YORBEAU RESOURCES INC.

Condensed Interim Financial Statements
(Unaudited and not reviewed)
For the three and nine-month periods ended
September 30, 2018 and 2017

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YORBEAU RESOURCES INC.

Condensed Interim Statements of Financial Position
(Unaudited)

As at September 30, 2018 and 2017

	September 30 2018	December 31 2017
	$	$
Assets		
Current assets		
Cash and cash equivalents	**77,804**	1,902,850
Tax credits and other receivables (note 4)	**46,432**	129,470
Prepaid expenses	**35,861**	55,415
	160,097	2,087,735
Non-current assets		
In-trust deposits (note 5)	**279,000**	279,000
Chibougamau Building (note 6)	**234,121**	242,337
Mining Properties (note 7)	**3,786,525**	3,770,663
Exploration and evaluation assets (note 7)	**23,266,694**	21,976,047
	27,566,340	26,268,047
	27,726,437	28,355,782
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable and accrued liabilities (note 8)	**140,480**	127,817
Liability related to flow-through shares (notes 10 and 13)	**--**	222,345
Short-term loan (note 11)	**40,000**	--
	180,480	350,162
Non-current liabilities		
Provisions (note 9)	**279,000**	279,000
Total liabilities	**459,480**	629,162
Shareholders' Equity		
Share capital and warrants (note 10)	**53,884,801**	53,884,801
Contributed surplus	**2,907,218**	2,889,956
Deficit	**(29,525,062)**	(29,048,137)
	27,266,957	27,726,620
	27,726,437	28,355,782

Reporting entity and going concern (note 1)

Commitments and contingencies (note 13)

See accompanying notes to condensed interim financial statements.

YORBEAU RESOURCES INC.

Condensed Interim Statements of Earning and Comprehensive Income
(Unaudited)

For the three and nine-month periods ended September 30, 2018 and 2017

	For three months ended September 30		For nine months ended September 30	
	2018	2017	**2018**	2017
	$	$	**$**	$
Revenues				
Management fees	**--**	9,791	**5,450**	36,271
Rental of facilities	**10,050**	37,650	**25,350**	112,950
Sales of the net smelter royalty of Ellison property	**--**	--	**--**	2,250,000
Other revenue related to flow-through shares	**--**	190,865	**222,345**	532,248
	10,050	238,306	**253,145**	2,931,469
Expenses				
Administrative charges (Note 14)	**191,216**	142,105	**586,420**	535,755
Share-based payments	**16,194**	--	**17,262**	700
Property maintenance	**23,904**	31,793	**101,611**	108,795
Chibougamau building expenses (Note 15)	**6,103**	6,777	**22,560**	22,264
	237,417	180,675	**727,853**	667,514
Interest income	**(152)**	--	**(152)**	(27)
Interest expense	**502**	520	**2,369**	2,307
Net interest expense	**350**	520	**2,217**	2,280
Net income (net loss) net and comprehensive income (loss)	**(227,717)**	57.111	**(476,925)**	2,261,675
Net earnings (net loss) per share, basic and diluted	**(0.00)**	0.00	**(0.00)**	0.00
Weighted average number of shares outstanding	**307,539,013**	307,539,013	**307,539,013**	307,539,013

See accompanying notes to condensed interim financial statements.

YORBEAU RESOURCES INC.

Condensed Interim Statements of Changes in Cash Flows
(Unaudited)

For the nine-month periods ended September 30, 2018 and 2017

	September 30 2018 $	September 30 2017 $
Cash flows from operating activities		
Operating:		
(Net loss) net earnings for the period	**(476,925)**	2,261,675
Items not involving cash:		
Other revenue related to flow-through shares	**(222,345)**	(532,248)
Share-based payments	**17,262**	700
Amortization expense (note 14)	**8,216**	7,704
Net finance expense	**2,217**	2,280
Net change in non-cash operating working capital items:		
Change in sales tax and other receivables	**83,038**	158,065
Change in prepaid expenses	**19,554**	14,843
Change in accounts payable and accrued liabilities	**12,663**	(444,869)
Interest received	**152**	27
Interest paid	**(2,369)**	(2,307)
Net cash (used) provided from operating activities	**(558,537)**	1,465,870
Investing:		
Increase of in-trust deposits	**-**	(81,620)
Additions to mining properties	**(15,862)**	-
Additions to exploration and evaluation assets	**(1,290,647)**	(1,627,725)
Net cash used in investing activities	**(1,306,509)**	(1,709,345)
Cash flows from financing activities		
Proceed from issuance of shares	**--**	1,500,000
Equity financing expenses	**--**	(71,943)
Change in short-term loan	**40,000**	--
Net cash from financing activities	**40,000**	1,428,057
Net (decrease) increase in cash and cash equivalents	**(1,825,046)**	1,184,582
Cash and cash equivalents, beginning of period	**1,902,850**	1,375,590
Cash and cash equivalents, end of period	**77,804**	2,560,172

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See accompanying notes to condensed interim financial statements.

YORBEAU RESOURCES INC.

Condensed Interim Statements of Changes in Equity
(Unaudited)

For the nine-month periods ended September 30, 2018 and 2017

	September 30 2018	September 30 2017
	$	$
Transactions with shareholders, recorded directly in equity		
Share capital and warrants		
Balance beginning of period	**53,884,801**	52,741,943
Issue of flow-through shares	**--**	1,142,854
Balance end of the period	**53,884,801**	53,884,797
Contributed surplus		
Balance beginning of period	**2,889,956**	2,889,256
Share-based payments under the option plan	**17,262**	700
Balance end of the period	**2,907,218**	2,889,956
Deficit		
Balance beginning of period	**(29,048,137)**	(30,696,748)
Net income (net loss) and comprehensive income (loss) for the period	**(476,925)**	2,261,675
Equity financial expenses	**--**	(71,943)
Balance end of the period	**(29,525,062)**	(28,507,016)
Total shareholders' equity end of the period	**27,266,957)**	28,267,737

See accompanying notes to condensed interim financial statements.

1. Reporting entity and going concern

Yorbeau Resources Inc. (“Yorbeau” or the “Company”) is a company domiciled in Canada and incorporated under the laws of the Province of Québec. The address of the Company’s registered office is 110 Crémazie West Boulevard, Suite 430, Montréal, Québec.

On January 1, 2018, the common control companies Resources Yorbeau Inc. and its subsidiary Mines Cancor Inc. amalgamated under the name of Resources Yorbeau Inc.. This combination has been accounted for using the continuation of interests method, which is similar to the pooling of interests method. Comparative figures include the assets and liabilities as well as the results of operations of the combined companies.

The Company is involved in the exploration of mineral properties in the Province of Québec. The Company has taken steps to verify title to mineral properties in which it has an interest in accordance with industry standards for the current stage of exploration of such properties. However, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

The condensed interim financial statements have been prepared on a going concern basis, which assumes the Company will continue its operations in the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the ordinary course of business.

The Company is in the process of exploring and evaluating its mineral properties and projects and has not yet determined whether its properties and projects contain ore reserves that are economically recoverable. Operating activities have not yet generated any revenues. The ability of the Company to meet its commitments and discharge its liabilities as they become payable and pursue the acquisition of mineral properties and the development of projects, is dependent on its ability to obtain necessary financing. The recoverability of amounts shown for mining properties and exploration and evaluation assets is dependent upon the ability of the Company to obtain necessary financing to complete the exploration and development thereof, and upon future profitable production or proceeds from the disposal of properties. As at the date of the condensed interim financial statements, management determined that the carrying amount of mining properties and exploration and evaluation assets represents the best estimate of their net recoverable value. This value may nonetheless be reduced in the future.

Management expects that the working capital available to the Company at the end of the period will not provide the Company with adequate funding to cover its budgeted general administrative expenses and to meet its short-term obligations for the next twelve months, and to complete its planned 2018 calendar year exploration budget. Consequently, the Company will need to obtain additional financing in 2019.

1. Reporting entity and going concern (continued)

The conditions mentioned above indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The condensed interim financial statements do not reflect the adjustments to the carrying amounts of assets and liabilities that would be necessary if the Company were unable to realize its assets or discharge its obligations in anything other than the ordinary course of operations.

2. Statement of compliance

These condensed interim financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS"), including IAS 34, *Interim Financial Reporting.* These unaudited condensed interim financial statements do not include all the information required for full annual financial statements, and therefore, should be read in conjunction with the audited annual financial statements and the notes thereto for the year ended December 31, 2017.

3. Basis of preparation

These condensed interim financial statements are presented in Canadian dollars, which is the Company’s functional currency. The basis of preparation, including the use of estimates and judgments, and significant accounting policies are unchanged compared to the ones disclosed in the audited annual financial statements for the year ended December 31, 2017, except for the following:

New accounting standards and amendments adopted:

The following amendments have been applied in preparing the unaudited condensed financial statements as at September 30, 2018 and did not have a significant impact on the financial statements:

In June 2016, the International Accounting Standards Board (IASB) issued amendments to IFRS 2, Share-based Payment, clarifying how to account for certain types of share-based payment transactions.

In July 2014, the IASB issued the final version of IFRS 9, Financial Instruments, which addresses the classification and measurement of financial assets and liabilities, impairment and hedge accounting, replacing IAS 39, Financial Instruments: Recognition and Measurement.

3. Basis of preparation (continued)

In May 2014, the IASB issued IFRS 15, Revenue from Contracts with Customers. IFRS 15 will replace IAS 18, Revenue, as well as other revenue-related standards and interpretations. The standard contains a single model that applies to contracts with customers and two approaches to recognizing revenue: at a point in time or over time. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognized. New estimates and judgmental thresholds have been introduced, which may affect the amount and/or timing of revenue recognized.

4. Tax credits and other receivables

		September 30 2018		December 31 2017
Sales taxes	$	23,200	$	54,933
Others		23,232		74,537
Tax credits and other receivables	$	46,432	$	129,470

5. In-trust deposits

As at September 30, 2018, the Company has an in-trust deposit of $279,000 in accordance with the present warranty required under the *Regulation respecting mineral substances other than petroleum, natural gas and brine* and the *Act respecting the Preservation of Agricultural Land and Agricultural Activities* in connection with the costs for the sites restoration of Augmitto and Astoria on the Rouyn property. Additional guaranties may be required from the government (note 9).

6. Chibougamau Building

		September 30, 2018		December 31, 2017
Cost				
Balance, beginning of year	$	273,890	$	273,890
Balance, end of period	$	273,890	$	273,890
Accumulated amortization		September 30, 2018		December 31,2017
Balance, beginning of year	$	31,553	$	20,597
Amortization during the period		8,216		10,956
Balance, end of period	$	39,769	$	31,553
Carrying amount		September 30, 2018		December 31, 2017
Balance, end of period	$	234,121	$	242,337

7. Mining properties and exploration and evaluation assets

Mining properties:

	Balance, December 31, 2017	Additions	Balance, September 30, 2018
	$	$	$
Rouyn [a)]	2,494,895	15,862	2,510,757
Scott Lake [f)]	774,235	-	774,235
Lemoine [g)]	270,492	-	270,492
Selbaie West [e)]	63,369	-	63,369
Estrades-Caribou [h)]	167,672	-	167,672
	3,770,663	15,862	3,786,525

	Balance, December 2016	Radiation	Balance, December 31, 2017
	$	$	$
Rouyn [a)]	2,494,895	-	2,494,895
Scott Lake [f)]	774,235	-	774,235
Lemoine [g)]	270,492	-	270,492
Selbaie West [e)]	63,369	-	63,369
Estrades-Caribou [h)]	167,672	-	167,672
Normetal West [i)]	69,875	(69,875)	-
	3,840,538	(69,875)	3,770,663

7. Mining properties and exploration and evaluation assets (continued)

Exploration and evaluation assets:

	December 31 2017	Additions	September 30 2018
	$	$	$
Rouyn [a)]	16,104,946	441,793	16,546,739
Beschefer [b)]	751,495	15,079	766,574
Kistabiche [d)]	144,387	68,732	213,119
Scott Lake [f)]	3,940,800	64,279	4,005,079
Lemoine [g)]	18,468	381	18,849
Selbaie West [e)]	318,827	6,078	324,905
Estrades-Caribou [h)]	689,982	513,451	1,203,433
Gemini [d)]	2,114	303	2,417
Turgeon [d)]	387	-	387
Allard [d)]	1,105	-	1,105
Landrienne [j)]	1,197	-	1,197
KB [k)]	2,339	180,551	182,890
	21,976,047	1,290,647	23,266,694

	December 31 2016	Additions	Radiation	December 31 2017
	$	$		$
Rouyn [a)]	16,067,453	37,493	-	16,104,946
Beschefer [b)]	223,727	527,768	-	751,495
Kistabiche [d)]	130,793	13,594	-	144,387
Scott Lake [f)]	3,262,276	678,524	-	3,940,800
Lemoine [g)]	18,426	42	-	18,468
Selbaie Ouest [e)]	318,033	794	-	318,827
Estrades-Caribou [h)]	8,271	681,711	-	689,982
Normétal Ouest [i)]	56,295	3,293	(59,588)	-
Gemini [d)]	-	2,114	-	2,114
Turgeon [d)]	-	387	-	387
Allard [d)]	-	1,105	-	1,105
Landrienne [j)]	-	1,197	-	1,197
KB [k)]	-	2,339	-	2,339
	20,085,274	1,950,361	(59,588)	21,976,047

7. Mining properties and exploration and evaluation assets (continued)

(a) Rouyn Property:

Yorbeau owns a 100% interest in the Rouyn property which is located in the Rouyn and Beauchastel Townships, Québec. The Rouyn property is composed of one mining concession and a group of 94 mining claims. Twelve of the 94 mining claims are subject to a $50,000 per annum royalty payable to Société Minière Alta Inc., a company controlled by a director of Yorbeau.

(b) Beschefer property:

In 2002, Yorbeau entered into an agreement with Explorers Alliance Corporation ("Explorers"), pursuant to which Yorbeau acquired from Explorers an 80% interest in 149 staked mining claims in consideration of the issuance to Explorers of 350,000 Class A common shares of Yorbeau. In 2005, Yorbeau abandoned 12 of these claims. The Company also has the option to acquire, at any time, the remaining 20% interest held by Explorers in the property in consideration of either a cash payment of $500,000 or the issuance to Explorers of 1,800,000 additional Class A common shares of Yorbeau, as determined by Explorers. Yorbeau also owns a 100% interest in 120 staked claims located in the Beschefer Township. The 257 staked claims which form the Beschefer property were converted in July 2012 into an aggregate of 115 map designated claims. Yorbeau owns a 100% interest in 50 of these claims and an 80% interest in the remaining 65 claims.

(c) Ellison property:

In 2002, Yorbeau entered into an agreement with Agnico-Eagle Mines Limited ("Agnico"), pursuant to which Yorbeau transferred to Agnico all of its interests in the Ellison property in consideration of a cash payment of $1,000,000 of which $500,000 was received on closing and $500,000 is receivable upon commencement of commercial production. Yorbeau also retains a 2.5% net smelter return royalty when the current gold price as established by the London Bullion Market Association is over US$425 per ounce.

On May 31, 2017, Yorbeau has entered into an agreement to sell to Agnico its net smelter royalty over the Ellison Property which the Company had received as part of its sale of the Ellison Property to Agnico in 2002.

The purchase price for the net smelter royalty is $2,250,000 and was paid in cash by Agnico upon execution of the agreement. In addition to the sale of the net smelter royalty, the remaining instalment of 2002 sale in the amount of $500,000, which was payable only upon commencement of commercial production, is no longer be payable.

7. Mining properties and exploration and evaluation assets (continued)

(d) Gemini, Turgeon, Kistabiche, Bonfortel, Poirier and Allard:

Yorbeau owns a 100% interest in six Québec properties (Gemini, Turgeon, Kistabiche, Bonfortel, Poirier and Allard). All of these properties are in good standing.

(e) Selbaie West:

Yorbeau owns a 100% interest in the Selbaie West property, which is located in the Carheil and Brouillan Townships in Quebec. The property is composed of 105 claims, of which 100 claims are subject to a back-in right in favor of First Quantum Minerals Ltd. ("First Quantum") pursuant to an agreement dated June 29, 2009 as amended on January 15, 2015 (the "Back-in Right Agreement"). Under the terms of the Back-in Right Agreement, First Quantum has the right to earn back a 50% interest in the property by funding, with Yorbeau as operator, the exploration expenditures on the property in an amount equal to twice the amount of expenditures made on such property since it was acquired by Yorbeau. If First Quantum does not exercise its back-in right, it will have the right to receive a 1% NSR royalty on the claims which are subject to the said back-in right.

(f) Scott Lake:

Yorbeau owns a 100% interest in the Scott Lake property, which is composed of three (3) claim blocks totalling 129 claims located in the Scott, Lévy and Obalski Townships in Quebec. Some of these claims are subject to production royalties to third parties, as follows:

Ouje block: no underlying royalty.

Scott-Diagold block: These claims are subject to a 1% NSR royalty in favor of Exploration Diagold Inc., which can be purchased at any time by Yorbeau for an amount of $750,000; and

1948565 Ontario Inc. (previously "Thundermin Block"; effective January 2016, Thundermin Resources Inc. was acquired by 1948565 Ontario Inc.).

These claims may be subject to various underlying royalty agreements, payable upon commercial production, and a one-time cash payment is due upon commercial production to 1948565 Ontario Inc. ("1948565"), as follows: (1) $1,000,000 if the feasibility study in respect of the property indicates contained mineral reserves of less than 5 million tonnes; (2) $2,000,000 if such reserves are in excess of 5 million tonnes; but less than 10 million tonnes; and (3) $4,000,000 if such reserves are in excess of 10 million tonnes

7. Mining properties and exploration and evaluation assets (continued)

(f) Scott Lake:

An advance amount of $35,000 is payable annually to 1948565 until commercial production is achieved. Such advance payments are recoupable out of the payments payable to 1948565 described above.

(g) Lemoine:

In July 2015, the 199 staked claims which formed the Lemoine property were converted into an aggregate of 102 map designated claims. The property is located in the Lemoine, Rinfret and Dollier Townships in Quebec. Yorbeau has a 79.30% interest in the Lemoine property and the remaining interest of 20.70% is held by First Quantum. Certain claims of this property are subject to a 2% NSR royalty and to a $1 M payment upon commercial production while other claims of this property are subject to a 1% NSR royalty, 50% of which can be purchased for $1 M.

(h) Estrades-Caribou:

The Estrades-Caribou property consists of three (3) contiguous claim blocks totalling 120 claims located in the Estrées Township in Quebec. Yorbeau owns varying interests in these claims, as follows :

Estrades block (7 claims): 67.20% interest owned by Yorbeau, residual interest owned by First Quantum.

Caribou East block (38 claims): 67.20% interest owned by Yorbeau, residual interest owned by First Quantum.

Caribou West block (75 claims): 100% interest owned by Yorbeau and

111 claims on the Caribou East and Caribou West blocks are subject to a 2.5% NSR royalty.

(i) Normetal West:

Yorbeau owns a 100% interest in the Normetal West property which consists of 10 claims located in the Abbotsford and Adair Townships in Ontario.

Yorbeau has decided to cease all prospecting activity on this property and the claims will gradually abandoned. The exploration and evaluation assets and mining properties related to this property have therefore been written off.

7. Mining properties and exploration and evaluation assets (continued)

(j) Landrienne:

Yorbeau owns a 100% interest in the Landrienne property which consists of 62 claims located in the Landrienne Township in Quebec. This property is subject to the Back-in Right Agreement with First Quantum. Also, 22 claims of the property are subject to a 2% NSR royalty and 24 claims of the property are subject to a 1% NSR royalty.

(k) Other properties:

In December 2017, Yorbeau has acquired the KB property located in McCorkill township 35 kilometres east of the town of Chibougamau The property (locally known also as “Kill Bill”) is comprised of 30 claims covering 16.7 square kilometres located in the eastern limit of the Abitibi belt of Quebec.

8. Accounts payable and accrued liabilities:

		September 30 2018		December 31 2017
Accounts payable	$	100,415	$	128
Accrued liabilities		40,065		127,689
Accounts payable and accrued liabilities	$	140,480	$	127,817

9. Provisions:

The Company’s provisions consist of obligations for site restoration costs associated with mine reclamation and closure activities at the Astoria and Augmitto sites on the Rouyn property as required under the *Regulation respecting mineral substances other than petroleum, natural gas and brine and the Act Respecting the Preservation of Agricultural Land and Agricultural Activities.* In determining the estimated costs, the company considers factors such as changes in laws and regulations and existing permit requirements. The Company anticipates total restoration costs in relation to the aforementioned regulations of $255,000 and $24,000, respectively. These amounts represent what is anticipated in the most recent mine site closure plan approved by the government authorities in 2016. Any future adjustments to this provision due to changes in laws, regulations and operating assumptions will be added to the cost of the underlying asset and could be significant

Provisions for site restoration costs fluctuated as follows during the period:

		September 30 2018		December 31 2017
Balance, beginning of year	$	279,000	$	279,000
Balance end of period	$	279,000	$	279,000

10. Share capital and warrants

Authorized:

An unlimited number of common shares, without nominal or par value

Shares fluctuated as follows during the period:

	September 30 2018		December 31 2017	
	Number of shares	$	Number of shares	$
Balance, beginning of year	307,539,013	53,884,801	293,253,299	52,741,943
Shares issued:				
Private placement- flow-through	-	-	14,285,714	1,500,000
Liability related to flow-through	-	-	-	(357,142)
Balance, end of period	307,539,013	53,884,801	307,539,013	53,884,801

(a) Flow-through shares issuance:

On June 14, 2017, the Company completed the first tranche of a private placement financing. The Company issued a total of 11 999 285 flow-through shares at a price of $0.105 per share for gross proceeds of $1 259 925. At closing, the Company paid 5% of the gross proceeds as a finder's fee.

On August 28, 2017, the Company completed the second tranche of a private placement financing. The Company issued a total of 2 286 429 flow-through shares at a price of $0.105 per share for gross proceeds of $240 075.

The carrying amount of these flow-through shares is presented net of the liability related to flow-through shares of $357 146 that was recorded when the flow-through shares were issued during the financings on June 14. 2017 and August 28, 2017.

10. Share capital and warrants (continued)

(b) Warrants:

The warrants are composed of the following:

	September 30 2018	December 31 2017
Balance, beginning of year	11,626,982	11,626,982
Warrants expired	(6,071,427)	-
Balance, end period	5,555,555	11,626,982

As at September 30, 2018, the following share purchase warrants were outstanding:

- 5,555,555 warrants at $0.12 per warrant expiring on December 15, 2018.

All options and warrants outstanding at the end of the period could potentially dilute basic earnings per share in the future.

11. Short-term loan

In September 2018, a third party advanced $40,000 to the Company. This loan bears interest at a rate of 12% per annum, repayable at demand and is not guaranteed. As at September 30, 2018, $40 000 of the loan is outstanding.

12. Share option plan

As at September 30, 2018, 13,983,334 Class A common shares were reserved for issuances under the share option plan for the benefit of the directors, employees and service providers of the Company. Options are issued at an exercise price corresponding to the latest closing price of the Class A common shares on the TSX prior to the grant of the option.

The option plan provides that directors shall determine, in their sole discretion, whether vesting conditions should be applicable to any option granted thereunder at the time of such grant.

On June 15, 2018 and July 12, 2018, the Company granted 4,250,000 stock options to employees and administrators exercisable at $ 0.035 per share. Stock options expire after a period of five years. The fair value of each option granted was determined using the Black-Scholes option pricing model. At the date of grant, the weighted average fair value of the options granted was $ 0.021 per option for a total value of $ 87,476.

12. Share option plan (continued)

The following weighted average assumptions were used in these calculations:

	September 30, 2018
Risk-free interest rate	2,084%
Expected life	5 years
Expected volatility	53,372%

The number of stock options outstanding under the Company's plan fluctuated as follows during the period:

	September 30 2018		December 31 2017	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance, beginning of year	4,075,000	$ 0.20	9,525,000	$ 0.22
Granted	4,250,000	0,035	--	--
Expired	(1,300,000)	0.25	(5,450,000)	0.25
Balance, end of period	7,025,000	0.09	4,075,000	0.20
Exercisable options , end of period	4,900,500	$ 0.16	4,075,000	$ 0.20

As at March 31, 2018, the following options were outstanding:

- 2,175,000 options at $0.18 per share until April 12, 2020;
- 300,000 options at $0.18 per share until November 4, 2020;
- 300,000 options at $0.10 per share until June 27, 2021;
- 2,525,000 options at $0,035 per share until June 15, 2023 and
- 1,725,000 options at $0,035 per share until July 12, 2023.

13. Commitments and contingencies

The Company has commitments under the terms of operating leases for premises, surface vehicle. Minimum lease payments are as follows:

	September 30 2018		December 31 2017	
One year and less	68,475	$	68,475	$
More than one and less than five years	7,345		58,700	
	75,820	$	127,175	$

The lease contracts are standard industry contracts. The lease for the premises is primarily based on square footage. Lease payments for the surface vehicle and plotter are based on the cost of the units plus related financing costs.

The Company is committed to incur eligible exploration and evaluation expenses of $1,500,000, related to its flow-through share financings completed in 2017. As at September 30, 2018, the Company had completed its commitments.

There is no guarantee that the funds spent by the Company in the future will qualify as Canadian exploration expenses, even if the Company has committed to take all the necessary measures for this purpose. Refusals of certain expenses by tax authorities could have negative tax consequences for investors. In such event, the Company will indemnify each flow-through share subscriber for the additional taxes payable by such subscriber as a result of the Company's failure to renounce the qualifying expenditures as agreed.

14. Administrative charges

	For three months ended September 30		For nine months ended September 30	
	2018	2017	2018	2017
	$	$	$	$
Professional fees	48,558	35,937	182,763	98,397
Investor relations	40,986	20,569	98,362	110,469
Salaries	58,180	50,424	171,162	206,397
Miscellaneous	23,689	14,796	73,471	55,940
Rent	16,762	17,096	51,451	52,025
Insurance	2,954	3,025	8,862	8,944
Taxes, licenses, fees	87	258	349	3,583
Total	191,216	142,105	586,420	535,755

15. Chibougamau building expenses

	For three months ended Septembre 30		For nine months ended September 30	
	2018	2017	2018	2017
	$	$	$	$
Building maintenance	--	48	1,050	563
Insurance	319	294	957	871
Heating	275	242	4,226	4,396
Taxes, licenses, fees	2,182	2,927	6,546	6,898
Miscellaneous	588	628	1,564	1,832
Amortization expense	2,739	2,638	8,217	7,704
Total	6,103	6,777	22,560	22,264

16. Related party transactions

Transactions with key management personnel

The compensation of directors and executive officers of the Company comprises:

		September 30 2018		September 30 2017
Short-term employee benefits	$	116,539	$	112,565
Share-based payments		5,836		700
Total	$	122,375	$	113,265

Other related party transactions

Property maintenance in the statements of loss and comprehensive loss include an amount of $12,500 (2017 - $12,500) for the last quarter and $37,500 ($37,500 in 2017) for the first three quarters paid as a royalty to Société Minière Alta Inc., of which a director of Yorbeau is the sole shareholder (Note 7 (a)).

These transactions, made in the normal course of business, were measured at the exchange amount, which is the amount established and agreed to by the parties.

17. Subsequent event

On October 24, 2018, the Company has signed a non-binding letter of intent (“LOI”) with IAMGOLD Corporation (“IAMGOLD”) with respect to an option to acquire a 100% interest in Yorbeau’s Rouyn property (“Property”) in Quebec, Canada.

The LOI outlines what would be mutually acceptable principal terms for a definitive option agreement under which, subject to certain conditions, IAMGOLD would make certain monetary amounts to the Company and incur exploration expenditures. According to the LOI, to acquire the purchase option, IAMGOLD should meet the following requirements:

(i) pay the Company a first cash payment to of C$1 million on the effective date of the option agreement (the “Effective Date”);

(ii) fund and incur exploration expenditures totaling C$9 million for up to forty-eight (48) calendar months following the Effective Date (the “Expenditure Period”), including minimum exploration expenditures in each 12-month period of the Expenditure Period and at least 20,000 meters within a twenty-four (24) month of the Effective Date or, if is later, the date all governmental approvals or consents required for the drilling program have been obtained;

17. Subsequent event (continued)

(iii) pay to the Company interim cash payments of an aggregate amount of C$3 million;

(iv) complete a resource estimate for the Property in accordance with IAMGOLD's standard estimation and reporting practices subject to detailed technical parameters to be agreed between IAMGOLD and the Company in the definitive option agreement; and

(v) make a final cash payment to the Company in three instalments over up to a two-year period following the Expenditure Period, in an aggregate amount equal to the lesser of (a) an amount calculated by multiplying the total number of ounces of gold identified in the resource estimate by C$15.00 and (b) C$30 million.

In addition to the final cash payment, the Company will retain a 2% net smelter return royalty on minerals produced on the Rouyn Property. IAMGOLD will be the operator and project manager of the Property during the option period. The Company will be represented on a technical committee that will oversee the work program.

The letter of intent is non-binding and subject to conditions, including completion of due diligence to IAMGOLD's satisfaction, the negotiation and finalization of a satisfactory definitive agreement and the approval of the shareholders of the Company which will be sought at a special meeting to be convened for such purposes.