MUNDORO

Condensed Interim Consolidated Financial Statements

(Unaudited)

March 31, 2018

Expressed in Canadian Dollars

Reader's Note:

These unaudited condensed interim consolidated financial statements of Mundoro Capital Inc. have been prepared by management and have not been reviewed by the Company's auditors.

Mundoro Capital Inc.
(An exploration stage company)
Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)

As at		March 31, 2018 *(Unaudited)*		December 31, 2017
ASSETS				
Current assets				
Cash and cash equivalents	$	**4,452,158**	$	3,522,406
Funds held in escrow (note 11(b))		**-**		999,945
Amounts receivable (note 5)		**107,371**		787,452
Deposits		**17,950**		19,337
Prepaid expenses		**127,799**		117,577
		4,705,278		5,446,717
Non-current assets				
Restricted cash (note 4)		**53,176**		57,610
Investments (note 6)		**280,853**		280,853
Equipment and vehicles (note 7)		**189,524**		184,434
Mineral interests (note 8)		**493,853**		467,181
		1,017,406		990,078
TOTAL ASSETS	$	**5,722,684**	$	6,436,795
LIABILITIES				
Current liabilities				
Accounts payable and accrued liabilities (notes 10 & 12)	$	**325,063**	$	700,347
TOTAL LIABILITIES		**325,063**		700,347
EQUITY				
Share capital (note 11)		**48,794,833**		48,795,115
Contributed surplus		**9,000,153**		9,000,153
Stock options reserve		**852,633**		830,447
Accumulated Other Comprehensive Income		**102,509**		57,793
Deficit		**(53,352,507)**		(52,947,060)
TOTAL EQUITY		**5,397,621**		5,736,448
TOTAL EQUITY AND LIABILITIES	$	**5,722,684**	$	6,436,795

Subsequent event (note 14)

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

These condensed interim consolidated financial statements are authorized for issue by the Board of Directors on May 23, 2018.

They are signed on the Company's behalf by:

/s/ Michael Calyniuk Director */s/ Teo Dechev Director*

Mundoro Capital Inc.

(An exploration stage company)

Consolidated Statements of Loss and Comprehensive Loss

(Unaudited)

(Expressed in Canadian Dollars)

	For the three months ended	
	March 31, 2018	**March 31, 2017**
Exploration and project evaluation (note 9)	**$ 689,391**	$ 649,737
Less: recoveries	**(464,578)**	(546,576)
	224,813	103,161
EXPENSES		
Corporate governance	**67,039**	77,155
General and administrative	**18,613**	19,512
Accounting and audit	**35,366**	35,245
Corporate communication	**63,899**	69,269
	184,917	201,181
LOSS BEFORE OTHER EXPENSES	**409,730**	304,342
OTHER (INCOME) EXPENSES		
Interest income	**(7,355)**	(8,424)
Share-based payments	**22,186**	37,093
Depreciation (note 7)	**12,414**	11,618
Foreign exchange (gain) loss	**(31,528)**	24,326
Loss (gain) on disposal of fixed assets	**-**	(814)
	(4,283)	63,799
NET LOSS FOR THE PERIOD	**405,447**	368,141
OTHER COMPREHENSIVE (INCOME) LOSS WHICH MAY BE RE-CLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS		
Foreign currency translation differences for foreign operations	**(44,716)**	(685)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	**$ 360,731**	$ 367,456
Loss per share		
Basic and diluted loss per share:	**$ (0.01)**	$ (0.01)

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

Mundoro Capital Inc.

(An exploration stage company)

Consolidated Statements of Change in Equity

(Unaudited)

(Expressed in Canadian Dollars)

	Share capital		Reserves				
	Number of shares	Amount	Contributed Surplus	Stock options reserve	Accum. Other Comprehensive Income	Deficit	Total
Balance at December 31, 2016	**52,120,109**	**$ 46,725,684**	**$ 8,865,334**	**$ 683,513**	**$ 49,983**	**$ (50,562,787)**	**$ 5,761,727**
Units issued for cash-private placement	-	-	-	-	-	-	-
Share issue costs		-	-	-	-	-	-
Share-based payments (Note 11(c))	-	-	-	37,093	-	-	37,093
Net comprehensive loss for the period	-	-	-	-	685	(368,141)	(367,456)
Balance at March 31, 2017	**52,120,109**	**$ 46,725,684**	**$ 8,865,334**	**$ 720,606**	**$ 50,668**	**$ (50,930,928)**	**$ 5,431,364**
Balance at December 31, 2017	**69,324,025**	**$ 48,795,115**	**$ 9,000,153**	**$ 830,447**	**$ 57,793**	**$ (52,947,060)**	**$ 5,736,448**
Units issued for cash - private placement	-	-	-	-	-	-	-
Share issue costs	-	(282)	-	-	-	-	(282)
Share-based payments (Note 11(c))	-	-	-	22,186	-	-	22,186
Net comprehensive loss for the period	-	-	-	-	44,716	(405,447)	(360,731)
Balance at March 31, 2018	**69,324,025**	**$ 48,794,833**	**$ 9,000,153**	**$ 852,633**	**$ 102,509**	**$ (53,352,507)**	**$ 5,397,621**

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

Mundoro Capital Inc.
(An exploration stage company)
Consolidated Statements of Cash Flows
(Unaudited)
(Expressed in Canadian Dollars)

		For the three months ended		
		March 31, 2018		**March 31, 2017**
Cash flows provided from (used in):				
OPERATING ACTIVITIES				
Net loss for the period	**$**	**(405,447)**	$	(368,141)
Adjustments for items not affecting cash:				
Depreciation		12,414		11,618
Share-based payments		22,186		37,093
Loss (gain) on disposal of fixed assets		-		(814)
		(370,847)		(320,244)
Net changes in non-cash working capital items:				
Amounts receivable		689,601		66,548
Prepaid expenses		(7,801)		(110,323)
Deposits		2,457		(122)
Accounts payable and accrued liabilities		(393,862)		(48,530)
Net cash used in operating activities		**(80,452)**		(412,671)
FINANCING ACTIVITIES				
Funds held in escrow, net of share issue costs		999,663		-
Net cash flows from financing activities		**999,663**		-
INVESTING ACTIVITIES				
Expenditures on resource properties		(249)		(1,725)
Net proceeds on redemption and purchase of short-term investments, net of interest earned		-		996,695
Purchase of equipment		(7,963)		(34,821)
Restricted Cash		7,616		(58,105)
Proceeds from disposition of assets		-		3,080
Net cash flows from investing activities		**(596)**		905,124
Effects of exchange rate changes on cash and cash equivalents		**11,137**		(6,229)
Net increase in cash and cash equivalents		**929,752**		486,224
Cash and cash equivalents, beginning of the period		**3,522,406**		1,567,762
Cash and cash equivalents, end of the period	**$**	**4,452,158**	$	2,053,986

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

1. NATURE OF OPERATIONS

Mundoro Capital Inc. (the "Company" or "MCI" or "Mundoro") is an exploration, development and investment company operating in the mineral resource sector. The Company's current exploration activity is focused on the Tethyan Belt of Serbia and Bulgaria in Southeastern Europe. The business of exploration and development involves a high degree of risk and there can be no assurance that current exploration and development programs will result in discovery or future profitable operations.

The Company was incorporated on March 6, 2008 under the Business Corporations Act of the Province of British Columbia and its common stock is quoted on the TSX Venture Exchange ("TSXV") under the symbol MUN.

The Company's head office and principal address is 15th floor - 1040 West Georgia Street, Vancouver, British Columbia, Canada V6E 4H1.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

a) Statement of compliance with International Financial Reporting Standards

These unaudited condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

This interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is, therefore, recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2017. The accounting policies applied by the Company in these financial statements are consistent with those of the previous financial years with the exception of the Company's investments, which are recognized at fair value with the adoption of IFRS 9 as discussed below.

b) Basis of preparation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis except for the Company's investments which are recognized at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

c) Management judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to use judgment in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgments are regularly evaluated and are based on management's experience and other factors including expectations about future events that are believed to be reasonable under the circumstances.

In preparing these condensed interim consolidated financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainties were the same as those applied for the year ended December 31, 2017 with the exception of the judgements and estimates applied to calculate the fair value of the Company's investments, due to the adoption of IFRS 9 – Financial Instruments, as discussed in Note 3 and 6.

(Expressed in Canadian Dollars)

3. ADOPTION OF NEW ACCOUNTING STANDARDS

Effective January 1, 2018, the Company adopted IFRS 9 – Financial Instruments.

IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39 – Financial Instruments: Recognition and Measurement. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9, except that an entity choosing to measure a financial liability at fair value will present the portion of any change in its fair value due to changes in the entity's own credit risk in other comprehensive income, rather than within profit or loss. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39.

All of the Company's financial assets, except for its investments, are short-term and are measured at amortized cost. Such financial assets were previously designated as loans and receivables under IAS 39, which also required recognition at amortized cost and therefore, the adoption of the standard did not result in any adjustment to the Company's accounting records.

The Company's investments include investments in common shares of private entities (Note 6). Unlike IAS 39, IFRS 9 does not permit the recognition of such investments at cost. The Company is therefore required to measure these investments at their fair value at each reporting period. Such investments are classified as fair value through profit or loss ("FVTPL") and any resultant change in the fair value is recorded through the Company's statement of loss.

As at January 1, 2018, the fair value of these investments approximated their capitalized cost on the statement of financial position and therefore the adoption of IFRS 9 did not result in any adjustments to the Company's financial statements. Significant judgements and estimates are involved in determining the fair value of the Company's investments which are described further in Note 6.

4. RESTRICTED CASH

	March 31, 2018	December 31, 2017
Mineral Property Guarantee Deposits - Bulgaria	**$ 53,176**	**$ 57,610**

*Restricted cash consists of cash held by the Bulgarian government as guarantees on the mineral licenses in country.

(Expressed in Canadian Dollars)

5. AMOUNTS RECEIVABLE

		March 31, 2018		December 31, 2017
Amounts Receivable				
VAT/GST Receivable	$	99,360	$	230,326
Receivable from joint venture partners (note 8)		-		549,492
Other Receivable		8,011		7,634
	$	**107,371**	**$**	**787,452**

6. INVESTMENTS

On June 10, 2013, the Company, through a 100%-owned subsidiary, acquired at a cost of $280,853, a 2.9% equity interest in a privately held gold producing company in Bulgaria that operates adjacent to the Company's Zvezda license. As at March 31, 2018, the fair value of such equity investment was determined to be $280,853 (December 31, 2017 - $280,853).

The Company performed an analysis of comparable companies, using their enterprise value as a proportion of their annual production, and applied the calculated group average multiple to determine the fair value of its investment. High-degree of judgement and estimates are applied in determining such fair value, including but not limited to, using the pro-forma guidance of the companies of the peer group, the statistical sufficiency of the number of the comparable companies and the representativeness of the selected peers, private company liquidity discount, jurisdiction risk discount, and estimated annual production from the mine owned by the Company's investment, as that information was unavailable given the private status of the investment.

The estimated annual production and the discount rates applied are considered to be the most significant estimates in determining the fair value of the Company's investment. If all other variables remain constant, a 10% change in the estimated annual production from the mine or a one basis point change to the discount rates used, would result in a change between $4,000 to $36,000 in the Company's fair value estimate.

(Expressed in Canadian Dollars)

7. EQUIPMENT AND VEHICLES

	Office Equipment	Field equipment	Total
Cost			
As at December 31, 2016	**$ 52,985**	**$ 197,423**	**$ 250,408**
Additions	4,660	107,950	112,610
Disposals	(26,840)	(12,109)	(38,949)
Effect of movements in exchange rates	533	21,650	22,183
As at December 31, 2017	**$ 31,338**	**$ 314,914**	**$ 346,252**
Additions	7,963	-	7,963
Effect of movements in exchange rates	857	16,962	17,819
As at March 31, 2018	**$ 40,158**	**$ 331,876**	**$ 372,034**
Accumulated depreciation			
As at December 31, 2016	**$ (40,335)**	**$ (88,693)**	**$ (129,028)**
Depreciation for the period	(5,098)	(48,388)	(53,486)
Disposals	19,434	9,843	29,277
Effect of movements in exchange rates	(401)	(8,180)	(8,581)
As at December 31, 2017	**$ (26,400)**	**$ (135,418)**	**$ (161,818)**
Depreciation for the period	(1,055)	(11,359)	(12,414)
Effect of movements in exchange rates	(450)	(7,828)	(8,278)
As at March 31, 2018	**$ (27,905)**	**$ (154,605)**	**$ (182,510)**
Net book amount			
As at December 31, 2017	$ 4,938	$ 179,496	$ 184,434
As at March 31, 2018	**$ 12,253**	**$ 177,271**	**$ 189,524**

8. MINERAL INTERESTS

	European Projects	Mexico Projects	Total
Balance as at December 31, 2017	**$ 461,708**	**$ 5,473**	**$ 467,181**
Acquisition costs	249	-	249
Effect of movements in exchange rates	25,817	606	26,423
Balance at March 31, 2018	**$ 487,774**	**$ 6,079**	**$ 493,853**

(Expressed in Canadian Dollars)

8. MINERAL INTERESTS (continued)

	European Projects	Mexico Projects	Total
Balance as at December 31, 2016	**$ 427,812**	**$ 5,562**	**$ 433,374**
Acquisition costs	4,044	-	4,044
Effect of movements in exchange rates	29,852	- 89	29,763
Balance at December 31, 2017	**$ 461,708**	**$ 5,473**	**$ 467,181**

Serbian Properties

The Company holds eight 100%-owned exploration licenses which include: (i) Zeleznik (including adjoining licenses Crvena Zemlja and Fresenis), (ii) Padina, (iii) Borsko Jezero, (iv) Savinac, (v) Bacevica, (vi) Osnic, (vii) Sumrakovac, and (viii) Dubrava-Ostrelj. These properties are located in Northeastern Serbia east of Belgrade and are held in the name of Stara Planina d.o.o., Mundoro's 100%-owned Serbian company. To maintain title to the exploration licenses in Serbia, the Company has ongoing annual exploration expenditure commitments and is obligated to pay annual property taxes and other related costs associated with holding the properties. During the period ended March 31, 2018, such holding costs amounted to $73,919 (2017 - $57,934).

In Q3-2016, the Company amended its binding agreement (the "JOGMEC Agreement") with Japan Oil, Gas and Metals National Corporation ("JOGMEC") and granted to JOGMEC an earn-in option on four of Mundoro's exploration licenses: Dubrava, Padina, Zeleznik and Borsko Jezero (the "Timok North Projects") located within the Timok Magmatic Complex in northeastern Serbia. JOGMEC has the option to earn a 51% interest in the Timok North Projects by making US$4 million in expenditures within three years (by March 2019) ("Stage One Earn-in").

Amounts received from JOGMEC per the JOGMEC Agreement are netted against the exploration expenditures on the Timok North Projects, recognized in the Company's statement of loss. As at March 31, 2018, $24,827 was payable to JOGMEC (December 31, 2017, receivable of $549,492).

Bulgarian Properties

The Company holds two 100%-owned exploration licenses which include: (i) Zvezda and (ii) Byalo. The Zvezda and Byalo licenses are located in southeastern Bulgaria known as the Rhodopes region. To maintain title to the exploration licenses in Bulgaria, the Company has ongoing annual exploration expenditure commitments and is obligated to pay annual property taxes and related costs associated with holding the properties. During the period ended March 31, 2018, the Company paid $12,135 (2017 - $8,753) in this respect.

Mexico Properties

The Company owns 100% interest in the Camargo Project, a porphyry copper-gold deposit located in the Southeastern Chihuahua State. To maintain the Camargo mineral concession, the Company has an ongoing annual exploration expenditure commitment and is obligated to pay approximately $8,000 semi-annually in government property tax payments.

(Expressed in Canadian Dollars)

9. EXPLORATION AND PROJECT EVALUATION

The following is a summary of expenditures incurred on the Company's projects during the periods:

	Europe			Other Project	
	Serbia	Bulgaria	Mexico	Evaluation	Total
For the three months ended March 31, 2018					
Corporate (1)	$ 31,203	$ 24,775	$ 2,775	$ -	$ 58,753
Land holding (2)	73,919	12,135	-	-	86,054
Government and community relations (3)	5,003	8,822	-	26	13,851
Field related (4)	49,850	4,138	-	-	53,988
Personnel (5)	155,218	66,468	-	-	221,686
Technical Services (6)	210,205	1,599	-	-	211,804
Project evaluation (7)	29,748	7,662	-	5,845	43,255
Total expenditures	555,146	125,599	2,775	5,871	689,391
Less: recoveries	(464,578)	-	-	-	(464,578)
	$ 90,568	$ 125,599	$ 2,775	$ 5,871	$ 224,813

	Europe			Other Project	
	Serbia	Bulgaria	Mexico	Evaluation	Total
For the three months ended March 31, 2017					
Corporate (1)	$ 26,721	$ 40,261	$ 2,362	$ -	$ 69,344
Land holding (2)	57,934	8,753	7,001	-	73,688
Government and community relations (3)	7,094	63	-	-	7,157
Field related (4)	25,364	10,583	-	-	35,947
Personnel (5)	150,990	31,740	-	-	182,730
Technical Services (6)	207,080	29,613	-	-	236,693
Project evaluation (7)	27,674	3,087	-	13,417	44,178
Total expenditures	502,857	124,100	9,363	13,417	649,737
Less: recoveries	(546,576)	-	-	-	(546,576)
	$ (43,719)	$ 124,100	$ 9,363	$ 13,417	$ 103,161

(Expressed in Canadian Dollars)

9. EXPLORATION AND PROJECT EVALUATION (continued)

1) Corporate expenses include legal fees, and general and administrative costs related to the projects.
2) Land holding costs include property taxes and related costs associated with holding the properties.
3) Government and community relations relates to the costs of communicating with governing bodies in the local jurisdictions.
4) Field related expenses include items such as field equipment costs, and lodging for field personnel.
5) Personnel costs for conducting exploration work include consultants and employees, full-time and allocated.
6) Technical Services expenditures include activities such as geochemical sampling and assaying, geophysical surveys and interpretation, and drilling and assaying.
7) Project evaluation expenditures capture those costs incurred in analysis of existing mineral projects and evaluating new mineral project opportunities.

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		March 31, 2018		December 31, 2017
Trade payables	$	214,542	$	626,885
Payable to joint ventures (Note 8)		24,827		-
Accrued liabilities		85,694		73,462
	$	**325,063**	**$**	**700,347**

11. SHARE CAPITAL

a) Authorized share capital

Unlimited number of common shares without par value.

b) Issued share capital

At March 31, 2018, there were 69,324,025 issued and fully paid common shares (December 31, 2017 – 69,324,025).

As at December 31, 2017, the Company had issued 7,444,000 units in connection with the private placement, however, proceeds of $999,945 were held in escrow and had not been released to the Company. During the period ended March 31, 2018, these funds were received by the Company less finder's fees of $282.

c) Stock options

The continuity of stock options during the three months ended March 31, 2018 and the year ended December 31, 2017 was as follows:

	March 31, 2018			December 31, 2017		
	Number outstanding		**Weighted average exercise price**	**Number outstanding**		**Weighted average exercise price**
Opening Balance	**4,332,500**	**$**	**0.18**	3,087,500	$	0.24
Granted	-		-	2,082,500		0.15
Expired	-		-	(837,500)		0.35
Closing Balance	**4,332,500**	**$**	**0.18**	4,332,500	$	0.18

(Expressed in Canadian Dollars)

11. SHARE CAPITAL (continued)

c) Stock options (continued)

The following summarizes information about stock options outstanding and exercisable at March 31, 2018:

Expiry date		Options outstanding	Options exercisable	Exercise price ($)	Weighted average remaining contractual life (in years)
April 3, 2018	*	162,500	162,500	0.28	0.01
December 2, 2018		527,500	527,500	0.30	0.67
January 13, 2020		452,500	452,500	0.21	1.79
June 27, 2021		1,107,500	738,329	0.13	3.24
January 18, 2022		938,000	625,325	0.13	3.81
June 13, 2022		1,144,500	381,495	0.17	4.21
		4,332,500	**2,887,649**	**0.18**	**3.03**

* Subsequent to March 31, 2018, these options expired unexercised.

d) Warrants

The change in warrants during the three months ended March 31, 2018 and the year ended December 31, 2017 was as follows:

	March 31, 2018			December 31, 2017		
	Number outstanding		**Price per Share**	**Number outstanding**		**Weighted average exercise price**
Opening Balance	**12,768,625**	**$**	**0.20**	4,166,667	$	0.20
Issued	-		0.20	8,601,958		0.20
Closing Balance	**12,768,625**	**$**	**0.20**	12,768,625	$	0.20

A summary of the Company's warrants outstanding as at March 31, 2018 is as follows:

Warrants outstanding		Price per Share	Expiry Date
4,166,667	$	0.20	September 7, 2018
4,879,958	$	0.20	November 29, 2020
3,722,000	$	0.20	December 29, 2020
12,768,625	**$**	**0.20**	

The expiry of the warrants with the term ending on September 7, 2018 may be accelerated if the closing price of the Company's shares equals or exceeds $0.30 for 15 consecutive trading days.

(Expressed in Canadian Dollars)

12. RELATED PARTY TRANSACTIONS AND BALANCES

a) Related party balances

The balances due to related parties included in accounts payables and accrued liabilities were $12,684 as at March 31, 2018 (December 31, 2017 – $26,974). These amounts are for reimbursement of expenses and service fees.

b) Related party transactions

	For the three months ended	
Expenses by nature:	**March 31, 2018**	**March 31, 2017**
Directors' fees	**$ 16,308**	$ 16,100
Short-term management salaries and benefits	**61,752**	66,247
Share based payments - Directors	**6,196**	11,445
Share based payments - Management	**8,967**	13,881
	$ 93,223	$ 107,673

13. SEGMENTED INFORMATION

The Company has the following geographic segments: the Mexico exploration program ("Mexico"), the Serbian and Bulgarian exploration programs ("Europe") and, corporate administrative functions in Canada. The Company's total assets and net losses by geographic segment are as follows:

	Canada	Mexico	Europe	Total
Assets				
As at March 31, 2018				
Non-current	$ 17,654	$ 6,078	$ 993,674	**$ 1,017,406**
Current	4,140,786	25,511	538,981	**4,705,278**
Total Assets	$ 4,158,440	$ 31,589	$ 1,532,655	**$ 5,722,684**
As at December 31, 2017				
Non-current	$ 18,139	$ 5,473	$ 966,466	**$ 990,078**
Current	5,006,162	18,957	421,598	**5,446,717**
Total Assets	$ 5,024,301	$ 24,430	$ 1,388,064	**$ 6,436,795**
Net loss:				
For the period ended March 31, 2018	$ 351,542	$ 2,775	$ 51,130	**$ 405,447**
For the period ended March 31, 2017	$ 425,843	$ 9,363	$ (67,065)	**$ 368,141**

14. SUBSEQUENT EVENT

In May 2018, Mundoro entered into an option agreement (the "Saje Option Agreement") with an arm's length third party private company ("the Saje Optionee") to which it granted an option on the Saje project. The Saje project is a Lead-Zinc project, located within Mundoro's 100% owned Zvezda license area in southeastern Bulgaria. Under the terms of the Saje Option Agreement, the Saje Optionee has committed to drill a minimum of 1,000 meters and once completed, will have one month to provide written notice to enter into an agreement with the Company. Upon entering into the said agreement, the Saje Optionee will pay Mundoro annual advance royalty payments until commercial production. Mundoro will retain a 2% net smelter returns royalty on any metals produced at the Saje project.