



UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 & 2018

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim consolidated financial statements of Crown Mining Corp. (the "Company") are the responsibility of the management and Board of Directors of the Company.

The unaudited interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 Interim Financial Reporting of International Financial Reporting Standards using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

Management has established systems of internal control over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the unaudited interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

“Stephen Dunn” (signed)

Chief Executive Officer

“Rich Morrow” (signed)

Chief Financial Officer

NOTICE TO READER

The accompanying unaudited interim consolidated financial statements of the Company have been prepared by and are the responsibility of management. The unaudited interim consolidated statements for the three months ended March 31, 2019 and 2018 have not been reviewed by the Company's auditors.

CROWN MINING CORP.

Unaudited Interim Consolidated Statements of Financial Position

(Expressed in Canadian dollars)

<i>As at,</i>	<i>March 31, 2019</i>	<i>December 31, 2018</i>
	\$	\$
ASSETS		
Current		
Cash (Note 5)	53,802	12,360
Trade and other receivables (Note 6)	6,780	925
Prepaid expenses	1,923	4,793
Total assets	62,505	18,078
LIABILITIES		
Current		
Trade and other payables (Notes 7 and 9)	26,913	53,547
Total liabilities	26,913	53,547
EQUITY		
Share capital (Note 10 (a))	12,110,434	11,982,484
Reserve for warrants (Note 11)	412,000	474,000
Reserve for share based payments (Note 12)	2,544,786	2,453,786
Accumulated deficit	(15,031,628)	(14,945,739)
Total equity (deficit)	35,592	(35,469)
Total liabilities and equity (deficit)	62,505	18,078

Nature of Operations and Going Concern (Note 1)

Commitments and Contingencies (Notes 8 and 13)

Approved on behalf of the Board of Directors on May 9, 2019:

“Stephen Dunn” (signed)

Director

“James Fairbairn” (signed)

Director

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

CROWN MINING CORP.**Unaudited Interim Consolidated Statements of Loss and Comprehensive Loss**

(Expressed in Canadian dollars)

	2019	2018
Three month periods ended March 31,	\$	\$
Professional fees	9,060	7,460
Management and consulting fees (Note 9)	15,000	15,000
Share based payments (Notes 9, 10(c) and 12)	-	129,200
Office, general and administration	15,884	18,498
Promotion and travel	24,362	333,504
Exploration and evaluation expenditures (Note 8)	21,583	580,093
Net loss and comprehensive loss	85,889	1,083,755
Loss per share - basic and diluted	0.00	0.03
Weighted average number of common shares - basic and diluted (000's)	41,527	35,973

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

CROWN MINING CORP.

Unaudited Interim Consolidated Statements of Changes in Equity

(Expressed in Canadian dollars)

	Share Capital		Reserves			Accumulated other comprehensive income	Total
	Number of shares	Amount	Warrants	Share based payments	Accumulated deficit		
Balance at December 31, 2017	34,258,627	\$ 11,135,565	\$ 370,000	\$ 2,224,936	\$ (13,474,434)	\$ -	\$ 256,067
Private placements, net of issue costs	5,596,000	977,944	-	-	-	-	977,944
Warrants issued on private placement to subscribers	-	(173,000)	173,000	-	-	-	-
Warrants issued on private placement to finders	-	(16,000)	16,000	-	-	-	-
Shares issued on stock options exercised	375,000	57,975	-	(19,350)	-	-	38,625
Share based payments	-	-	-	163,200	-	-	163,200
Reserve transferred on expiry of warrants	-	-	(85,000)	85,000	-	-	-
Net loss for the year	-	-	-	-	(1,471,305)	-	(1,471,305)
Balance at December 31, 2018	40,229,627	\$ 11,982,484	\$ 474,000	\$ 2,453,786	\$ (14,945,739)	\$ -	\$ (35,469)
Private placements, net of issue costs	1,600,000	156,950	-	-	-	-	156,950
Warrants issued on private placement to subscribers	-	(29,000)	29,000	-	-	-	-
Reserve transferred on expiry of warrants	-	-	(91,000)	91,000	-	-	-
Net loss for the period	-	-	-	-	(85,889)	-	(85,889)
Balance at March 31, 2019	41,829,627	\$ 12,110,434	\$ 412,000	\$ 2,544,786	\$ (15,031,628)	\$ -	\$ 35,592
Balance at December 31, 2017	34,258,627	\$ 11,135,565	\$ 370,000	\$ 2,224,936	\$ (13,474,434)	\$ -	\$ 256,067
Private placements, net of issue costs	4,596,000	879,694	-	-	-	-	879,694
Warrants issued on private placement to subscribers	-	(159,000)	159,000	-	-	-	-
Warrants issued on private placement to finders	-	(16,000)	16,000	-	-	-	-
Shares issued on stock options exercised	225,000	40,875	-	(17,250)	-	-	23,625
Share based payments	-	-	-	129,200	-	-	129,200
Net loss for the period	-	-	-	-	(1,083,755)	-	(1,083,755)
Balance at March 31, 2018	39,079,627	\$ 11,881,134	\$ 545,000	\$ 2,336,886	\$ (14,558,189)	\$ -	\$ 204,831

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

CROWN MINING CORP.

Unaudited Interim Consolidated Statements of Cash Flows

(Expressed in Canadian dollars)

	2019	2018
Three month periods ended March 31,	\$	\$
Operating activities		
Net loss for the period	(85,889)	(1,083,755)
Adjustments to reconcile net loss to net cash used in operating activities:		
Share based payments	-	129,200
Change in non-cash working capital		
Trade and other receivables	(5,855)	(6,972)
Prepaid expenses	2,870	34,624
Trade and other payables	(26,634)	(73,937)
Cash used in operating activities	(115,508)	(1,000,840)
Financing activities		
Issuance of share capital, net of costs	156,950	879,694
Proceeds on stock options exercised	-	23,625
Cash provided from financing activities	156,950	903,319
Increase (Decrease) in cash	41,442	(97,521)
Cash, beginning of period	12,360	332,425
Cash, end of period	53,802	234,904
Supplementary Information		
Interest paid	-	-
Income tax paid	-	-
Finders warrants issued	-	16,000

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

CROWN MINING CORP.
Notes to the Unaudited Interim Consolidated Financial Statements
For the three month periods ended March 31, 2019 and 2018
(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Crown Mining Corp. (“Crown” or the “Company”) is a public company amalgamated under the laws of Canada on August 30, 2010. The Company’s head office is located at 365 Bay Street, Suite 400, Toronto, ON, M5H 2V1. The Company is an exploration stage company and currently has interests in exploration properties in Ontario, Canada and, through wholly owned subsidiaries, has interests in exploration properties in Nevada and California, USA. Substantially all of the Company’s efforts are devoted to financing, exploring and evaluating these properties. There has been no determination whether the Company’s interests in mineral properties contain mineral reserves which are economically recoverable.

As at March 31, 2019, the Company had working capital of \$35,592 (December 31, 2018 - working capital deficiency of \$35,469), had not yet achieved profitable operations, had accumulated deficit of \$15,031,628 (December 31, 2018 - \$14,945,739) and expects to incur further losses in the development of its business. These conditions indicate the existence of a material uncertainty that cast significant doubt as to whether the Company can continue as a going concern.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company’s continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, and the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company’s ability to dispose of its interests on an advantageous basis, all of which are uncertain. Failure to achieve the above could have a significant impact on the Company’s ability to continue as a going concern.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and evaluation activities, and in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company’s title. Property title may be subject to unregistered prior agreements, non-compliance with regulatory requirements or aboriginal land claims.

These unaudited interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying unaudited interim consolidated financial statements.

2. BASIS OF PREPARATION

2.1 Statement of compliance and presentation

These unaudited interim consolidated financial statements, including comparatives, have been prepared in accordance with International Accounting Standards (“IAS”) 34 ‘Interim Financial Reporting’ (“IAS 34”) using accounting policies consistent with the International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”) and Interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”) as at May 9, 2019. These unaudited interim consolidated financial statements were authorized by the Board of Directors of the Company on May 9, 2019.

The notes herein include only significant transactions and events occurring since the Company’s last fiscal year end and are not fully inclusive of all matters required to be disclosed in the annual audited consolidated financial statements. Accordingly, these unaudited interim consolidated financial statements should be read in conjunction with our most recent annual audited consolidated financial statements for the year ended December 31, 2018.

CROWN MINING CORP.
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2. BASIS OF PREPARATION (continued)

2.2 Future accounting policies and standards adopted

Standards adopted

At January 1, 2018, the Company adopted the following standards/amendments:

- IFRS 16 *Leases* (“IFRS 16”), sets out the principles for the recognition, measurement and disclosure of leases. IFRS 16 provides revised guidance on identifying a lease and for separating lease and nonlease components of a contract. IFRS 16 introduces a single accounting model for all lessees and requires a lessee to recognize right-of-use assets and lease liabilities for leases with terms of more than 12-months, unless the underlying asset is of low value. Under IFRS 16, lessor accounting for operating and finance leases will remain substantially unchanged. The adoption of this standard had no impact on the unaudited interim consolidated financial statements of the Company.

2.3 Use of management estimates, judgments and measurement uncertainty

The preparation of these unaudited interim consolidated financial statements using accounting policies consistent with IFRS requires management to make judgments and estimates and form assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the unaudited interim consolidated financial statements and reported amounts of revenues and expenses during the reporting period. Such estimates primarily relate to unsettled transactions and events as at the date of the unaudited interim consolidated financial statements. On an ongoing basis, management evaluates its judgments and estimates in relation to assets, liabilities, revenue and expenses. Management uses historical experience and various other factors it believes to be reasonable under the given circumstances as the basis for its judgments and estimates. Actual outcomes may differ from these estimates under different assumptions and conditions. The most significant estimates relate to valuation of deferred income tax amounts and the calculation of share-based payments and warrants. Significant estimates and judgments made by management in the preparation of these unaudited interim consolidated financial statements are outlined below:

Going concern assumption

Going concern presentation of the unaudited interim consolidated financial statements assumes that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due.

Income taxes

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company’s provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company’s income, value added, withholding and other tax liabilities requires interpretation of complex laws and regulations. The Company’s interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax related accruals and deferred income tax provisions in the period in which such determination is made.

CROWN MINING CORP.
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2. BASIS OF PREPARATION (continued)

2.3 Use of management estimates, judgments and measurement uncertainty (continued)

Decommissioning provisions

These are made based on the estimated settlement amounts. Assumptions, based on the current economic environment, have been made which management believes are a reasonable basis upon which to estimate the future liability. These estimates take into account any material changes to the assumptions that occur when reviewed regularly by management. Estimates are reviewed quarterly and are based on current regulatory requirements. Significant changes in estimates of contamination, restoration standards and techniques will result in changes to provisions on a quarterly basis. Actual rehabilitation costs will ultimately depend on actual future settlement amount for the rehabilitation costs which will reflect the market condition at the time that the rehabilitation costs are actually incurred. The final cost of the currently recognized rehabilitation provisions may be higher or lower than currently provided for.

Valuation of share based payments and warrants

The Black-Scholes option pricing model is used to determine the fair value for share based payments and warrants and utilizes subjective assumptions such as expected price volatility and expected life of the option or warrant. Discrepancies in these input assumptions can significantly affect the fair value estimate.

Functional currency

The Company's management is required to make judgments as to the currency of the primary economic environment in which an entity operates to determine the functional currency of the entity. The Company has determined that the functional currency of the parent company and its Canadian and US subsidiaries is the Canadian dollar.

3. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and evaluation of mineral properties. The board of directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital to include all components of shareholders' equity. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the three month period ended March 31, 2019 and the year ended December 31, 2018.

The Company considers its capital to be equity, which is comprised of share capital, reserve for warrants and share based payments and accumulated deficit, which as at March 31, 2019 totaled \$35,592 (December 31, 2018 – deficiency of \$35,469).

The Company's objective when managing capital is to obtain adequate levels of funding to support its exploration activities, to obtain corporate and administrative functions necessary to support organizational functioning and to obtain sufficient funding to further the identification of mineral deposits.

CROWN MINING CORP.
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3. CAPITAL MANAGEMENT (continued)

The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than of the TSXV which requires adequate working capital or financial resources of the greater of (i) \$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of 6 months

The Company raises capital, as necessary, to meet its needs and take advantage of perceived opportunities and, therefore, does not have a numeric target for its capital structure. Funds are primarily secured through equity capital raised by way of private placements. There can be no assurance that the Company will be able to continue raising equity capital in this manner. The Company invests all capital that is surplus to its immediate operational needs in interest bearing accounts with a Canadian financial institution.

4. FINANCIAL RISK FACTORS

Credit Risk

The Company's credit risk is primarily attributable to cash. The Company has no significant concentration of credit risk arising from operations. The Company's current policy is to invest excess cash in interest bearing deposits issued by its banking institutions.

The Company's maximum exposure to credit risk as at March 31, 2019 is the carrying value of cash, and trade and other receivables. The majority of the Company's cash is held in Canadian chartered banks.

Market Risk

Foreign Currency Risk

The Company's exploration and evaluation activities are substantially denominated in Canadian dollars and, to a lesser degree, in United States dollars. The Company's funds are predominantly kept in Canadian dollars, with a major Canadian financial institution.

Equity Price Risk

Market risk arises from the possibility that changes in market prices will affect the value of the financial instruments of the Company. The Company has no exposure to fair value fluctuations. The Company's financial instruments (cash, trade and other receivables, and trade and other payables) are not subject to equity price risk.

Fair Value

Cash, and trade and other receivables are measured at amortized cost which approximates fair value due to their short-term nature. Trade and other payables are measured at amortized cost which also approximates fair value due to their short-term nature.

The fair value hierarchy has the following levels:

- Level one includes quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level two includes inputs that are observable other than quoted prices included in level one.
- Level three includes inputs that are not based on observable market data.

As at March 31, 2019 and December 31, 2018, the Company does not have any financial assets measured at fair value and that require classification within the fair value hierarchy.

CROWN MINING CORP.
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4. FINANCIAL RISK FACTORS (continued)

Liquidity Risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at March 31, 2019, the Company had current assets of \$62,505 (December 31, 2018 - \$18,078) and current liabilities of \$26,913 (December 31, 2018 - \$53,547). The Company's trade and other payables and receivables are subject to normal trade terms. As at March 31, 2019, the Company had working capital of \$35,592 (December 31, 2018 - working capital deficiency of \$35,469).

Interest Rate Risk

The Company is not exposed to interest rate risk due to the short-term nature of its financial instruments.

5. CASH

The balance at March 31, 2019 consists of cash on deposit with Canadian banks in general interest-bearing accounts totaling \$53,802 (December 31, 2018 - \$12,360).

6. TRADE AND OTHER RECEIVABLES

The Company's trade and other receivables arise from harmonized sales tax ("HST") due from the Canadian government. The HST receivable is not past due as at March 31, 2019.

	As at,	
	March 31, 2019	December 31, 2018
HST receivable	\$ 6,780	\$ 925
Total trade and other receivables	\$ 6,780	\$ 925

At March 31, 2019, the Company anticipates full recovery of these amounts and therefore no impairment has been recorded against these receivables. The credit risk on the receivables has been further discussed in Note 4. The Company holds no collateral for any receivable amounts outstanding as at March 31, 2019.

7. TRADE AND OTHER PAYABLES

Trade and other payables of the Company are principally comprised of amounts outstanding for trade purchases relating to exploration activities and amounts payable for operating and financing activities. The usual credit period taken for trade purchases is between 30 to 90 days.

The following is an aged analysis of the trade and other payables:

	As at,	
	March 31, 2019	December 31, 2018
Less than or equal to 90 days	\$ 17,468	\$ 42,577
Over 90 days	9,445	10,970
Total trade and other payables	\$ 26,913	\$ 53,547

CROWN MINING CORP.
Notes to the Unaudited Interim Consolidated Financial Statements
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8. EXPLORATION AND EVALUATION EXPENDITURES

The evaluation and exploration expenses for the Company are segregated as follows:

	Three month period ended March 31,	
	2019	2018
Black Warrior	\$ -	\$ -
Moonlight-Superior	19,372	577,882
Timore	1,195	1,195
Warren Whiteside	1,016	1,016
Exploration and evaluation expenditures	\$ 21,583	\$ 580,093

Black Warrior

On May 20, 2008, the Company acquired a 100% interest in 2 patented claims near Silver Peak in Esmeralda County, Nevada for US\$25,000.

Moonlight-Superior

Effective June 28, 2013, the Company purchased a 100% interest in the Superior Project, subject to an underlying production royalty, which included 132 unpatented mining claims and a lease on 36 patented claims in Plumas County, California for \$50,000. The conditions of the lease include an annual lease payment of US\$20,000 per year and an annual work obligation of US\$25,000. The Company has a right to purchase the leased patented claims, and if purchased, the leased patented claims will be subject to an annual royalty payment schedule. During the year ended December 31, 2015, the Company restaked the area in a more efficient way resulting in title to 47 unpatented claims. During the year ended December 31, 2016, the Company staked 57 additional claims. In addition, during the year ended December 31, 2018, the Company staked an additional 6 claims adjacent to the Superior Mine and an additional 35 new federal mining claims adjacent to the Engels Mine.

On February 26, 2016, the Company entered into an agreement with Canyon Copper Corp (“Canyon”) to acquire a 100% interest in the Moonlight Property (the “Agreement”), subject to an underlying production royalty. Under the terms of the Agreement Crown acquired a 100% interest in the Moonlight Property for consideration of \$375,000 and 2,750,000 common shares of the Company as follows:

- Cash Payments: \$5,000 due on signing (paid), \$20,000 due on or before June 1, 2016 (paid); and \$350,000 (Paid in February 2018) due on or before March 4, 2019.
- Common Share Issuances: 2,000,000 common shares on or before 5 days after TSXV approval, which was received on March 4, 2016 (issued with a fair market value of \$140,000), 750,000 common shares on or before 5 days after 1st anniversary of TSXV approval if the final payment has not yet been paid (issued with a fair market value of \$60,000).

In addition, the advanced royalty holders, being Lester Storey and Metamin Enterprises Inc., (the “Advanced Royalty Holders”) have approved the following: (i) elimination of the advanced royalty payments, (ii) an increase in each of the Advance Royalty Holder’s net smelter returns from 1.0% to 1.25%, in exchange for the issuance of 300,000 common shares of the Company to each of the Advance Royalty Holders (issued with a fair market value of \$42,000).

Timore

The Company owned a 100% interest in patented claims covering 2 properties near Timmins, Ontario and 1 property near Red Lake, Ontario.

Warren Whiteside

The Company owns a 100% interest in 14 patented mining claims in Whiteside Township in Ontario.

CROWN MINING CORP.
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9. RELATED PARTY DISCLOSURES

Certain corporate entities and consultants that are related to the Company's officers and directors provide consulting and other services to Crown. All transactions were conducted in the normal course of operations and are measured as follows:

As at,	March 31,	December 31,
	2019	2018
Amount included in trade and other payables, due to directors and/or officers	\$ 6,000	\$ 31,000

Amounts due to directors and officers are non-interest bearing and have no set terms of repayment.

Transactions during the three month period ended March 31,	2019	2018
Balances:		
Short-term benefits	\$ 15,000	\$ 7,000
Share based compensation	-	28,000
Total compensation paid to key management	\$ 15,000	\$ 35,000

During the three month period ended March 31, 2019, certain officers, directors or companies controlled by them participated in the Company's private placements as described in Note 10 (a) and subscribed for 300,000 (year ended December 31, 2018 - 675,000) units, for total gross proceeds to the Company of \$30,000 (year ended December 31, 2018 - \$80,000).

10. SHARE CAPITAL

(a) Common Shares

Crown's authorized share capital consists of an unlimited number of common shares and with no par value.

The issued and outstanding common shares are as follows:

	Number of	Stated
	Shares	Value
Balance, December 31, 2017	34,258,627	\$ 11,135,565
Private placements	5,596,000	1,019,200
Cash share issue costs	-	(41,256)
Shares issued on stock options exercised	375,000	38,625
Value of reserve for share based payments transferred on stock options exercised	-	19,350
Value assigned to warrants issued on private placement - subscriber	-	(173,000)
Value assigned to warrants issued on private placement - finder	-	(16,000)
Balance, December 31, 2018	40,229,627	\$ 11,982,484
Private placements	1,600,000	160,000
Cash share issue costs	-	(3,050)
Value assigned to warrants issued on private placement - subscriber	-	(29,000)
Balance, March 31, 2019	41,829,627	\$ 12,110,434

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10. SHARE CAPITAL (continued)

(a) Common Shares (continued)

Private Placements – 2019

On January 18, 2019, the Company completed a private placement of 1,600,000 units at a price of \$0.10 per unit for proceeds of \$160,000. Each unit consisted of one common share and one common share purchase warrant, each warrant entitling the holder to purchase one common share for \$0.16 for two years from the date of closing.

The grant date fair value of the warrants of \$29,000 was estimated using the Black-Scholes option pricing model with the following assumptions:

Risk-free interest rate	1.9%
Expected volatility	73%
Expected life of warrants	2 years
Expected dividend yield	Nil
Share price value on grant date	\$0.08

Private Placements – 2018

On February 28, 2018, the Company completed a private placement of 4,596,000 units at a price of \$0.20 per unit for proceeds of \$919,200. Each unit consisted of one common share and one half of one common share purchase warrant, each whole warrant entitling the holder to purchase one common share for \$0.25 for two years from the date of closing.

As part of the private placement, the Company issued 142,800 finders' units to the finders, with each finder unit entitling the holder to purchase one unit at a price of \$0.20 per unit, exercisable until February 28, 2020. Each unit consists of one common share and one half of one warrant. Each whole warrant will entitle the holder to purchase one common share for \$0.25 at any time until February 28, 2020.

The grant date fair value of the warrants issued to subscribers and finder units and warrants issued to finders were \$159,000 and \$16,000, respectively, was estimated using the Black-Scholes option pricing model with the following assumptions:

Risk-free interest rate	1.8%
Expected volatility	98%
Expected life of warrants	2 years
Expected dividend yield	Nil
Share price value on grant date	\$0.165

On October 10, 2018, the Company completed a private placement of 1,000,000 units at a price of \$0.10 per unit for proceeds of \$100,000. Each unit consisted of one common share and one common share purchase warrant, each whole warrant entitling the holder to purchase one common share for \$0.20 for two years from the date of closing.

The grant date fair value of the warrants of \$14,000 was estimated using the Black-Scholes option pricing model with the following assumptions:

Risk-free interest rate	2.3%
Expected volatility	79%
Expected life of warrants	2 years
Expected dividend yield	Nil
Share price value on grant date	\$0.075

Volatility for all warrants has been calculated using the Company's historical information.

CROWN MINING CORP.
Notes to the Unaudited Interim Consolidated Financial Statements
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10. SHARE CAPITAL (continued)

(b) Warrants

The outstanding warrants at March 31, 2019 are comprised as follows:

Date of Expiry	Type	No. of Warrants	Weighted Average Exercise Price \$
May 10, 2019	Warrants – Private Placement	3,465,666	0.15
November 20, 2019	Warrants – Private Placement	2,000,000	0.20
February 28, 2020	Warrants – Private Placement	2,298,000	0.25
February 28, 2020	Warrants – Finder Unit	142,800	0.20
February 28, 2020	Warrants – Finder Warrant ¹	71,400	0.25
September 5, 2020	Warrants – Private Placement	2,635,000	0.15
October 10, 2020	Warrants – Private Placement	1,000,000	0.20
January 18, 2029	Warrants – Private Placement	1,600,000	0.16
Total		13,212,866	0.18

¹ This finder warrant will be issued only on exercise of the Finder Unit on a basis of ½ warrant for every unit exercised.

The weighted average remaining life of the outstanding warrants at March 31, 2019 is 0.92 years (December 31, 2018 – 0.88 years).

Continuity of the warrants to purchase common shares for the three month period ended March 31, 2019 and the year ended December 31, 2018 is as follows:

As at,	March 31, 2019		December 31, 2018	
	Weighted Average Exercise Price (\$)	No. of Warrants	Weighted Average Exercise Price (\$)	No. of Warrants
Outstanding at beginning of period/year	0.18	15,812,866	0.17	14,800,666
Transactions during the period/year:				
Issued on private placements	0.16	1,600,000	0.23	3,512,200
Expired	0.18	(4,200,000)	0.20	(2,500,000)
Outstanding and exercisable at end of period/year	0.18	13,212,866	0.18	15,812,866

(c) Options

Crown has a 10% rolling stock option plan pursuant to which options to purchase common shares may be granted to certain officers, directors, employees and consultants. As at March 31, 2019, the Company had 362,963 (December 31, 2018 - 202,963) options remaining available for issuance under the plan.

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10. SHARE CAPITAL (continued)

(c) Options (continued)

Continuity of the unexercised options to purchase common shares is as follows:

As at,	March 31, 2019		December 31, 2018	
	Weighted Average Exercise Price (\$)	No. of Options	Weighted Average Exercise Price (\$)	No. of Options
Outstanding at beginning of period/year	0.13	3,820,000	0.20	1,675,000
Transactions during the period/year r:				
Granted	-	-	0.11	1,690,000
Exercised	-	-	0.10	(675,000)
Expired	-	-	0.30	(80,000)
Outstanding at end of period/year	0.13	3,820,000	0.16	2,610,000
Exercisable at end of period/year	0.13	3,820,000	0.16	2,535,000

The following table provides additional information about outstanding stock options at March 31, 2019:

Range of Exercise Prices (\$)	No. of Options Exercisable	Weighted Average Exercise Price (\$)	No. of Options Outstanding	Weighted Average Exercise Price (\$)	Weighted Average Remaining Life (Years)
0.10 – 0.12	2,750,000	0.11	2,750,000	0.11	1.36
0.15	240,000	0.15	240,000	0.15	1.68
0.20	830,000	0.20	830,000	0.20	1.86
0.10 – 0.20	3,820,000	0.13	3,820,000	0.13	1.49

The following table summarizes the assumptions used in the Black-Scholes valuation model for determining the fair value for the stock options granted during the year ended December 31, 2018:

	Mar-14-17	Feb-7-18	Sep-14-18	Total
Number of options granted	-	830,000	925,000	1,755,000
Risk-free interest rate		1.99%	2.22%	
Expected life years		3.0	3.0	
Expected volatility		109%	101%	
Exercise price	\$	0.20	0.12	
Market price	\$	0.225	0.07	
Vesting		Immediately	Immediately	
Expected dividends		-	-	-
Fair value of options granted as share based payments	\$	-	128,000	34,000
Vesting of fair value of share based payments	\$	1,200	128,000	34,000

The weighted average grant-date fair value of options granted as compensation during the three month period ended March 31, 2019 was \$Nil (year ended December 31, 2018 – \$0.09) per option issued.

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11. RESERVE FOR WARRANTS

Reserve for warrants is comprised of the following:

	March 31, 2019	December 31, 2018
Balance, beginning of the period/year	\$ 474,000	\$ 370,000
Warrants issued on private placements - subscriber	29,000	173,000
Warrants issued on private placements - finder	-	16,000
Reserves transferred on expiry of warrants	(91,000)	(85,000)
Balance, end of period/year	\$ 412,000	\$ 474,000

12. RESERVE FOR SHARE BASED PAYMENTS

Reserve for share based payments is comprised of the following:

	March 31, 2019	December 31, 2018
Balance, beginning of the period/year	\$ 2,453,786	\$ 2,224,936
Share based payments granted	-	163,200
Reserve transferred on exercise of options	-	(19,350)
Reserves transferred on expiry of warrants	91,000	85,000
Balance, end of period/year	\$ 2,453,786	\$ 2,453,786

13. COMMITMENTS AND CONTINGENCIES

The Company's activities are subject to environmental regulation (including regular environmental impact assessments and permitting) in each of the jurisdictions in which its mineral properties are located. Such regulations cover a wide variety of matters including, without limitation, prevention of waste, pollution and protection of the environment, labour relations and worker safety. The Company may also be subject under such regulations to clean-up costs and liability for toxic or hazardous substances which may exist on or under any of its properties or which may be produced as a result of its operations. It is likely that environmental legislation and permitting will evolve in a manner which will require stricter standards and enforcement. This may include increased fines and penalties for non-compliance, more stringent environmental assessments of proposed projects and a higher degree of responsibility for companies, their directors and employees.

The Company has not determined and is not aware whether any provision for such costs is required and is unable to determine the impact on its financial position, if any, of environmental laws and regulations that may be enacted in the future due to the uncertainty surrounding the form that these laws and regulations may take.

The Company may become subject to tax audits of the flow-through expenditures renounced to investors; however, the Company believes that all Canadian Exploration Expenditures were effected and renounced in compliance with the prescribed requirements of the *Income Tax Act* (Canada). The Company has indemnified the subscribers of current and previous flow-through offerings against any tax-related amounts that become payable by shareholders in the event the Company does not meet its expenditure commitment.

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14. SEGMENTED INFORMATION

Operating Segments

At March 31, 2019 and December 31, 2018, the Company's operations comprise a single reporting operating segment engaged in mineral exploration in Canada and the United States.

An operating segment is defined as a component of the Company:

- that engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are reviewed regularly by the entity's chief operating decision maker; and
- for which discrete financial information is available.

Geographic Information

The Company currently has one reportable segment as at March 31, 2019 and December 31, 2018, being the exploration and evaluation of mineral properties in Canada and the United States.

The following is a detailed breakdown of the Company's assets by geographical location:

Identifiable assets as at,	March 31, 2019	December 31, 2018
Canada	\$ 61,332	\$ 16,245
United States	1,173	1,833
	\$ 62,505	\$ 18,078