LOGAN RESOURCES

(An Exploration Stage Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2018

(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

NOTICE OF NO AUDITOR REVIEW OF

INTERIM FINANCIAL STATEMENTS

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 an auditor has not reviewed the financial statements.

The accompanying unaudited condensed consolidated interim financial statements of Logan Resources Ltd. (the "Company") have been prepared by and are the responsibility of the Company's management.

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

LOGAN RESOURCES LTD.

(An Exploration Stage Company)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)
AS AT

		June 30, 2018		March 31, 2018
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	**$**	**11,163**	$	45,640
Short term investments (Note 5)		**77,286**		4,772
Amounts receivable		**2,959**		3,673
Prepaid expenses (Note 6)		**30,287**		57,295
		121,695		111,380
DEPOSIT (Note 7)		**11,500**		11,500
EXPLORATION AND EVALUATION ASSETS (Note 8)		**601,997**		550,743
RECLAMATION BONDS (Note 8)		**40,722**		39,871
		654,219		602,114
	$	**775,914**	$	713,494
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities	**$**	**143,278**	$	140,637
Due to related party (Note 10)		**644,692**		591,318
Provision for future reclamation costs (Note 8)		**18,436**		18,051
		806,406		750,006
DEFICIENCY				
Capital stock (Note 9)		**18,677,052**		18,677,052
Other equity reserves (Note 9)		**1,703,026**		1,714,833
Accumulated other comprehensive income (loss)		**8,763**		(3,059)
Deficit		**(20,419,333)**		(20,425,338)
		(30,492)		(36,512)
	$	**775,914**	$	713,494

Nature of operations and going concern (Note 1)
Subsequent event (Note 15)

Approved on August 28, 2018 on behalf of the Board of Directors:

Signed: “Stewart Wallis”

Signed: “Richard Grayston”

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

LOGAN RESOURCES LTD.

(An Exploration Stage Company)

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

	Three Month Periods Ended June 30, 2018	2017
OPERATING ITEMS		
Business development	$ **1,934**	$ 13,614
Director fees (Note 10)	**1,000**	1,000
Exploration and evaluation (Note 8)	**20,548**	275,623
Office, rent and administration	**10,607**	23,711
Professional fees	**5,750**	4,730
Share-based payments (recovery) (Note 9)	**(11,807)**	36,023
Transfer agent and filing fees	**8,235**	3,383
Wages and salaries (Note 10)	**49,996**	32,220
Finance income	**(39)**	(504)
Foreign exchange loss	**785**	1,726
Gain on sale of exploration and evaluation assets (Note 8)	**(13,000)**	-
Gain on settlement of exploration and evaluation assets (Note 8)	**(26,000)**	-
Reversal of impairment loss on exploration and evaluation assets (Note 8)	**(48,000)**	-
Unrealized loss (gain) on short term investments (Note 5)	**(6,014)**	1,342
INCOME (LOSS) FOR THE PERIOD	**6,005**	(392,868)
Translation adjustment	**11,822**	(14,287)
COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	$ **17,827**	$ (407,155)
EARNINGS (LOSS) PER SHARE		
Basic and diluted	$ **0.00**	$ (0.01)
WEIGHTED AVERAGE SHARES OUTSTANDING		
Basic	**42,737,750**	42,737,750
Diluted	**42,754,417**	42,737,750

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

LOGAN RESOURCES LTD.

(An Exploration Stage Company)

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

	Three Month Periods Ended June 30, 2018	2017
Operating activities:		
Income (loss) for the period	$ **6,005**	$ (392,868)
Items not affecting cash:		
Gain on sale of exploration and evaluation assets	**(13,000)**	-
Gain on settlement of exploration and evaluation assets	**(26,000)**	-
Reversal of impairment loss on exploration and evaluation assets	**(48,000)**	-
Share-based payments (recovery)	**(11,807)**	36,023
Unrealized loss (gain) on short term investments	**(6,014)**	1,342
Net change in non-cash working capital items:		
Amounts receivable	**714**	4,606
Prepaid expenses	**27,008**	74,624
Accounts payable and accrued liabilities	**2,641**	39,063
Due to related party	**53,374**	(779)
Cash used in operating activities	**(15,079)**	(237,989)
Investing activities:		
Advance royalty payments	**(38,499)**	(33,330)
Proceeds on settlement and sales of exploration and evaluation assets	**20,500**	-
Purchase of reclamation bond	**-**	(17,876)
Cash used in investing activities	**(17,999)**	(51,206)
Net change in cash and cash equivalents during the period	**(33,078)**	(289,195)
Effect of foreign exchange on cash and cash equivalents	**(1,399)**	989
Cash and cash equivalents, beginning of the period	**45,640**	740,562
Cash and cash equivalents, end of the period	$ **11,163**	$ 452,356
Cash and cash equivalents consist of:		
Cash	$ **11,163**	$ 252,356
Liquid short term investments	**-**	200,000
	$ **11,163**	$ 452,356
Cash received for:		
Interest	$ **-**	$ 1,170
Taxes	$ **-**	$ -

Supplemental disclosure with respect to cash flows (Note 12)

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

LOGAN RESOURCES LTD.

(An Exploration Stage Company)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (DEFICIENCY)

FOR THE THREE MONTH PERIODS ENDED JUNE 30, 2018 AND 2017

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

	CAPITAL STOCK										
	NUMBER		AMOUNT		OTHER EQUITY RESERVES		ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)		DEFICIT		TOTAL
Balance, March 31, 2017	**42,737,750**	**$**	**18,677,052**	**$**	**1,604,881**	**$**	**21,561**	**$**	**(19,304,813)**	**$**	**998,681**
Share-based payments (Note 9)	-		-		36,023		-		-		36,023
Loss for the period	-		-		-		-		(392,868)		(392,868)
Translation adjustment	-		-		-		(14,287)		-		(14,287)
Balance, June 30, 2017	**42,737,750**	**$**	**18,677,052**	**$**	**1,640,904**	**$**	**7,274**	**$**	**(19,697,681)**	**$**	**627,549**
Balance, March 31, 2018	**42,737,750**	**$**	**18,677,052**	**$**	**1,714,833**	**$**	**(3,059)**	**$**	**(20,425,338)**	**$**	**(36,512)**
Share-based payments (recovery) (Note 9)	-		-		(11,807)		-		-		(11,807)
Income for the period	-		-		-		-		6,005		6,005
Translation adjustment	-		-		-		11,822		-		11,822
Balance, June 30, 2018	**42,737,750**	**$**	**18,677,052**	**$**	**1,703,026**	**$**	**8,763**	**$**	**(20,419,333)**	**$**	**(30,492)**

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

1. NATURE OF OPERATIONS AND GOING CONCERN

Logan Resources Ltd. (the "Company") is an exploration stage company whose shares trade on the TSX Venture Exchange ("TSX-V" or the "Exchange") and is in the business of acquiring, exploring and evaluating mineral resource interests in North America. There has been no determination whether properties held contain mineral reserves which are economically recoverable. In the ordinary course of business, the Company sells or options property interests to third parties, accepting as consideration cash and/or securities of the acquiring party. The address of the Company's registered and records office is #1240 – 1140 West Pender Street, Vancouver, British Columbia, Canada, V6E 4G1.

To date, the Company has not earned significant revenues, and is considered to be in the exploration stage.

On January 29, 2018, the Company entered into a definitive agreement with respect to a reverse takeover transaction and change of business to the technology industry (Note 4).

These condensed consolidated interim financial statements have been prepared using International Financial Reporting Standards ("IFRS") on the going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future, and do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. The Company's ability to continue its operations and to realize assets at their carrying values is dependent upon the continued support of its shareholders, obtaining additional financing, and generating revenues sufficient to cover its operating costs. These factors may cast significant doubt about the Company's ability to continue as a going concern.

As at June 30, 2018, the Company had a working capital deficit of $684,711 and had an accumulated deficit of $20,419,333 which has been funded primarily by the issuance of equity. In the next twelve months, the Company will require additional funding to evaluate strategic opportunities (Note 4), for administrative overhead expenditures and working capital purposes.

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34, *Interim Financial Reporting*. These condensed consolidated interim financial statements follow the same accounting policies and methods of computation as the most recent annual financial statements for the year ended March 31, 2018, which were prepared in accordance with IFRS as issued by the International Accounting Standards Board ("IASB"). Accordingly, these condensed consolidated interim financial statements should be read in conjunction with the Company's most recent annual financial statements. Operating results for the three month period ended June 30, 2018 are not necessarily indicative of the results that may be expected for the year ending March 31, 2019.

Basis of consolidation

These condensed consolidated interim financial statements include the accounts of the Company and its wholly owned subsidiary, Logan Resources USA, Inc. ("Logan USA"). A wholly owned subsidiary is an entity in which the Company has control, directly or indirectly, where control is defined as the power to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. All intercompany transactions and balances have been eliminated on consolidation. The functional currency of Logan USA is the United States dollar.

Subsequent to the three month period ended June 30, 2018, the Company sold all of the issued and outstanding shares of Logan USA to an unrelated third party (Note 15).

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE *(continued)*

Critical accounting estimates and judgments

The preparation of consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, equity (deficiency), income (loss), expenses and the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

These condensed interim consolidated financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical Judgments

The preparation of these condensed consolidated interim financial statements requires management to make judgments regarding the going concern of the Company, as previously discussed in Note 1.

Key Sources of Estimation Uncertainty

Significant estimates made by management affecting the condensed consolidated interim financial statements include:

Deferred tax assets and liabilities

The estimation of income taxes includes evaluating the recoverability of deferred tax assets and liabilities based on an assessment of the Company's ability to utilize the underlying future tax deductions against future taxable income prior to expiry of those deductions. Management assesses whether it is probable that some or all of the deferred income tax assets and liabilities will not be realized. The ultimate realization of deferred tax assets and liabilities is dependent upon the generation of future taxable income, which in turn is dependent upon the successful discovery, development and commercialization of mineral reserves. To the extent that management's assessment of the Company's ability to utilize future tax deductions changes, the Company would be required to recognize more or fewer deferred tax assets or liabilities, and deferred income tax provisions or recoveries could be affected.

Exploration and evaluation assets

The Company is in the process of exploring and evaluating its exploration and evaluation assets and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain necessary financing to complete the development of those mineral reserves and upon future production or proceeds from the disposition thereof.

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE *(continued)*

Critical accounting estimates and judgments *(continued)*

Key Sources of Estimation Uncertainty *(continued)*

Provision for future reclamation costs

The Company assesses its provision for reclamation related to its exploration and evaluation activities at each reporting period or when new material information becomes available. Accounting for reclamation obligations requires management to make estimates of the future costs that will be incurred to complete the reclamation to comply with existing laws and regulations. Actual future costs that will be incurred may differ from those amounts estimated as a result of changes to environmental laws and regulations, timing of future cash flows, changes to future costs, technical advances, and other factors. In addition, the actual work required may prove to be more extensive than estimated because of unexpected geological or other technical factors. The measurement of the present value of the future obligation is dependent on the selection of a suitable discount rate and the estimate of future cash outflows. Changes to either of these estimates may materially affect the present value calculation of the obligation.

Share-based payments

Estimating the fair value for granted stock options requires determining the most appropriate valuation model which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option, volatility, dividend yield, and rate of forfeitures and making assumptions about them.

Fair value of equity investment

The Company holds shares of a privately held company for which a quoted market price in an active market is not available (Note 5). The Company estimates the fair value of this investment based on information available to management at each reporting date, including but not limited to recent financings completed and announcements with respect to corporate transactions.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed by the Company are set out in Note 3 to the audited consolidated financial statements for the year ended March 31, 2018, and have been consistently followed in the preparation of these condensed consolidated interim financial statements, except as outlined below.

Financial instruments

Effective April 1, 2018, the Company adopted IFRS 9, *Financial Instruments* ("IFRS 9"). IFRS 9 provides three different measurement categories for non-derivative financial assets – subsequently measured at amortized cost, fair value through profit or loss ("FVTPL") or fair value through other comprehensive income – while all non-derivative financial liabilities are classified as subsequently measured at amortized cost. The category into which a financial asset is placed and the resultant accounting treatment is largely dependent on the nature of the business of the entity holding the financial asset. All financial instruments are initially recognized at fair value.

The implementation of the new standard has not had a material impact on the measurement of the Company's reported financial results; however additional disclosures have been provided.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments *(continued)*

Financial assets

The Company initially recognizes financial assets on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument. The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred. Any interest in such transferred financial assets that is created or retained by the Company is recognized as a separate asset or liability.

The Company classifies all of its financial assets, except short term investments, as subsequently measured at amortized cost. Short term investments are classified as FVTPL with fair value determined (i) by reference to quoted market prices for publicly traded shares based on level one inputs under the fair value hierarchy, or (ii) based on level three inputs under the fair value hierarchy for shares held in private corporations. All financial assets that do not meet the criteria to be recognized as subsequently measured at amortized cost or subsequently measured at fair value through other comprehensive income are classified as FVTPL.

Financial liabilities

The Company measures all of its financial liabilities as subsequently measured at amortized cost. Financial liabilities are recognized initially at fair value, net of transaction costs incurred, and are subsequently measured at amortized cost. Any difference between the amounts originally received, net of transaction costs, and the redemption value is recognized in profit and loss over the period to maturity using the effective interest method.

4. PROPOSED TRANSACTION

On January 29, 2018, the Company entered into an amalgamation agreement with Voleo, Inc. (“Voleo”) with respect to a business combination of Voleo and the Company (the “Transaction”). Voleo is a mobile-focused fintech application company.

Prior to the closing of the Transaction, the Company will complete a consolidation of its issued and outstanding common shares on the basis of one (1) post-consolidation common share for every five (5) pre-consolidation common shares. The exchange ratio for the Transaction shall be one (1) issued and outstanding Voleo common share to 1.7 common shares of the Company. All outstanding warrants and stock options of Voleo will automatically become exercisable for or shall be exchanged for shares of the Company, subject to all necessary adjustments to reflect the terms of the Transaction and subject to the terms governing the warrants and options. Additionally, Voleo completed a bridge financing for gross proceeds of $780,775.

(Expressed in Canadian Dollars)

4. PROPOSED TRANSACTION *(continued)*

The Transaction is subject to the following key conditions:

- Voleo will complete a private placement (the "Concurrent Financing") for gross proceeds of up to $10,000,000.
- The Company will settle amounts payable to King & Bay West Management Corp. outstanding as of January 26, 2018, which totalled $560,554, by the issuance of 2,242,200 common shares (post-consolidation) (Note 10).
- The Transaction will have received the approval of the Exchange and all necessary corporate and shareholder approvals.
- The Company will receive a report of a sponsor in respect of the Transaction or waiver from the sponsorship requirement by the Exchange. The Company anticipates applying for a waiver of the sponsorship requirement in reliance upon completion of the Concurrent Financing.

There can be no assurance that the Transaction will be completed as proposed or at all.

5. SHORT TERM INVESTMENTS

The balance of short term investments consists of shares held and is summarized in the table below. The shares were issued to the Company in connection with its exploration and evaluation assets (Note 8).

	ALX Uranium Corp.	First Mining Gold Corp.	Inform Resources Corp.	K2 Resources Inc.	Total
Cost, March 31, 2017 and 2018	$ -	$ 40,000	$ 32,500	$ -	$ 72,500
Additions (Note 8)	26,000	-	-	40,500	66,500
Cost, June 30, 2018	$ 26,000	$ 40,000	$ 32,500	$ 40,500	$ 139,000
Adjustment to fair value, March 31, 2017	$ -	$ (32,098)	$ (32,325)	$ -	$ (64,423)
Fair value adjustment for the year	-	(3,518)	213	-	(3,305)
Adjustment to fair value, March 31, 2018	-	(35,616)	(32,112)	-	(67,728)
Fair value adjustment for the period	6,000	(48)	62	-	6,014
Adjustment to fair value, June 30, 2018	$ 6,000	$ (35,664)	$ (32,050)	$ -	$ (61,714)
Fair value, March 31, 2018	$ -	$ 4,384	$ 388	$ -	$ 4,772
Fair value, June 30, 2018	$ 32,000	$ 4,336	$ 450	$ 40,500	$ 77,286

ALX Uranium Corp. ("ALX"), First Mining Gold Corp. and Inform Resources Corp. are publicly listed entities. K2 Resources Inc. ("K2") is a privately held entity.

(Expressed in Canadian Dollars)

6. PREPAID EXPENSES

Prepaid expenses consist of the following:

	As at June 30, 2018	As at March 31, 2018
Property claims maintenance (Note 8)	$ 13,843	$ 33,448
Insurance	8,978	14,364
Other prepaid expenses	7,466	9,483
Total	$ 30,287	$ 57,295

7. DEPOSIT

As at June 30, 2018, the Company had $11,500 (March 31, 2018 – $11,500) as a deposit for a corporate credit card. The deposit is automatically renewed at maturity.

8. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES

Ownership in mineral interests involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral interests. The Company has investigated ownership of its mineral interests and, to the best of its knowledge, such ownership interests are in good standing.

Details of exploration and evaluation assets are as follows:

	Liberty USA	Angel Wing	Yukon Properties	Total
Acquisition costs, March 31, 2017	$ 507,442	$ 33,307	$ -	$ 540,749
Advance royalty payments	40,984	-	-	40,984
Future reclamation costs	18,051	-	-	18,051
Impairment	-	(32,098)	-	(32,098)
Effect of foreign currency translation	(15,734)	(1,209)	-	(16,943)
Acquisition costs, March 31, 2018	550,743	-	-	550,743
Advance royalty payments	38,499	-	-	38,499
Reversal of impairment	-	-	48,000	48,000
Proceeds on disposal	-	-	(48,000)	(48,000)
Effect of foreign currency translation	12,755	-	-	12,755
Acquisition costs, June 30, 2018	$ 601,997	$ -	$ -	$ 601,997

The Company incurred the following exploration and evaluation expenditures during the three month period ended June 30, 2018:

	Liberty USA				
	Antelope	Brik	Easter	Viper	Total
Claim maintenance	$ 3,359	$ 7,258	$ 2,474	$ 6,831	$ 19,922
Field	626	-	-	-	626
Total	$ 3,985	$ 7,258	$ 2,474	$ 6,831	$ 20,548

(Expressed in Canadian Dollars)

8. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES *(continued)*

The Company incurred the following exploration and evaluation expenditures during the three month period ended June 30, 2017:

	Liberty USA									Angel	
	Anchor	Antelope	Brik	Drum	Easter	Griffon	Sandy	Stateline	Viper	Wing	Total
Claim maintenance	$ 3,025	$ 30,540	$ 10,831	$ 29,572	$ 2,577	$ 4,985	$ 3,025	$ 4,923	$ 2,241	$ -	$ 91,719
Consulting	-	31,706	10,996	4,434	4,060	-	1,412	-	7,762	5,556	65,926
Drilling	-	90,824	167	-	-	-	-	-	-	-	90,991
Field	-	882	118	15	4,241	-	4	-	107	-	5,367
Travel	-	12,260	2,874	768	3,373	-	990	-	1,355	-	21,620
Total	$ 3,025	$ 166,212	$ 24,986	$ 34,789	$ 14,251	$ 4,985	$ 5,431	$ 4,923	$ 11,465	$ 5,556	$ 275,623

8. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES *(continued)*

Liberty USA Properties (Nevada and Utah, USA)

On July 7, 2016, the Company and Logan USA entered into an option agreement with Pilot Gold (USA) Corp. ("Liberty USA"), a wholly owned subsidiary of Liberty Gold Corp. to acquire up to an 80% interest in certain gold mineral exploration properties located in Nevada and Utah, USA (the "Liberty Transaction"). The option agreement provided for the Company to evaluate a total of nine exploration properties until August 18, 2017, which included the Anchor, Antelope, Brik, Drum, Easter, Griffon, Sandy, Stateline and Viper properties. As of August 18, 2017, the Company satisfied the conditions of the option agreement with Liberty USA and earned a 51% participating interest in the Brik, Viper, Antelope, and Easter properties (the "Selected Properties"). The remaining five properties (Anchor, Drum, Griffon, Sandy and Stateline) were returned to Liberty USA.

The Company earned a 51% interest in the Selected Properties by:

- incurring US$1,000,000 in cumulative exploration expenditures by August 18, 2017 (incurred);
- issuing common shares of the Company to Liberty USA equal to 9.9% of the issued and outstanding common shares of the Company after the closing of a concurrent financing (issued); and
- selecting four of the nine properties and returning the remaining five properties to Liberty USA with a minimum of one year of the holding costs paid for by the Company (completed).

The Company had the option to earn a 70% interest in the Selected Properties by incurring additional expenditures of US$2,000,000 by August 18, 2019 and issuing 1,000,000 common shares of the Company to Liberty USA.

The Company would then have had the additional option to earn an 80% interest in any of the Selected Properties on which it completed a prefeasibility study.

Subsequent to the three month period ended June 30, 2018, the Company sold all of the issued and outstanding shares of Logan USA to K2 (Note 15). As a result of this transaction, the Company no longer has any interest in Logan USA or the Selected Properties.

<u>Advanced minimum royalties</u>

Advance minimum royalties are required to be paid on certain of the Selected Properties, as described below.

Advance minimum royalty payments are payable on the Antelope property which total US$60,000 annually and are payable in November each year. During the year ended March 31, 2018, Liberty USA and the owners of the Antelope property amended the advance minimum royalty payments due in November 2017 to defer one-half of the payments (US$30,000) to May 2018. During the year ended March 31, 2018, the Company paid the first half of the advance minimum royalties in the amount of $38,183 (US$30,000). During the three month period ended June 30, 2018, the Company paid the balance in the amount of $38,499 (US$30,000) of the advance minimum royalties.

The Viper property has advance minimum royalty payments which are payable in January each year and amount to US$2,270 annually for 2019 and 2020 and US$2,510 thereafter. During the year ended March 31, 2018, the Company paid an advance royalty payment in the amount of $2,801 (US$2,270) on the Viper property.

8. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES *(continued)*

Provision for future reclamation costs

As at June 30, 2018, the balance of the provision for future reclamation costs is $18,436 (March 31, 2018 - $18,051) and relates to the Brik and Antelope properties.

The undiscounted amount of the estimated cash flows required to settle the obligation is approximately $18,436 (US$14,000). The reclamation is expected to be incurred in the short-term; and therefore the provision in the amount of $18,436 (US$14,000) represents the discounted cash flows of the obligation.

Angel Wing Property (Nevada, USA)

On March 13, 2017, the Company and Logan USA entered into an option agreement pursuant to which the Company acquired a lease over certain unpatented gold mining claims located in Elko County, Nevada (the "Angel Wing Property").

During the year ended March 31, 2018, the Company paid an advance minimum royalty in the amount of $33,330 originally due on March 13, 2017. The amount was included in exploration and evaluation assets and accounts payable and accrued liabilities as at March 31, 2017 in the amount of $33,307 (Note 12).

During the year ended March 31, 2018, the Company recorded an impairment loss in the amount of $32,098 with respect to the Angel Wing Property on the basis that the Company had no intention to further advance the property and terminated the related option agreement effective May 25, 2018. The termination also resulted in no further advance minimum royalties being payable by the Company on the property.

Gorilla Lake Property (Saskatchewan)

During fiscal 2005, the Company staked claims on the Gorilla Lake Property (formerly referred to by the Company as the Carswell Dome Property), Saskatchewan. Pursuant to a series of option agreements, Alpha Exploration Inc. ("Alpha"), a wholly-owned subsidiary of ALX, held an 80% interest in these uranium claims.

The Company retained a 20% carried interest in the property and Alpha was required to pay, perform and discharge all obligations in respect of the property and maintain the claims in good standing. This carried interest was to continue until Alpha (a) delivered a bankable feasibility study to the Company, or (b) transferred all of its interest in the property to the Company with no less than 2 years of good standing remaining.

During the year ended March 31, 2018, Alpha provided notice to the Company of its intentions to transfer its 80% interest back to the Company. On April 12, 2018, the Company entered into a settlement agreement with ALX whereby Alpha transferred its 80% interest in the Gorilla Lake Property to the Company. On the basis that the claims returned to the Company had less than two years of good standing, ALX issued 400,000 common shares with a fair value of $26,000 to the Company as consideration (Note 5). As a result, the Company recorded a gain on settlement in the amount of $26,000 during the three month period ended June 30, 2018.

On May 21, 2018, the Company sold its 100% interest in the Gorilla Lake Property to an unrelated third party for cash consideration in the amount of $13,000, resulting in a gain on sale in the amount of $13,000 for the three month period ended June 30, 2018. The Company retains a 1% net smelter royalty ("NSR") on the Gorilla Lake Property.

8. EXPLORATION AND EVALUATION ASSETS AND EXPENDITURES *(continued)*

Yukon Properties (Dawson and Mayo Mining Districts, Yukon Territory)

The Company held properties in the Yukon, including Heidi and Shell Creek.

The Company held a 100% interest in the Heidi property, with certain gold claims subject to a 2% NSR. The Company had the right to purchase 50% of the NSR for $2,000,000 and a right of first refusal with respect to purchasing the remaining 50%.

The Company held a 100% interest in the Shell Creek property. Certain claims were acquired pursuant to an option agreement and are subject to a 2% NSR. The Company had the right to purchase 50% of the NSR retained by the optionor for a purchase price of $2,000,000 and a right of first refusal with respect to purchasing the remaining 50% of the NSR.

On May 17, 2018, the Company and K2 entered into a purchase and sale agreement with respect to the Yukon properties for consideration of cash in the amount of $7,500 and 300,000 common shares of K2 with a fair value of $40,500 (Note 5). As a result of the sale, the Company recorded a reversal of impairment in the amount of $48,000 during the three month period ended June 30, 2018.

Redford Property (Alberni Mining Division, B.C.)

The Company retains a 100% interest in the Redford Property and has no immediate plans to advance the Redford Property.

Reclamation bonds

As at June 30, 2018, the balance of reclamation bonds is held by the United States Department of the Interior Bureau of Land Management and relates to the Brik and Antelope properties in the amounts of US$17,636 (March 31, 2018 - US$17,636) and US$13,288 (March 31, 2018 - US$13,288), respectively.

9. CAPITAL STOCK AND OTHER EQUITY RESERVES

Authorized

Unlimited number of common shares without par value.

Share issuances

There were no common share issuances during the three month period ended June 30, 2018 or the year ended March 31, 2018.

(Expressed in Canadian Dollars)

9. CAPITAL STOCK AND OTHER EQUITY RESERVES *(continued)*

Stock options

The Company grants stock options to directors, officers, employees and consultants as compensation for services, pursuant to its Incentive Share Option Plan (the "Plan"). The maximum price shall not be less than the closing price of the common shares on the last trading day preceding the date on which the grant of options is approved by the Board of Directors. Options have a maximum expiry period of ten years from the grant date. The number of options that may be issued under the Plan is limited to no more than 10% of the Company's issued and outstanding shares immediately prior to the grant.

Pursuant to the Plan, options granted in respect of investor relations activities are subject to vesting restrictions, such that one-quarter of the options vest three months from the grant date and in each subsequent three-month period thereafter such that the entire option will have vested twelve months after the award date. Vesting restrictions may also be applied to certain other option grants, at the discretion of the directors.

The following is a summary of stock option activity for the three month period ended June 30, 2018 and the year ended March 31, 2018:

	Number of Stock Options	Weighted Average Exercise Price
Outstanding, March 31, 2017	2,800,000	$0.12
Granted	600,000	$0.05
Outstanding, March 31, 2018	3,400,000	$0.11
Forfeited	(1,000,000)	$0.09
Outstanding, June 30, 2018	2,400,000	$0.12

As at June 30, 2018, the following stock options were outstanding and exercisable:

Outstanding	Exercisable	Exercise Price	Remaining life (years)	Expiry Date
2,300,000	1,725,000	$0.12	3.10	August 4, 2021
100,000	25,000	$0.05	4.06	July 24, 2022
2,400,000	1,750,000			

Share-based payments

The Company recognizes share-based payments expense for all stock options granted using the fair value based method of accounting. The fair value of stock options is determined by the Black-Scholes Option Pricing Model with assumptions for risk-free interest rates, dividend yields, volatility factors of the expected market price of the Company's common shares, forfeiture rate, and expected life of the options. During the three month period ended June 30, 2018, the Company recorded a recovery of share-based payment expense in the amount of $11,807 (June 30, 2017 – expense of $36,023).

(Expressed in Canadian Dollars)

9. CAPITAL STOCK AND OTHER EQUITY RESERVES *(continued)*

Share purchase warrants

As at June 30, 2018 and March 31, 2018, the Company had 22,000,000 share purchase warrants outstanding. No share purchase warrants were issued, exercised or cancelled during the three month period ended June 30, 2018 or the year ended March 31, 2018.

As at June 30, 2018, the Company had the following share purchase warrants outstanding:

Outstanding	Exercise Price	Remaining Life (Years)	Expiry Date
22,000,000	$0.30	1.09	August 3, 2019

10. RELATED PARTY TRANSACTIONS

Related parties and related party transactions impacting the condensed consolidated interim financial statements are summarized below and include transactions with the following individuals or entities:

Key management personnel

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Remuneration attributed to key management personnel can be summarized as follows:

	Three Month Periods Ended June 30,			
		2018		2017
Short-term benefits [1]	$	9,157	$	26,713
Share-based payments (Note 9)		6,166		29,269
Total	$	15,323	$	55,982

[1] Includes director fees and base salaries, pursuant to contractual employment or consultancy arrangements.

Other related parties

King & Bay West Management Corp. ("King & Bay West"): King & Bay West is an entity that is owned by Mark Morabito, a former director and officer of the Company, and employs or retains certain directors, officers and consultants of the Company. King & Bay West provided administrative, management, geological, regulatory, legal, accounting, corporate development and corporate communications services to the Company. King & Bay West will continue to provide certain services to the Company in the future.

During the three month period ended June 30, 2018, transactions entered into with King & Bay West, other than key management personnel, amounted to $42,675 (June 30, 2017 - $42,827) for services as described above.

As at June 30, 2018, the amount due to a related party includes amounts payable to King & Bay West of $644,692 (March 31, 2018 - $591,318). The amount is non-interest bearing, unsecured, and has no fixed terms for payment. The Transaction is subject to the Company settling $560,554 payable to King & Bay West by the issuance of common shares (Note 4).

(Expressed in Canadian Dollars)

11. SEGMENTED INFORMATION

The Company's operations are limited to a single industry segment being the acquisition, exploration and evaluation of exploration and evaluation assets in North America.

	As at June 30, 2018	As at March 31, 2018
Deposit		
Canada	$ 11,500	$ 11,500
Exploration and Evaluation Assets		
United States	$ 601,997	$ 550,743
Reclamation Bonds		
United States	$ 40,722	$ 39,871

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

The Company had no significant non-cash transactions affecting cash flows from investing or financing activities during the three month period ended June 30, 2018.

The Company had the following significant non-cash transaction affecting cash flows from investing activities during the three month period ended June 30, 2017:

- As at March 31, 2017, accounts payable and accrued liabilities included an accrual for acquisition costs with respect to the Angel Wing Property in the amount of $33,307 which represented the advance minimum royalty payment due on March 13, 2017 in the amount of US$25,000. The payment was made during the three month period ended June 30, 2017 in the amount of $33,330 (Note 8).

13. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to evaluate and pursue strategic opportunities and to maintain a flexible capital structure for its projects for the benefit of its stakeholders, to maintain creditworthiness and to maximize returns for shareholders over the long term. The Company does not have any externally imposed capital requirements to which it is subject. As the Company is in the exploration stage, its principal source of funds is from the issuance of common shares.

The Company includes the components of equity (deficiency) in its managed capital. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or debt.

The Company's investment policy is to invest its cash in investment instruments with high credit quality financial institutions with terms to maturity selected with regards to the expected timing of expenditures from continuing operations.

There were no changes to the Company's approach to capital management during the three month period ended June 30, 2018. The Company is not subject to externally imposed capital requirements.

14. FINANCIAL INSTRUMENTS

As at June 30, 2018, the Company's financial instruments consist of cash and cash equivalents, short term investments, amounts receivable, deposit, reclamation bonds, accounts payable and accrued liabilities and amounts due to a related party. The Company's financial instruments are subject to certain risks.

Credit risk

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash and cash equivalents, amounts receivable, deposit and reclamation bonds. The risk arises from the non-performance by counterparties of contractual financial obligations. To minimize credit risk, the Company places cash and cash equivalents and deposit with high credit quality financial institutions. The Company's policy is to invest excess cash in investment-grade short-term deposit certificates issued by reputable financial institutions with which it keeps its bank accounts. Amounts receivable consist of input tax credits due from the Government of Canada and as such are exposed to insignificant credit risk. The reclamation bonds are held by the Bureau of Land Management of the United States Department of the Interior and as such are exposed to insignificant credit risk.

Liquidity risk

The Company's approach to managing liquidity risk is to provide reasonable assurance that it has sufficient capital to meet short-term financial obligations after taking into account its cash on hand. In the next twelve months, the Company will need additional funding to evaluate strategic opportunities, for administrative overhead expenditures and working capital purposes (Note 1).

Market risk

Market risks consist of interest rate risk, currency risk and other price risk.

<u>Interest rate risk</u>

The Company has cash and cash equivalents balances and no interest bearing debt. The interest earned on cash and cash equivalents approximates fair value rates and therefore the Company is not at a significant risk to fluctuating interest rates.

<u>Currency risk</u>

The Company entered into option agreements with respect to properties located in the United States for which expenditures were incurred in US dollars, exposing the Company to currency risk (Note 8). The Company's most recent financing was in Canadian dollars but any future equity raised may be in either US dollars or Canadian dollars. Less than 2% of the Company's cash and cash equivalents are held in US dollar bank accounts as at June 30, 2018. A 10% change in the Canadian dollar versus the US dollar would affect the income (loss) and comprehensive income (loss) of the Company by approximately $6,400.

Subsequent to the three month period ended June 30, 2018, the Company sold all of the issued and outstanding shares of Logan USA; and as a result the Company no longer has any interest in exploration and evaluation properties located in the United States (Note 15).

14. FINANCIAL INSTRUMENTS *(continued)*

Market risk *(continued)*

Price risk

The Company is exposed to price risk with respect to its short term investments. The Company closely monitors those prices to determine the appropriate course of action to be taken by the Company. There can be no assurance that the Company can exit these positions, if required, resulting in proceeds approximating the carrying value of these securities.

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's ability to raise capital to fund exploration and evaluation activities is subject to risks associated with fluctuations in the market price of gold and precious metals. The Company closely monitors commodity prices and short term investments to determine the appropriate course of action to be taken.

15. SUBSEQUENT EVENT

The following event occurred subsequent to the three month period ended June 30, 2018:

On August 24, 2018, the Company entered into a purchase and sale agreement with K2 for all of the issued and outstanding shares of Logan USA. K2 acquired the shares of Logan USA in return for 1,000,000 common shares of K2 and the agreement by K2 to assume all of the liabilities and obligations of Logan USA. As a result of this transaction, the Company no longer has any interest in Logan USA or the Selected Properties.

Logan Resources Ltd.
Management's Discussion & Analysis
For the Three Month Period Ended June 30, 2018

Date Prepared: August 28, 2018

GENERAL

The following management discussion and analysis ("MD&A") for Logan Resources Ltd. (the "Company" or "Logan") for the three month period ended June 30, 2018 should be read in conjunction with the Company's audited annual consolidated financial statements for the year ended March 31, 2018, the Company's unaudited condensed consolidated interim financial statements for the three month period ended June 30, 2018 and the accompanying notes thereto.

All dollar figures presented are expressed in Canadian dollars unless otherwise noted. Financial statements and summary information derived therefrom are prepared in accordance with International Accounting Standards ("IAS") 34, *Interim Financial Reporting*.

Management is responsible for the preparation and integrity of the financial statements, including the maintenance of appropriate information systems, procedures and internal controls and to ensure that information used internally or disclosed externally, including the financial statements and MD&A, is complete and reliable. The Company's Board of Directors follows recommended corporate governance guidelines for public companies to ensure transparency and accountability to shareholders. The Board of Directors' Audit Committee meets with management quarterly to review the financial statements and the MD&A and to discuss other financial, operating and internal control matters. The reader is encouraged to review the Company's statutory filings on www.sedar.com.

FORWARD LOOKING STATEMENTS

Information set forth in this MD&A may involve forward-looking information under applicable securities laws. Forward-looking information is information that relates to future, not past, events. In this context, forward-looking information often addresses expected future business and financial performance, and often contains words such as "anticipate", "believe", "plan", "estimate", "expect", and "intend", statements that an action or event "may", "might", "could", "should", or "will" be taken or occur, or other similar expressions. All statements, other than statements of historical fact, included herein including, without limitation; statements about anticipated future expenses, the sufficiency of the Company's working capital, the details of the reverse takeover transaction with Voleo, Inc. ("Voleo"), Voleo's business objectives and plans, the completion of future financings, the details and timing of future exploration on and the development of mineral properties, and the use of financing proceeds contain forward-looking information. By its nature, forward-looking information involves known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements, or other future events, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking information. Such factors include, among others, the following risks: the need for additional financing; operational risks associated with mineral exploration; fluctuations in commodity prices; title matters; environmental liability claims and insurance; reliance on key personnel; the potential for conflicts of interest among certain officers, directors or promoters with certain other projects; the absence of dividends; competition; dilution; the inability to obtain regulatory approvals; the impact of general economic conditions; changing domestic and international industry conditions; the ability of management to implement Voleo's operational strategy; the ability to attract qualified management and staff; regulatory risks, including risks relating to the acquisition of the necessary licenses and permits; financing, capitalization and liquidity risks, including the risk that the financing necessary to fund operations may not be obtained; the volatility of our common share price and volume and the additional risks identified in the "Risk Factors" section of this MD&A or other reports and filings with the TSX Venture Exchange and applicable Canadian securities regulators.

In addition, forward-looking information is based on various assumptions including, without limitation, the expectations and beliefs of management, the assumed long term price of commodities; that the Company can access financing, the timely receipt of governmental approvals, including the receipt of approval from regulators in jurisdictions where Voleo may operate; the timely commencement of operations by Voleo and the success of such operations; and the ability of Voleo to implement its business plan as intended. Should one or more of these risks and uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking information. Forward-looking information is based on management's beliefs, estimates and opinions on the date that statements are made and the Company undertakes no obligation to update forward-looking information if these beliefs, estimates and opinions or other circumstances should change, except as required by applicable securities laws. Investors are cautioned against attributing undue certainty to forward-looking information.

DESCRIPTION OF BUSINESS

The Company is incorporated in the Province of British Columbia and was previously an exploration stage company engaged in the acquisition, exploration and development of mineral resource properties across North America. The Company is presently pursuing a reverse takeover and change of business to the technology industry. The Company is a reporting issuer in British Columbia and Alberta and its shares trade on the TSX Venture Exchange ("TSX-V" or the "Exchange") under the symbol "LGR".

OUTLOOK

During the year ended March 31, 2018, the Company entered into a definitive agreement with respect to a reverse takeover and change of business to the technology industry. The proposed transaction is subject to conditions customary for a transaction of this nature and is detailed below under the heading "Proposed Transaction". The Company's primary focus at this time is the completion of the proposed transaction.

PROPOSED TRANSACTION

On January 29, 2018, the Company entered into an amalgamation agreement with Voleo with respect to a business combination of Voleo and the Company (the "Transaction"). Voleo is a mobile-focused fintech application company.

Prior to the closing of the Transaction, the Company will complete a consolidation of its issued and outstanding common shares on the basis of one (1) post-consolidation common share for every five (5) pre-consolidation common shares. The exchange ratio for the Transaction shall be one (1) issued and outstanding Voleo common share to 1.7 common shares of the Company. All outstanding warrants and stock options of Voleo will automatically become exercisable for or shall be exchanged for shares of the Company, subject to all necessary adjustments to reflect the terms of the Transaction and subject to the terms governing the warrants and options. Additionally, Voleo completed a bridge financing for gross proceeds of $780,775.

The Transaction is subject to the following key conditions:

- Voleo will complete a private placement (the "Concurrent Financing") for gross proceeds of up to $10,000,000.
- The Company will settle amounts payable to King & Bay West Management Corp. ("King & Bay West") as of January 26, 2018 which totalled $560,554 by the issuance of 2,242,200 common shares (post-consolidation).
- The Transaction will have received the approval of the Exchange and all necessary corporate and shareholder approvals.

- The Company will receive a report of a sponsor in respect of the Transaction or waiver from the sponsorship requirement by the Exchange. The Company anticipates applying for a waiver of the sponsorship requirement in reliance upon completion of the Concurrent Financing.

Investors are cautioned that, except as disclosed in the Joint Management Information Circular prepared in connection with the Transaction, any information released or received with respect to the Transaction may not be accurate or complete and should not be relied upon. Trading in the securities of the Company should be considered highly speculative.

The Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of the disclosure set forth above.

There can be no assurance that the Transaction will be completed as proposed or at all.

EXPLORATION AND EVALUATION ASSETS

LIBERTY USA PROPERTIES *(Nevada and Utah, USA)*

On July 7, 2016, the Company and its wholly owned subsidiary, Logan Resources USA, Inc. ("Logan USA"), entered into an option agreement with Pilot Gold (USA) Corp. ("Liberty USA"), a wholly owned subsidiary of Liberty Gold Corp., to acquire up to an 80% interest in certain gold mineral exploration properties located in Nevada and Utah, USA (the "Liberty Transaction"). The option agreement provided for the Company to evaluate a total of nine exploration properties over a 12 month period. The Company has satisfied the conditions of the option agreement with Liberty USA and has earned a 51% participating interest in the Brik, Viper, Antelope, and Easter properties (the "Selected Properties"). The remaining five properties (Anchor, Drum, Griffon, Sandy and Stateline) were returned to Liberty USA.

The Company earned a 51% interest in the Selected Properties by:

- incurring US$1,000,000 in cumulative exploration expenditures by August 18, 2017 (incurred);
- issuing common shares of the Company to Liberty USA equal to 9.9% of the issued and outstanding common shares of the Company after the closing of a concurrent financing (issued); and
- selecting four of the nine properties and returning the remaining five properties to Liberty USA with a minimum of one year of the holding costs paid for by the Company (completed).

The Company had the option to earn a 70% interest in the Selected Properties by incurring additional expenditures of US$2,000,000 by August 18, 2019 and issuing 1,000,000 common shares of the Company to Liberty USA.

The Company would then have had the additional option to earn an 80% interest in any of the Selected Properties on which it completed a prefeasibility study.

Advance minimum royalties are required to be paid on certain of the Selected Properties, as described below.

Advance minimum royalty payments are payable on the Antelope property which total US$60,000 annually and are payable in November each year. During the year ended March 31, 2018, Liberty USA and the owners of the Antelope property amended the advance minimum royalty payments due in November 2017 to defer one-half of the payments (US$30,000) to May 2018. During the year ended March 31, 2018, the Company paid the first half of the advance minimum royalties in the amount of $38,183 (US$30,000). During the three month period ended June 30, 2018, the Company paid the balance in the amount of $38,499 (US$30,000) of the advance minimum royalties.

The Viper property has advance minimum royalty payments which are payable in January each year and amount to US$2,270 annually for 2019 and 2020 and US$2,510 thereafter. During the year ended March 31, 2018, the Company paid an advance royalty payment in the amount of $2,801 (US$2,270) on the Viper property.

The Company incurred the following exploration and evaluation expenditures on the Liberty USA properties during the three month period ended June 30, 2018:

	Antelope	Brik	Easter	Viper	Total
Claim maintenance	$ 3,359	$ 7,258	$ 2,474	$ 6,831	$ 19,922
Field	626	-	-	-	626
Total	**$ 3,985**	**$ 7,258**	**$ 2,474**	**$ 6,831**	**$ 20,548**

On August 24, 2018, the Company entered into a purchase and sale agreement for all of the issued and outstanding shares of Logan USA with K2 Resources, Inc. ("K2"), an unrelated third party. K2 acquired the shares of Logan USA in return for 1,000,000 common shares of K2 and the agreement by K2 to assume all of the liabilities and obligations of Logan USA. As a result of this transaction, the Company no longer has any interest in Logan USA or the Selected Properties.

GORILLA LAKE PROPERTY *(Saskatchewan, Canada)*

During fiscal 2005, the Company staked claims on the Gorilla Lake Property (formerly referred to by the Company as the Carswell Dome Property), Saskatchewan. Pursuant to a series of option agreements, Alpha Exploration Inc. ("Alpha"), a wholly-owned subsidiary of ALX Uranium Corp. ("ALX"), held an 80% interest in these uranium claims.

The Company retained a 20% carried interest in the property and Alpha was required to pay, perform and discharge all obligations in respect of the property and maintain the claims in good standing. This carried interest was to continue until Alpha (a) delivered a bankable feasibility study to the Company, or (b) transferred all of its interest in the property to the Company with no less than 2 years of good standing remaining.

During the year ended March 31, 2018, Alpha provided notice to the Company of its intentions to transfer its 80% interest back to the Company. On April 12, 2018, the Company entered into a settlement agreement with ALX whereby Alpha transferred its 80% interest in the Gorilla Lake Property to the Company. On the basis that the claims returned to the Company had less than two years of good standing, ALX issued 400,000 common shares with a fair value of $26,000 to the Company as consideration. As a result, the Company recorded a gain on settlement in the amount of $26,000 during the three month period ended June 30, 2018.

On May 21, 2018, the Company sold its 100% interest in the Gorilla Lake Property to an unrelated third party for cash consideration in the amount of $13,000, resulting in a gain on sale in the amount of $13,000 for the three month period ended June 30, 2018. The Company retains a 1% net smelter royalty ("NSR") on the Gorilla Lake Property.

YUKON PROPERTIES *(Dawson and Mayo Mining Districts, Yukon Territory)*

The Company held properties in the Yukon, including Heidi and Shell Creek.

The Company held a 100% interest in the Heidi and Shell Creek properties, subject to certain NSR obligations.

No exploration work was completed on the Yukon properties during the three month period ended June 30, 2018 or year ended March 31, 2018.

On May 17, 2018, the Company and K2 entered into a purchase and sale agreement with respect to the Yukon properties for consideration of cash in the amount of $7,500 and 300,000 common shares of K2 with a fair value of $40,500. As a result of the sale, the Company recorded a reversal of impairment in the amount of $48,000 during the three month period ended June 30, 2018.

REDFORD *(British Columbia, Canada)*

The Company retains a 100% interest in the Redford Property which comprises 30 claims covering approximately 11,986 hectares and is located 22 km northeast of Ucluelet on Vancouver Island.

No exploration work was completed on the Redford Property during the three month period ended June 30, 2018 or year ended March 31, 2018. The Company has no current plans to advance the Redford Property and continues to evaluate its strategic options with respect to the property.

REVIEW OF FINANCIAL RESULTS

Results of Operations

During the three month period ended June 30, 2018, the Company reported income from operations of $6,005 ($Nil per share) compared to a loss from operations of $392,868 ($0.01 per share) for the same period of the prior year which represents a decrease of $398,873. The decrease in loss for the three month period ended June 30, 2018 is attributable to the return of five properties to Liberty USA during the year ended March 31, 2018 and related decreases in corporate and exploration activities thereafter. In addition, the Company recorded gains with respect to the sale of exploration and evaluation assets during the three month period ended June 30, 2018 while maintaining reduced levels of expenditures.

During the three month period ended June 30, 2018, the Company incurred business development expenses in the amount of $1,934 (June 30, 2017 - $13,614). The decrease in business development expenses for the three month period ended June 30, 2018 in the amount of $11,680 is due to decreased overall corporate activities compared to the same period of the prior year.

The Company incurred exploration and evaluation expenses for the three month period ended June 30, 2018 to maintain the Selected Properties in good standing while the Company focuses on the completing of the Transaction. During the three month period ended June 30, 2017, the Company was focused on satisfying the 51% earn-in requirements of the Selected Properties. During the three month period ended June 30, 2018, the Company incurred exploration and evaluation expenses in the amount of $20,548 (June 30, 2017 - $275,623) which included claim maintenance of $19,922 (June 30, 2017 - $91,719), technical consulting of $Nil (June 30, 2017 - $65,926), drilling of $Nil (June 30, 2017 - $90,991), field related costs of $626 (June 30, 2017 - $5,367) and travel costs of $Nil (June 30, 2017 - $21,620). For additional detail and a breakdown of exploration and evaluation expenses on a property by property basis, refer to "Exploration and Evaluation Assets".

Office, rent and administration expenses decreased by $13,104 during the three month period ended June 30, 2018 compared to the same period of the prior year due to decreased administration, software and rent costs as a result of decreased corporate and exploration activities.

During the three month period ended June 30, 2018, the Company recorded a recovery of share-based payment expense in the amount of $11,807 (June 30, 2017 – expense of $36,023) with respect to the fair value of stock options and the respective vesting schedules and impact of forfeitures.

Transfer agent and filing fees increased by $4,852 during the three month period ended June 30, 2018 compared to the same period of the prior year due to the timing of and preparations for the Company's annual general and special meeting.

Wages and salaries for the three month period ended June 30, 2018 amounted to $49,996 (June 30, 2017 - $32,220). The increase in wages and salaries in the amount of $17,776 incurred in the three month period ended June 30, 2018 is explained by the Transaction and the timing of and preparations for the Company's annual general and special meeting.

During the three month period ended June 30, 2018, as a result of selling the Gorilla Lake and Yukon properties, the Company recorded a gain on sale and a reversal of a prior period impairment loss in the amounts of $13,000 and $48,000, respectively. The Company also recorded a gain on settlement of exploration and evaluation assets in the amount of $26,000 pursuant to the former option holder of the Gorilla Lake Property terminating the option agreement. Refer to "Exploration and Evaluation Assets" for additional detail.

The Company recorded an unrealized gain on short term investments held during the three month period ended June 30, 2018 in the amount of $6,014 (June 30, 2017 – loss of $1,342) as a result of period end fair value adjustments.

SUMMARY OF QUARTERLY RESULTS

	Q1 June 30, 2018	Q4 March 31, 2018	Q3 December 31, 2017	Q2 September 30, 2017
Income (loss) for the period	**$ 6,005**	$ (154,446)	$ (139,468)	$ (433,743)
Earnings (loss) per share (basic and diluted)	**$ 0.00**	$ (0.00)	$ (0.00)	$ (0.01)

	Q1 June 30, 2017	Q4 March 31, 2017	Q3 December 31, 2016	Q2 September 30, 2016
Loss for the period	**$ (392,868)**	$ (343,727)	$ (594,428)	$ (485,120)
Loss per share (basic and diluted)	**$ (0.01)**	$ (0.01)	$ (0.01)	$ (0.02)

Historical quarterly results of operations and earnings (loss) per share data do not necessarily reflect any recurring expenditure patterns or predictable trends.

For the past three quarters, the Company incurred decreased exploration and evaluation expenses due to the return of five properties to Liberty USA. Prior to the third quarter of fiscal 2018, the Company incurred increased losses as a result of corporate and exploration activities with respect to advancing its US properties.

The Company expects that its loss will remain at reduced levels while the Company focuses on the reverse takeover transaction and change of business as described in "Proposed Transactions".

LIQUIDITY AND CAPITAL RESOURCES

Cash Flows

As at June 30, 2018, the Company had cash and cash equivalents of $11,163 (March 31, 2018 - $45,640) and a working capital deficit of $684,711 (March 31, 2018 - $638,626). The decrease in working capital in the amount of $46,085 is primarily explained by decreased cash and cash equivalents and increased amounts due to a related party balances while the Company focuses on completing the Transaction, net of short term investments received as consideration for the sale of exploration and evaluation assets.

At present the Company has no producing properties and consequently has no current operating income or cash flows. The Company intends to finance its future requirements through a combination of debt and/or equity issuance. There is no assurance that the Company will be able to obtain such financings or obtain them on favorable terms. See "Risk Factors".

The Company will require additional funding in the next 12 months to evaluate strategic opportunities, for administrative overhead expenditures and working capital purposes.

The Company's cash flows for the three month periods ended June 30, 2018 and 2017 are summarized as follows:

	June 30, 2018		June 30, 2017	
Cash used in operating activities	$	(15,079)	$	(237,989)
Cash used in investing activities		(17,999)		(51,206)
Change in cash and cash equivalents during the period		(33,078)		(289,195)
Effect of foreign exchange on cash and cash equivalents		(1,399)		989
Cash and cash equivalents, beginning of the period		45,640		740,562
Cash and cash equivalents, end of the period	**$**	**11,163**	**$**	**452,356**

Operating Activities

Cash used in operating activities adjusts income (loss) for the period for non-cash items including, but not limited to, gains and losses and share-based payments. Cash used in operating activities also reflects changes in working capital items, such as amounts receivable, prepaid expenses and amounts payable, which fluctuate in a manner that does not necessarily reflect predictable patterns for the overall use of cash, the generation of which depends almost entirely on sources of external financing to fund operations.

Investing Activities

Cash used in investing activities for the three month period ended June 30, 2018 related to the payment of advance royalties in the amount of $38,499, net of proceeds received from the settlement and sale of exploration and evaluation assets in the amount of $20,500.

Cash used in investing activities for the three month period ended June 30, 2017 related to the payment of advance royalties in the amount of $33,330 and purchase of a reclamation bond in the amount of $17,876.

Financing Activities

There was no cash provided by or used in financing activities for the three month periods ended June 30, 2018 or 2017.

STATEMENT OF FINANCIAL POSITION INFORMATION

	As at June 30, 2018	As at March 31, 2018
Cash and cash equivalents	$ 11,163	$ 45,640
Short term investments	77,286	4,772
Amounts receivable	2,959	3,673
Prepaid expenses	30,287	57,295
Deposit	11,500	11,500
Exploration and evaluation assets	601,997	550,743
Reclamation bonds	40,722	39,871
Total Assets	**$ 775,914**	**$ 713,494**
Accounts payable and accrued liabilities	$ 143,278	$ 140,637
Due to related party	644,692	591,318
Provision for future reclamation costs	18,436	18,051
Capital stock	18,677,052	18,677,052
Other equity reserves	1,703,026	1,714,833
Accumulated other comprehensive income (loss)	8,763	(3,059)
Deficit	(20,419,333)	(20,425,338)
Total Liabilities and Equity	**$ 775,914**	**$ 713,494**

Assets

Cash and cash equivalents decreased by $34,477 during the three month period ended June 30, 2018, as described in detail in "Liquidity and Capital Resources".

During the three month period ended June 30, 2018, short term investments increased by $72,514 as a result of the Company receiving shares with a fair value of $66,500 in connection with its exploration and evaluation assets and fair value adjustments at period end in the amount of $6,014. There were no disposals of short term investments during the three month period ended June 30, 2018.

Amounts receivable decreased by $714 during the three month period ended June 30, 2018 as a result of Goods and Services Tax ("GST") refunds received, net of GST input tax credits paid.

During the three month period ended June 30, 2018, prepaid expenses decreased by $27,008 primarily due to the amortization of annual claim maintenance costs and insurance premiums.

There was no change in the balance of deposit during the three month period ended June 30, 2018. The deposit is held in relation to the Company's corporate credit card.

During the three month period ended June 30, 2018, exploration and evaluation assets increased by $51,254 as a result of advance royalties in the amount of $38,499 and the effect of foreign currency translation in the amount of $12,755.

During the three month period ended June 30, 2018, reclamation bonds increased by $851 as a result of the effect of foreign currency translation.

Liabilities

Accounts payable and accrued liabilities increased by $2,641 during the three month period ended June 30, 2018 due to the timing of payments to third parties.

During the three month period ended June 30, 2018, the amount due to a related party increased by $53,374 due to the continued monthly services and shared facilities provided by King & Bay West. Refer to "Related Party Transactions" for further discussion of related party balances and transactions.

During the three month period ended June 30, 2018, the provision for future reclamation costs increased by $385 as a result of the effect of foreign currency translation.

Equity

There was no change in capital stock during the three month period ended June 30, 2018.

Other equity reserves decreased by $11,807 during the three month period ended June 30, 2018 as a result of a recovery of share-based payments expense recorded with respect to stock options.

As at June 30, 2018, the balance of accumulated other comprehensive income (loss) relates to the foreign currency translation of Logan USA.

Deficit decreased by the income for the three month period ended June 30, 2018 in the amount of $6,005.

SHARE CAPITAL

The Company's authorized capital consists of an unlimited number of common shares without par value, and it has securities outstanding as follows:

Security Description	June 30, 2018	Date of report
Common shares	42,737,750	42,737,750
Director, employee and contractor stock options	2,400,000	2,400,000
Warrants to purchase shares	22,000,000	22,000,000
Fully diluted shares	**67,137,750**	**67,137,750**

There were no common share issuances during the three month period ended June 30, 2018 or the year ended March 31, 2018.

RELATED PARTY TRANSACTIONS

Related parties and related party transactions impacting the accompanying condensed consolidated interim financial statements are summarized below and include transactions with the following individuals or entities:

Key management personnel

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

Remuneration attributed to key management personnel can be summarized as follows:

	Three Month Periods Ended June 30, 2018	2017
Short-term benefits (1)	$ 9,157	$ 26,713
Share-based payments	6,166	29,269
Total	$ 15,323	$ 55,982

(1) Includes director fees and base salaries, pursuant to contractual employment or consultancy arrangements:

- Three month period ended June 30, 2018: King & Bay West - $8,157; Mr. Richard Grayston, CEO and Director - $1,000
- Three month period ended June 30, 2017: King & Bay West - $3,119; Mr. Richard Grayston, CEO and Director - $1,000; Dr. Craig Bow, former Vice President of Exploration - $22,594

Other related parties

King & Bay West Management Corp.: King & Bay West is an entity that is owned by Mr. Mark J. Morabito, a former director and officer of the Company, and employs or retains certain directors, officers and consultants of the Company. King & Bay West provides administrative, management, geological, regulatory, accounting, legal, corporate development and corporate communications services to the Company. These services are provided to the Company on an as-needed basis and are billed based on the cost or value of the services provided to the Company. The fees are consistent with what King & Bay West charges its clients for similar services. The amount set out below represents amounts paid or accrued for King & Bay West services, personnel and overhead and third party costs incurred by King & Bay West on behalf of the Company.

During the three month period ended June 30, 2018, transactions entered into with King & Bay West, other than key management personnel, amounted to $42,675 (June 30, 2017 - $42,827) for services as described above.

As at June 30, 2018, amounts due to a related party include amounts payable to King & Bay West of $644,692 (March 31, 2018 - $591,318). The amount payable to King & Bay West is non-interest bearing, unsecured, and has no fixed terms for payment. The Transaction is subject to the Company settling $560,554 payable to King & Bay West by the issuance of common shares.

Transactions with related parties were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed by the related parties.

CRITICAL ACCOUNTING ESTIMATES

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, equity (deficiency), income (loss), expenses and the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

The accompanying condensed interim consolidated financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical Judgments

The preparation of financial statements requires management to make judgments regarding the going concern of the Company, as discussed in Note 1 of the accompanying condensed consolidated interim financial statements.

Key Sources of Estimation Uncertainty

Significant estimates made by management affecting the accompanying condensed consolidated interim financial statements include:

Deferred tax assets and liabilities

The estimation of income taxes includes evaluating the recoverability of deferred tax assets and liabilities based on an assessment of the Company's ability to utilize the underlying future tax deductions against future taxable income prior to expiry of those deductions. Management assesses whether it is probable that some or all of the deferred income tax assets and liabilities will not be realized. The ultimate realization of deferred tax assets and liabilities is dependent upon the generation of future taxable income, which in turn is dependent upon the successful discovery, development and commercialization of mineral reserves. To the extent that management's assessment of the Company's ability to utilize future tax deductions changes, the Company would be required to recognize more or fewer deferred tax assets or liabilities, and deferred income tax provisions or recoveries could be affected.

Exploration and evaluation assets

The Company is in the process of exploring and evaluating its exploration and evaluation assets and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The recoverability of the amounts shown for exploration and evaluation assets are dependent upon the existence of economically recoverable mineral reserves, the ability of the Company to obtain necessary financing to complete the development of those mineral reserves and upon future production or proceeds from the disposition thereof.

Future reclamation provision

The Company assesses its provision for reclamation related to its exploration and evaluation activities at each reporting period or when new material information becomes available. Accounting for reclamation obligations requires management to make estimates of the future costs that will be incurred to complete the reclamation to comply with existing laws and regulations. Actual future costs that will be incurred may differ from those amounts estimated as a result of changes to environmental laws and regulations, timing of future cash flows, changes to future costs, technical advances, and other factors. In addition, the actual work required may prove to be more extensive than estimated because of unexpected geological or other technical factors. The measurement of the present value of the future obligation is dependent on the selection of a suitable discount rate and the estimate of future cash outflows. Changes to either of these estimates may materially affect the present value calculation of the obligation.

Share-based payments

Estimating fair value for granted stock options requires determining the most appropriate valuation model which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the option or warrant, volatility, dividend yield, and rate of forfeitures and making assumptions about them.

Fair value of equity investment

The Company holds shares of a privately held company for which a quoted market price in an active market is not available. The Company estimates the fair value of this investment based on information available to management at each reporting date, including but not limited to recent financings completed and announcements with respect to corporate transactions.

ACCOUNTING POLICIES

The accounting policies followed by the Company are set out in Note 3 to the audited consolidated financial statements for the year ended March 31, 2018, and have been consistently followed in the preparation of the accompanying condensed consolidated interim financial statements, except as outlined below.

Financial instruments

Effective April 1, 2018, the Company adopted IFRS 9, *Financial Instruments* ("IFRS 9"). IFRS 9 provides three different measurement categories for non-derivative financial assets – subsequently measured at amortized cost, fair value through profit or loss ("FVTPL") or fair value through other comprehensive income – while all non-derivative financial liabilities are classified as subsequently measured at amortized cost. The category into which a financial asset is placed and the resultant accounting treatment is largely dependent on the nature of the business of the entity holding the financial asset. All financial instruments are initially recognized at fair value.

The implementation of the new standard has not had a material impact on the measurement of the Company's reported financial results; however additional disclosures have been provided.

<u>Financial assets</u>

The Company initially recognizes financial assets on the trade date, which is the date that the Company becomes a party to the contractual provisions of the instrument. The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred. Any interest in such transferred financial assets that is created or retained by the Company is recognized as a separate asset or liability.

The Company classifies all of its financial assets, except short term investments, as subsequently measured at amortized cost. Short term investments are classified as FVTPL with fair value determined (i) by reference to quoted market prices for publicly traded shares based on level one inputs under the fair value hierarchy, or (ii) based on level three inputs under the fair value hierarchy for shares held in private corporations. All financial assets that do not meet the criteria to be recognized as subsequently measured at amortized cost or subsequently measured at fair value through other comprehensive income are classified as FVTPL.

<u>Financial liabilities</u>

The Company measures all of its financial liabilities as subsequently measured at amortized cost. Financial liabilities are recognized initially at fair value, net of transaction costs incurred, and are subsequently measured at amortized cost. Any difference between the amounts originally received, net of transaction costs, and the redemption value is recognized in profit and loss over the period to maturity using the effective interest method.

RISK FACTORS

The exploration of mineral deposits involves significant risks and uncertainties, which even a combination of careful evaluation, experience and knowledge may not eliminate. In addition, the completion of the transaction with Voleo involves significant risks and uncertainties. Certain of the more prominent risk factors that may materially affect the Company's future performance, in addition to those referred to above, are listed hereunder.

Uncertainties associated with the Transaction

The Transaction will involve the integration of companies that previously operated independently. An important factor in the success of the Transaction will be the ability of the management of the resulting issuer to integrate all or part of the operations, systems and technologies of the Company and Voleo following completion of the Transaction. The Transaction and/or the integration of the two businesses can result in unanticipated operational problems and interruptions, expenses and liabilities, the diversion of management attention and the loss of key employees. There can be no assurance that the Transaction and business integration will be successful or that the combination will not adversely affect the business, financial condition or operating results of the Company or Voleo. In addition, the Company or Voleo may incur costs related to the Transaction and related to the amalgamation. There can be no assurance that the Company, Voleo or the resulting issuer will not incur additional material costs in subsequent quarters to reflect additional costs associated with the Transaction or that that the benefits expected from the Transaction will be realized.

The Company and Voleo expect to incur significant costs associated with the Transaction

The Company and Voleo will collectively incur significant direct transaction costs in connection with the Transaction. Actual direct transaction costs incurred in connection with the Transaction may be higher than expected. Moreover, certain of the Company's and Voleo's costs related to the Transaction, including legal, financial advisory services, accounting, printing and mailing costs, must be paid even if the Transaction is not completed. There are also opportunity costs associated with the diversion of management attention away from the conduct of the Company and Voleo's respective businesses in the ordinary course.

The amalgamation agreement may be terminated in certain circumstances

Each of the Company and Voleo has the right to terminate the amalgamation agreement in certain circumstances. Accordingly, there is no certainty, nor can either of Voleo or the Company provide any assurance, that the amalgamation agreement will not be terminated by either Voleo or the Company before the completion of the Transaction. For instance, the Company and Voleo have the right, in certain circumstances, to terminate the amalgamation agreement if changes occur that have a material adverse effect. There is no assurance that a material adverse effect will not occur before the closing date, in which case either the Company or Voleo could elect to terminate the amalgamation agreement and the Transaction would not proceed.

There can be no assurance that all conditions precedent to the Transaction will be satisfied

The completion of the Transaction is subject to a number of conditions precedent, certain of which are outside the control of the Company and Voleo. There is no certainty, nor can Voleo or the Company provide any assurance, that these conditions will be satisfied or, if satisfied, when they will be satisfied. The requirement to take certain actions or to agree to certain conditions to satisfy such requirements or obtain any such approvals may have a material adverse effect on the business and affairs of the Company or Voleo or the trading price of the Company's common shares. If for any reason the Transaction is not completed, the market price of the Company's common shares may be adversely affected. Moreover, if the amalgamation agreement is terminated, there is no assurance that the Company's Board will be able to find another similar transaction to pursue.

Entry into new business activities

Completion of the Transaction will result in a combination of the current business activities carried on by each of the Company and Voleo as separate entities. The combination of these activities into the merged entity may expose the Company's shareholders and creditors to different business risks than those to which they were exposed prior to the Transaction. In particular, shareholders will gain exposure to the business of Voleo.

If the Transaction is not completed, the Company's future business and operations could be harmed

If the Transaction is not completed, the Company may be subject to a number of additional material risks, including the following:

- the Company may have lost opportunities that would have otherwise been available had the amalgamation agreement not been executed, including, without limitation, opportunities not pursued as a result of affirmative and negative covenants made by it in the amalgamation agreement, such as covenants affecting the conduct of its business outside the ordinary course of business;

- the Company may be unable to obtain additional sources of financing or conclude another sale, merger or amalgamation on terms as favourable as those of the Transaction, in a timely manner, or at all.

Financing

The Company does not currently have any operations generating cash to fund projected levels of exploration and evaluation activity and associated overhead costs. The Company is therefore dependent upon debt and equity financing to carry out any future exploration and evaluation plans. There can be no assurance that such financing will be available to the Company. In the future, the Company will require additional funding to maintain its mineral properties in good standing. The lack of additional financing could result in delay or indefinite postponement of further exploration and possible, partial, or total loss of the Company's interest in its exploration and evaluation assets.

The Company has a history of losses and expects to incur losses for the foreseeable future

The Company has incurred losses since its inception and expects to incur losses for the foreseeable future. The Company expects to continue to incur losses unless and until such time as one of its mineral projects enters into commercial production and generates sufficient revenues to fund continuing operations. The exploration and development of a mineral project will require the commitment of substantial financial resources. The amount and timing of expenditures will depend on a number of factors, including the progress of ongoing exploration, evaluation and development, the results of consultant analysis and recommendations, the rate at which operating losses are incurred, the execution of any agreements with strategic partners and our acquisition of additional properties. Some of these factors are beyond the Company's control. There can be no assurance that the Company will ever achieve profitability.

Share price volatility

In recent years, the securities markets in the United States and Canada have experienced a high level of price and volume volatility, and the market prices of securities of many companies have experienced wide fluctuations that have not been necessarily related to the operating performance, underlying asset values or prospects of such companies. There can be no assurance that fluctuations in the Company's share price will not occur. It may be anticipated that any quoted market for our common shares will be subject to market trends generally, notwithstanding any potential success in creating revenues, cash flows or earnings. The value of the Company's common shares will be affected by such volatility.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

FINANCIAL INSTRUMENTS

As at June 30, 2018, the Company's financial instruments consist of cash and cash equivalents, short term investments, amounts receivable, deposit, reclamation bonds, accounts payable and accrued liabilities and amounts due to a related party. The Company's financial instruments are subject to certain risks.

Credit risk

Financial instruments that potentially subject the Company to concentrations of credit risk consist principally of cash and cash equivalents, amounts receivable, deposit and reclamation bonds. The risk arises from the non-performance by counterparties of contractual financial obligations. To minimize credit risk, the Company places cash and cash equivalents and deposit with high credit quality financial institutions. The Company's policy is to invest excess cash in investment-grade short-term deposit certificates issued by reputable financial institutions with which it keeps its bank accounts. Amounts receivable consist of input tax credits due from the Government of Canada and as such are exposed to insignificant credit risk. The reclamation bonds are held by the Bureau of Land Management of the United States Department of the Interior and as such are exposed to insignificant credit risk.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due.

The Company's approach to managing liquidity risk is to provide reasonable assurance that it has sufficient capital to meet short-term financial obligations after taking into account its cash on hand. The Company will require additional funding in the next 12 months to evaluate strategic opportunities, for administrative overhead expenditures and working capital purposes.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, commodity and equity prices and currency rates.

Interest rate risk

The Company has cash and cash equivalents balances and no interest bearing debt. The interest earned on cash and cash equivalents approximates fair value rates and therefore the Company is not at a significant risk to fluctuating interest rates.

Price risk

The Company is exposed to price risk with respect to its short term investments. The Company closely monitors those prices to determine the appropriate course of action to be taken by the Company. There can be no assurance that the Company can exit these positions, if required, resulting in proceeds approximating the carrying value of these securities.

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's ability to raise capital to fund exploration and evaluation activities is subject to risks associated with fluctuations in the market price of gold and precious metals. The Company closely monitors commodity prices and short term investments to determine the appropriate course of action to be taken.

Currency risk

The Company entered into option agreements with respect to properties located in the United States for which expenditures were incurred in US dollars, exposing the Company to currency risk. The Company's most recent financing was in Canadian dollars but any future equity raised may be in either US dollars or Canadian dollars. Less than 2% of the Company's cash and cash equivalents are held in US dollar bank accounts as at June 30, 2018. A 10% change in the Canadian dollar versus the US dollar would affect the income (loss) and comprehensive income (loss) of the Company by approximately $6,400.

Subsequent to the three month period ended June 30, 2018, the Company sold all of the issued and outstanding shares of Logan USA; and as a result the Company no longer has any interest in exploration and evaluation properties located in the United States.

SUBSEQUENT EVENT

The following event occurred subsequent to the three month period ended June 30, 2018:

On August 24, 2018, the Company entered into a purchase and sale agreement with K2 for all of the issued and outstanding shares of Logan USA. K2 acquired the shares of Logan USA in return for 1,000,000 common shares of K2 and the agreement by K2 to assume all of the liabilities and obligations of Logan USA. As a result of this transaction, the Company no longer has any interest in Logan USA or the Selected Properties.

ADDITIONAL INFORMATION

Additional information relating to the Company is available on SEDAR at www.sedar.com.

APPROVAL

The Board of Directors of Logan Resources Ltd. has approved the disclosure contained in this MD&A.