Condensed Consolidated Interim Financial Statements of

Almadex Minerals Limited

For the three months ended March 31, 2017
(Unaudited)

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited condensed consolidated interim financial statements of Almadex Minerals Limited ("the Company") for the three months ended March 31, 2017 have been prepared by the management of the Company and approved by the Company's Audit Committee and the Company's Board of Directors.

Under National Instrument 51-102, Part 4, subsection 4.3 (3) (a), if an auditor has not performed a review of the consolidated interim financial statements, they must be accompanied by a notice indicating that an auditor has not reviewed the financial statements.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

Almadex Minerals Limited

Condensed consolidated interim statements of financial position

(Unaudited - Expressed in Canadian dollars)

	March 31, 2017	December 31, 2016
	$	$
ASSETS		
Current assets		
Cash and cash equivalents (Note 12)	**5,195,075**	2,679,135
Accounts receivable and prepaid expenses (Note 4)	**242,697**	221,410
Marketable securities and investments (Note 5)	**3,978,757**	3,960,064
	9,416,529	6,860,609
Non-current assets		
Reclamation deposits	**27,337**	27,576
Contingent shares receivable (Note 6)	**46,800**	50,700
Property and equipment (Note 7)	**921,363**	963,900
Exploration and evaluation assets (Note 8)	**6,056,101**	5,419,777
	7,051,601	6,461,953
TOTAL ASSETS	**16,468,130**	13,322,562
LIABILITIES		
Current liabilities		
Trade and other payables	**178,542**	333,139
Total liabilities	**178,542**	333,139
EQUITY		
Share capital (Note 9)	**15,580,084**	12,093,447
Reserves (Note 9)	**2,989,015**	2,460,402
Deficit	**(2,279,511)**	(1,564,426)
Total equity	**16,289,588**	12,989,423
TOTAL EQUITY AND LIABILITIES	**16,468,130**	13,322,562

Commitments (Note 8(b))

Subsequent Events (Note 16)

These condensed consolidated interim financial statements are authorized for issue by the Board of Directors on May 30, 2017.

They are signed on the Company's behalf by:

/s/Duane Poliquin
Director

/s/Mark T. Brown
Director

Almadex Minerals Limited

Condensed consolidated interim statements of comprehensive loss

(Unaudited - Expressed in Canadian dollars)

	Three months ended March 31, **2017**	2016
	$	$
Revenue		
Interest income	**2,188**	3,191
Other income (Note 10(b))	**39,903**	33,604
	42,091	36,795
Expenses		
Administrative services fee (Note 10(a)(b))	**104,494**	100,188
Depreciation (Note 7)	**51,853**	31,051
Impairment of exploration and evaluation assets (Note 8(d))	**51,000**	121,721
Professional fees and office	**28,723**	37,343
Travel and promotion	**10,230**	22,702
Share-based payments (Note 9(c))	**809,074**	-
	1,055,374	313,005
Operating loss	**(1,013,283)**	(276,210)
Other income (loss)		
Loss on investment in associate	**-**	(1,326,900)
Gain (loss) on sale of marketable securities (Note 5)	**271,855**	(3,100)
Gain on sale of property and equipment	**-**	1,666
Loss on fair value of contingent shares receivable (Note 6)	**(3,900)**	(1,800)
Foreign exchange gain (loss)	**30,243**	(38,854)
Net loss for the period	**(715,085)**	(1,645,198)
Other comprehensive income (loss)		
Items that may be reclassified subsequently to profit or loss		
Net change in fair value of available-for-sale financial assets, net of tax of $Nil (Note 5)	**(12,582)**	170,695
Reclassification adjustment relating to available-for-sale financial assets included in net loss, net of tax of $Nil	**(248,967)**	-
Other comprehensive income (loss) for the period	**(261,549)**	170,695
Total comprehensive loss for the period	**(976,634)**	(1,474,503)
Basic and diluted net loss per share (Note 11)	**(0.02)**	(0.04)

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

Almadex Minerals Limited
Condensed consolidated interim statements of cash flows
(Unaudited - Expressed in Canadian dollars)

	Three months ended March 31,	
	2017	2016
	$	$
Operating activities		
Net loss for the period	**(715,085)**	(1,645,198)
Items not affecting cash		
Loss on investment in associate	**-**	1,326,900
Depreciation	**51,853**	31,051
Loss on fair value of contingent shares receivable	**3,900**	1,800
(Gain) loss on sale of marketable securities	**(271,855)**	3,100
Impairment of exploration and evaluation assets	**51,000**	121,721
Unrealized foreign exchange on reclamation deposit	**239**	1,593
Gain on sale of property and equipment	**-**	(1,666)
Share-based payments	**809,074**	-
Changes in non-cash working capital components		
Accounts receivable and prepaid expenses	**(43,787)**	88,840
Trade and other payables	**(171,756)**	22,852
Net cash used in operating activities	**(286,417)**	(49,007)
Investing activities		
Exploration and evaluation assets - costs	**(692,665)**	(415,373)
Property and equipment – purchase	**(9,316)**	(4,031)
Net proceeds from sale of property and equipment	**-**	4,527
Net proceeds from sale of marketable securities	**36,613**	23,900
Net cash used in investing activities	**(665,368)**	(390,977)
Financing activities		
Issuance of shares, net of share issue costs	**3,231,785**	-
Options exercised	**235,940**	-
Net cash from financing activities	**3,467,725**	-
Change in cash and cash equivalents	**2,515,940**	(439,984)
Cash and cash equivalents, beginning of period	**2,679,135**	2,896,701
Cash and cash equivalents, end of period	**5,195,075**	2,456,717

Supplemental cash flow information – Note 12

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

Almadex Minerals Limited

Condensed consolidated interim statement of changes in equity

(Unaudited - Expressed in Canadian dollars)

	Share Capital		Reserves					
	Number of shares	Amount	Share-based payments	Warrants	Available-for-sale financial assets	Total Reserves	**Deficit**	**Total**
		$	$	$	$	$	$	$
Balance, January 1, 2016	**43,938,969**	**11,907,544**	**213,262**	**-**	**45,912**	**259,174**	**(1,084,401)**	**11,082,317**
Loss and other comprehensive income for the period	-	-	-	-	170,695	170,695	(1,645,198)	(1,474,503)
Balance, March 31, 2016	**43,938,969**	**11,907,544**	**213,262**	**-**	**216,607**	**429,869**	**(2,729,599)**	**9,607,814**
Share-based payments	-	-	388,610	-	-	388,610	-	388,610
Options exercised	301,800	116,058	-	-	-	-	-	116,058
Fair value of options transferred to share capital	-	10,973	(10,973)	-	-	(10,973)	-	-
Warrants exercised	45,600	16,872	-	-	-	-	-	16,872
Shares issued for exploration and evaluation Assets	50,000	42,000	-	-	-	-	-	42,000
Income and other comprehensive income for the period	-	-	-	-	1,652,896	1,652,896	1,165,173	2,818,069
Balance, December 31, 2016	**44,336,369**	**12,093,447**	**590,899**	**-**	**1,869,503**	**2,460,402**	**(1,564,426)**	**12,989,423**
Share-based payments	-	-	809,074	-	-	809,074	-	809,074
Private placement, net	2,496,000	3,231,785	-	-	-	-	-	3,231,785
Finders’ warrants - private placement	-	(34,188)	-	34,188	-	34,188	-	-
Options exercised	998,000	235,940	-		-	-	-	235,940
Fair value of options transferred to share capital	-	53,100	(53,100)	-	-	(53,100)	-	-
Loss and other comprehensive loss for the period	-	-	-		(261,549)	(261,549)	(715,085)	(976,634)
Balance, March 31, 2017	**47,830,369**	**15,580,084**	**1,346,873**	**34,188**	**1,607,954**	**2,989,015**	**(2,279,511)**	**16,289,588**

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

1. Nature of Operations

Almadex Minerals Limited (the "Company" or "Almadex") was incorporated on April 10, 2015 under the laws of the Province of British Columbia pursuant to a Plan of Arrangement to reorganize Almaden Minerals Ltd. ("Almaden") which was completed on July 31, 2015. The Company's business activity is the acquisition and exploration of exploration and evaluation properties in Canada, the United States and Mexico. To date, the Company has not generated significant revenues from operations and is considered to be in the exploration stage. The address of the Company's registered and records office is Suite 1710 – 1177 West Hastings Street, Vancouver, BC, Canada V6E 2L3.

2. Basis of Presentation

(a) Statement of Compliance with International Financial Reporting Standards

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance and compliance 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").

(b) Basis of preparation

These condensed consolidated interim financial statements are prepared on a going concern basis, which assumes the Company will continue its operations for a reasonable period of time. The Company's ability to continue its operations is dependent upon obtaining additional financing or maintaining continued support from its shareholders and creditors, and generating profitable operations in the future.

These condensed consolidated interim financial statements include the accounts of the Company and its subsidiaries. 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.

New standards and interpretations not yet adopted

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for future accounting periods. The following have not yet been adopted by the Company and are being evaluated to determine their impact.

- IFRS 9: New standard that replaced IAS 39 for classification and measurement, effective for annual periods beginning on or after January 1, 2018.
- IFRS 15: New standard to establish principles for reporting the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers, effective for annual periods beginning on or after January 1, 2018.
- IFRS 16: New standard to establish principles for recognition, measurement, presentation and disclosure of leases with an impact on lessee accounting, effective for annual periods beginning on or after January 1, 2019.

(Unaudited - Expressed in Canadian dollars)

3. Significant Accounting Policies

These condensed consolidated interim financial statements have been prepared in accordance with IFRS as issued by the IASB.

These condensed consolidated interim financial statements do not include all note disclosures required by IFRS for annual financial statements. In the opinion of management, all adjustments considered necessary for fair presentation of the Company's financial position, results of operations and cash flows have been included. Operating results for the period ended March 31, 2017 are not necessarily indicative of the results that may be expected for the period ending December 31, 2017.

The preparation of these condensed consolidated interim financial statements requires management to make judgements and estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these judgements and estimates. The condensed consolidated interim financial statements include judgements and estimates which, by their nature, are uncertain. The impacts of such judgements and estimates are pervasive throughout the consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

4. Accounts Receivable and Prepaid Expenses

Accounts receivable and prepaid expenses consist of the following:

	March 31, 2017	December 31, 2016
	$	$
Accounts receivable	**203,587**	184,723
Allowance for doubtful account	**(4,455)**	(4,455)
Prepaid expenses	**43,565**	41,142
	242,697	221,410

5. Marketable Securities and Investments

a) Marketable securities consist of common shares in publicly traded companies over which the Company does not have control or significant influence. Marketable securities are designated as available-for-sale and valued at fair value of $1,334,882 as at March 31, 2017 (December 31, 2016 - $1,502,920). Unrealized gains and losses due to period end revaluation to fair value, other than those determined to be other than significant or prolonged losses are recorded as other comprehensive income (loss). The valuation of the common shares has been determined in whole by reference to the closing price traded on the exchange at each reporting date.

b) Investments consist of 1,597 ounces of gold bullion which is recorded at the fair value of $2,643,875 as at March 31, 2017 (December 31, 2016 - $2,457,144). The investments are designated as available-for-sale and valued at fair value. Unrealized gains and losses due to year end revaluation to fair value, other than those determined to be other than significant or prolonged losses are recorded as other comprehensive income (loss). The valuation of the gold bullion investment is determined in whole by reference to the closing price of gold at each reporting period.

6. Contingent Shares Receivable

(a) Gold Mountain Mining Corporation

As part of the Plan of Arrangement, the Company held a right to receive an additional 2,000,000 common shares of Gold Mountain in escrow subject to the following release conditions:

i. 1,000,000 common shares will be released upon the establishment of one million ounces of measured or indicated resource of gold on the Gold Mountain's Elk Gold Project; and
ii. 1,000,000 common shares will be released upon the establishment of an additional one million ounces of measured and indicated resource of gold on the Gold Mountain's Elk Gold Project.

On July 26, 2016, the 2,000,000 escrow shares of Gold Mountain were cancelled, therefore the Company has recorded a contingent share receivable of $Nil (December 31, 2016 - $Nil) as at March 31, 2017, and a gain of $Nil (March 31, 2016 - $6,000) on fair value adjustment in the statement of comprehensive loss during the period ended March 31, 2017.

(b) Goldgroup Mining Inc.

As part of the Plan of Arrangement, the Company obtained a right to receive of 7,000,000 common shares of Goldgroup Mining Inc. ("Goldgroup") which may be obtained upon satisfaction of the following conditions:

i. 1,000,000 common shares will be received upon commencement of commercial production on the Caballo Blanco project ("Caballo Blanco");
ii. 2,000,000 common shares will be received upon measured and indicated resources including cumulative production for Caballo Blanco reaching 2,000,000 ounces of gold;
iii. 2,000,000 common shares will be received upon measured, indicated and inferred resources including cumulative production for Caballo Blanco reaching 5,000,000 ounces of gold; and
iv. 2,000,000 common shares will be received upon measured, indicated and inferred resources including cumulative production for Caballo Blanco reaching 10,000,000 ounces of gold.

On December 24, 2014, Goldgroup sold Caballo Blanco to Timmins Gold Corp ("Timmins"). On July 22, 2016, Timmins Gold Corp ("Timmins") sold Caballo Blanco to Candelaria Mining Corp ("Candelaria"). If Candelaria achieves the above conditions, management believes that the bonus common shares will continue to be payable from Goldgroup.

The Company has recorded a contingent share receivable of $46,800 (December 31, 2016 - $50,700) based on management's best estimate of the fair value of the Goldgroup common shares as at March 31, 2017, and a loss of $3,900 (March 31, 2016 - $7,800) on fair value adjustment in the statement of comprehensive loss during the period ended March 31, 2017.

(Unaudited - Expressed in Canadian dollars)

7. Property and Equipment

	Automotive equipment	Geological library	Field equipment	Drill equipment	Total
	$	$		$	$
Cost					
December 31, 2016	**178,997**	**200**	**94,163**	**845,564**	**1,118,924**
Additions	-	-	5,400	3,916	9,316
Disposals	-	-	-	-	-
March 31, 2017	**178,997**	**200**	**99,563**	**849,480**	**1,128,240**
Accumulated depreciation					
December 31, 2016	**23,697**	**46**	**13,803**	**117,478**	**155,024**
Disposals	-	-	-	-	-
Depreciation	11,648	8	4,018	36,179	51,853
March 31, 2017	**35,345**	**54**	**17,821**	**153,657**	**206,877**
Carrying amounts					
December 31, 2016	155,300	154	80,360	728,086	963,900
March 31, 2017	**143,652**	**146**	**81,742**	**695,823**	**921,363**

(Unaudited - Expressed in Canadian dollars)

8. Exploration and Evaluation Assets

Exploration and evaluation assets	El Cobre $	Los Venados $	El Chato $	Other Properties $	Total $
Acquisition costs:					
Opening balance – December 31, 2016	**47,261**	**49,663**	**1**	**22**	**96,947**
Proceeds from options	-	-	-	(22,500)	**(22,500)**
Additions	-	-	-	17,443	**17,443**
Disposal	-	-	-	5,057	**5,057**
Closing balance – March 31, 2017	**47,261**	**49,663**	**1**	**22**	**96,947**
Deferred exploration costs:					
Opening balance - December 31, 2016	**5,085,538**	**174,836**	**62,456**	**-**	**5,322,830**
Costs incurred during the period:					
Drilling and related costs	115,442	-	-	-	**115,442**
Professional/technical fees	5,889	50	294	1,122	**7,355**
Claim maintenance/lease costs	27,309	-	13,762	47,837	**88,908**
Geochemical, metallurgy	31,304	-	28,471	642	**60,417**
Travel and accommodation	40,684	-	3,207	-	**43,891**
Geology, geophysics, exploration	258,619	603	50,334	16,665	**326,221**
Supplies and miscellaneous	12,144	-	-	366	**12,510**
Reclamation, environmental	7,202	-	788	1,153	**9,143**
Value-added tax	31,804	97	8,321	763	**40,985**
Recovery of exploration costs	-	-	-	(12,491)	**(12,491)**
Impairment of deferred exploration costs	-	-	-	(56,057)	**(56,057)**
Total deferred exploration costs during the period	530,397	750	105,177	-	**636,324**
Closing balance – March 31, 2017	**5,615,935**	**175,586**	**167,633**	**-**	**5,959,154**
Total exploration and evaluation assets	**5,663,196**	**225,249**	**167,634**	**22**	**6,056,101**

The following is a description of the Company's most significant property interest and related spending commitments:

(a) El Cobre

During 2011, Almaden completed the sale of its 30% interest in the Caballo Blanco property located in the state of Veracruz, Mexico to Goldgroup. As part of the sale, Goldgroup transferred to Almaden its 40% interest in the El Cobre property also located in the state of Veracruz, Mexico. The Company owns a 100% interest in the El Cobre property.

(Unaudited - Expressed in Canadian dollars)

8. Exploration and Evaluation Assets *(Continued)*

(b) Los Venados

On October 6, 2015, the Company entered into an option to purchase a 100% interest in the Los Venados project in Sonora State Mexico. The Company's commitments to pay cash and issue common shares are as follows:

On signing:	$10,000 cash and 50,000 shares of Almadex (Paid and issued)
October 14, 2016:	$10,000 cash and 50,000 shares of Almadex (Paid and issued)
October 14, 2017:	$10,000 cash and 100,000 shares of Almadex
October 14, 2018:	$20,000 cash and 100,000 shares of Almadex
October 14, 2019:	$50,000 cash and 100,000 shares of Almadex
October 14, 2020:	$50,000 cash and 100,000 shares of Almadex

Almadex will meet minimum assessment requirements and pay claim taxes. Almadex will also make a one-time $500,000 payment due when a National Instrument 43-101 compliant resource greater than 500,000 ounces of gold has been identified. The vendor will have a 2% NSR on the project, 100% of which can be purchased by the Company at any time for $1,000,000.

On November 29, 2016, the Company signed a definitive agreement to option all of its interest in the Los Venados project to Wolverine Minerals Corp. ("Wolverine") in exchange for the following:

On signing:	$30,000 cash (Received) and 250,000 shares of Wolverine (Received at fair value of $22,500)
February 9, 2018:	250,000 shares of Wolverine
February 9, 2019:	500,000 shares of Wolverine
February 9, 2020:	1,000,000 shares of Wolverine

The Company will retain a 2.0% NSR royalty. In addition, Wolverine has agreed to drill a minimum 1,000 meters by February 9, 2019, as part of the total required project expenditures of a minimum of US$500,000 by February 9, 2020.

(c) El Chato

El Chato is a 100% owned project acquired by staking.

(d) Other Properties

On February 14, 2017, the Company and its wholly-owned U.S. subsidiary, Almadex Americas Inc. signed a definitive agreement to option up to 75% of its interest in the Willow project, Nevada, to Abacus Mining and Exploration Corp. ("Abacus").

(Unaudited - Expressed in Canadian dollars)

8. Exploration and Evaluation Assets *(Continued*

(d) Other Properties *(Continued)*

Abacus can earn an initial 60% interest in the Willow project by incurring work expenditures on the project totaling US$3,000,000 and issuing a total of 2,500,000 shares to the Company over a five year period.

	No. of Common Shares in Abacus	**Cumulative Amount of Exploration Expenditures ($US)**
Upon receipt of regulatory approval – Feb 22, 2017	250,000	Nil
February 22, 2018	250,000	100,000
February 22, 2019	250,000	400,000
February 22, 2020	250,000	1,000,000
February 22, 2021	500,000	1,800,000
February 22, 2022	1,000,000	3,000,000
Total	**2,500,000**	**3,000,000**

Upon having earned this initial interest, Abacus will be required to incur minimum annual exploration expenditures of US$500,000 on the property and, by February 22, 2027, deliver a Feasibility Study in respect of the Willow project to Almadex, subject to certain rights of extension. Should Abacus fail to incur the minimum annual expenditures for two consecutive years, Almadex may elect to become operator of the project, and the parties will enter into a 60:40 joint venture agreement with standard dilution provisions.

On March 27, 2017, the company received 250,000 shares of Abacus at a fair value of $22,500.

Other properties consist of a portfolio of early stage exploration projects located in Canada, the United States and Mexico. During the three months ended March 31, 2017, the Company recorded a write-down of capitalized costs incurred of $51,000 (March 31, 2016 - $121,721) with respect to such properties. Each remaining property is carried at $1 as at March 31, 2017.

(Unaudited - Expressed in Canadian dollars)

9. Share Capital and Reserves

(a) Authorized share capital

At March 31, 2017, the Company's authorized share capital consisted of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

On February 27, 2017, the Company closed a non-brokered private placement by the issuance of 2,496,000 units at a price of $1.35 per unit for gross proceeds to the Company of $3,369,600. Each unit consists of one common share and one-half of one non-transferable common share purchase warrant. Each whole warrant allows the holder to purchase one common share of the Company at a price of $2.00 per share until August 27, 2019. Share issue costs included a finder's fee of $106,650 in cash, and finders' warrants to purchase up to 44,400 common shares at a price of $1.35 per common share until August 27, 2019. The fair value of the finders' warrants was $34,188. In connection with the private placement, the Company also incurred $31,165 in other cash share issue costs. These amounts were recorded as reduction to share capital. The proceeds of the private placement were allocated entirely to share capital.

(b) Warrants

The continuity of warrants for the period ended March 31, 2017 is as follows:

Expiry date	Exercise Price	December 31, 2016	Granted	Exercised	Expired	March 31, 2017
August 27, 2019	$ 2.00	-	1,248,000	-	-	1,248,000
August 27, 2019	$ 1.35	-	44,400	-	-	44,400
Warrants outstanding and exercisable		**-**	**1,292,400**	**-**	**-**	**1,292,400**
Weighted average exercise price		-	$ 1.98	-	-	$ 1.98

The fair value of the finders' warrants granted during the period ended March 31, 2017, was estimated on the grant date using the Black-Scholes model with the following weighted average assumptions:

Risk-free interest rate	0.76%
Expected life	2.50 years
Expected volatility	103%
Expected dividend yield	Nil
Weighted average fair value per option	$0.77

(c) Stock option plan

The Company's stock option plan permits the issuance of options to acquire up to a maximum of 10% of the Company's issued common shares. Stock options issued to any consultant or person providing investor relations services cannot exceed 2% of the issued and outstanding common shares in any twelve month period. At March 31, 2017, the Company may reserve up to 460,037 shares that may be granted as stock options. The exercise price of any option cannot be less than the volume weighted average trading price of the shares for the five trading days immediately preceding the date of the grant. The maximum term of all options is five years. The Board of Directors determines the term of the option and the time during which any options may vest. Options granted to consultants or persons providing investor relations services shall vest in stages with no more than 25% of such option being exercisable in any three month period. All options granted during the three months ended March 31, 2017 vested on the grant date.

(Unaudited - Expressed in Canadian dollars)

9. Share Capital and Reserves *(Continued)*

(c) ***Stock option plan*** *(Continued)*

The continuity of stock options for the period ended March 31, 2017 is as follows:

Expiry date	Exercise price	December 31, 2016	Granted	Exercised	Expired/ cancelled	March 31, 2017
January 6, 2017	$ 0.23	708,000	-	(708,000)	-	-
May 4, 2017	$ 0.44	120,000	-	(45,000)	-	75,000[(1)]
June 8, 2017	$ 0.46	45,000	-	-	-	45,000[(1)]
September 11, 2017	$ 0.53	300,000	-	-	-	300,000
November 22, 2017	$ 0.51	60,000	-	-	-	60,000
April 4, 2018	$ 0.40	54,000	-	-	-	54,000
May 6, 2018	$ 0.37	39,000	-	-	-	39,000
May 6, 2018	$ 0.46	72,000	-	-	-	72,000
June 8, 2018	$ 0.38	1,300,000	-	(60,000)	-	1,240,000
June 18, 2018	$ 0.34	150,000	-	-	-	150,000
August 28, 2018	$ 0.16	834,200	-	(140,000)	-	694,200
August 28, 2018	$ 0.65	151,000	-	-	-	151,000
December 17, 2018	$ 0.15	90,000	-	(30,000)	-	60,000
December 17, 2018	$ 1.18	90,000	-	-	-	90,000
January 2, 2019	$ 0.24	225,000	-	(15,000)	-	210,000
February 27, 2019	$ 1.35	-	115,000	-	-	115,000
July 2, 2019	$ 0.30	90,000	-	-	-	90,000
July 2, 2019	$ 0.98	40,000	-	-	(40,000)	-
July 2, 2019	$ 1.37	-	877,800	-	-	877,800
Options outstanding and exercisable		**4,368,200**	**992,800**	**(998,000)**	**(40,000)**	**4,323,000**
Weighted average exercise price		$ 0.35	$ 1.37	$ 0.24	$ 0.98	$ 0.60

(1) Exercised subsequent to March 31, 2017 (Note 16).

Total share-based payments as a result of options granted during the three months ended March 31, 2017 was $809,074 (March 31, 2016 - $Nil)

The fair value of the options granted during the period ended March 31, 2017, was estimated on the grant date using the Black-Scholes option pricing model with the following weighted average assumptions:

Risk-free interest rate	0.75%
Expected life	2.44 years
Expected volatility	107%
Expected dividend yield	Nil
Weighted average fair value per option	$0.81

(Unaudited - Expressed in Canadian dollars)

10. Related Party Transactions and Balances

(a) Compensation of key management personnel

Key management personnel include these persons having the authority and responsibility for planning, directing and controlling the activities of the Company as a whole. Key management includes members of the Board, the President and Chief Executive Officer, the Chief Financial Officer and the Vice President. These amounts are included within administrative services fee expense. The aggregate value of compensation to key management personnel was as follows:

	Three months ended March 31,	
	2017	2016
Management fees	**70,575**	64,875
Share-based payments	**508,780**	-
	579,355	64,875

(b) Other related party transactions

Administrative Services Agreement

The Company paid administrative services fees to Almaden pursuant to an Administrative Services Agreement dated May 15, 2015, under which Almaden provides the Company with office space, executive management, marketing support, technical oversight, and financial/corporate secretary duties, amongst other administrative services.

ATW Resources Ltd.

Almadex owns a 50% interest in ATW Resources Ltd. which holds title in trust for the ATW mineral property situated at MacKay Lake in the Northwest Territories included in other properties.

Other

At March 31, 2017, the Company included in other income $39,903 (2016 - $33,604) paid by Almaden to the Company for drill equipment rental services in Mexico.

At March 31, 2017, the Company paid a company controlled by a Director of the Company $24,569 (2016 - $3,971) for geological services.

11. Net Loss per Share

Basic and diluted net loss per share

The calculation of basic net loss per share for the three months ended March 31, 2017 was based on the net loss attributable to common shareholders of $715,085 (2016 - $1,645,198) and a weighted average number of common shares outstanding of 46,140,547 (2016 – 43,938,969).

The calculation of diluted net loss per share for the periods ended March 31, 2017 did not include the effect of stock options and warrants as they are anti-dilutive.

(Unaudited - Expressed in Canadian dollars)

12. Supplemental Cash Flow Information

Supplemental information regarding the split between cash and cash equivalents is as follows:

	March 31, 2017	December 31, 2016
	$	$
Cash	**2,095,075**	1,379,135
Term Deposits	**3,100,000**	1,300,000
	5,195,075	2,679,135

Supplemental information regarding non-cash transactions is as follows:

Investing and financing activities	**March 31, 2017**	March 31, 2016
	$	$
Receipt of accrued shares receivable	22,500	-
Fair value of shares received on disposal of exploration and evaluation assets	22,500	-
Fair value of finders' warrants – share issue costs	31,080	-
Fair value of options reclassified to share capital on exercise	53,100	-

As at March 31, 2017, $79,705 (December 31, 2016 - $40,317) of exploration and evaluation asset costs is included in trade and other payables.

13. Financial Instruments

The fair values of the Company's cash and cash equivalents, accounts receivable and trade and other payables approximate their carrying values because of the short-term nature of these instruments. The Company's reclamation deposits approximate fair value as the expected proceeds on redemption approximate its carrying value.

The Company's financial instruments are exposed to certain financial risks, including currency risk, credit risk, liquidity risk, interest rate risk and commodity and equity price risk

(a) Currency risk

The Company's property interests in Mexico make it subject to foreign currency fluctuations and inflationary pressures which may adversely affect the Company's financial position, results of operations and cash flows. The Company is affected by changes in exchange rates between the Canadian Dollar and foreign currencies. The Company does not invest in foreign currency contracts to mitigate the risks.

As at March 31, 2017, the Company is exposed to foreign exchange risk through the following assets and liabilities denominated in currencies other than the functional currency of the applicable subsidiary:

13. Financial Instruments *(Continued)*

(a) Currency risk *(Continued)*

All amounts in Canadian dollars	US dollar	Mexican peso
	$	$
Cash and cash equivalents	450,979	471,951
Accounts receivable and prepaid expenses	24,837	109,770
Total assets	**475,816**	**581,721**
Trade and other payables	35,283	1,164
Total liabilities	**35,283**	**1,164**
Net assets	**440,533**	**580,557**

A 10% change in the US dollar exchange rate relative to the Canadian dollar would change the Company's profit or loss by $44,000.

A 10% change in the Mexican peso relative to the Canadian dollar would change the Company's profit or loss by $58,000.

(b) Credit risk

The Company's cash and cash equivalents are held in large Canadian and Mexican financial institutions. The Company's accounts receivable consists primarily of sales tax due from the federal government of Canada. The Company is exposed to credit risks through its accounts receivable.

To mitigate exposure to credit risk on cash and cash equivalents, the Company has established policies to limit the concentration of credit risk with any given banking institution where the funds are held, to ensure counterparties demonstrate minimum acceptable credit risk worthiness and ensure liquidity of available funds.

As at March 31, 2017, the Company's maximum exposure to credit risk is the carrying value of its cash and cash equivalents and accounts receivable.

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure.

Trade and other payables are due within twelve months of the statement of financial position date.

(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to varying interest rates on cash and cash equivalents. The Company has no interest bearing debt.

A 1% change in the interest rate would change the Company's net loss by $31,000.

13. Financial Instruments *(Continued)*

(e) Price risk

(i) Commodity price risk

The ability of the Company to explore its exploration and evaluation assets and the future profitability of the Company are directly related to the market price of gold and other precious metals. The Company has not hedged any of its potential future gold sales of the quantities held in investments. The Company monitors gold prices to determine the appropriate course of action to be taken by the Company.

A 1% change in the price of gold would affect the fair value of the Company's gold investment by $26,000.

(ii) Equity price risk

Equity price risk is defined as the potential adverse impact on the Company's operations due to movements in individual equity price or general movements in the level of the stock market. The Company closely monitors the individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company.

(f) Classification of Financial instruments

IFRS 7 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs)

The following table sets forth the Company's financial assets measured at fair value by level within the fair value hierarchy.

	Level 1	Level 2	Level 3	Total
	$	$	$	$
Marketable securities and investments	3,978,757	-	-	3,978,757
Contingent shares receivable	-	46,800	-	46,800

Level 2 inputs used in determining the fair value of contingent shares receivable includes the use of quoted market prices for the underlying shares of public companies, as well as estimates regarding the likelihood of achieving certain milestones that would trigger the collection of the contingent shares receivable by the Company.

(Unaudited - Expressed in Canadian dollars)

14. Management of Capital

The Company considers its capital to consist of components of equity. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration of its exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares and, acquire or dispose of assets.

In order to maximize ongoing exploration efforts, the Company does not pay out dividends. The Company's investment policy is to invest its short-term excess cash in highly liquid short-term interest-bearing investments with short term maturities, selected with regards to the expected timing of expenditures from continuing operations.

The Company expects its current capital resources will be sufficient to carry its exploration plans and operations for the foreseeable future. There have been no changes to the Company`s capital management approach during the period.

15. Segmented Information

The Company operates in one reportable operating segment, being the acquisition and exploration of mineral resource properties.

Geographic information is as follows:

	All other non-current assets	Property and equipment	Exploration and evaluation assets	March 31, 2017
	$	**$**	**$**	**$**
Canada	74,137	16,222	6	90,365
United States	-	-	4	4
Mexico	-	905,141	6,056,091	6,961,232
	74,137	**921,363**	**6,056,101**	**7,051,601**

The Company's revenue from interest income on corporate cash reserves was earned in Canada. Other income from drill equipment rental services was earned in Mexico.

16. Subsequent Events

On May 3, 2017 and May 4, 2017, the Company received $53,700 on the exercise of 75,000 and 45,000 stock options with exercise prices of $0.44 to $0.46 respectively.

On May 5, 2017, the Company granted to employees, officers and directors, pursuant to its stock option plan, 583,000 stock options at exercise prices of $1.10 per share expiring on May 5, 2019.

On May 24, 2017, the Company signed an agreement with Westhaven Ventures Inc. ("Westhaven") and Strongbow Exploration Ltd. ("Strongbow"), pursuant to which Westhaven will acquire the Skoonka Creek gold property (the "Property"), which is currently held by Strongbow and Almadex pursuant to a 65.74%/34.26% joint venture. In exchange for its interest in the Property, Almadex will receive, on closing of the transaction, 700,000 shares of Westhaven and a 2.0% net smelter return royalty on the Property. Closing of the transaction is subject to acceptance for filing of the agreement by the TSX Venture Exchange.