COLOMBIA CREST
GOLD CORP

Condensed Interim Consolidated Financial Statements

For the Three Months Ended December 31, 2013

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

In accordance with National Instrument 51-102, Colombia Crest Gold Corp. discloses that the accompanying unaudited condensed interim consolidated financial statements for the three months ended, December 31, 2013, and 2012, were prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The unaudited condensed interim consolidated financial statements of Colombia Crest Gold Corp. (the "Company") are the responsibility of the Company's management and they have been prepared by management in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. These unaudited condensed interim consolidated financial statements do not include all of the disclosures required for annual financial statements. Management acknowledges responsibility for the preparation and presentation of these unaudited condensed interim consolidated financial statements, including responsibility for significant accounting judgements and estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances. In the opinion of management, these unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34, Interim Financial Reporting using accounting policies consistent with IFRS appropriate in the circumstances.

Management has established processes, which are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence, that (i) the unaudited condensed interim consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the unaudited condensed interim consolidated financial statements and (ii) the unaudited condensed interim consolidated financial statements fairly present in all material respects the financial condition, results of operations and cash flows of the Company, as of the date of, and for the period presented by, the unaudited condensed interim consolidated financial statements.

The Board of Directors is responsible for reviewing and approving the consolidated financial statements and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee, which is comprised of non-management directors, assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the internal controls over the financial reporting process, the consolidated financial statements and the auditors' report. The Audit Committee also reviews the Company's Management's Discussion and Analysis to ensure that the financial information reported therein is consistent with the information presented in the consolidated financial statements. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the consolidated financial statements 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.

Colombia Crest Gold Corp.
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

As at	December 31 2013 $	September 30 2013 $
Assets		
Current		
Cash	42,590	11,243
Tax recoverable and other receivables	8,624	9,874
Prepaid expenses and deposits	5,171	5,171
Current portion of long-term receivable - Note 4	49,965	103,000
	106,350	129,288
Long-term receivable - Note 4	793,000	793,000
Property, plant and equipment	5,603	5,986
	904,953	928,274
Liabilities		
Current		
Accounts payable and accrued Liabilities	430,916	400,456
Short-term loan - Note 7	106,360	102,850
	537,276	503,306
Shareholders' Equity		
Share capital - Note 8 (a)	79,932,514	79,932,514
Share subscriptions - Note 8 (e)	1,156,000	1,156,000
Contributed surplus - Note 8 (f)	6,030,315	6,030,315
Accumulated deficit	(86,751,152)	(86,693,861)
	367,677	424,968
	904,953	928,274

Nature of operations – Note 1
Going concern of operations – Note 2 (c)

Signed on behalf of the Board of Directors by:

“Hans Rasmussen”	Director	*“Carl Hansen”*	Director
Hans Rasmussen		Carl Hansen	

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

Colombia Crest Gold Corp.
Condensed Interim Consolidated Statements of Comprehensive Loss
For the Three Months Ended December 31, 2013 and 2012
(Unaudited - Expressed in Canadian Dollars)

	2013 $	2012 $
Expenses:		
Accounting and audit	2,500	20,000
Administration - Note 6	24,000	36,000
Amortization	383	494
Bank charges	273	1,265
Consulting	6,641	-
Corporate development	1,065	63,487
Filing fees	-	500
Foreign exchange loss	9,454	3,962
Insurance	3,017	9,595
Interest	1,457	-
Legal	948	7,070
Management fees - Note 6	-	50,554
Office and printing	5,720	21,024
Shareholders information	-	4,515
Stock-based compensation - Note 8 (c)	-	26,748
Transfer agent	1,055	1,257
Travel and promotion	778	70,311
General explorations	-	135,835
Loss before other items	(57,291)	(452,617)
Other items:		
Interest income	-	1,923
Net loss for the period from continuing operations	(57,291)	(450,694)
Gain for the period from discontinued operations - Note 5	-	369,267
Net loss and comprehensive loss for the period	(57,291)	(81,427)
Basic and diluted loss per share (continuing operations)	($0.00)	($0.01)
Earnings per share from discontinued operations:		
- basic	($0.00)	($0.00)
- diluted	($0.00)	($0.00)
Weighted-average number of common shares outstanding	96,088,289	85,649,956
Number of common shares fully diluted	112,273,289	114,710,394

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

Colombia Crest Gold Corp.
Condensed Interim Consolidated Statements of Cash Flows
For The Three Months Ended December 31, 2013 and 2012
(Unaudited - Expressed in Canadian Dollars)

	2013 $	2012 $
Cash flows from operating activities		
Net loss for the period	(57,291)	(81,427)
Adjustments to reconcile loss to net cash used in operating activities:		
Amortization	383	494
Amortization charged to general exploration	-	2,088
Gain from discontinued operation	-	(369,267)
Foreign exchange loss on short-term loan payable	3,510	-
Stock-based compensation	-	26,748
Interest income	-	(1,923)
	(53,398)	(423,287)
Net change in non-cash working capital items:		
Receivables	54,285	(12,374)
Prepaid expenses and deposits	-	177,957
Accounts payable and accrued liabilities	30,460	(138,801)
Cash used in operating activities	31,347	(396,505)
Investing activities		
Sale of discontinued operation	-	98,600
Exploration and evaluation costs	-	(844,037)
Interest received	-	1,923
Cash used in investing activities	-	(743,514)
Change in cash in the period	31,347	(1,140,019)
Cash, beginning of period	11,243	1,546,853
Cash, end of period	42,590	406,834

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

Colombia Crest Gold Corp.
Condensed Interim Consolidated Statements of Changes in Equity
For the Three Months Ended December 31, 2013 and 2012
(Unaudited - Expressed in Canadian Dollars)

	Share Capital		Shares	Contributed	Cumulative Translation		
	Number of Shares	Amount $	Subscribed $	Surplus $	Adjustment $	Deficit $	Total $
Balance - September 31, 2012, restated Note 16 - for year ended September 30, 2013	85,649,956	79,783,706	1,156,000	5,991,735	35,428	(77,915,062)	9,051,807
Stock-based compensation expense	-	-	-	26,748	-	-	26,748
Currency translation adjustment	-	-	-	-	(74,894)	-	(74,894)
Loss for the period	-	-	-	-	-	(81,427)	(81,427)
Balance - December 31, 2012	85,649,956	79,783,706	1,156,000	6,018,483	(39,466)	(77,996,489)	8,922,234
Shares issued for private placement	9,733,333	146,000	-	-	-	-	146,000
Share issuance costs	-	(7,000)	-	-	-	-	(7,000)
Shares issued for option on property	125,000	4,375	-	-	-	-	4,375
Shares issued - property agreement	180,000	2,700	-	-	-	-	2,700
Shares issued - short-term loan	400,000	6,000	-	-	-	-	6,000
Warrants issued for option on property	-	-	-	413	-	-	413
Warrants issued for finder's fee	-	(3,267)	-	3,267	-	-	-
Stock-based compensation expense	-	-	-	8,152	-	-	8,152
Other comprehensive income	-	-	-	-	39,466	-	39,466
Loss for the period	-	-	-	-	-	(8,697,372)	(8,697,372)
Balance - September 30, 2013	96,088,289	79,932,514	1,156,000	6,030,315	-	(86,693,861)	424,968
Loss for the period	-	-	-	-	-	(57,291)	(57,291)
Balance - December 31, 2013	96,088,289	79,932,514	1,156,000	6,030,315	-	(86,751,152)	367,677

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

1. Corporate Information

Colombia Crest Gold Corp.'s business activity is the exploration and evaluation of mineral properties. In December 2012, Colombia Crest Gold Corp. (the "Company") sold its Bolivian subsidiary, Eaglecrest Exploration Bolivia SA ("EEB"), which had been exploring mineral properties in Bolivia since 1996. During the year ended September 30, 2013, the Company ceased operations in Colombia but, retains a 50% interest in the Fredonia project. As at December 31, 2013, the Company is actively seeking new mineral properties.

The Company was incorporated under the laws of the Province of British Columbia on January 20, 1981 and its common shares are listed for trading on the TSX Venture Exchange ("TSXV") under the symbol CLB, and on the Frankfurt Stock Exchange under the symbol EAT.

The address of the Company's corporate office and principal place of business is Suite 300, 1055 West Hastings Street, Vancouver, BC Canada.

2. Basis of Preparation and Summary of Significant Accounting Policies

These condensed interim consolidated financial statements for the three month period ended December 31, 2013 have been prepared in accordance with IAS 34 Interim Financial Reporting. These condensed interim financial statements should be read in conjunction with the Company's 2013 audited annual consolidated financial statements, which have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board.

The condensed interim consolidated financial statements have been prepared using accounting policies consistent with those used in the Company's 2013 audited annual consolidated financial statements.

a) Basis of Consolidation

The consolidated financial statements include all subsidiaries of the Company. Subsidiaries are entities over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. They are de-consolidated from the date that control by the Company ceases. All significant inter-company transactions and balances have been eliminated.

These consolidated financial statements include the accounts of Colombia Crest Gold Corp. (the parent company) and its wholly owned subsidiary Eaglecrest Explorations Panama Corp. ("EEP"), a company incorporated in Panama City, Panama, and EEP's wholly owned subsidiary, Colombiana de Oro SA ("Colombiana"), a company incorporated in Panama City, Panama. In December 2012, the Company sold its Bolivian subsidiary, EEB. Prior to that time, all consolidated financial statements reported would also include the accounts of EEB.

b) Functional Currency

The functional and presentation currency of the parent Company is the Canadian dollar. The functional currency of EEP and Colombiana is the Canadian dollar and the US dollar was the functional currency for EEB. The functional currency determinations were conducted through an analysis of the consideration factors identified in IAS 21, The Effects of Changes in Foreign Exchange Rates.

2. Basis of Preparation and Summary of Significant Accounting Policies – (cont'd)

c) Going Concern of Operations

These financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since its inception and the ability of the Company to continue as a going-concern depends upon its ability to raise adequate financing and to develop profitable operations. At December 31, 2013, the Company had not yet achieved profitable operations, has an accumulated deficit of $86,751,152 and expects to incur further losses in the development of its business. These conditions indicate the existence of material uncertainty which casts significant doubt about the Company's ability to continue as a going concern. The continuing operations of the Company are dependent upon economic and market factors which involve uncertainties including the Company's ability to raise adequate equity financing for continuing operations. Realization values may be substantially different from carrying values as shown and accordingly these financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these financial statements.

The condensed interim consolidated financial statements were authorized for issue by the Board of Directors on February 28, 2014.

The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment of complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

3. Critical Accounting Estimates and Judgements

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

Key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next financial year include, but are not limited to, the following:

i) Exploration and Evaluation Expenditures and Asset Held for Sale

The application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits will flow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. If, after expenditure is capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the profit or loss in the period the new information becomes available.

In determining the impairment provision on the San Simon property (Note 6) for the year ended September 30, 2012, the Company estimated fair value by reference to the expected sales proceeds (see Note 5) from the sale of its Bolivian subsidiary holding the property interest.

3. Critical Accounting Estimates and Judgements – (cont'd)

ii) Long Term Receivable

The Company classified the long term receivable as available for sale as management considers that ultimate collection is dependent on the debtor's ability to successfully construct and develop the San Simon mineral property (Note 6 for the year ended September 30, 2013). Accordingly the value of the receivable would not exceed the value of the property. At the date the receivable was obtained the Company used the valuation technique as disclosed in Note 4 to determine an appropriate discount rate to apply to the expected cash flows. As at September 30, 2013, the Company re-measured the estimated fair value of the property and provided an impairment provision on the receivable due to estimated decrease in the property value (see Note 4). The value of the mineral property was estimated by reference to the enterprise value per troy ounce of gold equivalent resources for a group of similar stage South American gold exploration companies as calculated from their published gold resource estimates and the market price of their shares

4. Long Term Receivable

During the year ended September 30, 2013, the Company sold all of the shares in its Bolivian subsidiary (EEB) for consideration of US $5,000,000 to be received over 10 years.

The long term receivable is unsecured, non-interest bearing and is repayable in amounts of US $100,000 on signing (received), US $100,000 on December 14, 2013 (subsequently received US $50,000; next US $50,000 to be received March 4, 2014) amounts of US $800,000 on each of December 14, 2014, 2015 and 2016, US $900,000 on December 14, 2017 and amounts of US $300,000 each on December 14, 2018, 2019, 2020, 2021 and 2022.

During the year ended September 30, 2013, management initiated discussions with the purchaser to amend the terms of the long term receivable. The Company further agreed to accept US $50,000 subsequent to the yearend regarding the amount due at December 14, 2013. As at the date of approval of the financial statements, amendments to the terms were still being negotiated.

Management considers that the fair value of the long term receivable would not exceed the estimated value of the underlying mineral property interests as the mineral property interest is the only known significant asset of EEB and the purchaser. The value of the mineral property was estimated by reference to the enterprise value per troy ounce of gold equivalent resources for a group of similar stage South American gold exploration companies as calculated from their published gold resource estimates and the market price of their shares.

On initial recognition as at December 14, 2012 based on the Company's most recent estimated and inferred resource estimates, a discount rate of 17.5% was applied to the expected cash flow term of the agreement. As at September 30, 2013 the average enterprise value per troy ounce of the comparable South American companies had declined by 60% between the December 14, 2012 sale date and September 30, 2013. Accordingly the Company recognized an impairment provision to write down its carrying value to 40% of its original value.

(Unaudited - Expressed in Canadian Dollars)

4. Long Term Receivable – (cont'd)

Fair value reconciliation of the long term receivable is as follows:

On initial recognition, December 14, 2012	$	2,144,146
Less: payments received		(98,651)
Foreign exchange gain		104,255
Impairment on long term receivable		(1,253,750)
September 30, 2013	$	896,000
Less: current portion of long term receivable	$	(103,000)
Noncurrent portion of long term receivable	$	793,000
December 31, 2013 - current portion net of amount received	$	49,965

5. Exploration and Evaluation Assets

The Company's exploration properties were located in Colombia and Bolivia in South America, and its interest in these resource properties was maintained pursuant to agreements with the titleholders.

In December 2012, the Company sold its Bolivian subsidiary EEB (Note 5), which had been exploring mineral properties in Bolivia since 1996. In the December 31, 2012 interim consolidated financial statements, the gain on discontinued operations was calculated as follows:

Sales price US$ 5,000,000	4,930,000
Total investment by Company	(48,066,635)
Exploration and evaluation assets written-off	43,505,902
Gain from discontinued operations	369,267

Due to cash constraints, the Company ceased exploration activities in Colombia and closed its branch office.

The carrying value of the Company's exploration and evaluation assets were as follows:

(Unaudited - Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets – (cont'd)

	Colombia		Total
	Fredonia	Venecia	
Costs:			
Balance - September 30, 2012	2,775,913	2,534,060	5,309,973
Acquisition costs	58,033	20,036	78,069
Exploration costs	398,369	814,276	1,212,645
Balance - September 30, 2013	3,232,315	3,368,372	6,600,687
Impairment write-offs:			
Balance - September 30, 2012	-	-	-
Write-offs	(3,232,315)	(3,368,372)	(6,600,687)
Balance - September 30, 2013	(3,232,315)	(3,368,372)	(6,600,687)
Carrying values:			
Carrying value - September 30, 2012	2,775,913	2,534,060	5,309,973
Carrying value - September 30, 2013	-	-	-

Colombia:

<u>Fredonia</u>

Pursuant to an agreement dated August 13, 2010, the Company had an option to acquire up to a 75% interest in the mineral title of the 15,000 hectare Fredonia Property located in Antioquia, Colombia. As of September 30, 2013, the Company had earned a 50% interest in the mineral title.

In November, 2013, notice was provided to the optionor that the Company had earned a 50% interest in the Fredonia property and that the Company does not have the intention to incur any further exploration or concession expenditures at the present time. Any future expenditures incurred by the optionor and/or other third parties may have the effect of diluting the Company's earned interest. At this stage, it is uncertain if any future expenditures will be incurred or if the optionor will maintain the concessions. Therefore, all previously recorded exploration and evaluation assets, totalling $3,232,315, have been written off and expensed as at September 30, 2013.

<u>Venecia</u>

Pursuant to an agreement dated March 30, 2011, the Company had an option to acquire up to a 75% interest in the mineral title of the 1,985 hectare Venecia Property located in Antioquia, Colombia.

On August 29, 2013, the Company terminated the earn-in agreement for the Venecia project for reasons of lack of funds and lack of desired results of geological and exploration data. Deferred exploration expenditures of $3,368,371 were written off and expensed as at September 30, 2013.

(Unaudited - Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets – (cont'd)

Peru

On August 16, 2013, the Company signed a letter of intent with Affinity Gold Corp. ("Affinity") (OCT: AFYG) to earn a 30% in its Peruvian gold-silver Machacala project near Trujillo, Peru. US $5,000 (CDN $5,171) has been paid to Affinity and is recorded in the balance sheet as a deposit as at December 31, 2013.

6. Related Party Transactions

Key management personnel are persons responsible for the planning, directing and controlling activities of the entity. The Company's key management personnel included the CEO, CFO, VP of Exploration and VP Business Development and their compensations are as follows:

	For the three months ended December 31	
	2013 $	2012 $
Management fees	-	50,554
Administration fees	24,000	36,000
Consulting fees	6,641	101,970
Total	30,641	188,524

In addition, share purchase options were also granted to key management personnel and directors. Their value, as determined in Note 8 (c), is as follows:

	For the three months ended December 31, 2013		For the three months ended December 31, 2012	
	Number of Options	Options Valuation $	Number of Options	Options Valuation $
CEO	-	-	-	-
CFO	-	-	-	-
Officer	-	-	250,000	23,500
Directors	-	-	-	-
Total	-	-	250,000	23,500

Related party liabilities included in trade and other payable are as follows:

	As at December 31	
	2013 $	2012 $
Amounts due to management:		
Management fees	50,002	-
Administration fees	90,000	12,000
Geological consulting fees	44,299	15,322
Expenses and other	11,566	3,036
Total	195,867	30,358

(Unaudited - Expressed in Canadian Dollars)

6. Related Party Transactions – (cont'd)

Included in the prepaid expenses and deposits are travel expense advances to management:

	As at December 31	
	2013	2012
	$	$
Amounts advanced to management:		
Travel expenses	-	29,674
Total	-	29,674

7. Short-Term Loan

The Company entered into an agreement dated May 28, 2013 for a US$100,000 bridge loan (the "Loan") on the following terms:

The loan is repayable on demand without interest, at any time after December 7, 2013.

As consideration for the Loan, on June 19, 2013, the Company issued 400,000 common shares (valued at $6,000 based on the trading price of the Company's common shares at the time of issuance) to the lender. These shares were subject to a four month hold period.

As security for repayment of the Loan, the Company assigned to the lender the US$100,000 payment which was due to the Company on December 14, 2013, pursuant to the Share Purchase Agreement dated December 14, 2012 between the Company and Steinmar – see Note 4.

During the current period, the Company and the lender agreed to extend the due date for the loan to June 7, 2014 with an annual interest rate of 20%, commencing on December 7, 2013. Interest to December 31, 2013, has been accrued and is included in accounts payable and accrued liabilities.

8. Share Capital

a) Authorized:

Authorized share capital consists of an unlimited number of common shares without par value.

b) Issued:

	Number of Shares	Share Capital $
Balance - September 30, 2012	85,649,956	79,783,706
Shares issued via private placement	9,733,333	146,000
Shares issued re: amendment of property option agreement	180,000	2,700
Shares issued for option on property	125,000	4,375
Shares issued for short term loan	400,000	6,000
Issue costs (i)	-	(10,267)
Balance - September 30, 2013 and December 31, 2013	96,088,289	79,932,514

(i) $7,000 in cash was paid and 466,667 agent's warrants valued at $3,267 were issued as a finder's fee.

(Unaudited - Expressed in Canadian Dollars)

8. Share Capital – (cont'd)

b) Issued: - (cont'd)

During the year ended September 30, 2013, the Company issued common shares pursuant to a non-brokered private placement of 9,733,333 units at $0.015 per unit for gross proceeds of $146,000. Each unit was comprised of one common share and one share purchase warrant exercisable to purchase an additional common share at $0.05 expiring July 15, 2014; at $0.10 expiring July 15, 2015; and at $0.15 expiring July 15, 2016. A finder's fee of $7,000 cash was paid and 466,667 warrants each exercisable to purchase one common share at $0.10 expiring July 15, 2015 were issued. All proceeds from the private placement were allocated to share capital with none allocated to warrants.

125,000 common shares valued at $4,375 (based on the trading price of the Company's common shares at the time of issuance) were issued in accordance to the Venecia option agreement.

180,000 common shares valued at $2,700 (based on the trading price of the Company's common shares at the time of issuance) were issued as consideration for amendment of the Venecia option agreement.

400,000 common shares valued at $6,000 (based on the trading price of the Company's common shares at the time of issuance) were issued as payment for the short term loan of US$100,000 – see Note 7.

c) Stock options:

The Company has a stock option plan whereby, the maximum number of common shares reserved for issue under the plan shall not exceed 10% of the outstanding common shares, as at the date of the grant. The maximum number of common shares reserved for issue to any one person under the plan cannot exceed 5% of the issued and outstanding number of common shares at the date of the grant and the maximum number of common shares reserved for issue to a consultant or a person engaged in investor relations activities cannot exceed 2% of the issued and outstanding number of common shares at the date of the grant. Options vest at the date of grant, unless otherwise noted.

The exercise price of each option granted under the plan may not be less than the Discounted Market Price (as that term is defined in the policies of the TSXV). Options may be granted for a maximum term of five years from the date of the grant, are non-transferable and expire within 90 days of termination of employment or holding office as director or officer of the Company and, in the case of death, expire within one year thereafter. Upon death, the options may be exercised by legal representation or designated beneficiaries of the holder of the option.

The continuity of share purchase options is as follows:

	Number of Options	Weighted Average Exercise Price $
Balance - September 30, 2012	7,720,000	0.54
Granted	450,000	0.25
Cancelled/expired	(2,435,000)	0.55
Balance - September 30, 2013 and December 31, 2013	5,735,000	0.52

(Unaudited - Expressed in Canadian Dollars)

8. Share Capital – (cont'd)

c) Stock options: – (cont'd)

Details of stock options outstanding at December 31, 2013

Number of Options				
Outstanding	Exercisable	Option Price $	Expiry Date	Remaining Life (years)
50,000	50,000	0.60	January 19, 2015	1.05
1,235,000	1,235,000	1.00	January 19, 2015	1.05
250,000	250,000	0.35	May 14, 2015	1.37
1,700,000	1,700,000	0.45	February 8, 2016	2.23
2,250,000	2,250,000	0.35	November 14, 2016	2.88
250,000	250,000	0.25	November 8, 2017	3.85
5,735,000	5,735,000			2.25

During the year ended September 30, 2013, a total of 450,000 options were granted. 250,000 options were granted to an officer of the Company and were vested on the date of the grant. 200,000 options were granted to a consultant and vest over one year with 50,000 options becoming exercisable every three months commencing February 8, 2013. These options granted to the consultant were cancelled in June, 2013, due to termination of the consulting agreement. The fair values were estimated using the Black-Scholes option pricing model:

Date Granted	Number of Options	Exercise Price	Expiry Date	Unit Fair Value
November 8, 2012	200,000	$0.25	November 8, 2014	$0.06
November 8, 2012	250,000	$0.25	November 8, 2017	$0.09

Black-Scholes option pricing parameters with no dividend yield expected:

Risk-Free Interest Rate	Expected Life (Years)	Volatility Factor
1.08 - 1.30%	2 - 5	91% - 97%

For the year ended September 30, 2013, a total stock-based compensation of $34,900 was recorded.

During the three months ended December 31, 2012, 250,000 options were granted to an officer of the Company and were vested on the date of the grant. The remaining 200,000 options granted to a consultant are vested over one year with 50,000 options becoming exercisable every three months commencing February 8, 2013. The fair values were estimated using the Black-Scholes option pricing model:

Date Granted	Number of Options	Exercise Price	Expiry Date	Unit Fair Value
November 8, 2012	200,000	$0.25	November 8, 2014	$0.06
November 8, 2012	250,000	$0.25	November 8, 2017	$0.09

(Unaudited - Expressed in Canadian Dollars)

8. Share Capital – (cont'd)

c) Stock options: – (cont'd)

Black-Scholes option pricing parameters with no dividend yield expected:

Risk-Free Interest Rate	Expected Life (Years)	Volatility Factor
1.28 - 2.33%	2 - 5	90.90% - 95.59%

For the three months ended December 31, 2012, a total stock-based compensation of $26,748 was recorded.

d) Share Purchase Warrants Outstanding:

The continuity of share purchase warrants is as follows:

	Number of Warrants	Weighted Average Exercise Price $
Balance - September 30, 2012	36,111,789	0.49
Warrants issued via private placement	9,733,333	0.05
Warrants issued as finder's fees	466,667	0.10
Warrants issued for option on property	125,000	0.44
Warrants expired	(29,986,789)	0.52
Balance - September 30, 2013	16,450,000	0.17
Warrants expired	(6,000,000)	0.35
Balance - December 31, 2013	10,450,000	0.06

Details of share purchase warrants outstanding at December 31, 2013:

Number of Warrants	Exercise Price $	Expiry Date	Remaining Life (Years)
125,000	0.44	March 23, 2014	0.23
125,000	0.44	March 22, 2015	1.23
466,667	0.10	July 15, 2015	1.54
9,733,333	0.05 (i)	July 15, 2016	2.54
10,450,000	0.06		2.45

(i) Exercisable at $0.05 to July 15, 2014; $0.10 to July 15, 2015 and $0.15 to July 15, 2016.

e) Share Subscriptions

During the year ended September 30, 2001, the Company proposed to enter into a private placement for the issuance of 2,000,000 units at $0.50 per unit for proceeds of $1,000,000, less a 7.5% finder's fee. Each unit consisted of a common share and a two year share purchase warrant to purchase an additional common share at $0.50 per share in the first year and at $0.60 per share in the second year. The Company received subscriptions for 1,983,171 units (proceeds of $925,000, net of related issue costs).

(Unaudited - Expressed in Canadian Dollars)

8. Share Capital – (cont'd)

e) Share Subscriptions: – (cont'd)

During the year ended September 30, 2001, the Company entered into an agreement with a purchaser for a private placement of 770,000 units at $0.30 per unit to raise $231,000. Each unit was to be comprised of one common share and one share purchase warrant to purchase one common share at $0.30 per share in the first year and at $0.40 per share in the second year. The Company subsequently amended the terms of that private placement to 1,500,000 units at $0.154 (US$0.10) per unit, with each unit comprised of one common share and one share purchase warrant exercisable for two years to purchase one additional common share for $0.154 (US$0.10). The Company has received subscriptions for 1,500,000 units for proceeds of $231,000.

f) Contributed Surplus:

	Stock-based Compensation $	Brokers' Warrants $	Equity Portion of Convertible Debentures $	Options on Properties $	Shares Cancelled $	Total $
Balance - September 30, 2012	4,871,616	316,629	460,000	341,615	1,875	5,991,735
Warrants issued for option on property	-	-	-	413	-	413
Finder's fee warrants issued	-	3,267	-	-	-	3,267
Stock-based compensation	34,900	-	-	-	-	34,900
Balance September 30, 2013 and December 31, 2013	4,906,516	319,896	460,000	342,028	1,875	6,030,315

Contributed Surplus is used to recognize the value of stock options granted and share purchase warrants issued prior to exercise, the equity portion of convertible debentures not converted and value of escrow shares cancelled for no additional consideration.

Accumulated Deficit is used to record the Company's change in deficit from earnings from year to year.

Shares subscriptions are used to record shares for which consideration has been received but which are not issued yet.

9. Segmented Information

Geographic Information

The Company's operations comprise one reportable segment, being the exploration of mineral resource properties. The carrying value of the Company's assets on a country-by-country basis is as follows:

December 31, 2013	Canada $	Colombia $	Total $
Current assets	106,350	-	106,350
Long-term receivable	793,000	-	793,000
Property, plant and equipment	5,603	-	5,603
Total Assets	904,953	-	904,953

(Unaudited - Expressed in Canadian Dollars)

9. Segmented Information – (cont'd)

Geographic Information – (cont'd)

December 31, 2012	Canada $	Colombia $	Total $
Current assets	532,395	64,304	596,699
Long-term receivable	4,732,800	-	4,732,800
Property, plant and equipment	7,589	92,119	99,708
Explorations & evaluation reserves	-	6,153,766	6,153,766
Total Assets	5,272,784	6,310,189	11,582,973

10. Income Taxes

No income tax expense or recovery arises due to the losses incurred in the period. As at September 30, 2013, the Company had estimated non-capital Canadian losses of $13,658,000 expiring between 2024 – 2033 (September 30, 2012 - $ 12,778,000, expiring between 2024 – 2032). The potential benefits of these carry-forward losses have not been recognized in these unaudited condensed interim consolidated financial statements as it is not considered probable that sufficient future taxable profit will allow the deferred tax asset to be recovered.