Cartier Resources Inc.

(an exploration company)

Interim condensed financial statements
(Unaudited)

Third quarter ended September 30, 2013

The interim condensed financial statements for the period ended
September 30, 2013 have not been reviewed by the Company's external auditors.

Cartier Resources Inc.
(an exploration company)
Interim Condensed Statements of Financial Position

(In Canadian $)

	September 30, 2013 (Unaudited) $	December 31, 2012 (Audited) $
Assets		
Current		
Cash and cash equivalents (note 3)	**1,593,491**	2,670,297
Cash reserved for exploration (note 3)	**-**	873,129
Other short-term financial assets (note 4)	**150,000**	130,000
Receivables (note 5)	**125,967**	305,570
Prepaid expenses	**41,863**	19,866
	1,911,321	3,998,862
Non-current		
Property, plant and equipment (note 6)	**80,088**	100,255
Exploration assets and deferred exploration costs (note 8)	**9,728,825**	9,162,772
TOTAL ASSETS	**11,720,234**	13,261,889
Liabilities		
Current		
Accounts payables and accrued liabilities	**63,327**	211,530
Liability related to flow-through shares	**-**	238,440
	63,327	449,970
Non-current		
Deferred income and mining taxes	**2,245,364**	2,198,723
TOTAL LIABILITIES	**2,308,691**	2,648,693
EQUITY		
Share capital (note 9)	**15,059,439**	14,966,939
Warrants	**1,943,677**	1,943,677
Contributed surplus	**1,094,537**	1,036,467
Deficit	**(8,436,110)**	(7,063,887)
Accumulated other comprehensive loss	**(250,000)**	(270,000)
TOTAL EQUITY	**9,411,543**	10,613,196
TOTAL LIABILITIES AND EQUITY	**11,720,234**	13,261,889

Basis of preparation and going concern (note 1),
Contingencies and commitments (note 14)

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

Approved on behalf of the Board of Directors

(Signed) Philippe Cloutier, Director (Signed) Daniel Massé, Director

Cartier Resources Inc.
(an exploration company)

Interim Condensed Statements of Deferred Exploration Costs
(Unaudited)

(In Canadian $)

	Three-month period ended		Nine-month period ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
	$	$	**$**	$
Balance - Beginning of period	**8,939,961**	7,942,394	**8,092,393**	6,077,212
Expenses incurred during the period				
Geology	**115,615**	253,021	**308,553**	793,224
Geophysics	**-**	33,093	**-**	356,611
Drilling	**9,388**	290,174	**601,720**	1,002,709
Exploration office expenses	**6,710**	12,949	**34,092**	53,434
Surveying and access roads	**2,550**	72,009	**6,662**	240,743
Core shack rental and maintenance	**13,128**	19,570	**35,426**	61,045
Duties, taxes and permits	**5,852**	8,471	**14,618**	33,656
Depreciation of exploration equipment	**4,937**	5,217	**14,798**	13,595
Share-based payments-employees	**525**	7,004	**7,141**	11,673
Net expenses during the period	**158,705**	701,508	**1,023,010**	2,566,690
Write-off of deferred exploration costs	**(699,060)**	-	**(699,060)**	-
Tax credits	**(52,119)**	(132,694)	**(68,856)**	(132,694)
Balance - End of period	**8,347,487**	8,511,208	**8,347,487**	8,511,208

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

Cartier Resources Inc.

(an exploration company)

Interim Condensed Statements of changes in equity

(Unaudited)

(In Canadian $)

	Number of shares	Share capital	Warrants	Contributed surplus	Deficit	Accumulated other comprehensive income (loss)	**Total equity**
		$	$	$	$	$	**$**
BALANCE AS AT DECEMBER 31, 2012	57,904,145	14,966,939	1,943,677	1,036,467	(7,063,887)	(270,000)	**10,613,196**
Issue of shares	700,000	92,500	-	-	-	-	**92,500**
Effect of share-based payments	-	-	-	58,070	-	-	**58,070**
Net loss for the period					(1,372,223)		**(1,372,223)**
Change on fair value of other short-term financial assets					-	20,000	**20,000**
Total comprehensive loss					(1,372,223)	20,000	**(1,352,223)**
BALANCE AS AT SEPTEMBER 30, 2013	58,604,145	15,059,439	1,943,677	1,094,537	(8,436,110)	(250,000)	**9,411,543**
BALANCE AS AT DECEMBER 31, 2011	49,682,476	13,329,910	1,897,777	872,362	(4,934,941)	-	**11,165,108**
Issue of shares	2,005,955	479,887	-	-	-	-	**479,887**
Effect of share-based payments	-	-	-	79,893	-	-	**79,893**
Net loss for the period					(1,145,042)		**(1,145,042)**
Change on fair value of other short-term financial assets					-	(140,000)	**(140,000)**
Total comprehensive loss					(1,145,042)	(140,000)	**(1,285,042)**
BALANCE AS AT SEPTEMBER 30, 2012	51,688,431	13,809,797	1,897,777	952,255	(6,079,983)	(140,000)	**10,439,846**

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

Cartier Resources Inc.
(an exploration company)

Interim Condensed Statements of loss

(Unaudited)

(In Canadian $)

	Three-month period ended		Nine-month period ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
	$	$	**$**	$
Administrative expenses				
Salaries	**64,410**	58,610	**194,287**	202,819
Consultants	**24,863**	21,773	**89,414**	121,477
Share-based payments-employees	**11,812**	34,101	**50,929**	68,219
Professional fees	**13,819**	3,353	**32,506**	78,395
Rent	**6,316**	6,901	**18,845**	19,447
Business development	**7,726**	16,121	**61,241**	129,537
Insurance, taxes and permits	**4,102**	4,025	**11,953**	13,284
Interest and bank charges	**472**	862	**2,241**	2,862
Depreciation of property, plant and equipment	**1,791**	1,815	**5,374**	5,692
Stationery and office expenses	**4,696**	6,063	**17,410**	26,715
Telecommunications	**1,345**	2,211	**4,349**	6,018
Training and travel	**6,059**	2,799	**24,405**	31,123
Advertising and sponsoring	**4,458**	2,219	**20,073**	28,505
Shareholder's information	**4,434**	5,400	**34,743**	53,511
Part XII.6 tax related to flow-through shares	**-**	171	**693**	4,252
	156,303	166,424	**568,463**	791,856
Other expenses (income)				
Write-off of deferred exploration costs	**1,016,677**	-	**1,016,677**	-
Other exploration costs	**-**	19,301	**14,490**	57,847
Interest income	**(4,688)**	(2,022)	**(25,160)**	(20,381)
LOSS BEFORE DEFERRED INCOME AND MINING TAXES	**(1,168,292)**	(183,703)	**(1,574,470)**	(829,322)
Deferred income and mining taxes	**(283,476)**	42,587	**(202,247)**	273,133
NET LOSS FOR THE PERIOD	**(884,816)**	(226,290)	**(1,372,223)**	(1,102,455)
LOSS PER SHARE				
basic	**(0,02)**	(0,00)	**(0,02)**	(0,02)
diluted	**(0,02)**	0,00	**(0,02)**	(0,02)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING				
basic	**58,399,254**	50,557,309	**58,089,859**	50,087,711
diluted	**58,399,254**	50,584,964	**58,089,859**	50,147,861

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

Cartier Resources Inc.
(an exploration company)

Interim Condensed Statements of Comprehensive Loss
(Unaudited)

(In Canadian $)

	Three-month period ended		Nine-month period ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
	$	$	**$**	$
Net loss for the period	**(884,816)**	(226,290)	**(1,372,223)**	(1,102,455)
Change on fair value of other short-term financial assets	**50,000**	-	**20,000**	(140,000)
Comprehensive loss for the period	**(834,816)**	(226,290)	**(1,352,223)**	(1,242,455)

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

Cartier Resources Inc.
(an exploration company)
Interim Condensed Statements of Cash Flows
(Unaudited)
(In Canadian $)

	Three-month period ended		Nine-month period ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
	$	$	**$**	$
OPERATING ACTIVITIES				
Loss before deferred income and mining taxes for the period	**(1,168,292)**	(183,704)	**(1,574,470)**	(829,322)
Adjustments for:				
Depreciation of property, plant and equipment	**1,791**	1,815	**5,374**	5,692
Share-based payments-employees	**11,812**	34,101	**50,929**	68,219
Write-off of deferred exploration costs	**1,016,677**	-	**1,016,677**	-
Interest income	**(4,689)**	(2,024)	**(25,160)**	(20,382)
Interest income received	**5,183**	1,002	**24,074**	17,043
	(137,518)	(148,810)	**(502,576)**	(758,750)
Net change in non-cash working capital items				
Receivables	**2,288**	38,753	**21,012**	34,445
Prepaid expenses	**(15,086)**	11,013	**(21,997)**	(29,739)
Accounts payables and accrued liabilities	**(51,822)**	(44,500)	**(90,646)**	(94,713)
Cash flow used in operating activities	**(202,138)**	(143,544)	**(594,207)**	(848,757)
FINANCING ACTIVITIES				
Issuance of shares	**-**	500,000	**-**	500,000
Share issue expenses	**-**	(44,960)	**-**	(87,933)
Cash flow from financing activities	**-**	455,040	**-**	412,067
INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	**-**	(4,509)	**-**	(35,333)
Acquisition of exploration and evaluation assets	**(534,638)**	(585,662)	**(1,355,728)**	(2,288,534)
Cash flow used in investing activities	**(534,638)**	(590,171)	**(1,355,728)**	(2,323,867)
Net change in cash and cash equivalents	**(736,776)**	(278,675)	**(1,949,935)**	(2,760,557)
Cash and cash equivalents from the beginning	**2,330,267**	2,812,301	**3,543,426**	5,294,183
Cash and cash equivalents at the end (note 3)	**1,593,491**	2,533,626	**1,593,491**	2,533,626
Cash and cash equivalents	**1,593,491**	2,328,818	**1,593,491**	2,328,818
Cash reserved for exploration	**-**	204,808	**-**	204,808
	1,593,491	2,533,626	**1,593,491**	2,533,626

Additional information (note 11)

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

Incorporation and Nature of Operations

Cartier Resources Inc. (the "Company"), initially incorporated under Part 1 A of the Québec Companies Act on July 17, 2006, has been governed by the Business Corporations Act (Quebec) since February 14, 2011. The Company's head office is located at 1740, chemin Sullivan, Suite 1000, Val-d'Or, Québec. Its activities primaily include the acquisition and exploration of mining properties. The Company has not yet determined whether its properties contain economically recoverable ore reserves. The recoverability of the amounts shown for mining properties is dependent upon the existence of economic ore reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposal of properties.

1. Basis of preparation and going concern

These interim condensed financial statements were prepared on a going concern basis, using historical costs method, except for «Other short-term financial assets» which are measured at fair value through profit or loss.

The Company's ability to continue as a going concern depends on its ability to realize its assets and to obtain additional financing. While it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. The Company has not yet determined whether its properties contain economically recoverable ore reserves. The application of International Financial Reporting Standards « IFRS » on a going concern basis may be inappropriate, since there is a doubt as to the appropriateness of the going concern assumption.

These interim condensed financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported amounts of revenues and expenses and the classification of statement of financial position items if the going concern assumption was deemed inappropriate, and these adjustments could be material. Management did not take these adjustments into account as it believes in the validity of the going concern assumption.

These interim condensed financial statements have been prepared by the Company’s management in accordance with (“IFRS”), and in accordance with IAS 34 “Interim Financial Reporting”. They do not include all the information required in annual financial statements in accordance with IFRS. These interim condensed financial statements should be read in conjunction with the audited financial statements for the year ended December 31, 2012.

The preparation of interim condensed financial statements in accordance with IAS 34 requires the use of certain critical judgments and accounting estimates. It also requires management to exercise judgment when applying the Company’s accounting policies.

On November 26, 2013, the Company's Board of Directors approved these interim condensed financial statements for the period ended September 30, 2013.

2. Changes to accounting policies

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Company's last annual financial statements for the year ended December 31, 2012, except for the following new accounts policies effective for annual periods beginning on or after January 1st, 2013. The accounting policies have been applied consistently throughout the Company for the purposes of preparation of these interim financial statements.

IFRS 11 Joint Arrangements (IFRS 11)
IFRS 11 supersedes IAS 31 Interests in Join Ventures (IAS 31). It aligns more closely the accounting by the investors with their rights and obligations relating to the joint arragement. In addition, IAS 31's option of using proportionate consolidation for joint ventures has been eliminated. IFRS 11 now requires the use of the equity accounting method, which is currently used for investments in associates. Management's analysis is that IFRS 11 did not have a material impact on the interim financial statements.

IFRS 12 Disclosure of Interests in Other Entities (IFRS 12)
IFRS 12 integrates and makes consistent the disclosure requirements for various types of investments, including unconsolidated structured entities. It introduces new disclosure requirements about the risks to which an entity is exposed from its involvement with structured entities. Management's analysis is that IFRS 12 did not have a material impact on the interim financial statements.

2. Changes to accounting policies (continued)

IFRS 13 Fair Value Measurement (IFRS 13)
IFRS 13 clarifies the definition of fair value and provides related guidance and enhanced disclosures about fair value measurements. It does not affect which items are required to be fair-valued. Management's analysis is that IFRS 13 did not have a material impact on the interim financial statements.

3. Cash and cash equivalents and cash reserved for exploration

As at September 30, 2013 and December 31, 2012, the cash and the cash equivalents include banker's acceptances, an account bearing interests and an account without interest as detailed below:

	September 30, 2013			December 31, 2012		
	$	**Interest rate**	**Maturity date**	$	Interest rate	Maturity date
1) Banker's acceptance	**101,935**	**0,770%**	**2013-10-30**	153,840	0,902%	2013-02-11
2) Banker's acceptance	**400,302**	**0,801%**	**2013-12-18**	400,546	0,828%	2013-02-19
3) Banker's acceptance	**-**	**-**	**-**	518,226	1,450%	2013-03-11
4) Banker's acceptance	**-**	**-**	**-**	356,413	0,781%	2013-03-19
5) Account bearing interests	**924,213**	**1,200%**	**-**	1,036,730	1,200%	-
6) Account without interest	**167,041**	**-**	**-**	1,077,671	-	-
Total	**1,593,491**			3,543,426		

	September 30, 2013	December 31, 2012
	$	$
Cash	**1,091,254**	2,114,401
Banker's acceptances	**502,237**	1,429,025
	1,593,491	3,543,426
Less: Cash reserved for exploration	**-**	(873,129)
Cash and cash equivalents	**1,593,491**	2,670,297

4. Other short-term financial assets

	September 30, 2013	December 31, 2012
	$	$
Marketable securities of a quoted mining exploration company, available-for-sale, at fair value	**150,000**	130,000

5. Receivables

	September 30, 2013	December 31, 2012
	$	$
Credit on duties refundable and refundable tax credit for resources	**101,030**	260,707
Commodity taxes and others	**24,937**	44,863
	125,967	305,570

6. Property, plant and equipment

	September 30, 2013			December 31, 2012		
	Cost	**Accumulated Depreciation**	**Net book Value**	Cost	Accumulated Depreciation	Net book Value
	$	**$**	**$**	$	$	$
Leasehold improvements	**112,014**	**44,279**	**67,735**	112,014	27,477	84,537
Furniture and equipment	**22,430**	**10,077**	**12,353**	22,430	6,712	15,718
	134,444	**54,356**	**80,088**	134,444	34,189	100,255

7. Leases

The future minimum operating lease payments are as follows:

	Minimum lease payments due			
	Within 1 year	**1 to 5 years**	**After 5 years**	**Total**
	$	$	$	$
September 30, 2013	**89,175**	418,803	117,256	625,234
December 31, 2012	**89,175**	427,056	175,884	692,115

The Company rents its offices under a lease expiring in March 2021. The lease covering a Company's vehicle expires in October 2017. The Company also leases equipment under an agreement expiring in March 2016.

Lease payments recognized as an expense during the reporting period amount to $ 89,175 ($ 89,175 as at December 31, 2012). This amount consists of minimum lease payments. The Company's lease agreements contain renewal options.

8. Exploration assets and deferred exploration costs

The carrying amount can be analyzed as follows :

	Participation	Balance as at December 31, 2012	Addition	Tax credits	Write-off	**Balance as at September 30, 2013**
Quebec		$	$	$		**$**
Benoist	Option 100%					
Mining rights		190,607	358,905	-	(1,789)	**547,723**
Exploration and evaluation		733,906	771,376	(35,462)	(571)	**1,469,249**
		924,513	1,130,281	(35,462)	(2,360)	**2,016,972**
Chimo mine	100%					
Mining rights		-	261,616	-	-	**261,616**
Exploration and evaluation		-	54,332	(18,859)	-	**35,473**
		-	315,948	(18,859)	-	**297,089**
Cadillac Extension	100%					
Mining rights		11,539	-	-	(103)	**11,436**
Exploration and evaluation		1,587,305	62,922	(6,983)	-	**1,643,244**
		1,598,844	62,922	(6,983)	(103)	**1,654,680**

8. Exploration assets and deferred exploration costs (continued)

The carrying amount can be analyzed as follows :

	Participation	Balance as at December 31, 2012	Addition	Tax credits	Write-off	**Balance as at September 30, 2013**
Quebec		$	$	$		**$**
MacCormack	100%					
Mining rights		252,367	-	-	-	**252,367**
Exploration and evaluation		1,730,095	17,550	(131)	-	**1,747,514**
		1,982,462	17,550	(131)	-	**1,999,881**
Preissac	100%					
Mining rights		258,522	-	-	-	**258,522**
Exploration and evaluation		278,725	37,814	(1,511)	-	**315,028**
		537,247	37,814	(1,511)	-	**573,550**
Dollier	100%					
Mining rights		29,835	-	-	(12,023)	**17,812**
Exploration and evaluation		977,470	24,814	(1,988)	(6,395)	**993,901**
		1,007,305	24,814	(1,988)	(18,418)	**1,011,713**
La Pause	100%					
Mining rights		7,379	54	-	(1,699)	**5,734**
Exploration and evaluation		203,462	14,673	(10)	(5,147)	**212,978**
		210,841	14,727	(10)	(6,846)	**218,712**
Diego	100%					
Mining rights		2,755	-	-	(1,092)	**1,663**
Exploration and evaluation		444,610	27,318	(3,693)	(2,171)	**466,064**
		447,365	27,318	(3,693)	(3,263)	**467,727**
Xstrata-Option	100%					
Mining rights		750	-	-	(285)	**465**
Exploration and evaluation		938,338	472	(28)	(9,388)	**929,394**
		939,088	472	(28)	(9,673)	**929,859**
Fenton	Option 50%					
Mining rights		16,000	8,000	-	-	**24,000**
Exploration and evaluation		524,367	10,426	(151)	-	**534,642**
		540,367	18,426	(151)	-	**558,642**
Rambull	100%					
Mining rights		130,630	-	-	(130,630)	**-**
Exploration and evaluation		407,180	968	(20)	(408,128)	**-**
		537,810	968	(20)	(538,758)	**-**
Newconex-West	100%					
Mining rights		169,995	-	-	(169,995)	**-**
Exploration and evaluation		266,935	346	(20)	(267,261)	**-**
		436,930	346	(20)	(437,256)	**-**

8. Exploration assets and deferred exploration costs (continued)

The carrying amount can be analyzed as follows :

	Participation	Balance as at December 31, 2012	Addition	Tax credits	Write-off	**Balance as at September 30, 2013**
Quebec		$	$	$		**$**
Summary						
Mining rights		1,070,379	628,575	-	(317,616)	**1,381,338**
Exploration and evaluation		8,092,393	1,023,011	(68,856)	(699,061)	**8,347,487**
		9,162,772	**1,651,586**	**(68,856)**	**(1,016,677)**	**9,728,825**

All the mining properties held by the Company are located in the northwestern Quebec.

9. Share capital

Authorized
Unlimited number of common shares, without par value, voting and participating

	September 30,2013	
	Number	**Amount**
		$
Balance, beginning of period	**57,904,145**	**14,966,939**
Shares issued and paid		
Acquisition of property (a) (b)	**700,000**	**92,500**
Balance, end of period	**58,604,145**	**15,059,439**

(a) On July 29, 2013, the Company acquired a 100% interest in the Benoist property, consisting of 98 mining claims, for a cash payment of $250,000 and the issuance of 650,000 common shares which will be subject to a hold period of four months and one day under the applicable securities regulations. The Benoist property, which contains the Pusticamica gold deposit, is located 65 km northeast of the town of Lebel-sur-Quévillon.

(a) On March 2, 2012, the Company issued 250,000 common shares persuing the option agreement enabling it to earn a 51% undivided interest in the Benoist project. The Company must also issue 100,000 common shares before the first anniversary of the closing date and another 150,000 common shares before the second anniversary of the closing date and incur exploration expenditures aggregating $3,000,000 by March 1st, 2015. Both parties amended the agreement and the Company paid $18,000 to Murgor Resources inc. («Murgor») instead of issuing 100 000 common shares before the first anniversary. In addition, before the third anniversary, the Company will have a second option to earn an additional 49% undivided interest in the property by issuing 500,000 common shares to Murgor before the fourth anniversary of the closing date and incurring additional exploration expenditures aggregating $3,000,000 by March 1st, 2018. During the option period, the Company will act as operator. Murgor will retain a 1% NSR. The project is also subject to a 2.5% NSR payable to previous vendors of which a 1.5% NSR can be bought back by the Company for a consideration of $1,500,000.

(b) On March 19, 2012, the Company issued 50,000 common shares persuing the option agreement enabling it to acquire a 50% undivided interest in the Fenton project. The Company must also incur exploration expenditures aggregating $1,500,000 by March 19, 2015. In addition, the Company had a firm commitment to invest $500,000 in exploration work over the first year following the signature of the agreement, which was completed over the period, and the Company issued on the first anniversary of the agreement 50,000 common shares to SOQUEM INC. The Company must also issue 50,000 common shares to SOQUEM at the second anniversary following the signature of the agreement. SOQUEM INC. will be the operator. After the Company earns its undivided interest of 50%, SOQUEM INC. and the Company will form a joint venture.

9. Share capital (continued)

Stock Option Plan

The Company has a stock option plan that has been approved by the shareholders. The maximum number of common shares which may be reserved under the plan is limited to 10% of the number of common shares issued and outstanding (on a non-diluted basis). The options granted to any optionnee cannot exceed 5% of the issued and outstanding common shares. The options are vested over a period of 12 months and are exercisable over a maximum of five years.

The following table summarizes the information about the outstanding stock options:

	September 30, 2013	
	Number	Weighted average exercise price
		$
Outstanding - Beginning	**3,035,000**	**0,33**
Granted-employees	**950,000**	**0,25**
Expired	**(460,000)**	**0,43**
Outstanding - End	**3,525,000**	**0,30**
Exercisable - End	**2,786,250**	**0,31**

The following table summarizes certain information for stock options outstanding and exercisable :

	Outstanding options September 30, 2013			Exercisable options September 30, 2013		
Exercise price	Number of options	Weighted average remaining life	Weighted average exercise price	Number of options	Weighted average remaining life	Weighted average exercise price
		(years)	$		(years)	$
$0.16 to $0.24	**205,000**	**2,24**	**0,18**	**178,750**	**1,94**	**0,17**
$0.25 to $0.34	**2,225,000**	**3,73**	**0,25**	**1,512,500**	**3,30**	**0,25**
$0.35 to $0.44	**570,000**	**1,76**	**0,38**	**570,000**	**1,76**	**0,38**
$0.45 to $0.54	**525,000**	**2,64**	**0,45**	**525,000**	**2,64**	**0,45**
$0.16 to $0.54	**3,525,000**	**3,17**	**0,30**	**2,786,250**	**2,79**	**0,31**

9. Share capital (continued)

Warrants

The following table presents the changes that occurred during the period :

	September 30, 2013		
	Number	Weighted average exercise price	Weighted average remaining contractual life
		$	(years)
Outstanding - Beginning of period	**2,999,429**	**0,38**	**0,97**
Expired	**(1,499,429)**	**0,46**	**-**
Outstanding - End of period	**1,500,000**	**0,30**	**0,72**

The outstanding warrants are as follows:

Maturity date	Exercise price	Number
	$	
June 2014	0,30	**1,500,000**

10. Employee remuneration

Employee benefits expense recognized are detailed below:	**September 30, 2013**	December 31, 2012
	$	$
Wages, salaries	**469,624**	795,344
Social security costs	**48,860**	53,750
Share-based payments-employees	**58,070**	164,105
Defined contribution pension plan	**14,116**	20,466
	590,670	1,033,665
Less: salaries capitalized in exploration and evaluation assets	**(345,454)**	(609,962)
Employee benefits expense	**245,216**	423,703

11. Cash flows

Additional information	Three-month period ended **September 30, 2013**	Three-month period ended September 30, 2012	Nine-month period ended **September 30, 2013**	Nine-month period ended September 30, 2012
	$	$	**$**	$
Items not affecting cash and cash equivalents related to operating, financing and investing activities				
Tax credits applied against deferred exploration costs	**52,119**	136496	**68,856**	136,496
Tax credits applied against other exploration costs (Statements of loss)	**-**	-	**2,281**	-
Shares issued for the acquisition of mining properties	**84,500**	-	**92,500**	103,500
Share issue expenses included in accounts payable and accrued liabilities	**-**	5,266	**-**	5,266
Depreciation of property, plant and equipment transferred to deferred exploration costs	**4,937**	5,217	**14,798**	13,595
Deferred exploration costs included in accounts payable and accrued liabilities	**4,503**	334,807	**57,557**	79,008
Share-based payments-employees charged to deferred exploration costs	**525**	7,004	**7,141**	11,673

12. Financial Instruments

Objectives and policies in managing financial risks

The Company is exposed to various financial risks resulting from its operations and financing activities. The directors and officers of the Company manage those risks.

The Company does not enter into speculative derivative financial instruments.

Financial risks

The main financial risks to which the Company is exposed and the risk management policies are as follows:

Interest risk

The bonds bear interest at a fixed rate and consequently expose the Company to the risk of fair value fluctuation related to changes in interest rates.

The other financial assets and liabilities of the Company do not represent interest risk because they do not bear interest.

The Company does not use financial derivatives to reduce its exposure to interest risk.

As at September 30, 2013, the Company's exposure to interest rate risk is summarized as follows:

Cash and cash equivalents :	Variable and fixed interest rate
Cash reserved for exploration :	Variable and fixed interest rate
Receivables :	Non-interest bearing
Accounts payables and accrued liabilities :	Non-interest bearing

12. Financial Instruments (continued)

Interest rate sensitivity

At September 30, 2013, the Company only received interest on bankers' acceptances.

Interest rate movements may affect the fair value of the investments in fixed interest financial assets.

The possible effects on fair value that could arise as a result of changes in interest rates are taken into account when making investment decisions.

Liquidity risks

Liquidity risk management serves to maintain a sufficient amount of cash and to ensure that the Company has at its disposal sufficient sources of financing such as private placements. The Company establishes cash forecasts to ensure it has the necessary funds to fulfill its obligations. Obtaining additional funds makes it possible for the Company to continue its operations, and while it has been successful in doing so in the past, there is no assurance it will be able to do so in the future.

Credit risk

Cash and cash equivalents are held or issued by financial institutions with a superior-quality credit rating. Hence, the Company considers that the risk of non-performance of such instruments is negligible.

Credit risk analysis

The Company's exposure to credit risk is limited to the accounting value of its financial assets at the date of presentation of the financial information as disclose below :

	September 30, 2013	December 31, 2012
	$	$
Cash and cash equivalents	**1,091,254**	1,241,272
Cash reserved for exploration	-	873,129
Banker's acceptances	**502,237**	1,429,025
Receivables (other than goods and services tax receivable)	**101,030**	260,707
Carrying amounts	**1,694,521**	3,804,133

The Company has no trade receivables. Its receivables comprised mainly of tax credits, mining taxes and sale taxes receivable consequently, the exposure to credit risk for the Company's receivables is considered immaterial. No impairment loss has been recognized in the periods presented.

The Company's management considers that all of the above financial assets that are not impaired or past due for each of the reporting dates under review are of good credit quality.

None of the Company's financial assets are secured by collateral or other credit enhancements.

The credit risk for cash and cash equivalents, cash reserved for exploration and banker's acceptances and bonds is considered negligible, since the counterparties are reputable financial institutions with high quality external credit ratings.

12. Financial Instruments (continued)

Fair value of financial instruments

The Company discloses the fair value hierarchy by which the financial instruments are evaluated and have the following levels. Level 1 features a valuation based on quoted prices (unadjusted) in the active market for identical assets or liabilities. Level 2 includes inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly, and Level 3 includes inputs for the asset or liability that are not based on observable market data. Marketable securities are classified under Level 1 (note 13).

The fair value of the cash and cash equivalents and the cash reserved for exploration and receivables approximates their carrying value as these items will be realized in the short term.

13. Financial assets and liabilities

	September 30, 2013		December 31, 2012	
	Carrying amount	Fair value	Carrying amount	Fair value
	$	$	$	$
Categories of financial assets and liabilities				
Financial assets				
Loans and receivables				
Cash and cash equivalents	**1,091,254**	**1,091,254**	1,241,272	**1,241,272**
Cash reserved for exploration	**-**	**-**	873,129	**873,129**
Banker's acceptance	**502,237**	**502,237**	1,429,025	**1,429,025**
Available for sale financial asset				
Other short-term financial assets	**150,000**	**150,000**	130,000	**130,000**
Financial liabilities				
Other financial liabilities				
Trade	**13,567**	**13,567**	86,975	**86,975**
Other	**49,760**	**49,760**	124,555	**124,555**

14. Contingencies and commitments

The Company is partially financed through the issuance of flow-through shares. However, there is no guarantee that its expenses will qualify as Canadian exploration expenses, even if the Company is committed to taking all the necessary measures in this regard. Refusal of certain expenses by the tax authorities would have a negative tax impact for investors.

Moreover, tax rules regarding flow-through placements set deadlines for carrying out the exploration work no later than the first of the following dates:

– Two years following the flow-through placements;
– One year after the Company has renounced the tax deductions relating to the exploration work.

Commitments to carry out exploration work that are not met are subject to a combined tax rate of 30% (Canada and Quebec).

During the year ended December 31, 2012, the Company received $1,250,400 from flow-through placements for which the Company had renounced tax deductions after December 31, 2012.

The Company has renounced tax deductions of $1,250,400 as at February 28, 2013 and management is required to fulfil its commitments before the stipulated deadline of December 31, 2013. As at September 30, 2013, the balance was nul and has been presented as “Cash reserved for exploration”.

15. Transactions with key management personnel

The Company's key management personnel are members of the Board of Directors, the president, the vice-president and chief financial officer. The remuneration of key management personnel includes the following expenses:

	September 30, 2013	September 30, 2012
	$	$
Short-term employee benefits		
Salaries including bonuses and benefits	**265,608**	397,816
Social security costs	**23,944**	29,386
Total short-term employee benefits	**289,552**	427,202
Share-based payments-employees	**7,218**	59,685
Total remuneration	**296,770**	486,887

During the nine-month period ended September 30, 2013, key management personnel did not exercise any share options granted through the share-based payment plans. During the nine-month period ended September 30, 2012, key management personnel did not exercise any share options granted through the share-based payment plans.

16. Capital disclosures

The Company's objectives in managing its capital are to ensure sufficient liquidity to pursue its organic growth strategy and undertake selective acquisitions. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares and acquire or sell mining properties to improve its financial performance and flexibility.

The Company's capital is composed of shareholders' equity. The Company's primary uses of capital are to finance exploration expenditures and acquire properties. To effectively manage the Company's capital requirements, the Company has in place a rigorous planning and budgeting process to help determine the funds required to ensure the Company has appropriate liquidity to meet its operating and growth objectives.

The Company expects that its current capital resources and its ability to obtain additional financing will support further exploration and development of its mineral properties.

The Company is not subject, in regards of external rules, to any requirements regarding its capital, funless the Company completes a flow-through financing for which the cash must be reserved for exploration. As at September 30, 2013, the Company's cash reserved for exploration was $0 ($873,129 as at December 31, 2012).

As at September 30, 2013, shareholders' equity was $ 9,411,543 ($10,613,196 as at December 31, 2012).

17. Related party transactions

	September 30, 2013	September 30, 2012
	$	$
Consultants	**-**	1,000

During the reporting period the Company has no related party transactions. During the 2012 reporting period, a company in which a director of the Company is a minority shareholder provided the Company with consultation services amounting to $1,000. This transaction occurred within the normal course of business and was measured at the exchange value, which is the amount of consideration established and agreed to by the related parties. As at September 30, 2012, no amount was included in the accounts payable and accrued liabilities.

18. Liquidity risk analysis

Liquidity risk management serves to maintain a sufficient amount of cash and to ensure that the Company has financing sources such as private and public investments for a sufficient amount.

Over the period, the Company has financed its exploration expense commitments, its working capital requirements and acquisitions through private and flow-through financings.

The Company's liabilities are summarized below:

	September 30, 2013	September 30, 2012
	$	$
Accounts payables and accrued liabilities	**63,327**	211,530
Liability related to flow-through shares	**-**	238,440
	63,327	449,970

Where the counterparty has a choice of when an amount is paid, the liability has been included on the earliest date on which payment can be required.