)	-
Net loss and comprehensive loss		<u>\$ (37,592)</u>	<u>\$ (64,016)</u>	<u>\$ (118,061)</u>	<u>\$ (149,023)</u>
Basic and diluted loss per share		<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>
Weighted Average number of common shares outstanding					
- basic and diluted		55,300,053	55,300,053	55,300,053	55,300,053

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

LUCKY MINERALS INC.**CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**

(Unaudited, in Canadian dollars, except share number)

	Issued Common Shares		Reserves		Deficit	Total
	Number	Amount	Option	Warrant		
Balance at September 30, 2014	55,300,053	\$ 1,896,508	\$ 234,067	\$ 466,000	\$ (1,628,562)	\$ 968,013
Net and comprehensive loss	-	-	-	-	(149,023)	(149,023)
Balance at June 30, 2015	55,300,053	1,896,508	234,067	466,000	(1,777,585)	818,990
Net and comprehensive loss	-	-	-	-	(49,352)	(49,352)
Balance at September 30, 2015	55,300,053	1,896,508	234,067	466,000	(1,826,937)	769,638
Net and comprehensive loss	-	-	-	-	(118,061)	(118,061)
Balance at June 30, 2016	55,300,053	\$ 1,896,508	\$ 234,067	\$ 466,000	\$ (1,944,998)	\$ 651,577

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

LUCKY MINERALS INC.
STATEMENTS OF CASH FLOWS
FOR THE THREE AND NINE MONTH PERIODS ENDED JUNE 30,
(Unaudited, in Canadian dollars)

	Three Months Ended		Nine Months Ended	
	2016	2015	2016	2015
Operating activities				
Net loss for the period	\$ (37,592)	\$ (64,016)	\$ (118,061)	\$ (149,023)
Adjustments for non-cash items				
Amortization	132	944	397	1,416
	(37,460)	(63,072)	(117,664)	(147,607)
Changes in non-cash working capital items				
GST receivable	(1,736)	(3,073)	9,059	(5,669)
Prepaid expenses	1,925	161,225	2,926	85,700
Trade payables and accrued liabilities	(12,272)	(72,700)	(20,157)	(10,307)
Net cash flows used in operating activities	(49,543)	22,380	(125,836)	(77,883)
Investing activities				
Exploration and evaluation asset expenditures	(15,275)	(179,009)	(42,674)	(270,046)
Net cash flows used in investing activities	(15,275)	(179,009)	(42,674)	(270,046)
Change in cash during the period	(64,818)	(156,629)	(168,510)	(347,929)
Cash, beginning of period	188,656	551,192	292,348	742,492
Cash, end of period	\$ 123,838	\$ 394,563	\$ 123,838	\$ 394,563

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

LUCKY MINERALS INC.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

1. NATURE AND CONTINUANCE OF OPERATIONS

Lucky Minerals Inc. (the “Company”) was incorporated under the Business Corporations Act of British Columbia on May 7, 2007 for the purpose of acquiring and exploring mineral property interests. The Company is trading on the TSX Venture Exchange (the “Exchange”) under the symbol “LJ”. The head office, principal address and records office of the Company are located at 8338 – 120th Street, Surrey, British Columbia, Canada, V3W 2N4.

These consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future.

As at June 30, 2016, the Company had not advanced its exploration and evaluation assets to commercial production and is not able to finance day-to-day activities through operations. The Company’s continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and /or raise equity capital or borrowings sufficient to meet current and future obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and/or private placement of common shares.

These condensed interim consolidated financial statements were approved and authorized for use by the Board of Directors on August 22, 2016.

2. STATEMENT OF COMPLIANCE

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standards (“IAS”) 34 *Interim Financial Reporting* and should be read in conjunction with the annual consolidated financial statements for the year ended September 30, 2015, which have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

LUCKY MINERALS INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

3. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**Basis of Preparation**

The consolidated financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The financial statements are presented in Canadian dollars unless otherwise noted.

Basis of Consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Lucky Minerals (Montana) Inc., incorporated on May 30, 2014 in the state of Montana, USA.

Intercompany balances and transactions, including unrealized income and expenses arising from intercompany transactions, are eliminated upon consolidation.

Significant Estimates and Assumptions

The preparation of these financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, profit and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if it affects both current and future periods.

Estimates and assumptions where there is significant risk of material adjustments to assets and liabilities in future accounting periods include the recoverability and measurement of deferred tax assets, and provisions for restoration and environmental obligations.

LUCKY MINERALS INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

3. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

(Continue)

Significant Judgments

The preparation of these financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgments in applying the Company's financial statements include:

- the assessment of the Company's ability to continue as a going concern and whether there are events or conditions that may give rise to significant uncertainty; and
- the classification of expenditures as exploration and evaluation expenditures or operating expenses.

4. EQUIPMENT

	Computer \$	Automotive \$	Total \$
Cost:			
As at June 30, 2016 and September 30, 2015	1,896	14,050	15,946
Accumulated amortization:			
As at September 30, 2014	(1,580)	(11,846)	(13,426)
Charge for the year	(95)	(661)	(756)
As at September 30, 2015	(1,675)	(12,507)	(14,182)
Charge for the period	(50)	(347)	(397)
As at June 30, 2016	(1,708)	(12,739)	(14,579)
Net book value:			
As at September 30, 2015	221	1,543	1,764
As at June 30, 2016	188	1,311	1,367

5. EXPLORATION AND EVALUATION ASSETS

	Emigrant \$	St. Julien \$	Total \$
As at September 30, 2014	153,024	-	153,024
Acquisition	-	-	-
Exploration	320,479	-	320,479
As at September 30, 2015	473,503	-	473,503
Acquisition	13,140	27,399	40,539
Exploration	1,135	1,000	2,135
As at June 30, 2016	487,778	28,399	516,177

LUCKY MINERALS INC.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION ASSETS (Continued)**Emigrant Project, USA**

On June 15, 2014, the Company entered into an agreement with an arm's length party to have an option agreement assigned to the Company (the "Assignment Agreement"). Pursuant to the Assignment Agreement, the Company has an option to acquire a 100% interest in certain claims located in Montana, USA, for the following consideration:

Due Date	Cash (USD)
June 1, 2013	5,000 (Paid)
October 1, 2013	5,000 (Paid)
June 1, 2014	15,000 (Paid)
June 1, 2015	20,000 (Paid)
June 1, 2016 *	25,000
June 1, 2017*	30,000
June 1, 2018*	35,000
June 1, 2019*	40,000
June 1, 2020*	45,000
June 1, 2021*	50,000
Each subsequent year until \$1,000,000 has been paid*	50,000
Total	1,000,000

The optionor will retain a 2% net smelter royalty ("NSR"). The Company may acquire 1.8% of the NSR by paying \$1,500,000 within nine months of commercial production.

*In May 2016, the Company has negotiated with the optionor to amend the above payment schedule to USD \$10,000 per year commencing from June 1, 2016 until such time that the Company has received permission to drill and explore the property from the appropriate government authorities. During the three-month period ended June 30, 2016, the Company paid USD \$10,000 to the optionor.

St. Julien Project, USA

Effective November 1, 2015, the Company entered into a property option agreement with an arm's length party to acquire a 100% interest in certain claims comprising the St. Julien property located in Montana, USA, for the following consideration:

LUCKY MINERALS INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

5. EXPLORATION AND EVALUATION ASSETS (Continued)

Due Date	Cash (USD)
November 1, 2015	10,000 (Paid)
February 1, 2016	10,000 (Paid)
November 1, 2016	30,000
November 1, 2017	40,000
November 1, 2018	50,000
November 1, 2019	60,000
November 1, 2020	70,000
November 1, 2021	80,000
November 1, 2022	90,000
November 1, 2023	100,000
November 1, 2024	110,000
November 1, 2025	120,000
Total	770,000

The Company will pay a late charge of 5% for any payment, which is not paid within 15 days of its due date.

The optionor will retain a 3% NSR. The Company may acquire 2% of the NSR by paying a one-time sum of USD \$5,000,000 within 12 months of commercial production. The Company may acquire the remaining 1% of the NSR by paying a one-time sum of USD \$2,500,000 within 24 months of commercial production.

6. TRADE PAYABLES AND ACCRUED LIABILITIES

	June 30, 2016	September 30, 2015
	\$	\$
Accounts payable	-	11,657
Accruals	-	8,500
	-	20,157

LUCKY MINERALS INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

7. SHARE CAPITAL**Authorized Share Capital**

Unlimited number of common shares without par value.

Stock Options

The Company has adopted a stock option plan whereby the Company may from time to time in accordance with the Exchange requirements grant to directors, officers, employees and consultants options to purchase common shares of the Company provided that the number of options granted, including all options granted by the Company to date, does not exceed 10% of the Company's common shares issued and outstanding at the time of granting stock options. Options may be exercised no later than 90 days following cessation of the optionee's position with the Company or 30 days following cessation of an optionee conducting investor relations activities' position.

A continuity of the Company's stock options is as follows:

	Number of Options
Balance, September 30, 2014	450,000
Expired / Cancelled	(450,000)
Balance, June 30, 2016 and September 30, 2015	-

Warrants

A continuity of the Company's warrants is as follows:

	Number of Warrants	Weighted average exercise price \$	Weighted average number of years to expiry
Balance, September 30, 2014	11,000,000	0.15	4.70
Granted / (Expired)	-	-	-
Balance, September 30, 2015	11,000,000	0.15	3.70
Granted / (Expired)	-	-	-
Balance, June 30, 2016	11,000,000	0.15	2.95

LUCKY MINERALS INC.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

7. SHARE CAPITAL (Continued)

Share-Based Payment Reserve

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

8. RELATED PARTY TRANSACTIONS

During the nine-month period ended June 30, 2016, the Company incurred \$nil (June 30, 2015 - \$178,942) in exploration expense with Geologic Systems Ltd., a company that was founded by Director Shaun Dykes.

During the nine-month period ended June 30, 2016, the Company incurred \$27,000 (June 30, 2015 - \$27,000) in rent expense, \$417 (June 30, 2015 - \$897) in office expenses and \$nil (June 30, 2015 - \$20,500) in consulting fees to companies with common management.

As at June 30, 2016, \$nil (June 30, 2015 - \$nil) was owing to related parties which has been included in accounts payable (see Note 6).

Key Management Compensation

During the nine-month period ended June 30, 2016, the Company incurred \$45,000 (June 30, 2015 - \$25,000) to the Company's CEO for consulting services.

During the nine-month period ended June 30, 2016, the Company incurred \$nil (June 30, 2015 - \$1,140) in professional fees to a company owned by the former CFO.

LUCKY MINERALS INC.**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

JUNE 30, 2016

(Unaudited, expressed in Canadian dollars)

9. SEGMENTED INFORMATION**Geographic Segments**

The Company's non-current assets are located in the following countries:

	As at June 30, 2016		
	Canada	USA	Total
	\$	\$	\$
Equipment	1,367	-	1,367
Exploration and evaluation assets	-	516,177	516,177
	1,367	516,177	517,544

	As at September 30, 2015		
	Canada	USA	Total
	\$	\$	\$
Equipment	1,764	-	1,764
Exploration and evaluation assets	-	473,503	473,503
	1,764	473,503	475,267